

**Otter Tail Power Company
South Dakota Retail Jurisdiction**

VI. Revenue Deficiency

2023 Based on Authorized ROE

Line	Revenue Deficiency	Actual 2023 SD Jurisdiction	Weather Normalized 2023 SD Jurisdiction
1	Total Operating Income	\$ 8,709,813	\$ 8,563,982
2	Total Average Rate Base	\$ 143,277,087	\$ 143,276,291
3	Require Operating Income (Rate Base x Required Return)	\$ 9,750,296	\$ 9,750,243
4	Operating Income	\$ 8,709,813	\$ 8,563,982
5	Operating Income Deficiency	<u>\$ 1,040,483</u>	<u>\$ 1,186,261</u>
6	Incremental Taxes	\$ 277,346	\$ 316,096
7	Revenue Deficiency (Income Deficiency x Conversion Factor)	<u>\$ 1,317,829</u>	<u>\$ 1,502,357</u>