

TVA NEWS RELEASE

TVA Reports First Quarter Fiscal Year 2026 Financial Results

- **Listen:** Click [here](#) to listen to TVA's first-quarter financial results webcast at 9:30 a.m. ET today or visit TVA Investor Relations (tva.com/investors) for the recording and transcript.
- **Strong Financial Performance:** TVA reported \$3 billion in total operating revenues through the first quarter of 2026, with sales of electricity up 4% year-over-year.
- **Board Leadership Restored:** Four new members have joined TVA's Board of Directors, restoring a quorum.
- **Operational Excellence Delivered:** TVA provided affordable, reliable power during the start of winter, meeting growing demand with strong operational performance.

KNOXVILLE, Tenn. — The Tennessee Valley Authority reported \$3 billion in total operating revenues on 40 billion kilowatt-hours of electricity sales for the three months ending on Dec. 31, 2025. Total operating revenues increased 4.4% over the same period last year, primarily due to higher sales volume. Sales of electricity increased approximately 4% compared to the same period of the prior year, primarily driven by weather impacts and increases within the data processing, hosting, and related services sector.

"TVA is leading America's energy independence and security," said TVA President and CEO, Don Moul. "These results reflect more than financial strength — they underscore TVA's role in shaping the nation's future. Our mission is clear: deliver reliable, affordable power while driving innovation that positions the U.S. at the forefront of the global energy and AI revolution."

That mission was put to the test when Winter Storm Fern struck — bringing icy conditions across a large part of TVA's service territory, and these are among the most challenging scenarios for utilities. TVA's investments in resilience ensured the grid stood strong, and the TVA team worked around the clock for the people of the region.

"Beginning Sunday, January 25, TVA crews worked to restore customer connection points supplying electricity to local power companies. By Wednesday,

January 28, 2026, all the connection points were restored, further clearing the way for those local power providers to complete restoration of their systems,” Moul said. “We continue to coordinate closely with the local power distributors and are supporting their efforts to restore their systems and help their communities, including providing drones to evaluate damage and delivering other supplies. Thank you to all those line workers, site and field personnel, and system operators who responded immediately — and continue to respond — to bring power back to storm-affected areas as quickly as possible.”

More on TVA’s first quarter financial results:

Fuel and purchased power expense was \$25 million higher in the first three months of fiscal year 2026 over the same period of the prior year, primarily due to higher purchased power market prices and higher demand for energy as compared to the same period of the prior year. TVA’s diverse energy portfolio — including nuclear, natural gas, hydroelectric and other renewables, coal, and storage technologies — enabled us to maintain system reliability and successfully meet demand throughout the first quarter of fiscal year 2026.

Operating and maintenance expenses decreased by \$56 million over the same period last year, driven primarily by IRA tax credits recorded in the three months ended Dec. 31, 2025.

Depreciation and amortization expense was \$14 million higher than the same period last year, primarily due to an increase in depreciation expense related to net completed plant additions.

Interest expense was \$29 million higher than in the same period last year, primarily driven by higher average balances and rates on long-term debt.

TVA’s net income was \$266 million for the three months ending on Dec. 31, 2025, \$141 million higher than the same period of the prior year, primarily due to higher operating revenues.

“TVA delivered a solid start to fiscal year 2026, supported by growing power demand and financial discipline,” said Tom Rice, TVA’s Chief Financial Officer. “Our

strong operating performance and revenue growth enable us to reinvest in critical infrastructure and fund new generation resources to support the national mandate to achieve energy dominance. As we navigate one of the most significant investment periods in TVA's history, we remain focused on maintaining long-term financial strength while meeting the region's growing energy needs."

TVA's first quarter fiscal year 2026 results will be shared during a webcast at 9:30 a.m. ET today. Please click [here](#) to join the webcast. A replay and transcript will also be available for one year on TVA's website at <https://www.tva.com/investors>.

Selected Financial Data — Three Months Ended December 31		
Sales, Revenues, & Expenses	2025	2024
Sales (millions of kWh)	39,577	38,031
Operating Revenues (\$ millions)	\$ 3,049	\$ 2,920
Fuel & Purchased Power Expense	924	899
Operating & Maintenance Expense	849	905
Interest Expense	309	280
Net Income	266	125
Net Cash Provided by / (Used in) (\$ millions)	2025	2024
Operating Activities	\$ 330	\$ 450
Investing Activities	(1,208)	(1,378)
Financing Activities	(197)	958

TVA's quarterly report on Form 10-Q provides additional financial, operational, and descriptive information, including unaudited financial statements for the quarter ending on December 31, 2025. TVA's quarterly report and other SEC reports are

available without charge on TVA's website at <http://www.tva.com/investors> or on the SEC's website at <http://www.sec.gov>.

This release may contain forward-looking statements relating to future events and future performance. Although TVA believes that the assumptions underlying these statements are reasonable, numerous factors could cause actual results to differ materially from those in the forward-looking statements. Please refer to TVA's most recent annual report on [Form 10-K](#) and quarterly report on [Form 10-Q](#) for a discussion of factors that could cause actual results to differ from those in the forward-looking statements.

TVA has one of the most diverse energy systems — including nuclear, hydro, solar, gas, coal, and advanced technologies. TVA is making significant investments in its power system toward new generation and transmission.

TVA is a corporate agency of the United States, receiving no taxpayer funding, deriving virtually all its revenues from sales of electricity. TVA maintains some of the lowest energy costs and highest reliability in the nation. TVA's residential rates are lower than those paid by over 80% of customers of the top 100 U.S. utilities, and its industrial rates are lower than those paid by over 90% of customers of the top 100 U.S. utilities. In addition, TVA provides flood control, navigation, and land management for the Tennessee River system, and assists local power companies and state and local governments with economic development and job creation. Learn more at TVA.com.

#

Media Contact: Melissa Greene, TVA Media Relations, Knoxville, 865-632-6000
www.tva.com/news
Follow TVA news [LinkedIn](#), [Facebook](#), [Instagram](#), and [X](#)

Investor Relations: Investor Relations
investor@tva.gov
www.tva.com/investors

(Distributed: February 3, 2026)