

215 South Cascade Street  
PO Box 496  
Fergus Falls, Minnesota 56538-0496  
218 739-8200  
[www.otpc.com](http://www.otpc.com) (web site)



March 29, 2024

Mr. Steve Kahl  
Director of Administration/Executive Secretary  
North Dakota Public Service Commission  
600 East Boulevard, Dept. 408  
Bismarck, ND 58505-0480

**RE: In the Matter of Otter Tail Power Company's Request for Approval of its 2024  
Renewable Resource Cost Recovery Adjustment Factor  
Case No. PU-23-343  
Compliance Filing**

Dear Mr. Kahl:

Otter Tail Power Company (Otter Tail) submits this compliance filing following issuance of the North Dakota Public Service Commission's (Commission) Order dated March 27, 2024, in the above-referenced matter.

Attached to this letter you will find Otter Tail's Section 13.04 Renewable Resource Cost Recovery Rider (page 1) reflecting the Commission approved changes in this matter. This rider was most recently updated in our Rate Case, Case No. PU-23-342, with Interim Rates effective January 1, 2024. To show this jump in versions, both the legislative and non-legislative versions are being included. These changes are effective April 1, 2024.

Also attached is a copy of the customer notice that will be included with customer bills in April.

Copies have been sent to you via USPS.

Please contact me at 218-739-8699 or at [wolson@otpc.com](mailto:wolson@otpc.com) if you have any questions regarding this filing.

Sincerely,

*/s/ WENDIA A. OLSON*  
Wendi A. Olson  
Regulatory Compliance Specialist

sjw  
Enclosures  
By electronic filing and U.S. mail

18 PU-23-343 Filed 03/29/2024 Pages: 4  
Compliance Filing - 2024 Renewable Resource Cost Recovery Adj. Factor  
Otter Tail Power Company  
Wendi Olson, Reg. Compliance



**RENEWABLE RESOURCE COST RECOVERY RIDER**

DESCRIPTION	RATE CODE
All Services	NRRA

**RULES AND REGULATIONS:** Terms and conditions of this rider and the General Rules and Regulations govern use of this schedule.

**APPLICATION OF RIDER:** This rider is applicable to electric service under all of the Company’s Retail Rate Schedules ~~in Section 9, 10, 11, 12, and 14, except for Section 14.09 (TailWinds)~~ as described in the Mandatory Riders – Applicability Matrix.

**COST RECOVERY CHARGE:** There shall be included on each North Dakota eCustomer’s monthly bill a Renewable Resource Cost Recovery (RRC) charge based on the applicable cost recovery factor multiplied by the Customer’s monthly bill. The Customer’s monthly bill shall be based on all applicable charges and credits under the Company’s retail rate schedules in Sections 9, 10, 11, 12, and 14, except for Section 14.09 (TailWinds). The RRC charge will not apply to any Mandatory Riders or sales tax and any local assessments as provided in the General Rules and Regulations for the Company’s electric service. The following charges are applicable in addition to all charges for service being taken under the Company’s standard rate schedules.

<b>Renewable Resource Cost Recovery Factor <del>2.4490.000</del> percent</b>
--

**DETERMINATION OF RENEWABLE RESOURCE COST CHARGE:** The RRC Factor shall be determined by dividing the forecasted *balance of the RRC Tracker account* by the *forecasted retail revenues subject to the RRC Factor*. The forecasted RRC Tracker balance and retail revenues shall be based on the forecast for the appropriate 12 month period (or such other period as may be approved by the Commission). The RRC Factor shall be rounded to the nearest 0.001 percent.

NORTH DAKOTA PUBLIC  
 SERVICE COMMISSION

EFFECTIVE with bills rendered on  
 and after ~~April 1, 2024~~~~January 1, 2024~~, in North  
 Dakota

Case No. PU-23-34~~32~~  
 Approved by order dated ~~March 27, 2024~~~~December 13, 2023~~  
 Gerhardson

APPROVED: Bruce G.  
 Vice President, Regulatory Affairs



Fergus Falls, Minnesota

**RENEWABLE RESOURCE COST RECOVERY RIDER**

DESCRIPTION	RATE CODE
All Services	NRRA

**RULES AND REGULATIONS:** Terms and conditions of this rider and the General Rules and Regulations govern use of this schedule.

**APPLICATION OF RIDER:** This rider is applicable to electric service under all of the Company’s Retail Rate Schedules as described in the Mandatory Riders – Applicability Matrix.

C  
C

**COST RECOVERY CHARGE:** There shall be included on each North Dakota Customer’s monthly bill a Renewable Resource Cost Recovery (RRC) charge based on the applicable cost recovery factor multiplied by the Customer’s monthly bill. The Customer’s monthly bill shall be based on all applicable charges and credits under the Company’s retail rate schedules in Sections 9, 10, 11, 12, and 14, except for Section 14.09 (TailWinds). The RRC charge will not apply to any Mandatory Riders or sales tax and any local assessments as provided in the General Rules and Regulations for the Company’s electric service. The following charges are applicable in addition to all charges for service being taken under the Company’s standard rate schedules.

C

<b>Renewable Resource Cost Recovery Factor 2.449 percent</b>
--

R

**DETERMINATION OF RENEWABLE RESOURCE COST CHARGE:** The RRC Factor shall be determined by dividing the forecasted *balance of the RRC Tracker account* by the *forecasted retail revenues subject to the RRC Factor*. The forecasted RRC Tracker balance and retail revenues shall be based on the forecast for the appropriate 12 month period (or such other period as may be approved by the Commission). The RRC Factor shall be rounded to the nearest 0.001 percent.

# Notice of increase to our Renewable Resource Cost Recovery Rider

The North Dakota Public Service Commission approved our request to adjust our Renewable Resource Cost Recovery Rider for usage beginning April 1, 2024. A temporary factor of 0.000 percent of base charges and credits was in effect January 1, 2024 through March 31, 2024, as part of our General Rate Case filing.

The approved factor for all classes of service is 2.449 percent of base charges and credits. The factor prior to our General Rate Case filing was 12.157 percent. A typical residential customer's bill will increase by approximately \$1.68.

This Rider recovers costs associated with our investments in renewable generation resources.

For more information, contact  
Customer Service at **800-257-4044**  
or visit **otpc.com**.

