OTTER TAIL POWER COMPANY Docket No: EL16-020

Response to: South Dakota Public Utilities Commission Analyst: SDPUC Staff Date Received: 09/08/2016 Date Due: 09/23/2016 Date of Response: 09/23/2016 Responding Witness: Jason A. Grenier, Manager Market Planning - (218) 739-8639

Information Request:

Please provide the DSMore models used to produce the Benefit/Cost results stated in Attachment A.

Attachments: 4

Attachment 1 to IR SD-PUC-01-04 (Revised Appendix A Tables).pdf Attachment 2 to IR SD-PUC-01-04 (2017 SD DSMore Models).pdf Attachment 3 to IR SD-PUC-01-04 (2018 SD DSMore Models).pdf Attachment 4 to IR SD-PUC-01-04 (2019 SD DSMore Models).pdf

Response:

Since our initial filing, Otter Tail has discovered several adjustments to the DSMore models and Benefit/Cost ratios that should be included in the record. A description of these adjustments is included in this response.

- 1. Otter Tail incorrectly included winter generation capacity benefits as part of our evaluations for the Residential Air Source Heat Pump and Residential Geothermal Heat Pump programs.
- Otter Tail did not account for all customers participating in the short-duration cycling control rates in the Air Conditioning Control program. Otter Tail included 177 customers in the program but has included a revision to correct this to 661 customers participating. Please see IR SD-PUC-01-11 for further discussion regarding participation in the Air Conditioning Control program.
- 3. Otter Tail did not recognize winter transmission and distribution system benefits in the following programs:
 - Residential Geothermal Heat Pumps.
 - Commercial Geothermal Heat Pumps.

Please see Attachment 1 to IR SD-PUC-01-04 for the revised Appendix A tables.

For the DSMore models used to produce the Benefit/Cost results from the revised Appendix A tables for 2017, 2018, and 2019, please see Attachments 2, 3, and 4, respectively, to IR SD-PUC-01-04.