



Board of Light, Gas and Water Commissioners

220 S. Main Street
Memphis, TN 38103
www.mlgw.com

Board Meeting

~ Minutes ~

Wednesday, September 2, 2015

1:00 PM

Board Room

CALL TO ORDER AND OPENING REMARKS:

Chairman Sisnett

The meeting was called to order at 1:00 p.m.

PLEDGE OF ALLEGIANCE:

Chairman Sisnett

The Pledge of Allegiance was recited.

ROLL CALL:

Dana Jeanes

Attendee Name	Title	Status	Arrived
Derwin Sisnett	Chairman	Present	
Darrell T. Cobbins	Vice Chairman	Present	
Steven Wishnia	Board Member	Present	
Carlee McCullough	Board Member	Present	
Rick Masson	Board Member	Late	1:01 PM

The following staff members were present: Jerry R. Collins, Jr., President and CEO; Dana Jeanes, Vice President, CFO and Secretary-Treasurer; Cheryl Patterson, Vice President and General Counsel; Nick Newman, Vice President, Construction and Maintenance; Christopher Bieber, Vice President, Customer Care; Alonzo Weaver, Vice President, Engineering and Operations; and Lashell Vaughn, Vice President and Chief Technology Officer. Von W. Goodloe, Vice President, Human Resources, did not attend the meeting.

APPROVALS:

Motion To: Approve Minutes of the Meeting of August 19, 2015.

RESULT: ADOPTED [UNANIMOUS]
MOVER: Steven Wishnia, Board Member
SECONDER: Carlee McCullough, Board Member
AYES: Sisnett, Cobbins, Wishnia, McCullough, Masson

CITY COUNCIL ACKNOWLEDGEMENTS & UPDATE:

Dana Jeanes

Receipt of Certified Copies of City Council Resolutions dated August 18, 2015, Items 13 through 16 and Items 18 through 29. (See Minute File No. 1392.)

PRESENTATIONS:

(None)

GENERAL STATEMENTS FROM THE PUBLIC:

Harrison Currie, 4610 Tulip Bend and Demetrius Montague (no address given on card), both MLGW employees, addressed the Board at the podium at the same time. They had the same complaint stating they had been passed over for a promotion which they felt they were qualified for. They stated they were not interviewed or properly considered. They went into details of the job posting, their training and experience, and concern that the position is being filled by a retiree brought back to work. President Collins asked if anyone in the Board Room could address their complaint. Rutha Griffin was present and provided some information pertaining to the position; however, President Collins asked her to report back to the Board at the next meeting with details.

PRESIDENT'S BRIEFING:

1. Review of Consent Agenda - Jerry R. Collins, Jr.

(President's Briefing Continued on Page 77)

The original of the resolutions and documents relating to each item is filed in the vault on the fifth floor of the MLGW Administration Building, 220 South Main. The original documents shall control in the event of any conflict between the description and these minutes and the original documents.

CONSENT AGENDA

(Items 1 through 11)

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Steven Wishnia, Board Member
SECONDER:	Carlee McCullough, Board Member
AYES:	Sisnett, Cobbins, Wishnia, McCullough, Masson

CONSTRUCTION & MAINTENANCE DIVISION

(None)

CUSTOMER CARE DIVISION

1. Resolution awarding Contract No. 11784, Electric Meter Socket Replacement, to F & F Enterprise, in the funded amount of \$868,065.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
2. Resolution approving Contract No. 11832 between Memphis Light, Gas and Water Division and ANR Pipeline Company, in the amount of approximately \$10,299,870, for seven winter seasons (November through March), effective November 1, 2015 and ending March 31, 2022. (Chris Bieber) (REQUIRES CITY COUNCIL APPROVAL)

ENGINEERING & OPERATIONS DIVISION

3. Resolution awarding Contract No. 11802, Repairs to Mallory Pumping Station West Reservoir, to Atlas Coatings, Incorporated, in the funded amount of \$198,750.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
4. Resolution awarding a contract to Universal Scaffold & Equipment, LLC, for swaged aluminum electrical substation connectors, in the amount of \$62,678.97. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
5. Resolution awarding a contract to Weldship Corporation, for the purchase of an ethylene storage tube trailer, in the amount of \$109,650.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

