

Schedule 10 (Generator Imbalance Service) Business Practice

In accordance with FERC's Order No. 890, Southern Companies offer Generator Imbalance Service under Southern Companies' Tariff. The applicability and application process are outlined below.

Applicability.

Schedule 10, Generator Imbalance Service ("Schedule 10 Service") offered under Southern Companies' Tariff applies to:

- 1) Generating Facilities interconnected under Southern Companies' Tariff; and
- 2) Transmission Customers under Southern Companies' Tariff, utilizing Transmission Service sourced from Generating Facilities located in the Transmission Provider's Balancing Authority Area that are not interconnected under Southern Companies' Tariff.

Contact for Questions Regarding Schedule 10 Service.

Southern Companies' Schedule 10 Service contact can be found at:

<https://www.weboasis.com/OASIS/SOCO/INTERCONNECTION.HTM>

Application Process For Generating Facilities interconnected under Southern Companies' Tariff.

- a) Application for Schedule 10 Service. The applicant must complete an application for each Generating Facility that will have Schedule 10 Service. A copy of an application may be found at:

<https://www.weboasis.com/OASIS/SOCO/INTERCONNECTION.HTM>

The application should be completed at least sixty (60) days prior to the desired start date of the Schedule 10 Service. Return the application to:

Interconnections Project Manager
Southern Company Services, Inc.
13N-8812
600 North 18th Street
Birmingham, AL 35203
Fax #: 205-257-6654

- b) Application for Unsecured Credit Line. Complete an Application for Unsecured Credit Line. A copy of this application can be found at:

<https://www.weboasis.com/OASIS/SOCO/INFO.HTM>

Eligible Collateral, if required in accordance with Attachment Q of Southern Companies' Tariff, must be in place and acceptable to Southern Companies prior to commencement of the Schedule 10 Service. The amount of Eligible Collateral required for each Generating Facility will be based upon the demonstrated MW capability for each such facility. If an irrevocable letter of credit will be used, insert zero (\$0) in Section VI of the Application for Unsecured Credit Line. Additionally, a copy of a sample irrevocable letter of credit (Draft Generic Form of Letter of Credit for Transmission & Schedule 10 Service) can be found at:

<https://www.weboasis.com/OASIS/SOCO/INFO.HTM>

- c) Schedule 10 Service Agreement. Southern Companies and the applicant must complete a service agreement for Schedule 10 Service. A copy of the *pro forma* Schedule 10 service agreement can be found in Attachment R of Southern Companies' Tariff.

Application Process for Transmission Customers under Southern Companies' Tariff, utilizing Transmission Service sourced from Generating Facilities located in the Transmission Provider's Balancing Authority Area that are not interconnected under Southern Companies' Tariff.

Southern Companies generally must offer Schedule 10 Service when Transmission Service under their Tariff is used to deliver energy from a Generating Facility located in Southern Companies' Balancing Authority Area. In addition, Transmission Customers under Southern Companies' Tariff must either purchase Schedule 10 Service from Southern Companies or make alternative arrangements.¹ In instances where a Transmission Customer under Southern Companies' Tariff is taking Transmission Service that is sourced from a Generating Facility located in the Southern Companies' Balancing Authority Area that is not interconnected under Southern Companies' Tariff, then the following application process for the delivering Transmission Customer will generally apply. In this circumstance, the Transmission Customer should:²

¹ As a practical matter, should the source Generating Facility be interconnected under Southern Companies' Tariff, then the requisite generator balancing arrangements will likely be set forth in the arrangements established between Southern Companies and the source Generating Facility (reference is made to the above Application Process for Generating Facilities interconnected under Southern Companies' Tariff intending to utilize Schedule 10 Service to satisfy generator balancing requirements under the respective interconnection agreement).

² In accordance with Southern Companies' Tariff, if it is determined that Southern Companies have provided Schedule 10 Service to a Transmission Customer, then Southern Companies intend to charge that Transmission Customer for that service, regardless if the Transmission Customer has an executed service

- a) Compensate (or cause to be compensated) Southern Companies for modifications/additions to any transmission facilities (and associated expenses) required to accommodate the requested Schedule 10 Service. Such modifications/additions may include the installation of appropriate metering facilities and the establishment of coordination arrangements between Southern Companies and the transmission provider with whom the Generating Facility is interconnected. The time required to implement modifications/additions to any transmission facilities shall be considered in determining Southern Companies' ability to offer Schedule 10 Service in the requested time frame.
- b) Evidence consent from the transmission provider with whom the source Generating Facility is interconnected and the source Generating Facility that Schedule 10 Service shall be provided by Southern Companies. Subsequently, the Transmission Customer and Southern Companies shall execute a Schedule 10 service agreement and any generator imbalance service related to any future Transmission Service under Southern Companies' Tariff sourced by the Transmission Customer from the Generating Facility shall be provided under Schedule 10 of Southern Companies' Tariff until the Schedule 10 service agreement terminates or is otherwise cancelled.
- c) All other steps are the same as previously outlined in "Application Process for Generating Facilities interconnected under Southern Companies' Tariff".

agreement for such Schedule 10 generator imbalance service with Southern Companies or has followed the application process. Questions regarding Schedule 10 Service should be directed to Southern Companies' Interconnections Project Manager at the address provided above or otherwise to the contact provided at: <https://www.weboasis.com/OASIS/SOCO/INTERCONNECTION.HTM>.