

OTTER TAIL CORP
Form 4
May 30, 2008

FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
MACFARLANE CHARLES S

(Last) (First) (Middle)
215 S CASCADE ST
(Street)

FERGUS FALLS, MN 56537-2801

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
OTTER TAIL CORP [OTTR]

3. Date of Earliest Transaction
(Month/Day/Year)
05/29/2008

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
President, Otter Tail Power Co

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
____ Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
| | | | Code | V | Amount | (A) or (D) | Price |
| Common Stock | 05/29/2008 | | M | | 2,500 | A | \$ 27.245 |
| Common Stock | 05/29/2008 | | S | | 2,500 | D | \$ 38 |
| Common Stock | | | | | | | 882.2067 |
| Common Stock | | | | | | | 166.6236 |
| | | | | | | I | ESOP |
| | | | | | | I | By son and daughter |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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SEC 1474
(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | 5. Number of Derivative Securities (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) | 7. Title and Amount of Underlying Securities (Instr. 3 and 4) | Amount or Number of Shares |
|--|--|--------------------------------------|--|--------------------------------|--|--|---|----------------------------|
| Stock Options (right to buy) | \$ 27.245 | 05/29/2008 | | M | 2,500 | 04/14/2004 ⁽²⁾ 04/14/2013 | Common Stock | 8,000 |
| Stock Options (right to buy) | \$ 29.74 | | | | | 12/10/2002 ⁽²⁾ 12/10/2011 | Common Stock | 10,000 |
| Stock Options (right to buy) | \$ 26.495 | | | | | 10/12/2004 ⁽³⁾ 04/12/2014 | Common Stock | 3,000 |
| Stock Options (right to buy) | \$ 24.93 | | | | | 10/11/2005 ⁽³⁾ 04/11/2015 | Common Stock | 3,000 |
| Restricted Stock Units (right to buy) | (4) | | | | | 04/08/2010 04/08/2010 | Common Stock | 4,300 |
| Restricted Stock Units (right to buy) | (4) | | | | | 04/08/2011 04/08/2011 | Common Stock | 3,450 |
| Restricted Stock | (4) | | | | | 04/08/2012 04/08/2012 | Common Stock | 3,550 |

Units
(right to
buy)

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|---|---------------|-----------|--------------------------------|-------|
| | Director | 10% Owner | Officer | Other |
| MACFARLANE CHARLES S 215 S CASCADE ST FERGUS FALLS, MN 56537-2801 | | | President, Otter Tail Power Co | |

Signatures

/s/ Charles S MacFarlane by Debra J Lill,
Attorney-in-Fact

05/30/2008

__Signature of Reporting Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Total direct holdings include shares held in the Dividend Reinvestment Plan, shares acquired through the Employee Stock Purchase Plan and shares acquired pursuant to Restricted Stock Award distributions.
- (2) Stock options vest in cumulative annual installments of 25% beginning the date shown.
- (3) Stock options vest 100% six months from the date of the grant.
- (4) 1 -for -1

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.