OFFICE OF THE CITY MANAGER
LITTLE ROCK, ARKANSAS

BOARD OF DIRECTORS COMMUNICATION
NOVEMBER 17, 2026 AGENDA

Subject:	**Action Required:**	**Approved By:**
2027 Entergy Arkansas, LLC Franchise Fees	√ **Ordinance** Resolution	
Submitted By: Finance Department		Delphone Hubbard City Manager

SYNOPSIS	An annual ordinance to fix and impose the aggregate amount of fees and charges to be paid to the City of Little Rock, Arkansas, amd establish the franchise fees to be paid by Entergy to the City of Little Rock, Arkansas for providing electrical service within the City. The Franchise Fee rates for fiscal year 2027 shall be the sum of (i) 5.2% of the gross revenue collection as paid to it by industrial, commercial, and residential users located within the corporate limits of the City of Little Rock, excluding its gross revenue collection as paid to it by any High Load User, located within the corporate limits of the City of Little Rock and (ii) 0.25% of its gross revenue collection as paid to it by any High Load User or the sum of Eight Million, Eight Hundred Thousand Dollars ($8,800,000.00), whichever is greater.
FISCAL IMPACT	The electric franchise fee is projected to generate over $17 million in revenues in fiscal year 2027.
RECOMMENDATION	Pass the Ordinance.
BACKGROUND	Annually, the Board of Directors approves an ordinance establishing the franchise fees to be paid during the next fiscal year including the rates of those franchise fees. This ordinance is necessary for the continued levy of franchise fees for fiscal year 2027 at the currently established rates.