215 South Cascade Street PO Box 496 Fergus Falls, Minnesota 56538-0496 218 739-8200 www.otpco.com (web site)

August 4, 2025



Mike Bull Deputy Executive Secretary Minnesota Public Utilities Commission 121 7th Place East, Suite 350 St. Paul, Minnesota 55101-2147

RE: In the Matter of Otter Tail Power Company's Annual Filing of the Demand Side Management Financial Incentive Project and to Update the Conservation Improvement Project Rider Docket No. E017/M-25-49 Reply Comments

Dear Mr. Bull:

Otter Tail Power Company (Otter Tail Power or the Company) submits these Reply Comments in response to the July 22, 2025, Comments by the Minnesota Department of Commerce, Division of Energy Resources (Department). Otter Tail Power agrees with the Department's recommendation to approve Otter Tail Power's Petition in this docket and respectfully requests the Minnesota Public Utilities Commission (MPUC) approve the items recommended for approval in the Department's Comments as follows:

- 1. Approve a performance financial incentive of \$1,964,142 for 2024 ECO activities;
- Approve Otter Tail Power's 2024 ECO tracker account, resulting in a December 31, 2024, tracker balance of (\$3,194,439);
- 3. Approve an average CCRA of \$0.00585/kWh, to be effective November 1, 2025, or the first month following the Commission's Order in this proceeding;
- 4. Approve Otter Tail Power's proposed administrative changes to its ECO tariff sheets;
- 5. Approve Otter Tail Power's request for a variance from Minnesota Rules 7820.3500 (K) for one year after the issue date of the Commission's Order in this proceeding; and
- 6. Require Otter Tail Power to submit a compliance filing, within 10 days of the issue date of the Order in the present docket, with revised tariff sheets reflecting the Commission's determinations in this matter.



Otter Tail Power thanks the Department for its thoughtful consideration and support of the proposed Efficient Fuel Switching (EFS) performance-based financial incentive. The support and ultimate approval of an EFS performance incentive will allow the Company to continue to grow its robust EFS programs, which support the Legislative goal of electrification and produce statewide environmental benefits.

Otter Tail Power has historically requested a variance from Minnesota Rules 7820.3500 (K) within its ECO and CIP filings because the CCRA rate element is rolled up into the Energy Adjustment line item on customer bills. However, the Company believes that this request has added a level of confusion versus clarity within its ECO filings, especially since Otter Tail Power does not make similar requests in other Minnesota Dockets in which Rider rates are approved. Similarly, Minnesota Power includes its Conservation Improvement Program within its Minnesota Policy Adjustment line item on its bill but does not request the same variance as Otter Tail Power. In order to become more consistent with other Otter Tail Power filings and Minnesota Power, the Company intends for this filing to be the final time it makes the request for this variance, but will address its removal in its 2026 Annual Filing.

We have electronically filed this document with the Department and copies have been served on all parties on the attached service list. A Certificate of Service is also enclosed.

Please contact me at 218-739-8240 or <u>czuniga@otpco.com</u> if you have any questions regarding this filing.

Sincerely,

/s/ CRISTINA ZUNIGA Cristina Zuniga Supervisor, DSM Administration

kde Enclosures By electronic filing c: Service List

¹ Get to Know Your Bill- Minnesota Power July 2024.

CERTIFICATE OF SERVICE

RE: In the Matter of Otter Tail Power Company's 2024 CIP Tracker Account, DSM Financial Incentive, and CCRA Factor Docket No. E017/M-25-49

I, Khris Ekstrom, hereby certify that I have this day served a copy of the following, or a summary thereof, on Mike Bull and Sharon Ferguson by e-filing, and to all other persons on the attached service list by electronic service or by First Class Mail.

Otter Tail Power Company Reply Comments

Dated this 4th day of August, 2025.

