



January 16, 2025

Election of Officers





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Disposition of Electric Real Property

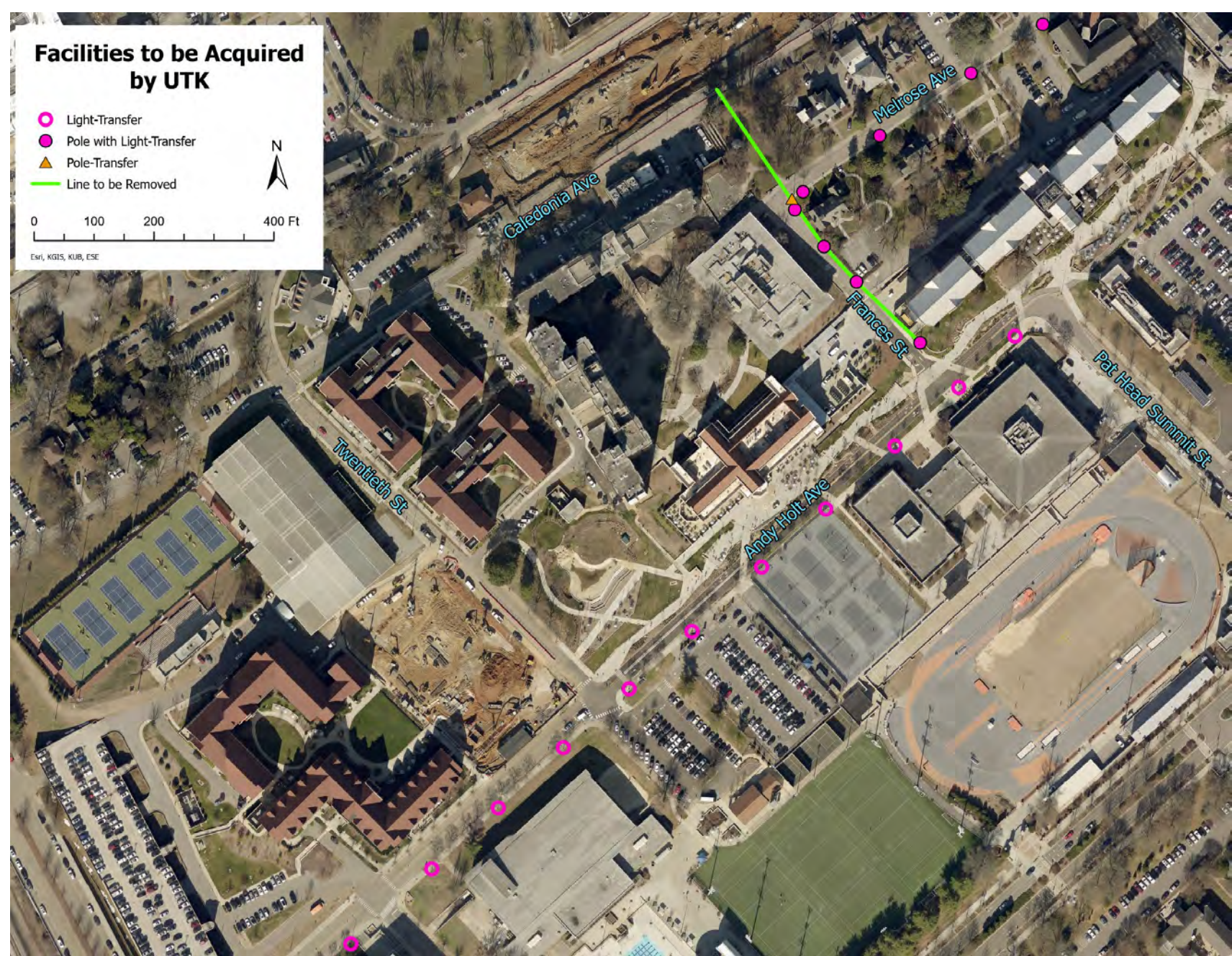
Resolution 1503



Overview

- KUB owns certain electric facilities along Andy Holt Avenue, Melrose Avenue, and Frances Street on the University of Tennessee campus
- UT wishes to assume ownership and operation of these facilities to provide power through their electric distribution system
- UT will purchase the facilities for \$19,332 (net book value)

Location of Facilities



Resolution 1503

- Finds the electric facilities are no longer necessary for the operation of the electric system or any other KUB system
- Authorizes the President and CEO to sell or otherwise dispose of the electric facilities
- Directs that proceeds of any sale of the electric facilities be placed in the accounts of the Electric Division



