



Board of Light, Gas and Water Commissioners 220 S. Main Street
Memphis, TN 38103
www.mlgw.com

Board Meeting

~ Minutes ~

Wednesday, September 7, 2016

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
Mitch Graves	Board Member	Present	
Derwin Sisnett	Chairman	Present	
Darrell T. Cobbins	Vice Chairman	Present	
Steven Wishnia	Board Member	Present	
Carlee McCullough	Board Member	Present	

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; Von W. Goodloe, Vice President, Human Resources; and Lashell Vaughn, Vice President and Chief Technology Officer.

APPROVALS:

Motion To: Approve Minutes of the Meeting of August 17, 2016.

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

CITY COUNCIL ACKNOWLEDGEMENTS & UPDATE:

Dana Jeanes

Receipt of Certified Copies of City Council Resolutions dated August 23, 2016, Items 8 through 15 and Items 17 and 25. (See Minute File No. 1404.)

PRESENTATIONS:

1. United Way Golf Tournament Check - Robert Gaia/Ryan Groves - Ryan Groves discussed the storm that delayed the golf tournament. He stated there were over 120 participants that had

a lot of fun and fellowship for a wonderful cause. A check for \$10,000 was presented to Jennifer Besing. Ms. Besing thanked MLGW for everything they do for their organization. President Collins thanked Robbie and Ryan for their hard work.

2. Operation Feed - Cliff DeBerry stated that MLGW participates every year in the MIFA Operation Feed Food Drive. He stated MLGW exceeded their goal and presented a check for \$29,822. Cliff noted that there were a lot of new key people and they all did a great job. He thanked Sharika Hollingsworth and Liz Williams for Chairing and Co-Chairing the campaign.

GENERAL STATEMENTS FROM THE PUBLIC:

1. Minister Suhkara Yahweh, 870 E. McLemore, stated he is here again for all children requesting fluoride be removed from the water. He believes this will eliminate various illnesses. Chairman Sisnett asked President Collins to comment on this. President Collins confirmed that adding fluoride to water is mandated by citizens of Memphis as per referendum. He stated this is a law we comply with and the benefits of fluoride far outweigh the risks. Vice-Chairman Cobbins stated while he appreciated Minister Yahweh's concern, he does not appreciate the unwarranted questioning of individuals. He asked Minister Yahweh to provide evidence from the Health Department or other means so that the Board could address his concerns from that level. Chairman Sisnett concurred.

PRESIDENT'S BRIEFING:

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

(President's Briefing Continued on Page 84)

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 10)

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

CONSTRUCTION & MAINTENANCE DIVISION

1. Resolution approving Change No. 2 to Contract No. 11755, Street Light Construction Contract for the South Cordova Annexation, with Standard Electric Company, Incorporated, in the funded amount of \$25,000.00. (This change is to increase the current contract for work performed due to the addition of facilities (poles, cable, conduit and trench lengths) on the final engineering plans and design which were different from the original contract quantities.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

2. Resolution awarding Contract No. 11857, Generator Addition MLGW South Service Center, to Tristate Armature & Electrical Works, Incorporated, in the funded amount of \$458,736.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

CUSTOMER CARE DIVISION

(None)

ENGINEERING & OPERATIONS DIVISION

3. Resolution approving the MLGW Drought Management Plan which details how MLGW would address any situation created by an actual drought or circumstances that simulate a drought scenario. (Alonzo Weaver)
4. Resolution awarding Contract No. 11884, Mallory Pumping Station Structural Repairs, to Restocon Corporation, in the funded amount of \$6,771,200.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
5. Resolution awarding a contract to Carolina Recording Systems, LLC, for MLGWs Customer Care Center's backup voice recorder system equipment, in the amount of \$92,800.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

FINANCE DIVISION

(None)

GENERAL COUNSEL DIVISION

(None)

HUMAN RESOURCES DIVISION

6. Resolution approving the following positions: Position Nos. 01424, 01684, 01865, 02403, and 05108, all of which are Utility Worker 2 positions; Position No. 02954, Distribution Design Engineer 2; and Position No. 06867, Electric System Operator 2. (Jerry R. Collins, Jr./Von Goodloe)
7. Resolution approving an unpaid leave of absence for Letam Mbiinah for a maximum period of seven days, effective September 22 through September 30, 2016. (Von Goodloe/Nick Newman)

INFORMATION SERVICES DIVISION

8. Resolution approving Change No. 4 to Contract No. 10961, BMC Combined Software Products, with BMC Software Distribution, Incorporated, in the funded amount of \$12,548.39. (This change is to renew the current period covering October 31, 2016 through October 30, 2017, which reflects an 80.97% discount off the corporate annual list price.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
9. Resolution awarding a contract to STR Software Company, for support to the Aventx Oracle Attachment Printer software, in the amount of \$16,190.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
10. Resolution awarding Contract No. 11897, MLGW Network and Enhancement, to Venture Technologies, Incorporated, in the funded amount of \$439,897.83. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

PRESIDENT'S DIVISION

(None)

PRESIDENT'S BRIEFING (Continued):

2. Corporate Scorecard - Second Quarter, 2016 - Valerie McKinney reported that three of eight index scores improved. Perception, Financial, Utility Supply, Reliability, and the Employee index scores decreased. She highlighted various measures and the key performance indices. She reported that the average wait time for customers at the community offices is down to 9 minutes in the second quarter and 13.9 minutes for the year.

3. Health Care Update - Second Quarter, 2016 - Charles Perry reported on the second quarter. He pointed out the increase in claims and prescriptions compared to 2014, is due to the additional 850 employees that moved over from the POS Plan upon its elimination. Given the current trend in claims to date, it is projected that the Plan will spend \$16.4 million less in 2016 alone than if the previous contract with United Healthcare had still been in effect. Cigna submitted the best proposal, receiving another three-year award with an additional two-year option to renew a five-year contract. The new Cigna contract will begin January, 2017. Mr. Perry also reported that MLGW's overall prescription utilization cost fell by 4.6% through the second quarter as national averages project an increase of 10%. He also noted to remain in compliance with the Affordable Care Act, 2017 limits on out-of-pocket maximums are \$7,150 (single) and \$14,300 (family).

4. Report on Debt Obligation for 2016 Series Bonds - Electric, Gas and Water - Dana Jeanes provided the Commissioners with documents detailing the debt obligations for each division. He stated the transactions were successful and closed. He noted this information will be shared with the City Council in a couple of weeks.

5. Other - Jerry R. Collins, Jr.


COMMITTEE REPORTS:

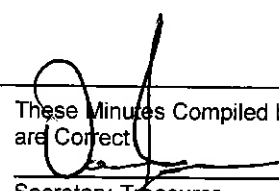
Supplier Diversity Update - Second Quarter, 2016 - Renise Holliday reported supplier diversity spend statistics for the second quarter as follows: total impact was \$19,760,440.40 or 32% total supplier diversity spend; sheltered market impact was \$2,415,675.36; and spending with local (Shelby County) businesses was \$20 million or 33% of total spend.

ADJOURNMENT :

There being no further business, the meeting was adjourned at 1:54 p.m.

(See Minute File No. 1405.)

Approved Without Interlineation

Chairman

These Minutes Compiled by Undersigned and
are Correct

Secretary-Treasurer