/s/ KHRIS EKSTROM

Khris Ekstrom Regulatory Filing Coordinator Otter Tail Power Company 215 South Cascade Street Fergus Falls MN 56537 (218) 739-8334

#	First Name	Last Name	Email	Organization	Agency	Address	Delivery Method	Alternate Delivery Method	View Trade Secret	Service List Name
1	Julie	Ambach	juliea@cmmpa.org	Shakopee Public Utilties		255 Sarazin St Shakopee MN, 55379 United States	Electronic Service		No	M-25-49
2	Anjali	Bains	bains@fresh-energy.org	Fresh Energy		408 Saint Peter Ste 220 Saint Paul MN, 55102 United States	Electronic Service		No	M-25-49
3	Tom	Balster	tombalster@alliantenergy.com	Interstate Power & Light Company		PO Box 351 200 1st St SE Cedar Rapids IA, 52406- 0351 United States	Electronic Service		No	M-25-49
4	Lisa	Beckner	lbeckner@mnpower.com	Minnesota Power		30 W Superior St Duluth MN, 55802 United States	Electronic Service		No	M-25-49
5	William	Black	bblack@mmua.org	MMUA		Suite 200 3131 Fernbrook Lane North Plymouth MN, 55447 United States	Electronic Service		No	M-25-49
6	Annika	Brindel	abrindel@nhtinc.org	National Housing Trust		1101 30th Street NW Ste 100A Washington DC, 20007 United States	Electronic Service		No	M-25-49
7	Matthew	Brodin	mbrodin@allete.com	Minnesota Power		30 West Superior Street Duluth MN, 55802 United States	Electronic Service		No	M-25-49
8	Christina	Brusven	cbrusven@fredlaw.com	Fredrikson Byron		60 S 6th St Ste 1500 Minneapolis MN, 55402- 4400 United States	Electronic Service		No	M-25-49
9	Mike	Bull	mike.bull@state.mn.us		Public Utilities Commission	121 7th Place East, Suite 350 St. Paul MN, 55101 United States	Electronic Service		Yes	M-25-49
10	Ray	Choquette	rchoquette@agp.com	Ag Processing Inc.		12700 West Dodge Road PO Box 2047 Omaha NE, 68103-2047 United States	Electronic Service		No	M-25-49
11	Generic	Commerce Attorneys	commerce.attorneys@ag.state.mn.us		Office of the Attorney General - Department of Commerce	Minnesota Street Suite 1400 St. Paul MN, 55101 United States	Electronic Service		Yes	M-25-49
12	George	Crocker	gwillc@nawo.org	North American Water Office		5093 Keats Avenue Lake Elmo MN, 55042 United States	Electronic Service		No	M-25-49
13	Charles	Drayton	charles.drayton@enbridge.com	Enbridge Energy Company, Inc.		7701 France Ave S Ste 600 Edina MN,	Electronic Service		No	M-25-49