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Annual Disclosures



Background of Ethics Policies

- Pre-2000: City Charter, Resolution 1, general state law
- 2000: Conflict of interest added to By-laws
- 2005: Employee Conflict of Interest Policy and required annual disclosure
- 2006: TN State Ethics Commission established
- 2007: Board adopted Ethics Policy
- 2012: By-laws ethics section updated
- 2013: Annual disclosure requirement adopted

Ethics Policy Components

- Aligns with governing statutes and guidelines
- Certifies compliance with ethical standards
 - Political activity
 - Nepotism
 - Gifts and gratuities
 - Personal and financial interests
 - Improper use of position or authority
 - Improper use of KUB time, facilities, and equipment
- Requires disclosure if a conflict exists

Annual Disclosure Form

- Annual disclosure occurs in January
- Return forms before end of January

KNOXVILLE UTILITIES BOARD COMMISSIONER CONFLICT OF INTEREST FORM

COMMISSIONER INFORMATION

Name: _____		
Home Address: _____	Unit # _____	
City _____	State _____	ZIP _____
Business Name _____		
Address _____		Unit # _____
City _____	State _____	ZIP _____

DISCLOSURE STATEMENTS

Please initial beside each true statement. Provide a detailed explanation on the next page for any untrue statement.

1	<input type="checkbox"/>	My residence is within Knox County limits.
2	<input type="checkbox"/>	I do not have a nepotism conflict as defined by Article X, Section 1016 of the City of Knoxville Charter. ¹
3	<input type="checkbox"/>	Other than my position as KUB Commissioner, I am not a Public Official as defined by Section 1102 of the City of Knoxville Charter ² nor am I an employee or a retiree of an energy, water or wastewater utility, energy company, telecommunications utility, or any other utility service provider.
4	<input type="checkbox"/>	I do not have a personal interest or work for a business or entity which has a financial interest in any business relationship with KUB other than the purchase of utility services as defined by Section 2 of the KUB Ethics Policy (see attached policy).
5	<input type="checkbox"/>	I have not directly or indirectly accepted any money, gift, gratuity, or other consideration or favor of any kind from anyone other than KUB for the performance of an act or refraining from performance of act in the regular course of my duties as a KUB Commissioner.
6	<input type="checkbox"/>	I have not disclosed any confidential information obtained in my capacity as a KUB Commissioner other than as authorized or required by law.
7	<input type="checkbox"/>	I have not used or disclosed information obtained in my capacity as KUB Commissioner in a way that resulted in financial gain for myself or any other person or entity.
8	<input type="checkbox"/>	I have not used or authorized the use of KUB time, facilities, equipment, or supplies for private gain or advantage to myself or any other private person or entity.
9	<input type="checkbox"/>	I have not made any private purchase in the name of KUB.
10	<input type="checkbox"/>	I have not used my position as a KUB Commissioner to secure any privilege or exemption for myself or others not authorized by the Charter, general law, resolution, by-law or policy of KUB.
11	<input type="checkbox"/>	I have not accepted or continued any employment that unreasonably inhibits the performance of any affirmative duty of my position as KUB Commissioner or that conflict with any provision of the KUB Charter, any KUB Resolution, Bylaw or policy.

¹ Charter Article X, Section 1016 says, "No officer or employee elected or appointed by the council, the board of education, the civil service merit board, the Knoxville Utilities Board, or any appointing authority or administrative officer shall be related to any of said members of the council, the board of education, the civil service merit board, the Knoxville Utilities Board, or any appointing authority or administrative officer controlling or having a vote or voice in the election or appointment of said officer or employee within the third degree, either by affinity or consanguinity."

² Public Official shall mean any person who is an elected official or an employee of the City of Knoxville or any municipality, county government, or state government except for notary public, a member of the National Guard of the State of Tennessee, or employee of public education.

