

## New North Dakota rates begin with this electric service statement *(effective February 1, 2019)*

On November 2, 2017, Otter Tail Power Company (Otter Tail) submitted an application with the North Dakota Public Service Commission (NDPSC) for permission to increase our electric rates. On September 26, 2018, the NDPSC approved a net annual revenue increase of approximately 3.09 percent, or \$4.6 million—excluding certain costs that we’re currently recovering in riders but will move to base rates—to help pay for investments in infrastructure and technology and rising costs associated with providing safe, reliable, environmentally responsible electricity.

### Interim rate refund

State law allowed us to collect an interim (temporary) rate increase while the NDPSC considered our rate increase request. Because the final increase is less than the interim rate increase, we’ll refund you the difference with interest. This refund will appear on your April 2019 electric service statement.

### Rate changes

**Riders moved to Base Rates:** The NDPSC approved changes to the Transmission Cost Recovery Rider, Renewable Resource Adjustment Rider, and Environmental Cost Recovery Rider. Because we’ve completed many of the projects recovered under these riders, it is appropriate to include them in our base rates.

**Energy Adjustment Rider:** The Energy Adjustment Rider applies to all Otter Tail Power Company rates. It now includes all fuel

and purchase power costs, including those previously recovered in base rates. We'll now recover fuel costs on a class basis.

**LED Area and Street Lighting:** We now offer LED lighting services (illumination service, equipment installation, asset rental, electricity, and maintenance). We'll provide new installations using these new options.

**Generation Cost Recovery Rider:** This rider will allow our company to recover costs as we make investments in new generation facilities that will provide additional capacity, dispatchable energy, and grid support to meet our customer's electric needs.

## **Electric rate schedules effective February 1, 2019**

Enclosed you will find a brochure that contains new rate information. This brochure does not include all available rates.

### **For more information**

For more details on rates specific to you, please visit **[www.otpco.com](http://www.otpco.com)** or contact Customer Service at **800-257-4044**.

Visit [www.otpco.com](http://www.otpco.com) for all available rates.

You may contact the North Dakota Public Service Commission at:

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