**HISTORICAL PERIOD ADJUSTMENTS**

(COLUMN 4)

FOOTNOTE A/ $(380,389) Sales of Electricity

This adjustment removes revenue associated with the Nuclear Construction Cost Recovery (NCCR) tariff; removes carrying cost on under-recovered fuel balance, which are collected in fuel rates; reflects revenue sharing associated with economy energy sales and short-term capacity sales; removes Southern Company Generation & Energy Marketing (SCGEM) wholesale transactions involving purchases and subsequent resale; and removes the carrying cost associated with over-recovery of Demand-Side Management (DSM) programs.



FOOTNOTE B/ $(150,841) Other Operating Revenues

This adjustment removes revenue associated with unregulated outdoor lighting; reflects the adjustment for wholesale to retail market differential; reflects an adjustment to allow for an equity return on nuclear fuel associated with Plant Vogtle Units 3 and 4; removes the revenue associated with FERC boundary land; and removes SCGEM wholesale transactions involving purchases and subsequent resale.



FOOTNOTE C/ $(67,769) Total Operation and Maintenance Expenses

This adjustment removes expenses related to stock-based compensation; removes interest component of expenses associated with capitalized PPAs; removes O&M expenses associated with unregulated outdoor lighting; removes brand advertising expenses; reflects the miscellaneous adjustment from the 2013 base rate case settlement; removes SCGEM expenses for wholesale activities; removes the expenses related to FERC boundary land; removes 100% of the expenses and savings related to the merger with AGL Resources as approved by the Commission in Docket No. 39971; removes Nuclear Energy Institute (NEI) expenses; reflects treatment of the corporate headquarters and Rome headquarters buildings as operating leases; and reflects the regulatory treatment for additional sums associated with certain purchased power agreements and the DSM program.



FOOTNOTE D/ $(15,957) Depreciation Expense

This adjustment removes depreciation expenses associated with unregulated outdoor lighting and reflects the regulatory treatment of the Rome headquarters building as an operating lease.



FOOTNOTE E/ $(7,281) Taxes Other Than Income Taxes

This adjustment removes property, payroll, and municipal franchise taxes associated with unregulated outdoor lighting.

FOOTNOTE F/ $(87,060) Current Income Taxes Payable

This adjustment results from the income tax treatment of items referenced in FOOTNOTES A/ through E/ and the interest synchronization adjustment.

FOOTNOTE G/ $(3,945) Deferred Income Taxes

This adjustment results from the income tax treatment of items referenced in FOOTNOTES A/ through E/.

FOOTNOTE H/ $(545,876) Electric Plant-in-Service

This adjustment reflects treatment of the corporate headquarters and Rome headquarters buildings as operating leases; removes the investment associated with unregulated outdoor lighting; and removes the closures associated with Plant Vogtle Units 3 and 4 whose carrying cost is recovered through the NCCR tariff.



FOOTNOTE I/ $(116,469) Nuclear Fuel

This adjustment removes nuclear fuel associated with Plant Vogtle Units 3 and 4.

FOOTNOTE J/ $(88,678) Accumulated Reserve for Depreciation

This adjustment reflects the treatment of the Rome headquarters building as an operating lease and the removal of accumulated depreciation associated with unregulated outdoor lighting.



FOOTNOTE K/ $(4,757) Fuel and Materials & Supplies Inventory

This adjustment removes materials and supplies inventories associated with unregulated outdoor lighting.

FOOTNOTE L/ $920,574 ARO Regulatory Liability (254)

This adjustment removes the external nuclear decommissioning regulatory liability funded through an external trust.

FOOTNOTE M/ $(151,779) Adjustment to Accumulated Deferred

Income Taxes (282)

This adjustment removes ADITs associated with CWIP, unregulated outdoor lighting, NCCR, and the Rome Headquarters building.



FOOTNOTE N/ $1,256 Adjustment to Accumulated Deferred

Income Taxes (283)

This adjustment removes ADITs associated with the NCCR and DSM tariffs.

FOOTNOTE O/ $(4,347) Adjustment to Accumulated Deferred

Income Taxes (190)

This adjustment removes ADITs associated with stock-based compensation, unregulated outdoor lighting, DSM tariff, NCCR tariff, Rome Headquarters building, and CWIP.



FOOTNOTE P/ $(135) Cash Working Capital

This adjustment reflects cash working capital impacts of adjustments in FOOTNOTES A/ through G/. The following page provides a detailed calculation of the adjustment.