Tennessee Open Meetings Act

- Applies to public body with authority to make decisions or recommendations to a public body
- Requires
 - Adequate public notice
 - Minutes recorded and open to public
 - All decisions or deliberations toward a decision discussed in open meetings
 - Public votes

Tennessee Public Records Act

- Applies to all records, regardless of physical form or characteristics, made or received during KUB's course of business
- Resolution 1358 established KUB policy
- Provisions include
 - Processes for making and responding to request
 - Naming of public records coordinator
 - Making policy available on website



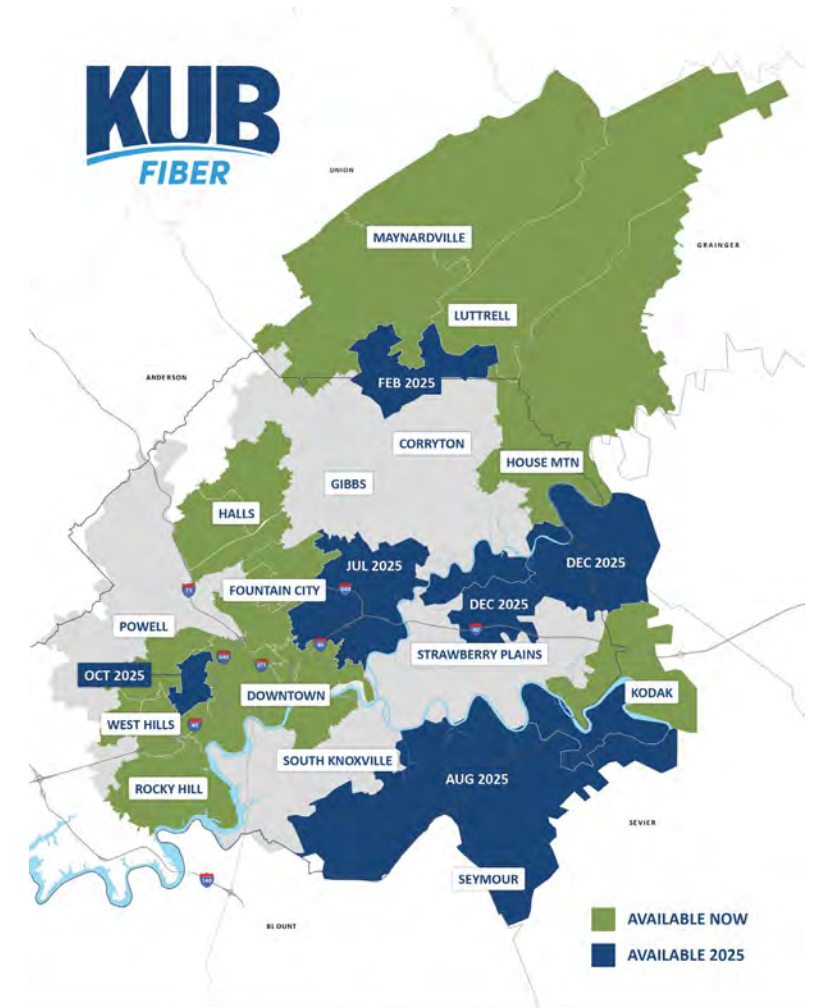
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FY25 Second Quarter Fiber Update



FY25 Construction on Target

- Installed 227 miles of fiber in second quarter of FY25
 - FYTD: 587 miles
 - FY25 Goal: 1,400 miles
- Service available to an additional 31,000 customers
 - FY25 Goal: 65,000 additional
- Currently available to 81,660 customers
 - FY25 Goal: 115,000
- Construction on target and on budget

