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The following Q/A is provided in response to the questions that resulted from Otter Tail Power Company's November 25, 2009 Customer Meeting regarding Otter Tail's forecasted 2010 Attachment O.

- Q. Is Interest Income an Offset to Cash Working Capital Included in Rate Base?**
- A. Cash working capital in the Forward Looking Attachment O calculation is not based on actual cash balances held by the company, therefore, interest earned on actual cash balances is not included as a revenue credit/offset to the revenue requirement calculated. Cash working capital in the Attachment O template in this filing (FERC Docket No. ER10-183) is based on the 45-day standard formula which is calculated by multiplying total transmission related O&M expenses by 1/8 (45 days / 360 days). This calculation is a method that has been approved by FERC in the past and is not changing from the formula that was included in the previous template based on historical information. Please also note that the cash working capital calculation is discussed in the testimony submitted by Mr. Kyle A. Sem on pages 11 – 12 in FERC Docket No. ER10-183.
- Q. What is the amount and interest rate of the individual long term debt issuances from page 4, line 27 for the 2008 Attachment O and forecasted 2010 Attachment O?**
- A. For the 2010 information, please refer to Page 19 of Exhibit No. OTP-11 in Otter Tail's forward looking Attachment O filing (FERC Docket No. ER10-183). Please refer to pages 256 and 257 in Otter Tail's 2008 FERC Form 1 for the information included in the 2008 Attachment O as posted by the Midwest ISO.