

NOTICE TO ELECTRIC SYSTEM CONSUMERS OF INVESTMENT  
IN COMMERCIAL BROADBAND

Knoxville Utilities Board (KUB) requested authorization from its regulator, the Tennessee Valley Authority (TVA), to invest electric system revenues in its commercial broadband division. This Notice is being provided to KUB's members pursuant to TVA's regulatory transparency requirements.

Previously, KUB filed an application with TVA requesting authorization to invest its electric system revenues in its broadband division. Specifically, KUB's broadband division, will use electric system revenues to finance the deployment of broadband equipment and start-up its commercial broadband business in its service territory over multiple years.

The total combined fiber investment for electric and commercial broadband purposes is projected to be \$436.3M. Of this amount, KUB previously loaned \$35M to its broadband division in 2021. KUB now plans to loan an additional \$20M to its broadband division, for commercial broadband purposes. Per TVA requirements and conditions of TVA's authorization, KUB's broadband division, is required to repay KUB's electric division for the electric funds being loaned to it for commercial broadband purposes.

Any questions regarding this broadband investment should be directed to Jamie Davis, Vice President, by email using [BroadbandFeedback@kub.org](mailto:BroadbandFeedback@kub.org) or by phone at 865-524-2911.

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