

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **2**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 12)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations	0	0	0	
2 Gross foreign dividends not previously taxed	0	0	0	0
3 Subpart F, QEF, and similar income inclusions		0	0	0
4 Gross-up for foreign taxes deemed paid		0	0	0
5 Gross foreign distributions previously taxed	0	0	0	
6 Income (loss) from equity method U.S. corporations	0	0	0	
7 U.S. dividends not eliminated in tax consolidation	0	0	0	0
8 Minority interest for includible corporations	0	0	0	
9 Income (loss) from U.S. partnerships	0	0	0	0
10 Income (loss) from foreign partnerships	0	0	0	0
11 Income (loss) from other pass-through entities	0	0	0	0
12 Items relating to reportable transactions	0	0	0	0
13 Interest income (see instructions)	101,611	0	0	101,611
14 Total accrual to cash adjustment	0	0	0	0
15 Hedging transactions	0	0	0	0
16 Mark-to-market income (loss)	0	0	0	0
17 Cost of goods sold (see instructions)	(107,994,413)	-18,824	0	(108,013,237)
18 Sale versus lease (for sellers and/or lessors)	0	0	0	0
19 Section 481(a) adjustments		0	0	0
20 Unearned/deferred revenue	0	0	0	0
21 Income recognition from long-term contracts	0	0	0	0
22 Original issue discount and other imputed interest	0	0	0	0
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	0	0	0	
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		0	0	0
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
e Abandonment losses		0	0	0
f Worthless stock losses (attach statement)		0	0	0
g Other gain/loss on disposition of assets other than inventory		0	0	0
24 Capital loss limitation and carryforward used		0	0	0
25 Other income (loss) items with differences (attach statement)	401,950,849	-6,010,574	6,000	395,946,275 STMT 19
26 Total income (loss) items. Combine lines 1 through 25	294,058,047	-6,029,398	6,000	288,034,649
27 Total expense/deduction items (from Part III, line 39)	-189,372,253	-3,503,779	-1,128,949	-194,004,981
28 Other items with no differences STATEMENT 20	-37,907,974			-37,907,974
29a Mixed groups, see instructions. All others, combine lines 26 through 28	66,777,820	-9,533,177	-1,122,949	56,121,694
b PC insurance subgroup reconciliation totals	0	0	0	0
c Life insurance subgroup reconciliation totals	0	0	0	0
30 Reconciliation totals. Combine lines 29a through 29c	66,777,820	-9,533,177	-1,122,949	56,121,694

Note. Line 30, column (a), must equal Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **3**

Name of corporation (common parent, if consolidated return)

Employer identification number

Other Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return-Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	0	0	0	
2 U.S. deferred income tax expense	0	0	0	
3 State and local current income tax expense	0	0	0	0
4 State and local deferred income tax expense	0	0	0	
5 Foreign current income tax expense (other than foreign withholding taxes)	0	0	0	0
6 Foreign deferred income tax expense	0	0	0	
7 Foreign withholding taxes	0	0	0	0
8 Interest expense (see instructions)	29,210,380	2,852,713	0	32,063,093
9 Stock option expense	0	0	0	0
10 Other equity-based compensation	0	0	0	0
11 Meals and entertainment	3,241,113	0	-78,676	3,162,437
12 Fines and penalties	0	0	0	0
13 Judgments, damages, awards, and similar costs	0	0	0	0
14 Parachute payments	0	0	0	0
15 Compensation with section 162(m) limitation	0	0	0	0
16 Pension and profit-sharing	8,783,288	3,322,994	1,460,917	13,567,199
17 Other post-retirement benefits	0	0	0	0
18 Deferred compensation	0	0	0	0
19 Charitable contribution of cash and tangible property	1,608,198	-200,000	0	1,408,198
20 Charitable contribution of intangible property	0	0	0	0
21 Charitable contribution limitation/carryforward		0	0	0
22 Domestic production activities deduction (See instr.)		0	0	0
23 Current year acquisition or reorganization investment banking fees	0	0	0	0
24 Current year acquisition or reorganization legal and accounting fees	0	0	0	0
25 Current year acquisition/reorganization other costs	0	0	0	0
26 Amortization/impairment of goodwill	0	0	0	0
27 Amortization of acquisition, reorganization, and start-up costs	0	0	0	0
28 Other amortization or impairment write-offs	0	0	0	0
29 Reserved				
30 Depletion	0	0	0	0
31 Depreciation	63,779,071	11,923,358	0	75,702,429
32 Bad debt expense	3,046,824	-1,847,086	0	1,199,738
33 Corporate owned life insurance premiums	0	0	0	0
34 Purchase versus lease (for purchasers and/or lessees)	0	0	0	0
35 Research and development costs	0	0	0	0
36 Section 118 exclusion (attach statement)	0	0	0	0
37 Section 162(r)- FDIC premiums paid by certain large financial institutions (see instructions)	0	0	0	0
38 Other expense/deduction items with differences (attach statement) STATEMENT 21	79,703,379	-12,548,200	-253,292	66,901,887
39 Total expense/deduction items. Combine lines 1 through 38. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive	189,372,253	3,503,779	1,128,949	194,004,981

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Schedule M-3 (Form 1120) (Rev. 12-2019)

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

* SCHEDULE M-3 *

PART I FINANCIAL INFO AND NET INCOME (LOSS) RECON	
4A WORLDWIDE CONSOL NET INC IDENTIFIED IN PT 1 LN 1	0
5A NET INCOME FROM NONINCLUDIBLE FOREIGN ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE FOREIGN ENTITIES	0
6A NET INCOME FROM NONINCLUDIBLE U.S. ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE U.S. ENTITIES	0
7A NET INC(LOSS) OF OTHER INCL FRGN DISREGARDED ENT	0
B NET INC(LOSS) OF OTHER INCL U.S. DISREGARDED ENT	0
C NET INC(LOSS) OF OTHER INCLUDIBLE ENTITIES	0
8 ADJ TO ELIM TRANS BTWN INCLDBL & NONINCLDBL ENT	0
9 ADJ TO RECON INCOME STMT YR TO TAX YR OF TAX RTN	0
10A INTERCOMPANY DIV ADJ TO RECONCILE TO LINE 11	0
B OTHER STATUTORY ACCOUNTING ADJ TO RECON TO LN 11	0
C OTHER ADJ TO RECONCILE TO AMOUNT ON LINE 11	0
11 NET INCOME PER INCOME STMT OF INCLUDIBLE CORPS	0
12 TOTAL ASSETS & LIAB INCLUDED OR REMOVED ON	
FOLLOWING LINES:	
A INCLUDED ON PART I LINE 4 - TOTAL ASSETS	0
A INCLUDED ON PART I LINE 4 - TOTAL LIABILITIES	0
B REMOVED ON PART I LINE 5 - TOTAL ASSETS	0
B REMOVED ON PART I LINE 5 - TOTAL LIABILITIES	0
C REMOVED ON PART I LINE 6 - TOTAL ASSETS	0
C REMOVED ON PART I LINE 6 - TOTAL LIABILITIES	0
D INCLUDED ON PART I LINE 7 - TOTAL ASSETS	0
D INCLUDED ON PART I LINE 7 - TOTAL LIABILITIES	0
PART II RECON OF NET INCOME (LOSS) PER INCOME STMT	
OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN	
COL A - INCOME (LOSS) PER INCOME STATEMENT	
1 INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2 GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
5 GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6 INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7 U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8 MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9 INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10 INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11 INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	101,611
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(107,994,413)
18	SALES VERSUS LEASE	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	401,950,849
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	294,058,047
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(189,372,253)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(37,907,974)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	66,777,820
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	66,777,820

