



Lori Hoyum  
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February 27, 2019

Daniel P. Wolf  
Executive Secretary  
Minnesota Public Utilities Commission  
121 7<sup>th</sup> Place East, Suite 350  
St. Paul, MN 55101-2147

**RE: 2019 Consolidated Capital Structure Petition  
Docket No. E015/S-19-170**

Dear Mr. Wolf:

I discovered that I had inadvertently duplicated Exhibit C for Exhibit D when preparing the final documents for submittal of Minnesota Power's 2019 Consolidated Capital Structure Petition (Docket No. E015/S-19-170). Attached is Exhibit D, pages 1 and 2, which does not contain any trade secret information. I apologize for any inconvenience this caused and please contact me at the number above with any questions related to this Exhibit.

Yours truly,

Lori Hoyum

Attachment  
cc: Service List

**ALLETE, Inc.**  
**CONSOLIDATED STATEMENT OF INCOME**  
**TWELVE MONTHS ENDED**  
**DECEMBER 31, 2018 AND PRO FORMA**  
 In Thousands - Unaudited

	<u>December 31, 2018</u>	<u>Adjustments</u>	<u>Pro Forma</u>
<b>OPERATING REVENUE</b>	\$1,498,555		\$1,498,555
<b>OPERATING EXPENSES</b>			
Fuel, Purchased Power and Gas - Utility	407,408		407,408
Transmission Services - Utility	69,934		69,934
Cost of Sales - Non-utility	218,036		218,036
Operating and Maintenance	340,525		340,525
Depreciation and Amortization	205,617		205,617
Taxes Other than Income	57,872		57,872
Other	(2,010)		(2,010)
Total Operating Expenses	<u>1,297,382</u>		<u>1,297,382</u>
<b>OPERATING INCOME</b>	201,173		201,173
<b>OTHER INCOME (EXPENSE)</b>			
Interest Expense	(67,872)	(29,350)	(97,222)
Other	25,269		25,269
Total Other Income (Expense)	<u>(42,603)</u>	<u>(29,350)</u>	<u>(71,953)</u>
<b>INCOME BEFORE NON-CONTROLLING INTEREST AND INCOME TAXES</b>	158,570	(29,350)	129,220
<b>LESS: INCOME TAX EXPENSE (BENEFIT)</b>	<u>(15,515)</u>	<u>(8,435)</u>	<u>(23,950)</u>
<b>NET INCOME</b>	174,085	(20,915)	153,170
<b>LESS: NON-CONTROLLING INTEREST IN SUBSIDIARIES</b>	<u>0</u>		<u>0</u>
<b>NET INCOME ATTRIBUTABLE TO ALLETE</b>	<u>\$174,085</u>	<u>(\$20,915)</u>	<u>\$153,170</u>

**ALLETE, Inc.**  
**Entries Giving Effect To The Proposed**  
**Transactions On The Income Statement**

	<u>Thousands</u>
Interest Expense	(\$29,350)
Interest on an estimated \$587,000,000 of long-term borrowing at an estimated 5.00% rate.	
Income Tax Credit	\$5,559
Decrease in federal income taxes as a result of increase in interest charges calculated at a 18.94% tax rate.	
Income Tax Credit	\$2,876
Decrease in state income taxes as a result of increase in interest charges calculated at a 9.8% tax rate.	
Net adjustment (decrease)	<u>(\$20,915)</u>

Note: Any interest or dividend rate expressed in the pro forma data is for illustrative purposes only and is NOT intended to represent the actual dividend or interest rate that Company's Securities will bear when issued.

STATE OF MINNESOTA     )  
  ) ss  
COUNTY OF ST. LOUIS     )

AFFIDAVIT OF SERVICE VIA  
ELECTRONIC FILING

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Jodi Nash of the City of Duluth, County of St. Louis, State of Minnesota, says that on the 27<sup>th</sup> day of February, 2019, she served Minnesota Power's Supplemental Filing, to include Exhibit D, in Docket No. E015/S-19-170 on the Minnesota Public Utilities Commission and the Energy Resources Division of the Minnesota Department of Commerce via electronic filing. The remaining parties on the Service List were served as noted.



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Jodi Nash

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Christopher	Anderson	canderson@allete.com	Minnesota Power	30 W Superior St  Duluth, MN 558022191	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.state.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1800  St. Paul, MN 55101	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Patrick	Cutshall	pcutshall@allete.com	Minnesota Power	30 West Superior Street  Duluth, MN 55802	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Ian	Dobson	residential.utilities@ag.state.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012130	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Sharon	Ferguson	sharon.ferguson@state.mn.us	Department of Commerce	85 7th Place E Ste 280  Saint Paul, MN 551012198	Electronic Service	No	OFF_SL_18-155_S-18-155
Susan	Ludwig	sludwig@mnpower.com	Minnesota Power	30 West Superior Street  Duluth, MN 55802	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Susan	Romans	sromans@allete.com	Minnesota Power	30 West Superior Street Legal Dept Duluth, MN 55802	Electronic Service	Yes	OFF_SL_18-155_S-18-155
Daniel P	Wolf	dan.wolf@state.mn.us	Public Utilities Commission	121 7th Place East Suite 350 St. Paul, MN 551012147	Electronic Service	Yes	OFF_SL_18-155_S-18-155