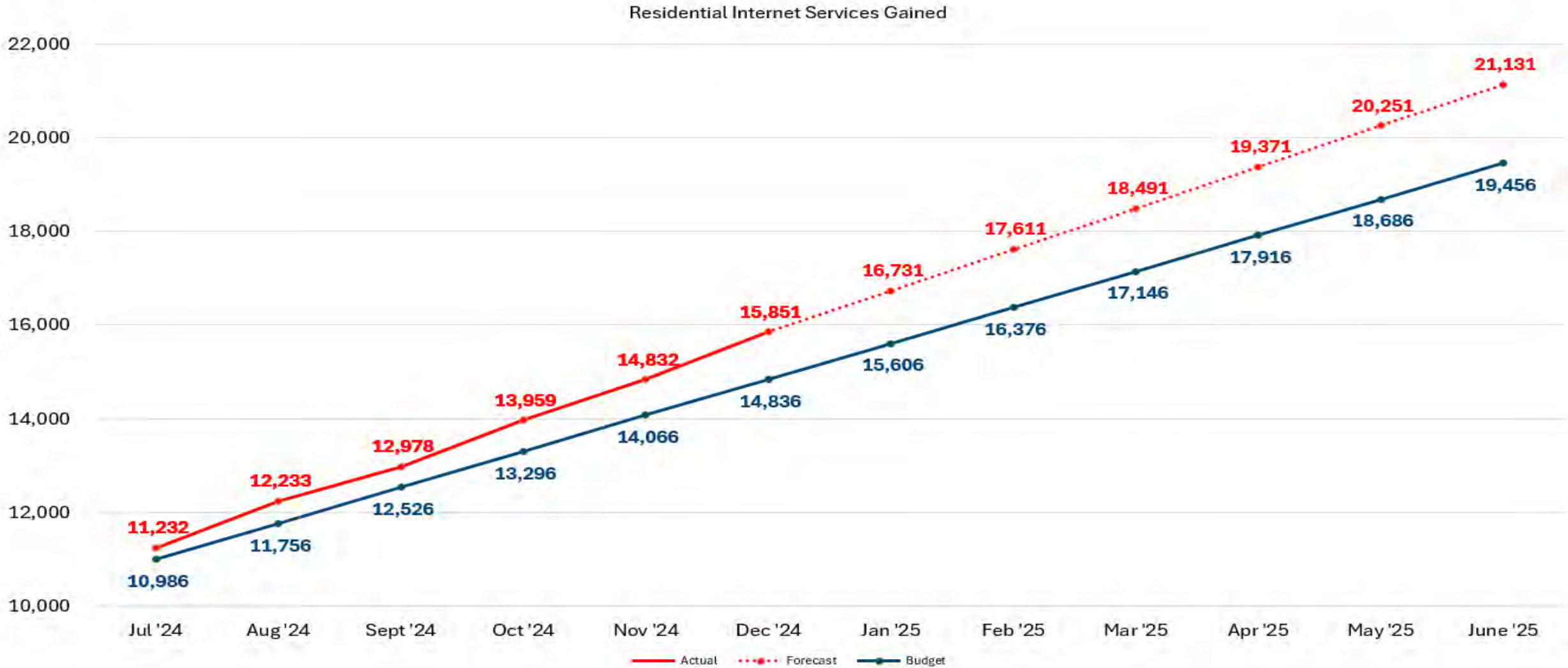


Strong Customer Growth Continues in Second Quarter

- Exceeded sales goals again this quarter
 - Goal: 2,310 new residential customers
 - 2,873 new residential customers
- 16,599 internet customers total
 - 15,851 residential, 748 business
- Customer retention at 99%



Fiber Residential Internet Customer Count



ConnectED Continues to Grow

- Provides high-quality internet services for low-income families in Knoxville and Knox County
- Marketing efforts target both general awareness and potential eligible customers
- 34 new customers added in second quarter
 - More than 130 households currently served
- Outreach efforts to expand with Knox County Schools and Knoxville Chamber's E-Knox Initiative



Learning from Storms

- Prepare for storms like other divisions
- Priority given to existing customer trouble appointments
- Balance safety with keeping installation appointment
- Assess when installations can resume safely
- Rebalance upcoming schedule to accommodate rescheduled appointments