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

COL B - TEMPORARY DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(18,824)
18	SALES VERSUS LEASE	0
19	SECTION 481 (A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797 LINE 17, EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	(6,010,574)
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	(6,029,398)
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(3,503,779)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	(9,533,177)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(9,533,177)

COL C - PERMANENT DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	0
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797, LINE 17 EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	6,000
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	6,000
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(1,128,949)
29A	1120 SUBGROUP RECON TOTAL. ADD LINES 26 THRU 28	(1,122,949)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(1,122,949)
COL D - INCOME (LOSS) PER TAX RETURN		
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	101,611
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(108,013,237)
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
	C GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
	D GAIN/LOSS REPORTED ON FORM 4797, LINE 17	
	EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
	E ABANDONMENT LOSSES	0
	F WORTHLESS STOCK LOSSES	0
	G OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	395,946,275
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	288,034,649
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(194,004,981)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(37,907,974)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	56,121,694
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	56,121,694

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

PART III RECON OF NET INCOME (LOSS) PER INCOME STMT

OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN

- EXPENSE/DEDUCTION ITEMS

COL A - EXPENSE PER INCOME STATEMENT

1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	29,210,380
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	3,241,113
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	8,783,288
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,608,198
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	63,779,071
32	BAD DEBT EXPENSE	3,046,824
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	79,703,379
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	189,372,253

COL B - TEMPORARY DIFFERENCE

1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	2,852,713
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	3,322,994
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	(200,000)
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	11,923,358
32	BAD DEBT EXPENSE	(1,847,086)
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	(12,548,200)
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	3,503,779
COL C - PERMANENT DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

8	INTEREST EXPENSE	0
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	(78,676)
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	1,460,917
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	0
32	BAD DEBT EXPENSE	0
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	(253,292)
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	1,128,949

COL D - DEDUCTION PER TAX RETURN

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	32,063,093
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	3,162,437
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	13,567,199

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,408,198
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	75,702,429
32	BAD DEBT EXPENSE	1,199,738
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	66,901,887
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	194,004,981

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

SCHEDULE M-3 SUPPORTING SCHEDULES

STMT 19 - SCH M-3, PART II, LINE 25
OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

COLUMN A:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	401,950,849
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COLUMN B:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	(7,904,059)
GAIN ON ADR, ACRS, MACRS PROPERTY	1,893,485
TOTAL	(6,010,574)

COLUMN C:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

Fed Empowerment Zone Tax Credit	6,000
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COLUMN D:

TOTAL OF COLUMNS A, B AND C

GROSS SALES	394,046,790
GAIN ON ADR, ACRS, MACRS PROPERTY	1,893,485
Fed Empowerment Zone Tax Credit	6,000
TOTAL	395,946,275

STATEMENT 20 - SCH M-3, PART II, LINE 28

LINE 28: OTHER INC (LOSS) EXP ITEMS WITH NO DIFF

OTHER RENTAL INCOME	874,306
MISCELLANEOUS OTHER INCOME	47,514,056
COMPENSATION OF OFFICERS	(2,130,377)
MISCELLANEOUS REPAIRS	(24,557,147)
RENTS	(1,863,320)
MISCELLANEOUS OTHER TAXES	(17,033,884)
ADVERTISING	(679,826)
MISC OFFICE EXPENSES	(3,262,261)
TELEPHONES	(1,853,663)
AUTO & TRAVEL	320,676
PROFESSIONAL FEES	(10,966,107)
Fuel	(19,889,768)

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

Plant Supplies, Chemicals, etc.	(2,110,732)
Materials and Operating Supplies	(1,744,597)
Building, Grounds, and Utilities	(525,330)
TOTAL	(37,907,974)

STATEMENT 21 - SCH M-3, PART III, LINE 38
OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

COLUMN A:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

SALARIES & WAGES	46,552,700
FEDERAL INCOME TAXES	11,423,636
STATE TAXES BASED ON INCOME	1,056,606
EMPLOYEE BENEFIT PROGRAMS	6,848,885
LOBBYING EXPENSE - NONDEDUCTIBLE	257,101
INSURANCE - OTHER	4,190,284
MISCELLANEOUS DEDUCTIONS	9,202,386
PENALTIES	171,781
TOTAL	79,703,379

COLUMN B:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

OTHER EXPENSE/DED ITEMS WITH DIFFERENCES	
SALARIES & WAGES	(570,937)
FEDERAL INCOME TAXES	(11,423,636)
STATE TAXES BASED ON INCOME	(384,488)
EMPLOYEE BENEFIT PROGRAMS	(1,707,246)
CUSTOMER RELATED EXPENSES	(271,513)
PROPERTY REMOVAL COSTS	4,464,998
INSURANCE - OTHER	250,734
MISCELLANEOUS DEDUCTIONS	(2,676,923)
CIP Expenses (recoverable)	(229,189)
TOTAL	(12,548,200)

COLUMN C:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

LOBBYING EXPENSE - NONDEDUCTIBLE	(257,101)
MISCELLANEOUS DEDUCTIONS	175,590
PENALTIES	(171,781)
TOTAL	(253,292)

02-Jun-2025 08:49:09

Otter Tail Power Company
41-0462685
Year: 2020

COLUMN D:

TOTAL OF COLUMNS A, B AND C

SALARIES & WAGES	45,981,763
STATE TAXES BASED ON INCOME	672,118
EMPLOYEE BENEFIT PROGRAMS	5,141,639
CUSTOMER RELATED EXPENSES	(271,513)
PROPERTY REMOVAL COSTS	4,464,998
INSURANCE - OTHER	4,441,018
MISCELLANEOUS DEDUCTIONS	6,701,053
CIP Expenses (recoverable)	(229,189)
TOTAL	66,901,887

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **2**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 12)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations	0	0	0	
2 Gross foreign dividends not previously taxed	0	0	0	0
3 Subpart F, QEF, and similar income inclusions		0	0	0
4 Gross-up for foreign taxes deemed paid		0	0	0
5 Gross foreign distributions previously taxed	0	0	0	
6 Income (loss) from equity method U.S. corporations	0	0	0	
7 U.S. dividends not eliminated in tax consolidation	0	0	0	0
8 Minority interest for includible corporations	0	0	0	
9 Income (loss) from U.S. partnerships	0	0	0	0
10 Income (loss) from foreign partnerships	0	0	0	0
11 Income (loss) from other pass-through entities	0	0	0	0
12 Items relating to reportable transactions	0	0	0	0
13 Interest income (see instructions)	67,863	0	0	67,863
14 Total accrual to cash adjustment	0	0	0	0
15 Hedging transactions	0	0	0	0
16 Mark-to-market income (loss)	0	0	0	0
17 Cost of goods sold (see instructions)	(124,735,186)	-6,011	0	(124,741,197)
18 Sale versus lease (for sellers and/or lessors)	0	0	0	0
19 Section 481(a) adjustments		0	0	0
20 Unearned/deferred revenue	0	0	0	0
21 Income recognition from long-term contracts	0	0	0	0
22 Original issue discount and other imputed interest	0	0	0	0
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	0	0	0	
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		0	0	0
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
e Abandonment losses		0	0	0
f Worthless stock losses (attach statement)		0	0	0
g Other gain/loss on disposition of assets other than inventory		0	0	0
24 Capital loss limitation and carryforward used		0	0	0
25 Other income (loss) items with differences (attach statement)	433,233,811	10,558,631	6,000	443,798,442 STMT 20
26 Total income (loss) items. Combine lines 1 through 25	308,566,488	10,552,620	6,000	319,125,108
27 Total expense/deduction items (from Part III, line 39)	-185,645,557	-125,521,066	-2,254,114	-313,420,737
28 Other items with no differences STATEMENT 21	-50,463,085			-50,463,085
29a Mixed groups, see instructions. All others, combine lines 26 through 28	72,457,846	-114,968,446	-2,248,114	-44,758,714
b PC insurance subgroup reconciliation totals	0	0	0	0
c Life insurance subgroup reconciliation totals	0	0	0	0
30 Reconciliation totals. Combine lines 29a through 29c	72,457,846	-114,968,446	-2,248,114	-44,758,714

