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February 17, 2023

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

**Re: In the Matter of Otter Tail Power Company's Petition for
Approval of the Annual Rate Update to Rate Schedule, Section 13.05,
Transmission Cost Recovery Rider
Docket No. EL22-031
Compliance Filing**

Dear Ms. Van Gerpen:

Otter Tail Power Company (Otter Tail) hereby submits to the South Dakota Public Utilities Commission (Commission) its response to Commissioner inquiries and compliance filing following issuance of the Commission's Order dated February 10, 2023, in the above-referenced matter.

Otter Tail's Demand Response (DR) programs are a core Company service offering utilized by approximately 32 percent of Otter Tail customers on a system-wide basis, making Otter Tail's DR portfolio one of the largest in the country by customer adoption. The table below provides the number of customers in each jurisdiction who are participating in demand response programs by choosing controlled service rates.

Number and Percent of Demand Response Customers per Jurisdiction

	MN	ND	SD	Total Company
Customers on Controlled Service Rate	20,032	18,100	4,027	42,159
Jurisdictional Percent of Total	47.5%	42.9%	9.6%	100.00%

This heavy adoption allows Otter Tail to control up to 113 MW in the summer months, 185 MW in the winter months, and 115 MW in the spring and fall. The current load management system does not allow us to measure the MW controlled by jurisdiction, but OTP believes that granular level of data will be available once AMI and Otter Tail's new load management system has been fully deployed.

Attached you will find the final version of page 1 of Otter Tail's Section 13.05, Transmission Cost Recovery Rider, reflecting Commission approved rates effective March 1, 2023, and a copy of the customer notice that will be included with customer bills during the month of March.

If you have any questions regarding this filing, please contact me at 218-739-8279 or stommerdahl@otpc.com.

Sincerely,

/s/ STUART TOMMERDAHL
Stuart Tommerdahl
Manager, Regulatory Economics
Regulatory Economics

vjm
Enclosures
By electronic filing