

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

Otter Tail Power Company
2017 Electric Rate Increase
Application

PU-17-398

Minutes
Meeting of August 21, 2018

Called to order: 2:35 p.m.
By: Chairman Randy Christmann

Adjourned: 3:25 p.m.

Location: Public Service Commission Hearing Room
State Capitol - 12th Floor
600 E Boulevard Ave
Bismarck, North Dakota 58505

Re: Work Session

Attendees:

Commissioner Christmann
Commissioner Kroshus
Commissioner Fedorchak
Patrick Fahn, Director Public Utilities
Jerry Lein, Public Utility Analyst
Illona Jeffcoat-Sacco, General Counsel
Victor Schock, Public Utility Analyst

Meeting Minutes:

The commission discussed the settlement and the proposed order filed by OTP. Staff provided an estimate of what the embedded cost of service study could show as a cost for a residential customer. The commission considered the customer charge issues and OTP's offer to accept a 14\$ residential customer charge, and had questions about what the energy charge would be if the customer charge was lowered to \$14.

The commission also had additional questions for the parties. These included questions about the production tax credits for the wind farms and the impact of adopting the settlement on how production tax credits are treated, and questions about the gross and net revenue increase numbers in the original application, after the lower tax impacts are considered, and under the settlement.

Staff indicated the parties would be requested to provide written information regarding these questions, and be asked to waive any objection to the response being part of the record.

Prepared by: Darrell Nitschke
Date: August 17, 2018
Phone: 701-328-4098