



Board of Light, Gas and Water Commissioners

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

Board Meeting

~ Minutes ~

Wednesday, July 6, 2016

1:00 PM

Board Room

CALL TO ORDER AND OPENING REMARKS:

Chairman Sisnett

This 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	Absent	
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; and Von W. Goodloe, Vice President, Human Resources. Lashell Vaughn, Vice President and Chief Technology Officer did not attend.

APPROVALS:

Motion To: Approve Minutes of the Meeting of June 22, 2016.

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Carlee McCullough, Board Member
SECONDER:	Darrell T. Cobbins, Vice Chairman
AYES:	Derwin Sisnett, Darrell T. Cobbins, Carlee McCullough
ABSENT:	Steven Wishnia

CITY COUNCIL ACKNOWLEDGEMENTS & UPDATE:

Dana Jeanes

Receipt of Certified Copies of City Council Resolutions dated June 21, 2016, Items 10 through 15 and Items 18 and 21. (See Minute File No. 1402.)

SPECIAL RECOGNITION:

TVPPA Lineman's Rodeo - Nick Newman introduced Brad Gates who thanked the Board, President Collins, Nick Newman, Fran Johnson, Greg Deaton and Wayne Jackson for their support of the lineman who attended the Rodeo in Paris, TN. The team did great. Brad introduced Sean Joyner and Gaspareni Dixon who were judges. The team included Devlin Smith, Steve Person and Shane Huston who competed in the Deadend Transfer and placed third and the Skill Climb/Obstacle Course and placed first. This was the team's first year to compete together and ended with an overall total of third place.

GENERAL STATEMENTS FROM THE PUBLIC:

Chet Kibble, 3229 Lakeview Road, Memphis met with Nick on July 5. He is preparing for an upcoming community meeting. Mr. Kibble stated that 5,333 children were tested from 1999 through 2003. Of those children 94% tested positive for lead. Sixteen hundred children had chronic lead poisoning. Mr. Kibble questioned the use of industrial strength fluoride in the water. He stated that industrial strength fluoride encourages the absorption of lead. Zip codes with the highest lead levels is 38106 and 38126. Chairman Sisnett stated he wants to be present at any meetings that are set and wants to stay involved. President Collins stated they have had two meetings with EPA and the collaborative with a third meeting scheduled on September 1.

PRESIDENT'S BRIEFING:

1. Review of Consent Agenda - Jerry R. Collins, Jr.
(President's Briefing Continued on Page 65)

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 14)

RESULT:	APPROVED [UNANIMOUS]
MOVER:	Darrell T. Cobbins, Vice Chairman
SECONDER:	Carlee McCullough, Board Member
AYES:	Derwin Sisnett, Darrell T. Cobbins, Carlee McCullough
ABSENT:	Steven Wishnia

CONSTRUCTION & MAINTENANCE DIVISION

1. Resolution approving the extension of Purchase Order Number 152118 to Metro Material, Inc., for cement treated base, for an additional twenty-four month period.
(Jozelle Booker)

2. Resolution awarding a contract to CS3, Inc., for MLGW's Heating Ventilation & Air Conditioning (HVAC) control system upgrade, in the amount of \$57,825.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
3. Resolution awarding a contract to H & E Equipment Services, for pole trailers, in the amount of \$61,460.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
4. Resolution approving Change No. 2 to Contract No. 11679, MLGW Gas Transmission Right-of-Way Mowing, with Bean and Prince Contractors, Incorporated, in the funded amount of \$202,512.00. (This change is to renew the current contract for the second of four annual renewal terms covering the period August 12, 2016 through August 11, 2017, with no increase in rates from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

CUSTOMER CARE DIVISION

5. Resolution awarding Contract No. 11903, Electric Meter Socket Replacement, to Gilles Electric, in the funded amount of \$70,000.00 based on unit prices. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
6. Resolution approving and ratifying, after the fact without prior approval, the award of Contract No. 11904, Electric Meter Socket Replacement, to Quantum Electric, based on unit prices in the funded amount of \$91,000.00. (MLGW executed Contract 11904 with Quantum Electric on June 10, 2016 without prior approval to be able to remedy any hazardous or unsafe electric meter sockets found on customer residences during the installation of electric meters. Previously, MLGW was contracted with two companies to provide these services. One contractor died suddenly earlier this year and the other contractor exhausted the funds awarded under its' contract, leaving MLGW without a contractor to install electric meter sockets and make wiring repairs.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
7. Resolution approving the ratification, after the fact, of an invoice payment and the approval of additional invoice payments on Agreement No. C1906, Electric Meter Socket Replacement, with Gilles Electric, in the funded amount of \$4,675.00. (The initial term of the contract was 12 months from the date of the Notice to Proceed. This change is to ratify and approve after the fact the payment of invoice number 2112 in the amount of \$1,125.00 made in excess of the contract value. This change is also to approve the payment of invoice numbers 2113, 2114, and 2115 in the cumulative amount of \$3,555.00 for work performed over the approved contract value for a total amount of \$4,675.00.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

