Exhibit____(BLC-1)
Schedule 2

Otter Tail Power
DCF Rate of Return Analysis Using Dividend Discount Model (DDM)

Company	Inputs:							Output:
	Dividend	2018	Analyst	Long-Term	Retention Ratios			DDM (k)
	Yield	EPS	Growth	Growth	2018	2022	2037	Return
ALLETE	3.02%	3.35	6.00%	3.50%	0.33	0.25	0.36	6.79%
Alliant Energy	3.27%	2.15	6.61%	3.50%	0.38	0.36	0.36	7.23%
Black Hills Corp.	3.26%	3.40	4.56%	3.50%	0.43	0.42	0.36	7.18%
El Paso Electric	2.80%	2.30	4.75%	3.50%	0.38	0.33	0.36	6.55%
Hawaiian Electric	3.51%	1.90	7.10%	3.50%	0.35	0.38	0.36	7.37%
IDACORP, Inc.	2.62%	4.50	2.59%	3.50%	0.47	0.42	0.36	6.44%
NorthWestern Corp.	3.84%	3.40	2.49%	3.50%	0.35	0.31	0.36	7.24%
OGE Energy Corp	3.85%	2.10	1.46%	3.50%	0.33	0.26	0.36	7.08%
PNM Resources	2.85%	1.95	4.40%	3.50%	0.44	0.46	0.36	6.71%
Mean:			**4.44%**	**3.50%**	**0.38**	**0.35**		**6.96%**
Median:			**4.56%**	**3.50%**	**0.38**	**0.36**		**7.08%**
							Original Mean Results:	**6.92%**
							Original Median Results:	**7.05%**
							Delta Mean:	**0.03%**
							Delta Median:	**0.03%**