Note. Line 30, column (a), must equal Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **3**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return-Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	0	0	0	
2 U.S. deferred income tax expense	0	0	0	
3 State and local current income tax expense	0	0	0	0
4 State and local deferred income tax expense	0	0	0	
5 Foreign current income tax expense (other than foreign withholding taxes)	0	0	0	0
6 Foreign deferred income tax expense	0	0	0	
7 Foreign withholding taxes	0	0	0	0
8 Interest expense (see instructions)	32,388,492	-240,999	0	32,147,493
9 Stock option expense	0	0	0	0
10 Other equity-based compensation	0	0	0	0
11 Meals and entertainment	2,935,833	0	0	2,935,833
12 Fines and penalties	0	0	0	0
13 Judgments, damages, awards, and similar costs	0	0	0	0
14 Parachute payments	0	0	0	0
15 Compensation with section 162(m) limitation	0	0	0	0
16 Pension and profit-sharing	9,353,307	12,549,541	2,147,852	24,050,700
17 Other post-retirement benefits	0	0	0	0
18 Deferred compensation	0	0	0	0
19 Charitable contribution of cash and tangible property	1,406,766	200,000	0	1,606,766
20 Charitable contribution of intangible property	0	0	0	0
21 Charitable contribution limitation/carryforward		0	0	0
22 Domestic production activities deduction (See instr.)		0	0	0
23 Current year acquisition or reorganization investment banking fees	0	0	0	0
24 Current year acquisition or reorganization legal and accounting fees	0	0	0	0
25 Current year acquisition/reorganization other costs	0	0	0	0
26 Amortization/impairment of goodwill	0	0	0	0
27 Amortization of acquisition, reorganization, and start-up costs	0	0	0	0
28 Other amortization or impairment write-offs	0	0	0	0
29 Reserved				
30 Depletion	0	0	0	0
31 Depreciation	69,819,614	102,783,536	0	172,603,150
32 Bad debt expense	66,252	1,414,644	0	1,480,896
33 Corporate owned life insurance premiums	0	0	0	0
34 Purchase versus lease (for purchasers and/or lessees)	0	0	0	0
35 Research and development costs	0	0	0	0
36 Section 118 exclusion (attach statement)	0	0	0	0
37 Section 162(r)- FDIC premiums paid by certain large financial institutions (see instructions)	0	0	0	0
38 Other expense/deduction items with differences (attach statement) STATEMENT 22	69,675,293	8,814,344	106,262	78,595,899
39 Total expense/deduction items. Combine lines 1 through 38. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive	185,645,557	125,521,066	2,254,114	313,420,737

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Schedule M-3 (Form 1120) (Rev. 12-2019)

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

* SCHEDULE M-3 *

PART I FINANCIAL INFO AND NET INCOME (LOSS) RECON	
4A WORLDWIDE CONSOL NET INC IDENTIFIED IN PT 1 LN 1	0
5A NET INCOME FROM NONINCLUDIBLE FOREIGN ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE FOREIGN ENTITIES	0
6A NET INCOME FROM NONINCLUDIBLE U.S. ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE U.S. ENTITIES	0
7A NET INC(LOSS) OF OTHER INCL FRGN DISREGARDED ENT	0
B NET INC(LOSS) OF OTHER INCL U.S. DISREGARDED ENT	0
C NET INC(LOSS) OF OTHER INCLUDIBLE ENTITIES	0
8 ADJ TO ELIM TRANS BTWN INCLDBL & NONINCLDBL ENT	0
9 ADJ TO RECON INCOME STMT YR TO TAX YR OF TAX RTN	0
10A INTERCOMPANY DIV ADJ TO RECONCILE TO LINE 11	0
B OTHER STATUTORY ACCOUNTING ADJ TO RECON TO LN 11	0
C OTHER ADJ TO RECONCILE TO AMOUNT ON LINE 11	0
11 NET INCOME PER INCOME STMT OF INCLUDIBLE CORPS	0
12 TOTAL ASSETS & LIAB INCLUDED OR REMOVED ON	
FOLLOWING LINES:	
A INCLUDED ON PART I LINE 4 - TOTAL ASSETS	0
A INCLUDED ON PART I LINE 4 - TOTAL LIABILITIES	0
B REMOVED ON PART I LINE 5 - TOTAL ASSETS	0
B REMOVED ON PART I LINE 5 - TOTAL LIABILITIES	0
C REMOVED ON PART I LINE 6 - TOTAL ASSETS	0
C REMOVED ON PART I LINE 6 - TOTAL LIABILITIES	0
D INCLUDED ON PART I LINE 7 - TOTAL ASSETS	0
D INCLUDED ON PART I LINE 7 - TOTAL LIABILITIES	0
PART II RECON OF NET INCOME (LOSS) PER INCOME STMT	
OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN	
COL A - INCOME (LOSS) PER INCOME STATEMENT	
1 INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2 GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
5 GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6 INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7 U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8 MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9 INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10 INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11 INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	67,863
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(124,735,186)
18	SALES VERSUS LEASE	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	433,233,811
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	308,566,488
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(185,645,557)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(50,463,085)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	72,457,846
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	72,457,846

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

COL B - TEMPORARY DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(6,011)
18	SALES VERSUS LEASE	0
19	SECTION 481 (A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797 LINE 17, EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	10,558,631
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	10,552,620
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(125,521,066)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	(114,968,446)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(114,968,446)

COL C - PERMANENT DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	0
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN	
	INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797, LINE 17	
	EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER	
	THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	6,000
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	6,000
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(2,254,114)
29A	1120 SUBGROUP RECON TOTAL. ADD LINES 26 THRU 28	(2,248,114)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(2,248,114)
COL D - INCOME (LOSS) PER TAX RETURN		
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	67,863
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(124,741,197)
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
	C GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
	D GAIN/LOSS REPORTED ON FORM 4797, LINE 17	
	EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
	E ABANDONMENT LOSSES	0
	F WORTHLESS STOCK LOSSES	0
	G OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	443,798,442
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	319,125,108
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(313,420,737)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(50,463,085)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	(44,758,714)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(44,758,714)

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

PART III RECON OF NET INCOME (LOSS) PER INCOME STMT

OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN		
- EXPENSE/DEDUCTION ITEMS		
COL A - EXPENSE PER INCOME STATEMENT		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	32,388,492
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	2,935,833
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	9,353,307
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,406,766
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	69,819,614
32	BAD DEBT EXPENSE	66,252
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	69,675,293
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	185,645,557

COL B - TEMPORARY DIFFERENCE

1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	(240,999)
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	12,549,541
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	200,000
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	102,783,536
32	BAD DEBT EXPENSE	1,414,644
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	8,814,344
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	125,521,066
COL C - PERMANENT DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

