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June 20, 2019



Patricia Van Gerpen,
Executive Director
South Dakota Public Utilities Commission
500 East Capitol Avenue
Pierre, SD 57501-5070

RE: In the Matter of Otter Tail Power Company's 2018 Energy Efficiency Plan Status Report and 2019 Annual Filing to Update the Energy Efficiency Adjustment Rider Docket No. EL19-020 Compliance Filing

Dear Executive Director Van Gerpen:

On June 11, 2019, the South Dakota Public Utilities Commission (Commission) met and approved Otter Tail Power Company's (Otter Tail) updated Energy Efficiency Adjustment Rider in Docket No. EL19-020. The Commission's written Order approving the revised tariff changes in this docket was issued on June 13, 2019. Enclosed you will find the final version of Otter Tail's Energy Efficiency Partnership (EEP) Cost Recovery Rider, Section 13.04 which reflects the 2019 EEP update as approved by the Commission.

Otter Tail appreciates the Commission's continued commitment to supporting Otter Tail's EEP. Otter Tail looks forward to working with our South Dakota customers on energy efficiency investment in 2019 and beyond.

If you have any questions, please contact me at (218) 739-8639 or jgrenier@otpc.com.

Sincerely,

/s/ JASON GRENIER
Jason Grenier, Manager
Market Planning

mmo
Enclosure
By electronic filing



Fergus Falls, Minnesota

**ENERGY EFFICIENCY PARTNERSHIP (EEP)
COST RECOVERY RIDER**

DESCRIPTION	RATE CODE
Energy Efficiency Partnership (EEP)	SEEP

RULES AND REGULATIONS: Terms and conditions of this electric rate schedule and the General Rules and Regulations govern use under this rider.

APPLICATION OF RIDER: This rider is applicable to electric service under all of the Company’s retail rate schedules, except for Standby Service, Section 11.01.

ENERGY EFFICIENCY ADJUSTMENT: There shall be added to each Customer's bill an Energy Efficiency Adjustment based on the applicable adjustment factor multiplied by the Customer's monthly Energy (kWh) usage.

DETERMINATION OF ENERGY EFFICIENCY ADJUSTMENT: The Energy Efficiency Adjustment shall be the quotient of the recoverable EEP Tracker Balance, divided by projected retail sales (kWh) for a designated 12-month recovery period. The Adjustment may be updated annually by approval of the South Dakota Public Utilities Commission (SD PUC). The recoverable EEP Tracker Balance is determined as follows:

1. EEP Tracker account balance as of the end of the prior year;
2. Plus EEP expenditures;
3. Plus financial incentives awarded by the SD PUC;
4. Plus carrying charge;
5. Minus EEP cost recovery through this rider or base rates, if any.

All costs appropriately charged to the EEP Tracker account shall be eligible for recovery through this rider and all revenues received from the application of the Energy Efficiency Adjustment shall be credited to the EEP Tracker account.

ENERGY EFFICIENCY ADJUSTMENT FACTOR: Effective with bills rendered on and after July 1, 2019, the Energy Efficiency Adjustment Factor is \$0.00164.

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MANDATORY AND VOLUNTARY RIDERS: The amount of a bill for service will be modified by any Mandatory Rate Riders that must apply and by any Voluntary Rate Riders selected by the Customer, unless otherwise noted in this rider. See Sections 12.00, 13.00 and 14.00 of the South Dakota electric rates for the matrices of riders.