FINANCE DIVISION

6. Resolution approving the selection of LMCG Investments, LLC, a small cap growth manager, to manage approximately \$38,000,000, for the benefit of the MLGW Retirement and Pension Fund, as part of a reallocation. (Dana Jeanes/REQUIRES CITY COUNCIL APPROVAL)
7. Resolution approving the selection of StoneRidge Investment Partners, a small cap growth equity manager, to manage approximately \$10,000,000, for the benefit of the MLGW Retirement and Pension Fund, as part of a reallocation. (Dana Jeanes/REQUIRES CITY COUNCIL APPROVAL)
8. Resolution awarding Contract No. 11822, Ignite Services-PayPoint, to First Data, in the funded amount of \$1,800,000.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
9. Resolution approving the ratification, change, renewal, and authorization to pay for services, maintenance, and support of Change No. 7, Contract No. 11292, Cashiering System Replacement, with System Innovators in the funded amount of \$254,118.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

GENERAL COUNSEL DIVISION

(None)

HUMAN RESOURCES DIVISION

10. Resolution awarding Contract No. 11801, Prescription Benefits Management, to Express Scripts, in the funded amount of \$63,345,000. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

INFORMATION SERVICES DIVISION

11. Resolution approving Change No. 5 to Contract No. 11393, Network Maintenance, with Venture Technologies, Incorporated, in the funded amount, not-to-exceed \$250,833.00. (This change is to extend the current contract for software maintenance, license, and support for four months covering the period October 15, 2015 through February 14, 2016. This extension is needed to allow sufficient time for the evaluation of bids which are due to be received September 8, 2015.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

PRESIDENT'S DIVISION

(None)

PRESIDENT'S BRIEFING (Continued):

2. Corporate Scorecard - Second Quarter, 2015 - Valerie McKinney reported that the Perception Index is currently still only utilizing the JD Power results to provide the score. MLGW received a high score of 662 for 2015 and 644 for the wave. She also reported that the Customer Service Delivery Index improved from 2014 year-end performance by 6.2 points in the first quarter. The Financial Index was strong through the first quarter with an unchanged score of 99.3 and remained during the second quarter. She noted that the Reliability Index for the first quarter, 2015, improved drastically compared to year end 2014; however, it dropped to 93.1 points during the second quarter of 2015. She explained how this is calculated, which is detailed on page 8 of the President's Briefing packet.

3. Health & Medical Benefits Report - Second Quarter, 2015 - Charles Perry reported that due to the additional 850 enrollees from the POS Plan in 2014, there are noticeable increases in the number of claims and prescription drug dollars after 2013. He stated the existing healthcare agreement with CIGNA has renewed for the final two years (2015 and 2016) under the same basic provisions. This contract will be bid for services beginning January, 2017. He also noted that the contract with Express Scripts expires at the end of 2015. The Resolution to award the new contract to ESI went to the Board today for services beginning January, 2016. He also discussed the rise in the use of specialty medication. He stressed the importance of the subscribers and their dependents using the benefits wisely to assist with cost containment.

4. Other - Jerry R. Collins, Jr.

President Collins reported on the City Council MLGW Committee Meeting the prior day. Dana Jeanes attended and provided the Council Committee with the status of the Pension Funds and the OPEB Trust Funds in preparation of the Resolutions which will be placed on the Council Agenda September 15, 2015. President Collins pointed out that the water meter contract was approved at the City Council Meeting. Councilman Collins requested interest in hearing a 20-Year plan/presentation on Electric. Councilwoman Halbert had requested MLGW supplier diversity figures and the Committee thought they were impressive. President Collins pointed out that 2015 will be a record breaking year in regard to supplier diversity. President Collins thanked the staff for their hard work and time in preparing for the Committee Meeting.

COMMITTEE REPORTS:

(None)

ADJOURNMENT

There being no further business, the meeting was adjourned at 1:47 p.m.

(See Minute File No. 1393.)

Approved Without Interlineation

Chairman

These Minutes Compiled by Undersigned and
are Correct

Secretary-Treasurer