

Otter Tail Corp  
Form 10-Q  
May 09, 2018

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**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934**

For the quarterly period ended March 31, 2018

**OR**

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934**

For the transition period from to

Commission file number 0-53713

**OTTER TAIL CORPORATION**  
(Exact name of registrant as specified in its charter)

Minnesota 27-0383995  
(State or other jurisdiction of (I.R.S. Employer  
incorporation or organization) Identification No.)

215 South Cascade Street, Box 496, Fergus Falls, Minnesota 56538-0496  
(Address of principal executive offices) (Zip Code)

866-410-8780  
(Registrant's telephone number, including area code)

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(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes      No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes      No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of “large accelerated filer,” “accelerated filer,” “smaller reporting company” and “emerging growth company” in Rule 12b-2 of the Exchange Act.:

Large accelerated filer   Accelerated filer

Non-accelerated filer   Smaller reporting company   Emerging growth company  
(Do not check if a smaller reporting company)

If an emerging growth company, indicate by checkmark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act

Indicate by check mark whether the registrant is a shell company (as defined by Rule 12b-2 of the Exchange Act).

Yes      No

Indicate the number of shares outstanding of each of the issuer's classes of Common Stock, as of the latest practicable date:

**April 30, 2018 – 39,651,236 Common Shares (\$5 par value)**



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**OTTER TAIL CORPORATION**

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**FINANCIAL**  
**INFORMATION****Item 1. financial**  
**statements****Otter Tail**  
**Corporation**  
**Consolidated**  
**Balance Sheets**  
(not audited)

<i>(in thousands)</i>	<b>March 31,</b>	<b>December</b>
	<b>2018</b>	<b>31,</b>
		<b>2017</b>
<b>Assets</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$1,121	\$16,216
Accounts Receivable:		
Trade—Net	94,265	68,466
Other	7,109	7,761
Inventories	87,999	88,034
Unbilled Receivables	18,692	22,427
Income Taxes Receivable	--	1,181
Regulatory Assets	19,736	22,551
Other	11,210	12,491
Total Current Assets	240,132	239,127
<b>Investments</b>	8,648	8,629
<b>Other Assets</b>	35,763	36,006
<b>Goodwill</b>	37,572	37,572
<b>Other Intangibles—Net</b>	13,420	13,765
<b>Regulatory Assets</b>	125,667	129,576
<b>Plant</b>		
Electric Plant in Service	1,986,385	1,981,018
Nonelectric Operations	219,942	216,937
Construction Work in Progress	153,963	141,067
Total Gross Plant	2,360,290	2,339,022
Less Accumulated Depreciation and Amortization	814,074	799,419

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Net Plant	1,546,216	1,539,603
<b>Total Assets</b>	<b>\$2,007,418</b>	<b>\$2,004,278</b>

*See accompanying condensed notes to consolidated financial statements.*

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**Otter Tail  
Corporation  
Consolidated  
Balance  
Sheets**  
(not audited)

	<b>March 31,  2018</b>	<b>December 31,  2017</b>
<i>(in thousands, except share data)</i>		
<b>Liabilities and Equity</b>		
<b>Current Liabilities</b>		
Short-Term Debt	\$30,319	\$112,371
Current Maturities of Long-Term Debt	171	186
Accounts Payable	87,179	84,185
Accrued Salaries and Wages	14,806	21,534
Accrued Federal and State Income Taxes	984	--
Accrued Taxes	17,585	16,808
Regulatory Liabilities	5,119	9,688
Other Accrued Liabilities	9,940	11,389
Liabilities of Discontinued Operations	--	492
Total Current Liabilities	166,103	256,653
<b>Pensions Benefit Liability</b>	89,552	109,708
<b>Other Postretirement Benefits Liability</b>	70,040	69,774
<b>Other Noncurrent Liabilities</b>	23,482	22,769
<b>Commitments and Contingencies (note 8)</b>		
<b>Deferred Credits</b>		
Deferred Income Taxes	103,009	100,501
Deferred Tax Credits	21,025	21,379
Regulatory Liabilities	233,279	232,893
Other	2,935	3,329
Total Deferred Credits	360,248	358,102
<b>Capitalization</b>		
Long-Term Debt—Net	589,943	490,380
Cumulative Preferred Shares – Authorized 1,500,000 Shares Without Par Value; Outstanding – None	--	--
Cumulative Preference Shares – Authorized 1,000,000 Shares Without Par Value; Outstanding – None	--	--

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Common Shares, Par Value \$5 Per Share—Authorized, 50,000,000 Shares; Outstanding, 2018—39,626,594 Shares; 2017—39,557,491 Shares	<i>198,133</i>	<i>197,787</i>
Premium on Common Shares	<i>341,841</i>	