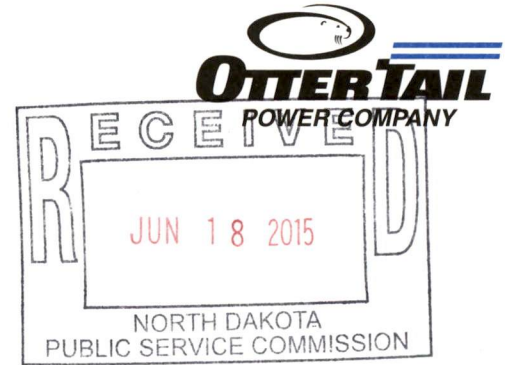


215 South Cascade Street
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Fergus Falls, Minnesota 56538-0496
218 739-8200
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June 18, 2015

Darrell Nitschke
Executive Secretary/Director of Administration
North Dakota Public Service Commission
State Capitol - 600 East Boulevard
Bismarck, ND 58505-0480

RE: Otter Tail Power Company's Annual Report



Dear Mr. Nitschke:

Enclosed is Otter Tail Power Company's ("Otter Tail's") 2014 Annual Report for North Dakota. As in past years, I am also enclosing a copy of Otter Tail Corporation's 2014 Annual Report to Shareholders and FERC Form 1. I am also forwarding an electronic copy of the North Dakota Annual Report in pdf format by email to you at dnitschk@nd.gov and to ndpsc@nd.gov.

Pages 1-3 of Otter Tail's report reflect the operating statement, rate base, and cost of capital values based on current rates from Otter Tail's most recent general rate case (Case No. PU-08-862). These pages exclude the impact (investment and associated recovery) of Otter Tail's renewable (wind), transmission, and environmental riders.

Pages 4-5 reflect operating statement and rate base values which include renewable, transmission, and environmental cost recovery rider assets. These pages are provided for reference purposes only, as the revenue requirements for these riders are determined through a separate cost recovery process that uses different periods for calculations and has a true-up mechanism for prior period under- and over-collections.

As shown on page 2 of the attached report, Otter Tail earned 8.40 percent ROE in 2014 through base rates.

If you have questions on the information provided, don't hesitate to contact me at (218) 739-8279 or stommerdahl@otpco.com.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Stuart Tommerdahl', is written over a horizontal line. The signature is stylized and extends to the right.

Stuart Tommerdahl
Manager, Regulatory Administration

wao
Enclosures
By electronic service and First Class mail