

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

IN THE MATTER OF OTTER TAIL POWER)	ORDER APPROVING
COMPANY'S PETITION FOR APPROVAL)	PHASE-IN
OF PHASE-IN RIDER RATE)	RIDER FACTORS
)	
)	EL22-013

On June 1, 2022, the South Dakota Public Utilities Commission (Commission) received a Petition from Otter Tail Power Company (Otter Tail) for approval of its annual update to its Phase-in Rate Plan Rider. Otter Tail makes this filing pursuant to SDCL 49-34A-73 through 49-34A-78. In this filing, Otter Tail proposes to adjust the Phase-in Rate Plan Rider Rate to reflect the applicable rider revenue requirements for the next recovery period (September 2022 – August 2023), to recover actual and forecasted costs for the Astoria Station Natural Gas Plant project, Merricourt Wind Project, forecasted net benefits associated with additional load in the Lake Norden area, and net savings associated with Otter Tail's retirement of its Hoot Lake Plant. Otter Tail also includes four new projects in the filing with the Ashtabula III wind farm purchase and three Advanced Grid Infrastructure projects. Otter Tail states a typical residential electric customer using an average of 1,000 kWh per month will see an increase of \$7.54 per month resulting from this filing. Otter Tail proposes an effective date of September 1, 2022.

On June 2, 2022, the Commission electronically transmitted notice of the filing and the intervention deadline of June 17, 2022, to interested entities and persons on the Commission's PUC Weekly Filings electronic listserv. No petitions to intervene or comments were filed. On July 29, 2022, Otter Tail filed revised tariff pages and customer notices. On August 24, 2022, Commission staff filed a memorandum. The tariff sheets effective for service rendered on September 1, 2022, and through August 31, 2023, are as follows:

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

Section 13.09

Third Revised Sheet No. 1
First Revised Sheet No. 2
Original Sheet No. 3

Cancelling Second Revised Sheet No. 1
Canceling Original Sheet No. 2

The Commission has jurisdiction over this matter pursuant to SDCL Chapter 49-34A, specifically 49-34A-4, 49-34A-6, 49-34A-8, 49-34A-10, and 49-34A-12, 49-34A-73 through 49-34A-78.

At its regularly scheduled meeting on August 30, 2022, the Commission considered this matter. Commission staff recommended approval of Otter Tail's request of a revenue requirement of \$2,997,688 for the September 1, 2022, through August 31, 2023, plan year and a 10.181 "percent of bill" phase-in rider factor, and new per meter rate charges effective September 1, 2022, through August 31, 2023. The typical residential electric customer using an average of 1,000 kWh per month will see an increase of \$7.54 per month. Finding the request to be just and reasonable, the Commission voted unanimously to approve Otter Tail's request for revised phase-in rider rates as recommended by Commission staff. It is therefore

ORDERED, that the revenue requirement as provided in Otter Tail's filing and resulting phase-in rider factor of 10.181 percent of base rates is hereby approved. It is further

ORDERED, that the new phase-in rider per meter charges outlined in the above-referenced tariff sheets are hereby approved. It is further

ORDERED, that the above-referenced tariff sheets are hereby approved effective September 1, 2022, through August 31, 2023.

Dated at Pierre, South Dakota, this 31st day of August 2022.

CERTIFICATE OF SERVICE
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.
By: <u>Adam DeHueck</u>
Date: <u>8/31/22</u>
(OFFICIAL SEAL)

BY ORDER OF THE COMMISSION:

Chris Nelson
CHRIS NELSON, Commissioner

Kristie Fiegen
KRISTIE FIEGEN, Commissioner

Gary Hanson
GARY HANSON, Commissioner