8	INTEREST EXPENSE	0
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	2,147,852
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	0
32	BAD DEBT EXPENSE	0
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	106,262
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	2,254,114

COL D - DEDUCTION PER TAX RETURN

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	32,147,493
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	2,935,833
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	24,050,700

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,606,766
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	172,603,150
32	BAD DEBT EXPENSE	1,480,896
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	78,595,899
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	313,420,737

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

SCHEDULE M-3 SUPPORTING SCHEDULES

STMT 20 - SCH M-3, PART II, LINE 25
OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

COLUMN A:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	433,233,811
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COLUMN B:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	7,277,267
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GAIN ON ADR, ACRS, MACRS PROPERTY	3,281,364
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TOTAL	10,558,631
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COLUMN C:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

Fed Empowerment Zone Tax Credit	6,000
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COLUMN D:

TOTAL OF COLUMNS A, B AND C

GROSS SALES	440,511,078
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GAIN ON ADR, ACRS, MACRS PROPERTY	3,281,364
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Fed Empowerment Zone Tax Credit	6,000
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TOTAL	443,798,442
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STATEMENT 21 - SCH M-3, PART II, LINE 28

LINE 28: OTHER INC (LOSS) EXP ITEMS WITH NO DIFF

OTHER RENTAL INCOME	832,038
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MISCELLANEOUS OTHER INCOME	47,305,378
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COMPENSATION OF OFFICERS	(2,206,964)
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MISCELLANEOUS REPAIRS	(31,266,440)
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RENTS	(1,935,203)
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MISCELLANEOUS OTHER TAXES	(17,609,212)
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ADVERTISING	(939,559)
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MISC OFFICE EXPENSES	(3,781,856)
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TELEPHONES	(1,773,593)
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AUTO & TRAVEL	(50,492)
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PROFESSIONAL FEES	(12,387,066)
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Fuel	(22,100,170)
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02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

Plant Supplies, Chemicals, etc.	(2,397,891)
Materials and Operating Supplies	(1,688,025)
Building, Grounds, and Utilities	(464,030)
TOTAL	(50,463,085)

STATEMENT 22 - SCH M-3, PART III, LINE 38
OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

COLUMN A:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

SALARIES & WAGES	47,726,836
FEDERAL INCOME TAXES	2,446,976
STATE TAXES BASED ON INCOME	(784,400)
EMPLOYEE BENEFIT PROGRAMS	5,053,587
LOBBYING EXPENSE - NONDEDUCTIBLE	243,307
INSURANCE - OTHER	5,000,777
MISCELLANEOUS DEDUCTIONS	9,963,210
PENALTIES	25,000
TOTAL	69,675,293

COLUMN B:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

OTHER EXPENSE/DED ITEMS WITH DIFFERENCES	
SALARIES & WAGES	300,222
FEDERAL INCOME TAXES	(2,446,976)
STATE TAXES BASED ON INCOME	2,850,014
EMPLOYEE BENEFIT PROGRAMS	675,248
CUSTOMER RELATED EXPENSES	(410,888)
PROPERTY REMOVAL COSTS	8,254,720
INSURANCE - OTHER	889,443
MISCELLANEOUS DEDUCTIONS	(1,167,260)
CIP Expenses (recoverable)	(130,179)
TOTAL	8,814,344

COLUMN C:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

LOBBYING EXPENSE - NONDEDUCTIBLE	(243,307)
MISCELLANEOUS DEDUCTIONS	374,569
PENALTIES	(25,000)
TOTAL	106,262

02-Jun-2025 10:11:31

Otter Tail Power Company
41-0462685
Year: 2021

COLUMN D:

TOTAL OF COLUMNS A, B AND C

SALARIES & WAGES	48,027,058
STATE TAXES BASED ON INCOME	2,065,614
EMPLOYEE BENEFIT PROGRAMS	5,728,835
CUSTOMER RELATED EXPENSES	(410,888)
PROPERTY REMOVAL COSTS	8,254,720
INSURANCE - OTHER	5,890,220
MISCELLANEOUS DEDUCTIONS	9,170,519
CIP Expenses (recoverable)	(130,179)
TOTAL	78,595,899

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **2**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 12)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations	0	0	0	
2 Gross foreign dividends not previously taxed	0	0	0	0
3 Subpart F, QEF, and similar income inclusions		0	0	0
4 Gross-up for foreign taxes deemed paid		0	0	0
5 Gross foreign distributions previously taxed	0	0	0	
6 Income (loss) from equity method U.S. corporations	0	0	0	
7 U.S. dividends not eliminated in tax consolidation	0	0	0	0
8 Minority interest for includible corporations	0	0	0	
9 Income (loss) from U.S. partnerships	0	0	0	0
10 Income (loss) from foreign partnerships	0	0	0	0
11 Income (loss) from other pass-through entities	0	0	0	0
12 Items relating to reportable transactions	0	0	0	0
13 Interest income (see instructions)	47,613	0	0	47,613
14 Total accrual to cash adjustment	0	0	0	0
15 Hedging transactions	0	0	0	0
16 Mark-to-market income (loss)	0	0	0	0
17 Cost of goods sold (see instructions)	(165,391,540)	-2,591	0	(165,394,131)
18 Sale versus lease (for sellers and/or lessors)	0	0	0	0
19 Section 481(a) adjustments		0	0	0
20 Unearned/deferred revenue	0	0	0	0
21 Income recognition from long-term contracts	0	0	0	0
22 Original issue discount and other imputed interest	0	0	0	0
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	0	0	0	
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		0	0	0
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
e Abandonment losses		0	0	0
f Worthless stock losses (attach statement)		0	0	0
g Other gain/loss on disposition of assets other than inventory		0	0	0
24 Capital loss limitation and carryforward used		0	0	0
25 Other income (loss) items with differences (attach statement)	499,979,971	9,036,746	6,000	509,022,717 STMT 20
26 Total income (loss) items. Combine lines 1 through 25	334,636,044	9,034,155	6,000	343,676,199
27 Total expense/deduction items (from Part III, line 39)	-194,884,041	-82,880,452	-1,065,303	-278,829,796
28 Other items with no differences STATEMENT 21	-59,777,812			-59,777,812
29a Mixed groups, see instructions. All others, combine lines 26 through 28	79,974,191	-73,846,297	-1,059,303	5,068,591
b PC insurance subgroup reconciliation totals	0	0	0	0
c Life insurance subgroup reconciliation totals	0	0	0	0
30 Reconciliation totals. Combine lines 29a through 29c	79,974,191	-73,846,297	-1,059,303	5,068,591

