



Small Manufacturing Credit

The Small Manufacturing Credit is designed to help avoid a potential loss of manufacturing load, which would threaten TVA's ability to keep rates low for all consumers. The credit offers significant power cost savings to qualifying manufacturers, which in turn helps retain manufacturing load in the Tennessee Valley region. Everyone benefits when there are manufacturing jobs in the Valley.

Availability

The credit is available under Part 3 of the GSA or TGSA schedules to customers that meet the following requirements:

- Contract demand greater than 1,000 kW but not more than 5,000 kW, and
- Meet the SIC code requirement for Manufacturing: (20 through 39)

Credit

In any month when the metered demand for firm power exceeds 1,000 kW, a credit is applied to each kW of metered demand used in determining the firm billing demand and each kWh of firm energy.

For customers meeting the eligibility and power demand requirements shown above, the monthly credit is equal to the sum of:

GSA3

- \$1.38 per kW for the first 1,000 kW of metered demand
- \$1.63 per kW of any metered demand amount in excess of 1,000 kW, and
- 0.54¢ per kWh of firm energy

TGSA3*

- \$1.52 per kW of metered onpeak demand
- \$0.16 per kW of any amount by which the metered offpeak demand exceeds the metered on-peak demand
- 0.708¢ per kWh of firm onpeak energy, and
- 0.433¢ per kWh of firm offpeak energy

* The demand credits for TGSA3 schedules that do not provide for different onpeak and offpeak charges will be credited at the GSA3 credit amounts.

This credit will be applied prior to the application of any applicable credits under the Enhanced Growth Credit Program, or any comparable program.