

CITY ORDINANCE NO. CO-048-2026

AN ORDINANCE OF THE LAFAYETTE CITY COUNCIL AMENDING THE FY 25/26 OPERATING AND CAPITAL BUDGET OF THE LAFAYETTE CITY-PARISH CONSOLIDATED GOVERNMENT BY INCREASING THE USE OF RETAINED EARNINGS RESERVE IN THE AMOUNT OF \$4,513,220 AND USING PRIOR YEAR FUND BALANCE IN THE AMOUNT OF \$2,743,325 WITHIN THE UTILITIES DEPARTMENT

BE IT ORDAINED by the Lafayette City Council, that:

SECTION 1: The FY 25/26 operating and capital budget of the Utilities Department of the Lafayette City-Parish Consolidated Government are hereby amended by adjusting the appropriations of the Utilities Department.

SECTION 2: This transfer of funds shall be reflected in any pertinent documents which are attached and made a part hereof and filed in the Office of the Clerk of the Council.

SECTION 3: All ordinances or resolutions, or parts thereof, in conflict herewith are hereby repealed.

SECTION 4: This ordinance shall become effective upon signature of the Lafayette Mayor-President, the elapse of ten (10) days after receipt by the Lafayette Mayor-President without signature or veto, or upon an override of a veto, whichever occurs first.

* * * * *

This page intentionally left blank



Internal Memorandum

Utilities Department
Support Services Division (7001)

TO: Rachel Godeaux

DATE: May 18, 2026

THRU: Karen Fontenot *KF* Spencer Lormand *SL* Denise Deville *DD* Jeffrey B. Stewart *JBS*

FROM: Alison Alleman

SUBJECT: 06/02/26 City Council Agenda Item - Amended LUS FY 2025-2026 Budget O&M and Capital

Attached is an ordinance and supporting documents pertaining to amending the FY 2025-2026 budget of the Utilities Department, Lafayette Utilities System (LUS). The amendment is an adjustment of Operations & Maintenance and Capital appropriations to reflect a new projection of expenditures through the remainder of the fiscal year. A highlight of the amendment is as follows:

- Operations & Maintenance
 - Additional fuel and purchase power costs are related to the increased MISO market purchase and LPPA generation costs. These appropriations are funded through fuel adjustment revenue and purchase power sales to MISO.
 - Additional funding for Residential Subdivision reimbursements and ILOT payments based on the FY 2025 calculation
- Normal Capital Projects
 - Additional funding for Electric Distribution Infrastructure, Overhead/Underground Line Improvements, and East Plant Improvements.
- Capital Improvement Projects
 - Additional funding for Substation Transformer Replacement, Bertrand Electric Rehab, Aged Primary Cable Replacements, Replacing Direct Bury Cable, Wastewater Collection Building Improvements, and Plant Rehabilitation projects.
- Special Equipment Projects
 - Reallocating existing Special Equipment funding across multiple divisions

This appropriation increase is funded through the use of retained earnings, which will be decreased by approximately \$4,513,220 and the use of PY Fund Balance, which will be increased by approximately \$2,743,325 as a result of this amendment.

The Utilities Department is governed by the City; therefore, please place this on the agenda for the Lafayette City Council for introduction on June 2, 2026 with final adoption on June 16, 2026.

Please let me know if you have any questions or need additional information.

Alison Alleman
Customer and Support Services Manager

/eq

Attachments

c: LUS Managers
Gwen Burleigh
Emily Quebedeaux

RECEIVED

MAY 19 2026

OFFICE OF THE CAO

LAFAYETTE CITY COUNCIL MEETING

AGENDA ITEM SUBMITTAL FORM

1) **JUSTIFICATION FOR REQUEST:** An ordinance of the Lafayette City Council amending the FY 25/26 Operating and Capital Budget of the Lafayette City-Parish Consolidated Government by increasing the use of retained earnings reserve in the amount of \$4,513,220 and using prior year fund balance in the amount of \$2,743,325 within the Utilities Department.

2) **ACTION REQUESTED:** Approval of Ordinance

3) **COUNCIL DISTRICT(S) (CIP PROGRAM/PROJECTS ONLY):** Districts 1-5

4) **REQUESTED ACTION OF COUNCIL:**

A) **INTRODUCTION:** June 2, 2026

B) **FINAL ADOPTION:** June 16, 2026

5) **DOCUMENTATION INCLUDED WITH THIS REQUEST:**

A) Internal Memorandum (1 page)

B) Ordinance (1 page)

C) Budget Revision (1 page)

6) **FISCAL IMPACT:**

Fiscal Impact (\$4,513,220 reduction in retained earnings reserve, and \$2,743,325 increase in the use of PY Fund Balance)

No Fiscal Impact

RECOMMENDED BY:


JEFFREY B. STEWART
UTILITIES DIRECTOR

APPROVED FOR AGENDA:


RACHEL GODEAUX
CHIEF ADMINISTRATIVE OFFICER