

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF SOUTH DAKOTA**

<b>IN THE MATTER OF THE PETITION OF</b>	)	<b>ORDER APPROVING 2022</b>
<b>OTTER TAIL POWER COMPANY FOR</b>	)	<b>TRANSMISSION COST</b>
<b>APPROVAL OF THE TRANSMISSION COST</b>	)	<b>RECOVERY RATE</b>
<b>RECOVERY RIDER RATE</b>	)	<b>ADJUSTMENT</b>
	)	
	)	<b>EL21-031</b>

On October 29, 2021, the South Dakota Public Utilities Commission (Commission) received a Petition from Otter Tail Power Company (Otter Tail) for approval of its 2022 Transmission Cost Recovery (TCR) Rider. Otter Tail's TCR rate has been adjusted to reflect the TCR revenue requirements for the next recovery period (March 2022 – February 2023). The update includes the tracker balance estimated for the end of the current recovery period so that no over-or-under recovery of TCR costs occurs. Otter Tail is not requesting inclusion of any new projects. Otter Tail proposes the update to the rates be applied to usage on and after March 1, 2022.

On November 4, 2021, the Commission electronically transmitted notice of the filing and the intervention deadline of November 19, 2021, to interested entities and persons on the Commission's PUC Weekly Filings electronic listserv. No petitions to intervene or comments were filed.

The revised tariff sheet, effective for service rendered on or after March 1, 2022, is as follows:

South Dakota P.U.C. Volume II - Electric Rate Schedule

Section No. 13.05  
Fourteenth Revised Sheet No. 1                      Cancelling Thirteenth Revised Sheet No. 1

The Commission has jurisdiction over this matter pursuant to SDCL Chapter 49-34A, specifically 49-34A-25.1 through SDCL 49-34A-25.4.

At its regularly scheduled meeting on February 18, 2022, the Commission considered this matter. Commission staff recommended approval of the revenue requirement and rates proposed in Otter Tail's supplemental filing and associated tariff revision, effective March 1, 2022. Commission staff further recommended Otter Tail file additional information in its next TCR filing regarding all costs and benefits associated with the new 100 MW load customer in North Dakota and specifically how these costs and benefits impact South Dakota customers. Commission staff recommended Otter Tail include in the true-up any necessary adjustments for 2022. Finding the revisions to be just and reasonable, the Commission voted unanimously to approve the revisions effective March 1, 2022, with the recommendations made by Commission staff. It is therefore

ORDERED, that Otter Tail's revised TCR rates are hereby approved. It is further

ORDERED that the above-referenced tariff sheet is hereby approved with an effective date of March 1, 2022. It is further

ORDERED, that Otter Tail shall file additional information in its next TCR filing regarding all costs and benefits associated with the new 100 MW load customer in North Dakota and specifically address how these costs and benefits impact South Dakota customers. Otter Tail shall include any necessary adjustments for 2022 in the true-up calculation, including any appropriate adjustments to jurisdictional allocation factors.

Dated at Pierre, South Dakota, this 23<sup>rd</sup> day of February 2022.

<p style="text-align: center;"><b>CERTIFICATE OF SERVICE</b></p> <p>The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, electronically or by mail.</p> <p>By: <u>Adam Detbeck</u></p> <p>Date: <u>2/23/22</u></p> <p style="text-align: center;">(OFFICIAL SEAL)</p>
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BY ORDER OF THE COMMISSION:

Chris Nelson

CHRIS NELSON, Commissioner

Kristie Fiegen

KRISTIE FIEGEN, Commissioner

Gary Hanson

GARY HANSON, Commissioner