

OTTER TAIL POWER COMPANY

Docket No: EL23-001

Response to: SD Public Utilities Commission

Analyst: Pat Steffensen

Date Received: February 13, 2023

Date Due: February 27, 2023

Date of Response: February 27, 2023

Responding Witness: Svetlana Fedje, Pricing Analyst - (218) 739-8799

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Data Request:

Refer to Attachment 2. Provide all workpapers which support the weighted average system incremental energy costs and each seasonal on/off-peak system incremental energy costs.

Specifically identify in the workpapers the factors that contributed to the significant increase in the credit as compared to the filing in Docket EL22-001.

Attachments: 0

Response:

All workpapers which support the weighted average system incremental energy costs and each seasonal on/off-peak system incremental energy costs presented as Attachments to the Data Request No.: SD-PUC-01.01

The main culprits of the increased costs are:

1. Significant increase in energy compared to prior years that changes the marginal units.
2. Significantly higher natural gas and energy market prices lead to higher costs.
3. Our peak offer prices are 50% to 100% higher than in last year's forecasts due to price increases.