Note. Line 30, column (a), must equal Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **3**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return-Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	0	0	0	
2 U.S. deferred income tax expense	0	0	0	
3 State and local current income tax expense	0	0	0	0
4 State and local deferred income tax expense	0	0	0	
5 Foreign current income tax expense (other than foreign withholding taxes)	0	0	0	0
6 Foreign deferred income tax expense	0	0	0	
7 Foreign withholding taxes	0	0	0	0
8 Interest expense (see instructions)	31,475,352	899,383	0	32,374,735
9 Stock option expense	0	0	0	0
10 Other equity-based compensation	0	0	0	0
11 Meals and entertainment	4,691,433	0	0	4,691,433
12 Fines and penalties	0	0	0	0
13 Judgments, damages, awards, and similar costs	0	0	0	0
14 Parachute payments	0	0	0	0
15 Compensation with section 162(m) limitation	0	0	0	0
16 Pension and profit-sharing	4,917,117	-1,694,554	1,778,550	5,001,113
17 Other post-retirement benefits	0	0	0	0
18 Deferred compensation	0	0	0	0
19 Charitable contribution of cash and tangible property	1,394,822	0	0	1,394,822
20 Charitable contribution of intangible property	0	0	0	0
21 Charitable contribution limitation/carryforward		0	0	0
22 Domestic production activities deduction (See instr.)		0	0	0
23 Current year acquisition or reorganization investment banking fees	0	0	0	0
24 Current year acquisition or reorganization legal and accounting fees	0	0	0	0
25 Current year acquisition/reorganization other costs	0	0	0	0
26 Amortization/impairment of goodwill	0	0	0	0
27 Amortization of acquisition, reorganization, and start-up costs	0	0	0	0
28 Other amortization or impairment write-offs	0	0	0	0
29 Reserved				
30 Depletion	0	0	0	0
31 Depreciation	68,211,964	71,222,097	0	139,434,061
32 Bad debt expense	759,535	334,236	0	1,093,771
33 Corporate owned life insurance premiums	0	0	0	0
34 Purchase versus lease (for purchasers and/or lessees)	0	0	0	0
35 Research and development costs	0	0	0	0
36 Section 118 exclusion (attach statement)	0	0	0	0
37 Section 162(r)- FDIC premiums paid by certain large financial institutions (see instructions)	0	0	0	0
38 Other expense/deduction items with differences (attach statement) STATEMENT 22	83,433,818	12,119,290	-713,247	94,839,861
39 Total expense/deduction items. Combine lines 1 through 38. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive	194,884,041	82,880,452	1,065,303	278,829,796

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Schedule M-3 (Form 1120) (Rev. 12-2019)

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

* SCHEDULE M-3 *

PART I FINANCIAL INFO AND NET INCOME (LOSS) RECON	
4A WORLDWIDE CONSOL NET INC IDENTIFIED IN PT 1 LN 1	0
5A NET INCOME FROM NONINCLUDIBLE FOREIGN ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE FOREIGN ENTITIES	0
6A NET INCOME FROM NONINCLUDIBLE U.S. ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE U.S. ENTITIES	0
7A NET INC(LOSS) OF OTHER INCL FRGN DISREGARDED ENT	0
B NET INC(LOSS) OF OTHER INCL U.S. DISREGARDED ENT	0
C NET INC(LOSS) OF OTHER INCLUDIBLE ENTITIES	0
8 ADJ TO ELIM TRANS BTWN INCLDBL & NONINCLDBL ENT	0
9 ADJ TO RECON INCOME STMT YR TO TAX YR OF TAX RTN	0
10A INTERCOMPANY DIV ADJ TO RECONCILE TO LINE 11	0
B OTHER STATUTORY ACCOUNTING ADJ TO RECON TO LN 11	0
C OTHER ADJ TO RECONCILE TO AMOUNT ON LINE 11	0
11 NET INCOME PER INCOME STMT OF INCLUDIBLE CORPS	0
12 TOTAL ASSETS & LIAB INCLUDED OR REMOVED ON	
FOLLOWING LINES:	
A INCLUDED ON PART I LINE 4 - TOTAL ASSETS	0
A INCLUDED ON PART I LINE 4 - TOTAL LIABILITIES	0
B REMOVED ON PART I LINE 5 - TOTAL ASSETS	0
B REMOVED ON PART I LINE 5 - TOTAL LIABILITIES	0
C REMOVED ON PART I LINE 6 - TOTAL ASSETS	0
C REMOVED ON PART I LINE 6 - TOTAL LIABILITIES	0
D INCLUDED ON PART I LINE 7 - TOTAL ASSETS	0
D INCLUDED ON PART I LINE 7 - TOTAL LIABILITIES	0
PART II RECON OF NET INCOME (LOSS) PER INCOME STMT	
OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN	
COL A - INCOME (LOSS) PER INCOME STATEMENT	
1 INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2 GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
5 GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6 INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7 U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8 MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9 INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10 INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11 INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	47,613
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(165,391,540)
18	SALES VERSUS LEASE	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	499,979,971
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	334,636,044
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(194,884,041)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(59,777,812)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	79,974,191
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	79,974,191

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

COL B - TEMPORARY DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(2,591)
18	SALES VERSUS LEASE	0
19	SECTION 481 (A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797 LINE 17, EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	9,036,746
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	9,034,155
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(82,880,452)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	(73,846,297)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(73,846,297)

COL C - PERMANENT DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	0
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797, LINE 17 EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	6,000
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	6,000
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(1,065,303)
29A	1120 SUBGROUP RECON TOTAL. ADD LINES 26 THRU 28	(1,059,303)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(1,059,303)
COL D - INCOME (LOSS) PER TAX RETURN		
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	47,613
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(165,394,131)
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
	C GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
	D GAIN/LOSS REPORTED ON FORM 4797, LINE 17	
	EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
	E ABANDONMENT LOSSES	0
	F WORTHLESS STOCK LOSSES	0
	G OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	509,022,717
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	343,676,199
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(278,829,796)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(59,777,812)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	5,068,591
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	5,068,591

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

PART III RECON OF NET INCOME (LOSS) PER INCOME STMT

OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN		
- EXPENSE/DEDUCTION ITEMS		
COL A - EXPENSE PER INCOME STATEMENT		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	31,475,352
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	4,691,433
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	4,917,117
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,394,822
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	68,211,964
32	BAD DEBT EXPENSE	759,535
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	83,433,818
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	194,884,041
COL B - TEMPORARY DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	899,383
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	(1,694,554)
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	71,222,097
32	BAD DEBT EXPENSE	334,236
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	12,119,290
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	82,880,452
COL C - PERMANENT DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

8	INTEREST EXPENSE	0
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	1,778,550
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	0
32	BAD DEBT EXPENSE	0
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	(713,247)
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	1,065,303

COL D - DEDUCTION PER TAX RETURN

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	32,374,735
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	4,691,433
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	5,001,113

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,394,822
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	139,434,061
32	BAD DEBT EXPENSE	1,093,771
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	94,839,861
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	278,829,796

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

SCHEDULE M-3 SUPPORTING SCHEDULES

STMT 20 - SCH M-3, PART II, LINE 25
OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

COLUMN A:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	499,979,971
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COLUMN B:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	7,700,269
GAIN ON ADR, ACRS, MACRS PROPERTY	1,336,477
TOTAL	9,036,746

COLUMN C:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

Fed Empowerment Zone Tax Credit	6,000
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COLUMN D:

TOTAL OF COLUMNS A, B AND C

GROSS SALES	507,680,240
GAIN ON ADR, ACRS, MACRS PROPERTY	1,336,477
Fed Empowerment Zone Tax Credit	6,000
TOTAL	509,022,717

STATEMENT 21 - SCH M-3, PART II, LINE 28

LINE 28: OTHER INC (LOSS) EXP ITEMS WITH NO DIFF

OTHER RENTAL INCOME	1,016,947
MISCELLANEOUS OTHER INCOME	50,439,713
COMPENSATION OF OFFICERS	(2,617,955)
MISCELLANEOUS REPAIRS	(36,636,350)
RENTS	(2,089,784)
MISCELLANEOUS OTHER TAXES	(17,741,683)
ADVERTISING	(989,498)
AMORTIZATION EXPENSE	(474,645)
MISC OFFICE EXPENSES	(3,697,758)
TELEPHONES	(1,633,993)
AUTO & TRAVEL	1,386,735
PROFESSIONAL FEES	(13,784,136)

