



1101 Market Street, Chattanooga, Tennessee 37402

TVA Notice

Alcorn County Electric Power Association (ACE Power) submitted a request for TVA to authorize a proposed investment of ACE Power's revenues in its wholly owned subsidiary, ACE Fiber, to support the deployment of commercial broadband. ACE Power is subject to TVA's regulation pursuant to Section 10 of the TVA Act and the wholesale power contract between ACE Power and TVA. TVA has reviewed ACE Power's request and hereby gives notice that TVA has authorized ACE Power to invest electric system revenues in ACE Fiber, in an amount not to exceed \$4,000,000 for 19 years. TVA estimates that the total investment for both electric and commercial broadband will not have any rate impacts on consumers.

ACE Fiber must enter into a use of funds agreement consistent with TVA's regulation. Specifically, the use of funds agreement will require the investment be repaid with interest and will contain risk mitigation and compliance measures designed to protect electric consumers.

If you have questions or need additional information, please contact ACE Power's Sean McGrath (CFO) at P. O. Box 1590, Corinth, MS 38835-1590, or by email at smcgrath@ace-power.com or by phone at (662) 287-4402.