

OTTER TAIL POWER COMPANY
Docket No: EL22-001

Response to: SD Public Utilities Commission
Analyst: Pat Steffensen
Date Received: February 03, 2022
Date Due: February 17, 2022
Date of Response: February 15, 2022
Responding Witness: Svetlana Fedje, Pricing Analyst - (218) 739-8799

Data Request:

Refer to Attachment 5.

- a. What 12-month period is Otter Tail using in the calculation of the Wind and Solar RECs?
- b. Provide justification for not using the most recent 12 months for this calculation.

What are the current market values of wind and solar RECs?

Attachments: 1

Attachment 1 to DR SD_PUC_01.08_PUBLIC.pdf

Response:

This response includes information Otter Tail deems to be Confidential Information under ARSD 20:10:01:39 and is provided on the condition that it is not filed or otherwise publicly disclosed pending a determination under ARSD 20:10:01:41 and 20:10:01:42, or an agreement by the parties to this proceeding regarding its disclosure. Such Confidential Information is marked “CONFIDENTIAL” and noted where applicable as [PROTECTED DATA BEGINS... ..PROTECTED DATA ENDS].

- a. Please see Attachment 1 to DR SD-PUC-01.08 an excel file for Attachment 5 – REC sales NON-Public 2022. Tab “RECS” will be the illustration. It is using the 12-month period of 6/1/2020 to 5/31/2021 in calculation of the REC credits.
- b. We are using the information in the Attachment 5 to stay consistent with the REC credits we are offering in the other two states in our service territory. Additionally in SD OTP is mandated to file an update to the rates once every two years, thus we did not see any harm to use the 2020 REC sales for Solar Credits.

Based on the Feb 4, 2022, REC market indication, not an Otter Tail purchase, the wind and solar REC prices for 2021 generated RECs would be in the range of \$4.00 to \$4.50 per REC/MWh.