

215 South Cascade Street
PO Box 496
Fergus Falls, Minnesota 56538-0496
218 739-8200
www.otpc.com (web site)



September 22, 2022

Ms. Patricia Van Gerpen
Executive Director
South Dakota Public Utilities Commission
Capitol Building, 1st floor
500 East Capitol Avenue
Pierre, SD 57501-5070

**Re: Application of Otter Tail Power Company for Authority to Increase Rates for
Electric Service in South Dakota
Docket No. EL18-021
Supplemental Filing**

Dear Ms. Van Gerpen:

Otter Tail Power Company (Otter Tail) hereby submits to the South Dakota Public Utilities Commission (Commission) this supplemental filing in the above-referenced matter to correct parallel language in two tariff sections. These changes were contemplated and resolved as part of Otter Tail's most recent rate case¹, but were not included in the July 22, 2019 tariff compliance filing. The tariff sections are: a) the General Service 20 kW or Greater (Section 10.02) and b) the General Service – Time of Use (Section 10.03). Otter Tail's most recent rate case was initially submitted on April 20, 2018, and approved by Commission Order dated July 9, 2019.

South Dakota Electric Rate Schedule – Section 10.02:
Sixth Revised Sheet No. 2 Cancelling Fifth Revised Sheet No. 2

South Dakota Electric Rate Schedules - Section 10.03:
Fifth Revised Sheet No. 2 Cancelling Fourth Revised Sheet No. 2

DETERMINATION OF LOW LOAD FACTOR DEMAND

Tariff sections 10.02 and 10.03 pertaining to General Service rates each contain a section labeled DETERMINATION OF LOW LOAD FACTOR DEMAND. In item 1) of this section, the word "metered" has been changed to "Billing." For further clarification, the words "Billing Demand" was also added in the description of this section. The language changes are required to align the tariff language to current billing practices (i.e. in Otter Tail's Customer Information System, the low load factor is calculated based on billing demand instead of metered demand). The rate schedules are included with this filing in a redline and clean version along with our updated General Service Rate Brochure.

¹ SD Docket No. EL18-021.
An Equal Opportunity Employer

On February 26, 2019, Otter Tail attempted to file this change with the Commission as part of this rate case docket and communicated with Commission staff. However, the filing submitted did not appear on the Commission website and the Company neglected to follow up with Commission staff on its status, thereby not including this updated tariff change in our Compliance filing on July 22, 2019. The Company conducted compliance checks in the recent months which highlighted this deficiency. The Company conferred with Commission staff on how to proceed in this manner.

As stated above, the requested rate language changes were not included in our rate case compliance filing. However, the related billing process was implemented in our billing system as originally intended. To assure that customers are billed according to filed and effective rates, Otter Tail examined the potential customer impact of charging the low load factor according to billing demand instead of metered demand. From the date final rates became effective, August 1, 2019, through August 30, 2022, two customers were impacted by this change to the low load factor demand charge. In total the two customers were incorrectly billed on 16 bills, totaling \$499.14.

Otter Tail proposes to refund the stated amounts and any additional charges to the customers impacted. The final amount of the refund will be calculated through the date that the Commission approves the tariff changes to take effect. Additionally, we will notify the impacted customers individually. Since billing has already been applied according to the desired tariff change, customers will not experience a change in billing.

SUMMARY OF REQUEST

Otter Tail appreciates the Commission's consideration in this matter and requests approval for this change to our rates schedules, our proposed refunds to impacted customers, and our General Service Rate Brochure be effective December 1, 2022.

This filing has been electronically submitted to the Commission in accordance with ARSD 20:10:01:02:05.

Please contact me at 218-739-8657 with any questions regarding this filing or Michael Haagenson at 218-739-8627 for specific information regarding impacted customers.

Sincerely,

/s/ MATTHEW J. OLSEN

Matthew J. Olsen

Manager of Regulatory Strategy & Compliance

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Enclosures

By electronic filing