ENGINEERING & OPERATIONS DIVISION

8. Resolution awarding a contract for digital fault recorders to Mehta Tech, Inc., in an amount not to exceed \$450,000.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
9. Resolution awarding a contract to C.I. Agent Solutions, for a secondary oil containment system, in the amount of \$52,884.40. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

10. Resolution approving the execution of an Agreement Regarding the Sale of Certain Water Infrastructure Assets, Contract No. 11910, between MLGW and the Town of Collierville, providing for the sale to Collierville of certain of MLGW's water infrastructure assets within the reserve area annexed by Collierville, effective December 31, 2011, for a purchase price of \$143,299.91. (Alonzo Weaver) (REQUIRES CITY COUNCIL APPROVAL)
11. Resolution awarding Contract No. 11852, Internet Service Provider, to Level 3 Communications, in the funded amount not-to-exceed \$84,351.60. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

FINANCE DIVISION

(None)

GENERAL COUNSEL DIVISION

12. Resolution approving the execution, delivery, and filing of the Morgan Keegan Settlement Proof of Claim and Release, seeking recovery from the Net Settlement Fund of losses incurred by the Pension Fund, resulting from its investment in the Morgan Keegan Select High Income Fund from 2006 through 2009. (Cheryl Patterson/Dana Jeanes)
13. Resolution approving the execution, delivery and filing of the Morgan Keegan Settlement Proof of Claim and Release, seeking recovery from the Net Settlement Fund of losses incurred by the OPEB Trust, resulting from its investment in the Morgan Keegan Select High Income Fund from 2006 through 2009. (Cheryl Patterson/Dana Jeanes)

HUMAN RESOURCES DIVISION

14. Resolution approving the following positions: Position No. 03319 - Safety Training Specialist Electric and Position No. 06473 - Inspector Contracted Services. (Jerry R. Collins, Jr./Von Goodloe)

INFORMATION SERVICES DIVISION

(None)

PRESIDENT'S DIVISION

(None)

REGULAR AGENDA

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Darrell T. Cobbins, Vice Chairman
SECONDER:	Carlee McCullough, Board Member
AYES:	Derwin Sisnett, Darrell T. Cobbins, Carlee McCullough
ABSENT:	Steven Wishnia

Item Number 15 - Added to Regular Agenda with Same Day Minutes

Joint Resolution with the Memphis City Council and the MLGW Board of Commissioners requesting strong African-American-owned businesses, women-owned businesses and other minority-owned business participation goals for the Allen Power Plant Project.

PRESIDENT'S BRIEFING (Continued):

2. Greater Memphis Economic Development Update - Michael Taylor introduced Phil Trenary, President and CEO of the Greater Memphis Chamber. Mr. Trenary thanked several supporters stressing that retention and expansion are where most new jobs come from and the one-stop shop is a national model with MLGW being a part of the process. Mark Herbison and Ernest Strickland reported multiple statistical results for 2015 through current 2016.

3. Health Care RFP Results - Charles Perry reported that Aon Hewitt was enlisted to assist with the RFP process for the self-insured medical program administration and provider network. Their role was to assist with adherence to legal requirements, competitive pricing and provider discounts, strong network access and provider match, and multiple other assurances pertaining to this RFP. Mr. Perry reported that bidders were provided with the current medical plan design information, census and enrollment information, and claims data upon request. Aetna and Humana declined to bid on the RFP. United Healthcare did not meet the supplier diversity requirements and was deemed non-responsive. Cigna came in first with overall scoring over Blue Cross Blue Shield of Tennessee (BCBST). Mr. Perry discussed the various steps taken to assure supplier diversity compliance. He also discussed the various requirements and weight percentages to complete Phase II of the process. He discussed the methodology pertaining to discount analysis. The presentation included a comparison of administrative capabilities of Cigna vs. BCBSTN. Mr. Perry stated that a Resolution will be presented at the next Board Meeting recommending the Cigna OAP Plan as the medical program selected for the next five years beginning January 1, 2017.

4. Other - Jerry R. Collins, Jr.

President Collins discussed the fact that Martavius Jones, Memphis City Council has requested a Joint City Council and MLGW Board Resolution requesting strong minority-owned business participation goals for the Allen Power Plant Project. Vice-Chairman Cobbins will sponsor and support the resolution. It was confirmed that the resolution is consistent with MLGW's supplier diversity goals. (Reference Item No. 15 above)


COMMITTEE REPORTS:

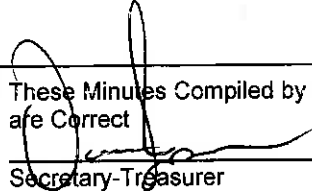
Human Resources Committee Report (June, 2016) - Vice-Chairman Darrell Cobbins reported that they met on the first week of June. Charles Perry presented Healthcare RFP results which was presents at today's Board Meeting.

ADJOURNMENT

There being no further business, the meeting was adjourned at 2:14 p.m.

(See Minute File No. 1403.)

Approved Without Interlineation

Vice-Chairman

These Minutes Compiled by Undersigned and
are Correct

Secretary-Treasurer