

Otter Tail Power Company (SD)
Electric Utility - South Dakota Retail Jurisdiction
Cost of Service Study
2023 Actuals

Current Income Tax Summary

	Total Company Electric	SD Retail Electric	All Others
Income Before Taxes			
Total Operating Revenues	\$ 523,098,381	\$ 45,298,505	\$ 477,799,876
less: Total Operating Expenses	\$ (318,617,818)	\$ (29,398,329)	\$ (289,219,489)
Book Depreciation & Amortization	\$ (74,117,665)	\$ (6,606,656)	\$ (67,511,009)
Taxes (Other Than Current Income)	\$ (16,604,736)	\$ (1,356,461)	\$ (15,248,275)
Total Before Tax Book Income	\$ 113,758,163	\$ 7,937,059	\$ 105,821,104
less: Interest Cost	\$ 35,538,350	\$ 3,227,867	\$ 32,310,484
Net Income Before Tax	\$ 78,219,812	\$ 4,709,192	\$ 73,510,620
Federal Schedule M Adjustments			
Schedule M Activity - Temporary Plant - Above the Line	\$ 66,154,795	\$ 5,372,665	\$ 60,782,129
Schedule M Activity - Temporary Non-Plant - Above the Line	\$ 396,703	\$ 32,218	\$ 364,485
Schedule M Activity - Permanent - Above the Line	\$ 1,831,969	\$ 148,781	\$ 1,683,189
Total Schedule M Adjustments	\$ 68,383,467	\$ 5,553,664	\$ 62,829,803
Federal Adjusted Income Before Income Taxes	\$ 9,836,345	\$ (844,472)	\$ 10,680,817
Less:			
Minnesota State Income Tax	\$ 623,328	\$ -	\$ 623,328
North Dakota State Income Tax	\$ 414,024	\$ -	\$ 414,024
Federal Taxable Income	\$ 8,798,994	\$ (844,472)	\$ 9,643,465
Federal Tax Rate	21%	21%	21%
Federal Income Tax Before Credits	\$ 1,847,789	\$ (177,339)	\$ 2,025,128
Investment Tax Credit - Debits Utilized	\$ (18,138,381)	\$ (1,540,328)	\$ -
less: Current Federal Income Taxes transferred to Deferred	\$ 15,613,319	\$ 944,913	\$ 14,668,405
Taxes due to Net Operating Loss	\$ -	\$ -	\$ -
Federal Income Taxes	\$ (677,274)	\$ (772,754)	\$ 16,693,533
State Income Taxes			
Minnesota State Income Tax	\$ 623,328	\$ -	\$ 623,328
North Dakota State Income Tax	\$ 414,024	\$ -	\$ 414,024
Total Current Income Taxes	\$ 360,078	\$ (772,754)	\$ 17,730,885