SCHOBER MARK A

Form 4

January 19, 2011

FORM 4

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

OMB 3235-0287 Number:

Check this box if no longer subject to

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES**

January 31, Expires: 2005

0.5

OMB APPROVAL

Section 16. Form 4 or Form 5 obligations

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

burden hours per response...

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Estimated average

may continue. See Instruction

30(h) of the Investment Company Act of 1940

1(b).

(Print or Type Responses)

1 Name and Address of Departing Day

1. Name and Address of Reporting Person * SCHOBER MARK A			2. Issuer Name and Ticker or Trading Symbol ALLETE INC [ALE] 3. Date of Earliest Transaction (Month/Day/Year) 01/18/2011				ng	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)				
(Last) 30 WEST S		Check all applicable) Director 10% OwnerX Officer (give title Other (specify below) Senior VP & CFO										
(Street)			4. If Amendment, Date Original Filed(Month/Day/Year)					6. Individual or Joint/Group Filing(Check Applicable Line) _X_ Form filed by One Reporting Person				
DULUTH,	MN 55802							Form filed by Person	y More than One l	Reporting		
(City)	(State)	(Zip)	Table	e I - Non-D	Issuer [ALE] (Check all applicable) Transaction ——Director —— 10% Owner —— 10% Owner —— 2X_ Officer (give title —— Other (specify below) ————————————————————————————————————		ally Owned					
1.Title of Security (Instr. 3)	2. Transaction Da (Month/Day/Year	Execution any	emed on Date, if Day/Year)	3. Transaction Code (Instr. 8)	Disposed (Instr. 3,	l (A) of (D) 4 and (A) or)) 5)	Securities Beneficially Owned Following Reported Transaction(s)	Form: Direct (D) or Indirect (I)			
Common Stock	01/18/2011			A	1,550	A	\$0	14,646.07 (1)	D			
Common Stock								10,969.23 (2)	I	By RSOP Trust		
Common Stock								118.26	I	By child sharing Insider's household		

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

Persons who respond to the collection of SEC 1474 information contained in this form are not (9-02)

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

1. Title of	2.	3. Transaction Date	3A. Deemed	4.	5.	6. Date Exerc	cisable and	7. Titl	e and	8. Price of	9. Nu
Derivative	Conversion	(Month/Day/Year)	Execution Date, if Transaction		onNumber Expiration Date			Amou	nt of	Derivative	Deriv
Security	or Exercise		any	Code	of	(Month/Day/	Year)	Under	lying	Security	Secui
(Instr. 3)	Price of		(Month/Day/Year)	(Instr. 8)	S) Derivative Securities			Securities	(Instr. 5)	Bene	
	Derivative							(Instr.	3 and 4)		Owne
	Security				Acquired						Follo
					(A) or						Repo
					Disposed						Trans
					of (D)						(Instr
					(Instr. 3,						
					4, and 5)						
									Amount		
									Amount		
						Date	Expiration	Title	or Number		
						Exercisable	Date	Title	of		
				Code V	(A) (D)						
				Coue v	(A) (D)				Shares		

Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

SCHOBER MARK A 30 WEST SUPERIOR STREET DULUTH, MN 55802

Senior VP & CFO

Signatures

Ingrid K. Johnson for Mark A. Schober

01/19/2011

**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).
- Includes shares acquired in exempt transactions under the dividend reinvestment features of ALLETE's employee stock purchase plan and (1) ALLETE's employee stock purchase plan, and pursuant to the dividend equivalent feature of restricted stock grants under ALLETE's executive long-term incentive compensation plan, and is based on plan information available as of December 31, 2010.
- (2) Includes shares acquired in exempt transactions under ALLETE's retirement savings and stock ownership plan (RSOP) and is based on RSOP plan information available as of December 31, 2010.

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.

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