



Investment Credit: 5-Year Option

Supporting Companies That Contribute to Economic Growth

The VIP Investment Credit is an economic development incentive program jointly offered by TVA and participating local power companies. The Investment Credit provides financial incentives to qualifying power customers who contribute to the economic development of the seven-state Tennessee Valley region and complement TVA's power system resources.

Customers in targeted sectors whose facilities meet the following program qualifiers may be eligible for the Investment Credit:

Customer Characteristics

- Minimum projection of 250-kilowatt peak monthly demand
- Minimum projection of 25 employees or additional 5 million kWh annual usage
- No plans to reduce workforce by 50 percent or more
- Financially viable

Long-Term Commitments

- **Existing industry:** Projected five-year capital investment of the lesser of 25 percent of plant's book value or \$100 million
- **Newly locating company:** Projected five-year capital investment of \$2.5 million
- **Standard power contract** with a remaining term at least as long as the award period

Award amounts are based on a customer's five-year projections and actual performance in the following categories:

- Capital investment
- Full-time equivalent employees
- Average annual wages
- Power demand
- Energy usage

The Investment Credit is subject to the availability of budgeted funds and will be paid as a monthly power bill credit over a five-year period.

For more information, contact your local economic development consultant.