#	First Name	Last Name	Email	Organization	Agency	Address	Delivery Method	Alternate Delivery Method	View Trade Secret	Service List Name
						55435 United States				
14	Jim	Erchul	jerchul@dbnhs.org	Daytons Bluff Neighborhood Housing Sv.		823 E 7th St St. Paul MN, 55106 United States	Electronic Service		No	M-25-49
15	Greg	Ernst	gaernst@q.com	G. A. Ernst & Associates, Inc.		2377 Union Lake Trl Northfield MN, 55057 United States	Electronic Service		No	M-25-49
16	Melissa S	Feine	melissa.feine@semcac.org	SEMCAC		PO Box 549 204 S Elm St Rushford MN, 55971 United States	Electronic Service		No	M-25-49
17	Sharon	Ferguson	sharon.ferguson@state.mn.us		Department of Commerce	85 7th Place E Ste 280 Saint Paul MN, 55101- 2198 United States	Electronic Service		No	M-25-49
18	Karolanne	Foley	karolanne.foley@dairylandpower.com	Dairyland Power Cooperative		PO Box 817 La Crosse WI, 54602- 0817 United States	Electronic Service		No	M-25-49
19	Jessica	Fyhrie	jfyhrie@otpco.com	Otter Tail Power Company		PO Box 496 Fergus Falls MN, 56538- 0496 United States	Electronic Service		No	M-25-49
20	Tyler	Glewwe	tyler.glewwe@centerpointenergy.com	CenterPoint Energy		505 Nicollet Mall Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49
21	Elizabeth	Glidden	elizabeth.glidden@mhponline.org	Minnesota Housing Partnership		2446 University Ave W Ste 140 St Paul MN, 55114 United States	Electronic Service		No	M-25-49
22	Jenny	Glumack	jenny@mrea.org	Minnesota Rural Electric Association		11640 73rd Ave N Maple Grove MN, 55369 United States	Electronic Service		No	M-25-49
23	Laura	Goldberg	lgoldberg@nrdc.org	Natural Resources Defense Council		20 N. Upper Wacker Dr. Suite 1600 Chicago IL, 60606 United States	Electronic Service		No	M-25-49
24	Jason	Grenier	jgrenier@otpco.com	Otter Tail Power Company		215 South Cascade Street Fergus Falls MN, 56537 United States	Electronic Service		No	M-25-49
25	Jeffrey	Haase	jhaase@grenergy.com	Great River Energy		12300 Elm Creek Blvd Maple Grove MN, 55369 United States	Electronic Service		No	M-25-49
26	Adam	Heinen	aheinen@dakotaelectric.com	Dakota Electric Association		4300 220th St W Farmington MN, 55024 United States	Electronic Service		No	M-25-49
27	Joe	Hoffman	ja.hoffman@smmpa.org	SMMPA		500 First Ave SW Rochester	Electronic Service		No	M-25-49

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						MN, 55902- 3303 United States				
28	Dave	Johnson	dave.johnson@aeoa.org	Arrowhead Economic Opportunity Agency		702 3rd Ave S Virginia MN, 55792 United States	Electronic Service		No	M-25-49
29	Nick	Kaneski	nick.kaneski@enbridge.com	Enbridge Energy Company, Inc.		11 East Superior St Ste 125 Duluth MN, 55802 United States	Electronic Service		No	M-25-49
30	Martin	Kapsch	martin.kapsch@centerpointenergy.com	CenterPoint Energy Minnesota Gas		505 Nicollet Mall Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49
31	Deborah	Knoll	dknoll@mnpower.com	Minnesota Power		30 W Superior St Duluth MN, 55802 United States	Electronic Service		No	M-25-49
32	Kathryn	Knudson	kathryn.knudson@centerpointenergy.com	CenterPoint Energy Minnesota Gas		null null, null United States	Electronic Service		No	M-25-49
33	Tina	Koecher	tkoecher@mnpower.com	Minnesota Power		30 W Superior St Duluth MN, 55802-2093 United States	Electronic Service		No	M-25-49
34	James D.	Larson	james.larson@avantenergy.com	Avant Energy Services		220 S 6th St Ste 1300 Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49
35	Martin	Lepak	martin.lepak@aeoa.org	Arrowhead Economic Opportunity		702 S 3rd Ave Virginia MN, 55792 United States	Electronic Service		No	M-25-49
36	Corey	Lubovich	coreyl@hpuc.com	Hibbing Public Utilities Commission		1902 6th Ave E Hibbing MN, 55746 United States	Electronic Service		No	M-25-49
37	Kavita	Maini	kmaini@wi.rr.com	KM Energy Consulting, LLC		961 N Lost Woods Rd Oconomowoc WI, 53066 United States	Electronic Service		No	M-25-49
38	Josh	Mason	jmason@rpu.org	Rochester Public Utilities		4000 E River Rd NE Rochester MN, 55906 United States	Electronic Service		No	M-25-49
39	Scot	McClure	scotmcclure@alliantenergy.com	Interstate Power And Light Company		4902 N Biltmore Ln PO Box 77007 Madison WI, 53707-1007 United States	Electronic Service		No	M-25-49
40	David	Moeller	dmoeller@allete.com	Minnesota Power			Electronic Service		No	M-25-49
41	Andrew	Moratzka	andrew.moratzka@stoel.com	Stoel Rives LLP		33 South Sixth St Ste 4200 Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49

