June 18, 2020



Mr. Will Seuffert Executive Secretary Minnesota Public Utilities Commission 121 7th Place East Suite 350 St. Paul, MN 55101-2147

RE: In the Matter of Otter Tail Power Company's Petition for Approval of a Transfer of Property Docket No. E017/PA-19-533 Response

Dear Mr. Seuffert:

This letter responds to the Comments of the Minnesota Department of Commerce, Division of Energy Resources (Department) filed on June 12, 2020 where the Department recommends that the Commission approve Otter Tail Power Company's (Otter Tail) Petition to acquire certain transmission assets from Central Power Electric Cooperative (CPEC) pursuant to Minnesota Statute §216B.50 and Minnesota Rules 7825.1700 and 7825.1800.

Otter Tail supports the Department's recommendation and seeks Commission approval of the acquisition of the CPEC substation facilities and substation-related assets located in north-central North Dakota. As explained in the Petition, Otter Tail customers stand to receive significant benefits from the proposed acquisition of the CPEC assets, including operational efficiencies from reducing Otter Tail's reliance on and entanglement with CPEC's operation of the assets as well as financial relief from Southwest Power Pool charges.

Otter Tail also supports the Department's recommendation to issue a waiver of certain relevant information called for by Minnesota Rule 7825.1400 for items F, H, I, and J.

Finally, Otter Tail supports the Department's proposal to submit final journal entries supporting the final purchase in a compliance filing within 60 days after the closing of the transaction.

Otter Tail looks forward to the Commission's expeditious handling of this matter to facilitate final closing of the transaction.



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Please contact me at 218-739-8956 or <u>cstephenson@otpco.com</u> if you have any questions regarding this filing.

Very truly yours,

/s/ Cary Stephenson Cary Stephenson Associate General Counsel

Enclosures kaw By electronic filing cc: Service List