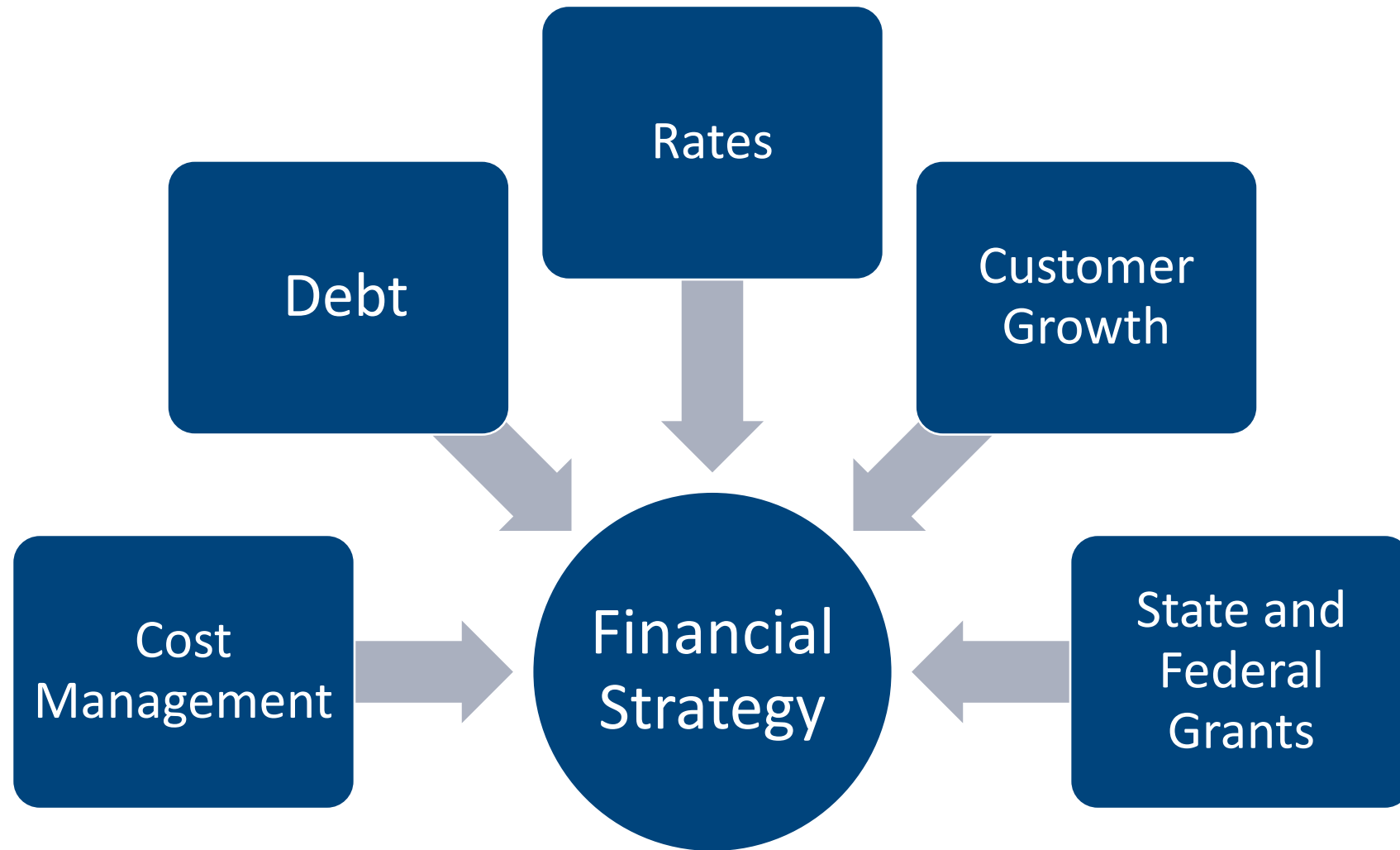


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Grant Funding



Grant Funding Part of Financial Strategy



Grants Team

- Formed in response to grant funding opportunities under the American Rescue Plan Act (ARPA), Infrastructure Investment and Jobs Act (IIJA), and Inflation Reduction Act (IRA)
- Areas of focus
 - Research
 - Evaluation
 - Application support
 - Administration support
 - Central documentation
 - Central knowledge base

Awarded Funding

Division	Project	Award Amount
Water	MBW Water Filter Project	\$25.1M
Electric	Fiber-to-the-Home	\$15.3M
Electric	EV Fast Chargers	\$ 1.3M
Wastewater	Walker Springs Pump Station	\$ 4.7M
Gas	Steel Pipe Replacement	\$ 5.0M
Electric	Community Solar and EVs	\$ 0.5M
Electric	SCADA System Cybersecurity	\$ 0.5M
	Total	\$52.4M

These Fiber-to-the-Home assets are in the EL division.

Grant Projects



MBW Water Filter Project \$25.1M



Fiber-to-the-Home \$15.3M

Grant Projects



EV Fast Chargers \$1.3M

Grant Projects



Walker Springs Pump Station \$4.7M



Gas Steel Pipe Replacement \$5.0M

Grant Projects



Community Solar \$0.5M



EVs \$15K

Elective Pay Tax Credits

- Tax credits reinvested back into community solar
- Share costs lowered from \$5 to \$3.50



KUB Community Solar

Connecting customers to clean, locally generated renewable energy

Simple. Local. Green.

Thank you for being a KUB Community Solar subscriber. We are excited to announce that share costs are now lower!

Your community solar cost per share is decreasing to \$3.50 per share. This change will be reflected on your February bill.

Through the Inflation Reduction Act (IRA), KUB was an early adopter of a new offering that allows public entities to earn clean energy tax credits. KUB is reinvesting its funding back into community solar to reduce the subscription cost for participants.



Looking Ahead

- Execute awarded projects
- Leverage internal expertise
- Stay informed



KUUB

KNOXVILLE
UTILITIES BOARD