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42	Carl	Nelson	cnelson@mncee.org	Center for Energy and Environment		212 3rd Ave N Ste 560 Minneapolis MN, 55401 United States	Electronic Service		No	M-25-49
43	Samantha	Norris	samanthanorris@alliantenergy.com	Interstate Power and Light Company		200 1st Street SE PO Box 351 Cedar Rapids IA, 52406- 0351 United States	Electronic Service		No	M-25-49
44	Matthew	Olsen	molsen@otpco.com	Otter Tail Power Company		215 South Cascade Street Fergus Falls MN, 56537 United States	Electronic Service		No	M-25-49
45	Lisa	Pickard	lseverson@minnkota.com	Minnkota Power Cooperative		5301 32nd Ave S Grand Forks ND, 58201 United States	Electronic Service		No	M-25-49
46	Bill	Poppert	info@technologycos.com	Technology North		2433 Highwood Ave St. Paul MN, 55119 United States	Electronic Service		No	M-25-49
47	Generic Notice	Regulatory	regulatory_filing_coordinators@otpco.com	Otter Tail Power Company		215 S. Cascade Street Fergus Falls MN, 56537 United States	Electronic Service		No	M-25-49
48	Dave	Reinke	dreinke@dakotaelectric.com	Dakota Electric Association		4300 220th St W Farmington MN, 55024- 9583 United States	Electronic Service		No	M-25-49
49	Generic Notice	Residential Utilities Division	residential.utilities@ag.state.mn.us		Office of the Attorney General - Residential Utilities Division	Tower 445	Electronic Service		Yes	M-25-49
50	Jean	Schafer	jeans@bepc.com	Basin Electric Power Cooperative		1717 E Interstate Ave Bismarck ND, 58501 United States	Electronic Service		No	M-25-49
51	Christine	Schwartz	regulatory.records@xcelenergy.com	Xcel Energy		414 Nicollet Mall, MN1180-07- MCA Minneapolis MN, 55401- 1993 United States	Electronic Service		No	M-25-49
52	Rick	Sisk	rsisk@trccompanies.com	Lockheed Martin		1000 Clark Ave. St. Louis MO, 63102 United States	Electronic Service		No	M-25-49
53	Ken	Smith	ken.smith@districtenergy.com	District Energy St. Paul Inc.		76 W Kellogg Blvd St. Paul MN, 55102 United States	Electronic Service		No	M-25-49
54	Anna	Sommer	asommer@energyfuturesgroup.com	Energy Futures Group		PO Box 692 Canton NY,	Electronic Service		No	M-25-49

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56	Cary	Stephenson	cstephenson@otpco.com	Otter Tail Power Company	215 South Cascade Street Fergus Falls MN, 56537 United States	Electronic Service		No	M-25-49
57	Stuart	Tommerdahl	stommerdahl@otpco.com	Otter Tail Power Company	215 S Cascade St PO Box 496 Fergus Falls MN, 56537 United States	Electronic Service		No	M-25-49
58	Kodi	Verhalen	kverhalen@taftlaw.com	Taft Stettinius & Hollister LLP	80 S 8th St Ste 2200 Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49
59	Michael	Volker	mvolker@eastriver.coop	East River Electric Power Coop	211 S. Harth Ave Madison SD, 57042 United States	Electronic Service		No	M-25-49
60	Ethan	Warner	ethan.warner@centerpointenergy.com	CenterPoint Energy	505 Nicollet Mall Minneapolis MN, 55402 United States	Electronic Service		No	M-25-49
61	Robyn	Woeste	robynwoeste@alliantenergy.com	Interstate Power and Light Company	200 First St SE Cedar Rapids IA, 52401 United States	Electronic Service		No	M-25-49
62	Cristina	Zuniga	czuniga@otpco.com	Otter Tail Power Company	215 South Cascade Street PO Box 496 Fergus Falls MN, 56538 United States	Electronic Service		No	M-25-49