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

Fuel	(25,670,870)
Plant Supplies, Chemicals, etc.	(3,107,016)
Materials and Operating Supplies	(3,747,941)
Building, Grounds, and Utilities	(429,578)
TOTAL	(59,777,812)

STATEMENT 22 - SCH M-3, PART III, LINE 38
OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

COLUMN A:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

SALARIES & WAGES	52,176,446
FEDERAL INCOME TAXES	8,900,261
STATE TAXES BASED ON INCOME	(3,834,774)
EMPLOYEE BENEFIT PROGRAMS	7,848,969
LOBBYING EXPENSE - NONDEDUCTIBLE	268,921
INSURANCE - OTHER	5,332,791
MISCELLANEOUS DEDUCTIONS	12,741,204
TOTAL	83,433,818

COLUMN B:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

OTHER EXPENSE/DED ITEMS WITH DIFFERENCES	
SALARIES & WAGES	39,049
FEDERAL INCOME TAXES	(8,900,261)
STATE TAXES BASED ON INCOME	9,874,030
EMPLOYEE BENEFIT PROGRAMS	2,426,524
CUSTOMER RELATED EXPENSES	(369,154)
PROPERTY REMOVAL COSTS	8,781,835
INSURANCE - OTHER	149,275
MISCELLANEOUS DEDUCTIONS	(578,716)
CIP Expenses (recoverable)	696,708
TOTAL	12,119,290

COLUMN C:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

LOBBYING EXPENSE - NONDEDUCTIBLE	(268,920)
MISCELLANEOUS DEDUCTIONS	(444,327)
TOTAL	(713,247)

02-Jun-2025 10:04:30

Otter Tail Power Company
41-0462685
Year: 2022

COLUMN D:

TOTAL OF COLUMNS A, B AND C

SALARIES & WAGES	52,215,495
STATE TAXES BASED ON INCOME	6,039,256
EMPLOYEE BENEFIT PROGRAMS	10,275,493
CUSTOMER RELATED EXPENSES	(369,154)
PROPERTY REMOVAL COSTS	8,781,835
LOBBYING EXPENSE - NONDEDUCTIBLE	1
INSURANCE - OTHER	5,482,066
MISCELLANEOUS DEDUCTIONS	11,718,161
CIP Expenses (recoverable)	696,708
TOTAL	94,839,861

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **2**

Name of corporation (common parent, if consolidated return)

Employer identification number

Otter Tail Power Company

41-0462685

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 12)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations	0	0	0	
2 Gross foreign dividends not previously taxed	0	0	0	0
3 Subpart F, QEF, and similar income inclusions		0	0	0
4 Gross-up for foreign taxes deemed paid		0	0	0
5 Gross foreign distributions previously taxed	0	0	0	
6 Income (loss) from equity method U.S. corporations	0	0	0	
7 U.S. dividends not eliminated in tax consolidation	0	0	0	0
8 Minority interest for includible corporations	0	0	0	
9 Income (loss) from U.S. partnerships	0	0	0	0
10 Income (loss) from foreign partnerships	0	0	0	0
11 Income (loss) from other pass-through entities	0	0	0	0
12 Items relating to reportable transactions	0	0	0	0
13 Interest income (see instructions)	444,285	0	0	444,285
14 Total accrual to cash adjustment	0	0	0	0
15 Hedging transactions	0	0	0	0
16 Mark-to-market income (loss)	0	0	0	0
17 Cost of goods sold (see instructions)	(138,630,753)	2,807	0	(138,627,946)
18 Sale versus lease (for sellers and/or lessors)	0	0	0	0
19 Section 481(a) adjustments		0	0	0
20 Unearned/deferred revenue	0	0	0	0
21 Income recognition from long-term contracts	0	0	0	0
22 Original issue discount and other imputed interest	0	0	0	0
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities	0	0	0	
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		0	0	0
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		0	0	0
e Abandonment losses		0	0	0
f Worthless stock losses (attach statement)		0	0	0
g Other gain/loss on disposition of assets other than inventory		0	0	0
24 Capital loss limitation and carryforward used		0	0	0
25 Other income (loss) items with differences (attach statement)	477,622,511	7,791,937	3,000	485,417,448 STMT 20
26 Total income (loss) items. Combine lines 1 through 25	339,436,043	7,794,744	3,000	347,233,787
27 Total expense/deduction items (from Part III, line 39)	-195,323,636	-76,268,194	-1,038,924	-272,630,754
28 Other items with no differences STATEMENT 21	-59,688,266			-59,688,266
29a Mixed groups, see instructions. All others, combine lines 26 through 28	84,424,141	-68,473,450	-1,035,924	14,914,767
b PC insurance subgroup reconciliation totals	0	0	0	0
c Life insurance subgroup reconciliation totals	0	0	0	0
30 Reconciliation totals. Combine lines 29a through 29c	84,424,141	-68,473,450	-1,035,924	14,914,767

Note. Line 30, column (a), must equal Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

Schedule M-3 (Form 1120) (Rev. 12-2019)

Page **3**

Name of corporation (common parent, if consolidated return)	Employer identification number
Other Tail Power Company	41-0462685
Check applicable box(es): (1) <input type="checkbox"/> Consolidated group (2) <input type="checkbox"/> Parent corp (3) <input type="checkbox"/> Consolidated eliminations (4) <input type="checkbox"/> Subsidiary corp (5) <input type="checkbox"/> Mixed 1120/L/PC group	
Check if a sub-consolidated: (6) <input type="checkbox"/> 1120 group (7) <input type="checkbox"/> 1120 eliminations	
Name of subsidiary (if consolidated return)	Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return-Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	0	0	0	
2 U.S. deferred income tax expense	0	0	0	
3 State and local current income tax expense	0	0	0	0
4 State and local deferred income tax expense	0	0	0	
5 Foreign current income tax expense (other than foreign withholding taxes)	0	0	0	0
6 Foreign deferred income tax expense	0	0	0	
7 Foreign withholding taxes	0	0	0	0
8 Interest expense (see instructions)	33,472,922	1,470,212	0	34,943,134
9 Stock option expense	0	0	0	0
10 Other equity-based compensation	0	0	0	0
11 Meals and entertainment	4,017,862	0	-227,902	3,789,960
12 Fines and penalties	0	0	0	0
13 Judgments, damages, awards, and similar costs	0	0	0	0
14 Parachute payments	0	0	0	0
15 Compensation with section 162(m) limitation	0	0	0	0
16 Pension and profit-sharing	-4,204,494	6,104,143	1,271,773	3,171,422
17 Other post-retirement benefits	0	0	0	0
18 Deferred compensation	0	0	0	0
19 Charitable contribution of cash and tangible property	1,609,370	0	0	1,609,370
20 Charitable contribution of intangible property	0	0	0	0
21 Charitable contribution limitation/carryforward		0	0	0
22 Domestic production activities deduction (See instr.)		0	0	0
23 Current year acquisition or reorganization investment banking fees	0	0	0	0
24 Current year acquisition or reorganization legal and accounting fees	0	0	0	0
25 Current year acquisition/reorganization other costs	0	0	0	0
26 Amortization/impairment of goodwill	0	0	0	0
27 Amortization of acquisition, reorganization, and start-up costs	0	0	0	0
28 Other amortization or impairment write-offs	0	0	0	0
29 Reserved				
30 Depletion	0	0	0	0
31 Depreciation	73,248,802	58,360,315	0	131,609,117
32 Bad debt expense	1,376,292	-245,989	0	1,130,303
33 Corporate owned life insurance premiums	0	0	0	0
34 Purchase versus lease (for purchasers and/or lessees)	0	0	0	0
35 Research and development costs	0	0	0	0
36 Section 118 exclusion (attach statement)	0	0	0	0
37 Section 162(r)- FDIC premiums paid by certain large financial institutions (see instructions)	0	0	0	0
38 Other expense/deduction items with differences (attach statement) STATEMENT 22	85,802,882	10,579,513	-4,947	96,377,448
39 Total expense/deduction items. Combine lines 1 through 38. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive	195,323,636	76,268,194	1,038,924	272,630,754

