TVA Tax Equivalent Payments Total Record $376 Million

TVA paid state and local governments a record $376 million in lieu of taxes in 2006, an increase of more than $11 million from the previous year.

"The total payments are up 3 percent from 2005, reflecting continued economic growth in the TVA region and increased power sales," said TVA President and CEO Tom Kilgore. "TVA's payments in lieu of taxes are an important source of revenue for local communities, which use the money to help fund their programs and services."

TVA makes tax equivalent payments to eight states and to local governments within those states in accordance with the TVA Act. The tax equivalent payments made during 2006 were based on TVA power sales revenue in 2005 and TVA-owned power property in each state

TVA has been making tax equivalent payments since 1933. Most of the money is paid directly to state governments. However, all or part of the amount paid by TVA is redistributed to local governments according to formulas in each state. Total payments by TVA to each state and county for fiscal year 2006 are:

Alabama	$ 93,427,798
Georgia	6,113,871
Illinois	356,774
Kentucky	33,026,901
Mississippi	20,221,776
North Carolina	1,850,072
Tennessee	221,017,704
Virginia	130,711