



# HIGHLIGHTS OF POWER ADVISORY TEAM MEETING TVA PRESENTATION

**THURSDAY, MAY 16, 2019 at WHITEHAVEN COMMUNITY CENTER**

## **PSAT Advisory Team Attendees included:**

George Barnes  
Harold Byrd  
Sally Heinz  
Eddie S. Jones Jr.  
Martavius Jones  
Richard Kelley

Dwain Kicklighter  
Dennis Lynch  
Doug McGowen  
Bo Mills  
Mike Pohlman  
Randy Richardson

Gina Stewart  
Jim West  
Linda Lou Williams, Rise  
Linda Lee Williams, NAC  
Sandra Upchurch  
J.T. Young

- **Frank Fletcher** – Safety briefing and introductions
- **J.T. Young** – Review of prior meeting.

## **TVA Overview**

- **Jeff Lyash, President and CEO TVA**
  - TVA understands this is an important decision and realizes MLGW needs to make the right decision for Memphis.
  - MLGW and TVA have had a mutually beneficial partnership for more than 80 years.
  - TVA's Economic Development – 24 new location projects and 63 expansion projects. Over \$70 million each year in the Memphis community, including \$17 million in tax equivalent payments.
  - TVA's mission is to continue to keep power affordable. Flat, stable and low rates.
  - TVA has the most reliable and robust systems in North America.
- **John Thomas, CFO, TVA**
  - TVA has a diverse power system portfolio and will continue to increase nuclear and reduce coal.
  - Working towards a cleaner portfolio. Planning to increase use of solar power.
  - TVA exceeded their goal to reduce their expenses.
  - TVA will continue to benchmark other functions.
  - Invested more in the transmission infrastructure.
  - Working on reducing their debt. Debt has been reduced \$3 billion.

## **TVA - POINTS FOR CONSIDERATION DURING THE IRP PROCESS:**

- ✓ Be careful and diligent to understand ALL risks and think about it from a 20-year perspective. Energy price is not all that matters. There are a lot more elements to consider. Look at the whole price picture.
- ✓ Look at everything including the capacity, fuel mix, transmission delivery and how long you will commit to it? Understand all risks are involved.
- ✓ TVA Advantage – Robust transmission delivery system and have all already made significant investments in capital projects.
- ✓ As of today, TVA is projecting a decade of flat prices.
- ✓ TVA is committed to Memphis. TVA realizes their need to be here more and build a better relationship.
- ✓ TVA is going to do the right thing with the Allen Steam Plant site.
- ✓ As you go through the RFP process, TVA is here to help.

## **Wrap Up – J.T. Young & Frank Fletcher - Brief review and Q/A opportunity**

- Next meeting: Thursday, June 6, 10 a.m. - 2 p.m., Ben Hooks Library, Meeting Room C