



Note: The reserve margins (RM) shown on this chart reflect the impact of generating resources owned by Gulf -- including the portion of its ownership interest in Scherer 3 that is dedicated to retail service -- together with the generating capacity available to Gulf under purchased power agreements. If only the Gulf-owned resources -- including Scherer 3 in 2016 and beyond -- were considered in the calculation (i.e. if the 885 MW Central Alabama PPA was excluded), the projected RM for years 2014 and later would all be negative.