F3.00.01

US20M3P3

Schedule M-3 (Form 1120) (Rev. 12-2019)

30-May-2025 14:40:05

Otter Tail Power Company
41-0462685
Year: 2023

* SCHEDULE M-3 *

PART I FINANCIAL INFO AND NET INCOME (LOSS) RECON	
4A WORLDWIDE CONSOL NET INC IDENTIFIED IN PT 1 LN 1	0
5A NET INCOME FROM NONINCLUDIBLE FOREIGN ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE FOREIGN ENTITIES	0
6A NET INCOME FROM NONINCLUDIBLE U.S. ENTITIES	0
B NET LOSS FROM NONINCLUDIBLE U.S. ENTITIES	0
7A NET INC(LOSS) OF OTHER INCL FRGN DISREGARDED ENT	0
B NET INC(LOSS) OF OTHER INCL U.S. DISREGARDED ENT	0
C NET INC(LOSS) OF OTHER INCLUDIBLE ENTITIES	0
8 ADJ TO ELIM TRANS BTWN INCLDBL & NONINCLDBL ENT	0
9 ADJ TO RECON INCOME STMT YR TO TAX YR OF TAX RTN	0
10A INTERCOMPANY DIV ADJ TO RECONCILE TO LINE 11	0
B OTHER STATUTORY ACCOUNTING ADJ TO RECON TO LN 11	0
C OTHER ADJ TO RECONCILE TO AMOUNT ON LINE 11	0
11 NET INCOME PER INCOME STMT OF INCLUDIBLE CORPS	0
12 TOTAL ASSETS & LIAB INCLUDED OR REMOVED ON	
FOLLOWING LINES:	
A INCLUDED ON PART I LINE 4 - TOTAL ASSETS	0
A INCLUDED ON PART I LINE 4 - TOTAL LIABILITIES	0
B REMOVED ON PART I LINE 5 - TOTAL ASSETS	0
B REMOVED ON PART I LINE 5 - TOTAL LIABILITIES	0
C REMOVED ON PART I LINE 6 - TOTAL ASSETS	0
C REMOVED ON PART I LINE 6 - TOTAL LIABILITIES	0
D INCLUDED ON PART I LINE 7 - TOTAL ASSETS	0
D INCLUDED ON PART I LINE 7 - TOTAL LIABILITIES	0
PART II RECON OF NET INCOME (LOSS) PER INCOME STMT	
OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN	
COL A - INCOME (LOSS) PER INCOME STATEMENT	
1 INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2 GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
5 GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6 INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7 U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8 MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9 INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10 INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11 INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0

30-May-2025 14:40:05

Otter Tail Power Company
41-0462685
Year: 2023

12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	444,285
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(138,630,753)
18	SALES VERSUS LEASE	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	477,622,511
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	339,436,043
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(195,323,636)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(59,688,266)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	84,424,141
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	84,424,141

30-May-2025 14:40:05

Otter Tail Power Company
41-0462685
Year: 2023

COL B - TEMPORARY DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0
6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	2,807
18	SALES VERSUS LEASE	0
19	SECTION 481 (A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797 LINE 17, EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	7,791,937
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	7,794,744
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(76,268,194)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	(68,473,450)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(68,473,450)

COL C - PERMANENT DIFFERENCE

1	INCOME (LOSS) FROM EQUITY METHOD FGN CORPS	0
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
5	GROSS FGN DISTRIBUTIONS PREVIOUSLY TAXED	0

30-May-2025 14:40:05

Otter Tail Power Company
41-0462685
Year: 2023

6	INCOME (LOSS) FROM EQUITY METHOD U.S. CORPS	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
8	MINORITY INTEREST FOR INCLUDIBLE CORPS	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	0
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0
16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	0
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23A	INCOME STMT GAIN/LOSS ON SALES OTHER THAN INVENTORY AND FLOW THRU ENTITIES	0
B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
C	GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
D	GAIN/LOSS REPORTED ON FORM 4797, LINE 17 EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
E	ABANDONMENT LOSSES	0
F	WORTHLESS STOCK LOSSES	0
G	OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	3,000
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	3,000
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(1,038,924)
29A	1120 SUBGROUP RECON TOTAL. ADD LINES 26 THRU 28	(1,035,924)
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	(1,035,924)
COL D - INCOME (LOSS) PER TAX RETURN		
2	GROSS FGN DIVIDENDS NOT PREVIOUS TAXED	0
3	SUBPART F, QEF AND SIMILAR INCOME INCLUSIONS	0
4	GROSS-UP FOR FOREIGN TAXES DEEMED PAID	0
7	U.S. DIVIDENDS NOT ELIMINATED IN TAX CONSOL	0
9	INCOME (LOSS) FROM U.S. PARTNERSHIPS	0
10	INCOME (LOSS) FROM FGN PARTNERSHIPS	0
11	INCOME (LOSS) FROM OTHER PASS-THRU ENTITIES	0
12	ITEMS RELATING TO REPORTABLE TRANSACTIONS	0
13	INTEREST INCOME	444,285
14	TOTAL ACCRUAL TO CASH ADJUSTMENT	0
15	HEDGING TRANSACTIONS	0

30-May-2025 14:40:05

Otter Tail Power Company
41-0462685
Year: 2023

16	MARK-TO-MARKET INCOME (LOSS)	0
17	COST OF GOODS SOLD	(138,627,946)
18	SALES VERSUS LEASE	0
19	SECTION 481(A) ADJUSTMENTS	0
20	UNEARNED/DEFERRED REVENUE	0
21	INCOME RECOGNITION FROM LONG-TERM CONTRACTS	0
22	ORIGINAL ISSUE DISCOUNT AND OTHER IMPUTED INT	0
23B	GROSS CAP GAIN FROM SCH D EXCLUDING FLOW THRU	0
	C GROSS CAP LOSS FROM SCH D EXCLUDING FLOW THRU	0
	D GAIN/LOSS REPORTED ON FORM 4797, LINE 17	
	EXCL FLOW THRU, ABNDNMT LOSSES & WORTHLESS STK	0
	E ABANDONMENT LOSSES	0
	F WORTHLESS STOCK LOSSES	0
	G OTHER GAIN/LOSS ON DISPOSITION OF ASSETS OTHER THAN INVENTORY	0
24	CAPITAL LOSS LIMITATION AND CARRYFORWARD USED	0
25	OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES	485,417,448
26	TOTAL INCOME (LOSS) ITEMS. COMBINE LNS 1 TO 25	347,233,787
27	TOTAL EXPENSE/DEDUCTION ITEM FROM PT III, LN 38	(272,630,754)
28	OTHER INC (LOSS) EXP (DED) ITEMS WITH NO DIFF	(59,688,266)
29A	1120 SUBGROUP RECON TOTALS. ADD LINES 26 THRU 28	14,914,767
30	RECONCILIATION TOTALS. ADD LINES 29A THRU 29C	14,914,767

