



Southern Company Transmission Capacity Benefit Margin Business Practice

PURPOSE:

The following business practice provides additional clarification and direction with regard to Capacity Benefit Margin (CBM) processes outlined in Southern Companies' Capacity Benefit Margin Implementation Document (CBMID), which can be found at the following link: https://www.weboasis.com/OASIS/SOCO/ATC/SOCO_CBMID.pdf.

DISCUSSION:

CBM is that amount of firm, import Total Transfer Capability on interfaces with adjacent Balancing Authority Areas reserved by Resource Planners (RP) or Load Serving Entities (LSE) to ensure access to generation resources from interconnected systems to meet generation reliability requirements of LSEs' native/network load customers.

Each Resource Planner (RP) or Load Serving Entity (LSE) is responsible to make its own CBM determination. More information on the methodology used to calculate CBM can be found in Attachment C of Southern Companies' OATT.



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GUIDELINES:

General

1. Southern Company Transmission, acting as the Transmission Service Provider (TSP), has two defined processes for requesting CBM: an Annual Process and a New Request Process.
2. Each process takes approximately 75 calendar days.
3. All CBM requests should be made by completing the Capacity Benefit Margin Reservation Request Form below and sent to Transmission Services Manager.

Annual Process

1. Southern Company Transmission will evaluate CBM requests at least once a year through its Annual Process.
2. Any requests for CBM to be evaluated in the Annual Process should be sent to Transmission Services Manager by January 15th using the Capacity Benefit Margin Reservation Request Form below.
3. All requests will be evaluated and studied during a 60 day study period.
4. By March 25th Southern Company Transmission will communicate all CBM amounts to be effective on April 1st.

New Request Process

1. The New Request Process is for CBM requests that fall outside of the timeframe of the Annual Process.
2. A new request for CBM must be sent to Transmission Services Manager using the Capacity Benefit Reservation Request Form below.
3. The new request will be evaluated and studied during a 60 day study period.
4. Within approximately 70 days Southern Company Transmission will communicate the available CBM amounts and the new CBM total amounts that will be effective within five (5) calendar days.



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Capacity Benefit Margin Reservation Request

Email or Mail To: Transmission Services Manager, Corey Sellers
MCSeller@southernco.com
600 North 18th St
BIN 13N-8812
Birmingham, AL 35203

1. Customer Name:

2. Amount of CBM Desired and Expected Import Paths or Source Regions:

Interface	CBM Amount (Forecast Years)									
	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Effective Date (April 1st)										
Entergy										
TVA										
Duke										
SCEG										
Santee										
FLA										

3. Description of the methodology used to determine CBM:

4. Basis for reserving CBM on the requested paths: