

NELSON KENNETH L
 Form 4
 November 29, 2006

FORM 4

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

OMB APPROVAL

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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 *
 NELSON KENNETH L

(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)
 11/29/2006

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)

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 | 11/29/2006 | | M | | 2,000 | A | \$ 19.75 |
| Common Stock | 11/29/2006 | | S | | 600 | D | \$ 30.58 |
| Common Stock | 11/29/2006 | | S | | 1,400 | D | \$ 30.5801 |
| Common Stock | 11/29/2006 | | M | | 2,000 | A | \$ 26.25 |
| Common Stock | 11/29/2006 | | S | | 2,000 | D | \$ 30.5801 |
| | | | | | 0 | (1) | |

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See below for other holdings: 1. Direct holding of 1,253.1724 shares of Common Stock held in the Dividend Reinvestment Plan. 2. Direct holding of 4,100 shares of Common Stock which is a grant of Restricted Stock.

(2) The options become exercisable in four equal annual installments on the anniversaries of the date of grant, beginning April 10, 2001.

(3) The options become exercisable in four equal annual installments on the anniversaries of the date of grant, beginning April 9, 2002.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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