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

PART III RECON OF NET INCOME (LOSS) PER INCOME STMT

OF INCLUDIBLE CORPS WITH TAXABLE INC PER RTN		
- EXPENSE/DEDUCTION ITEMS		
COL A - EXPENSE PER INCOME STATEMENT		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	33,472,922
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	4,017,862
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	(4,204,494)
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,609,370
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	73,248,802
32	BAD DEBT EXPENSE	1,376,292
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	85,802,882
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	195,323,636
COL B - TEMPORARY DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	1,470,212
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	0
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	6,104,143
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	58,360,315
32	BAD DEBT EXPENSE	(245,989)
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	10,579,513
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	76,268,194
COL C - PERMANENT DIFFERENCE		
1	U.S. CURRENT INCOME TAX EXPENSE	0
2	U.S. DEFERRED INCOME TAX EXPENSE	0
3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
4	STATE AND LOCAL DEFERRED INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
6	FOREIGN DEFERRED INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

8	INTEREST EXPENSE	0
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	(227,902)
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	1,271,773
17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	0
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION/CARRYFORWARD	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	0
32	BAD DEBT EXPENSE	0
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	(4,947)
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	1,038,924

COL D - DEDUCTION PER TAX RETURN

3	STATE AND LOCAL CURRENT INCOME TAX EXPENSE	0
5	FOREIGN CURRENT INCOME TAX EXPENSE	0
7	FOREIGN WITHHOLDING TAXES	0
8	INTEREST EXPENSE	34,943,134
9	STOCK OPTION EXPENSE	0
10	OTHER EQUITY-BASED COMPENSATION	0
11	MEALS AND ENTERTAINMENT	3,789,960
12	FINES AND PENALTIES	0
13	JUDGMENTS, DAMAGES, AWARDS AND SIMILAR COSTS	0
14	EXCESS PARACHUTE PAYMENTS	0
15	EXCESS SECTION 162(M) COMPENSATION	0
16	PENSION AND PROFIT SHARING	3,171,422

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

17	OTHER POST-RETIREMENT BENEFITS	0
18	DEFERRED COMPENSATION	0
19	CHARITABLE CONTRIBUTION OF CASH AND TANG PROP	1,609,370
20	CHARITABLE CONTRIBUTION OF INTANGIBLE PROPERTY	0
21	CHARITABLE CONTRIBUTION LIMITATION	0
22	DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0
23	CURR YR ACQUISITION OR REORG INVEST BANKING FEES	0
24	CURR YR ACQUISITION OR REORG LEGAL & ACCTNG FEES	0
25	CURR YR ACQUISITION/REORG OTHER COSTS	0
26	AMORTIZATION/IMPAIRMENT OF GOODWILL	0
27	AMORT OF ACQUISITION, REORG AND START-UP COSTS	0
28	OTHER AMORTIZATION OR IMPAIRMENT WRITE-OFFS	0
29	RESERVE	0
30	DEPLETION	0
31	DEPRECIATION	131,609,117
32	BAD DEBT EXPENSE	1,130,303
33	CORPORATE OWNED LIFE INSURANCE PREMIUMS	0
34	PURCHASE VERSUS LEASE	0
35	RESEARCH AND DEVELOPMENT COSTS	0
36	SECTION 118 EXCLUSION	0
37	FDIC PREMIUMS PAID BY LARGE FIN INSTITUTIONS	0
38	OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES	96,377,448
39	TOTAL EXPENSE/DEDUCTION ITEMS (ADD LNS 1 TO 38)	272,630,754

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

SCHEDULE M-3 SUPPORTING SCHEDULES

STMT 20 - SCH M-3, PART II, LINE 25
OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

COLUMN A:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	477,622,511
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COLUMN B:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

GROSS SALES	10,731,922
GAIN ON ADR, ACRS, MACRS PROPERTY	(2,939,985)
TOTAL	7,791,937

COLUMN C:

LINE 25: OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

Fed Empowerment Zone Tax Credit	3,000
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COLUMN D:

TOTAL OF COLUMNS A, B AND C

GROSS SALES	488,354,433
GAIN ON ADR, ACRS, MACRS PROPERTY	(2,939,985)
Fed Empowerment Zone Tax Credit	3,000
TOTAL	485,417,448

STATEMENT 21 - SCH M-3, PART II, LINE 28

LINE 28: OTHER INC (LOSS) EXP ITEMS WITH NO DIFF

OTHER RENTAL INCOME	1,261,154
MISCELLANEOUS OTHER INCOME	50,949,643
COMPENSATION OF OFFICERS	(2,688,727)
MISCELLANEOUS REPAIRS	(36,423,449)
RENTS	(2,543,162)
MISCELLANEOUS OTHER TAXES	(16,612,584)
ADVERTISING	(920,918)
AMORTIZATION EXPENSE	(391,558)
MISC OFFICE EXPENSES	(3,461,353)
TELEPHONES	(1,767,154)
AUTO & TRAVEL	(173,651)
PROFESSIONAL FEES	(15,505,330)

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

Fuel	(25,557,627)
Plant Supplies, Chemicals, etc.	(2,607,464)
Materials and Operating Supplies	(2,861,492)
Building, Grounds, and Utilities	(384,594)
TOTAL	(59,688,266)

STATEMENT 22 - SCH M-3, PART III, LINE 38
OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

COLUMN A:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

SALARIES & WAGES	62,892,999
FEDERAL INCOME TAXES	4,317,902
STATE TAXES BASED ON INCOME	(2,669,413)
EMPLOYEE BENEFIT PROGRAMS	1,846,925
LOBBYING EXPENSE - NONDEDUCTIBLE	295,150
INSURANCE - OTHER	7,263,293
MISCELLANEOUS DEDUCTIONS	11,254,281
PENALTIES	601,745
TOTAL	85,802,882

COLUMN B:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

OTHER EXPENSE/DED ITEMS WITH DIFFERENCES	
SALARIES & WAGES	(2,770,860)
FEDERAL INCOME TAXES	(4,317,902)
STATE TAXES BASED ON INCOME	6,942,943
EMPLOYEE BENEFIT PROGRAMS	5,853,507
CUSTOMER RELATED EXPENSES	(284,773)
PROPERTY REMOVAL COSTS	5,087,288
INSURANCE - OTHER	2,046,965
MISCELLANEOUS DEDUCTIONS	(1,625,211)
CIP Expenses (recoverable)	(352,444)
TOTAL	10,579,513

COLUMN C:

LINE 38: OTHER EXPENSE/DED ITEMS WITH DIFFERENCES

LOBBYING EXPENSE - NONDEDUCTIBLE	(295,150)
MISCELLANEOUS DEDUCTIONS	292,678
PENALTIES	(2,475)

30-May-2025 14:40:06

Otter Tail Power Company
41-0462685
Year: 2023

TOTAL	(4,947)
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COLUMN D:

TOTAL OF COLUMNS A, B AND C

SALARIES & WAGES	60,122,139
STATE TAXES BASED ON INCOME	4,273,530
EMPLOYEE BENEFIT PROGRAMS	7,700,432
CUSTOMER RELATED EXPENSES	(284,773)
PROPERTY REMOVAL COSTS	5,087,288
INSURANCE - OTHER	9,310,258
MISCELLANEOUS DEDUCTIONS	9,921,748
PENALTIES	599,270
CIP Expenses (recoverable)	(352,444)
TOTAL	96,377,448