**2010 Minnesota Power**

**Revised October 5, 2010**

**MISO Attachment GG True Calculation**

1. **Annual Attachment GG Revenue Requirement True Up**

AC System DC System

Historic Year Actual RR for GG $ 4,770,799 $ 0

Historic Year Projected RR for GG $ 3,801,425 $ 0

Historic Year True Up $ 969,354 $ 0

1. **Interest Calculation** $ 9,965 $ 0

Minnesota Power Short Term Interest Rate

Interest for 24 Months (Jan-10 to Dec-11) .514%

Prime Rate 0

1. **Total True Up (C+D)** $ 979,319 $ 0

The interest payable shall be calculated using an average interest rate for the twenty-four (24) months during which the over or under recovery in the revenue requirement or volume changes exists. The interest rate to be applied to the over or under recovery amounts will be determined using the average rate for the nineteen (19) months preceding August of the current year. The interest amount will be included in the projected costs made available on September 1. If ALLETE has over collected during a given rate year, the interest on the over collection will be calculated in accordance with the Commission’s interest rate for refunds as provided in 18 C.F.R. § 35.19a. If ALLETE has under collected during a given rate year, the interest on the under collection will be calculated based on ALLETE’s actual short term debt cost, capped at the applicable refund interest rate under 18 C.F.R. § 35.19a