



Board of Light, Gas and Water Commissioners

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

Board Meeting

~ Minutes ~

Wednesday, July 15, 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.

A moment of silence was requested by Vice-Chairman Cobbins, in memory of D'Army Bailey, past MLGW Board Member.

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 | Absent | |
| Rick Masson | Board Member | Absent | |

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; Von W. Goodloe, Vice President, Human Resources. Lashell Vaughn, Vice President and Chief Technology Officer and Alonzo Weaver, Vice President, Engineering and Operations did not attend the meeting.

APPROVALS:

Motion To: Approve Minutes of the Meeting of July 1, 2015.

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

CITY COUNCIL ACKNOWLEDGEMENTS & UPDATE:

Dana Jeanes

Receipt of Certified Copies of City Council Resolutions dated July 7, 2015, Items 12 through 19.
(See Minute File No. 1390.)

PRESENTATION:

2015 Governor's Environmental Stewardship Award - Michael Taylor presented two awards to President Collins and Chairman Sisnett for the LNG and CNG work that MLGW has done.

GENERAL STATEMENTS FROM THE PUBLIC:

Greg Thompson, 8835 Raspberry Lane, addressed the Board requesting consideration be given to re-investigate a complaint. He complained that he was traveling down Woodmill Lane and hit a water valve with a missing cover. He stated the blow caused his air bags to deploy and caused approximately \$6,000 worth of damage to his Mercedes. He stated Mr. Wakely denied his claim. The claim was then appealed through the MLGW Customer Appeal Committee and was again denied. The reason for the denial was there was no prior record of the cap missing, and Ms. Patterson confirmed that the Tennessee state law requires a prior report. The Board asked questions which were answered by Nick Newman, President Collins, and Cheryl Patterson. President Collins and Chairman Sisnett both stated they were sorry this has happened, but all the processes had been followed and a thorough investigation revealed there is nothing else that MLGW can do in regard to this matter.

PRESIDENT'S BRIEFING:

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

(President's Briefing Continued on Page 62)

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: | Steven Wishnia, Board Member |
| SECONDER: | Darrell T. Cobbins, Vice Chairman |
| AYES: | Derwin Sisnett, Darrell T. Cobbins, Steven Wishnia |
| ABSENT: | Carlee McCullough, Rick Masson |

CONSTRUCTION & MAINTENANCE DIVISION

1. Resolution awarding Contract No. 11763, Beale Street Landing Garage ADA Improvements, to Wagner General Contractors, Incorporated, in the funded amount of \$144,000.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
2. Resolution awarding Contract No. 11754, Carpet Installation, to A & B Construction Company, Incorporated, based on agreed upon rates, in the funded amount of \$186,000.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
3. Resolution approving Change No. 3 to Contract No. 11539, Mobile Document Shredding Services, with Vital Records Control, Incorporated, in the funded amount of \$23,520.00. (This

change is to renew the current contract for the third of four annual renewal terms covering the period January 4, 2016 through January 3, 2017, with no increase in rates from the previous year. This change also includes an expansion in the project scope to include the support of two shred events yearly at no additional cost, with as many as 15 additional 96-gallon containers provided for these events.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

4. Resolution approving Change No. 3 to Contract No. 11535, Pest Control, with Nu Era Pest Control, in the funded amount of \$28,420.00. (This change is to renew the current contract for the third of four annual renewal terms, covering the period November 1, 2015 through October 31, 2016, with no increase in rates from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
5. Resolution approving Change No. 2 to Contract No. 11536, Aerial Patrol of Gas Transmission Right of Way, with Tennessee Helicopter Services, Incorporated, with no increase in contract value. (This change is to renew the current contract for the second of four annual renewal terms covering the period August 29, 2015 through August 28, 2016, with no increase in rates from the previous year.) (Jozelle Booker)

CUSTOMER CARE DIVISION

6. Resolution approving the agreement for and payment of MLGW's on-going commitment to the Greater Memphis Chamber to facilitate economic and community development in Memphis and Shelby County, in the funded amount of \$175,000, to cover the services rendered by The Greater Memphis Chamber, for the period covering September 1, 2015 through August 31, 2016. (Chris Bieber) (REQUIRES CITY COUNCIL APPROVAL)
7. Resolution approving TVA Contract No. 9916 between MLGW and TVA, to support industrial recruitment, development and expansion of business and industry in the Memphis/Shelby County area. MLGW will pay the Greater Memphis Chamber \$80,608.00 and TVA will reimburse MLGW \$40,304.00. This allows MLGW to leverage its money with TVA funds to reinforce local economic development efforts by attracting new companies and investment and supporting existing business growth. The effort is outlined in a scope of work that covers the period January 1, 2015 through December 31, 2015. (Chris Bieber) (REQUIRES CITY COUNCIL APPROVAL)
8. Resolution approving rejection of the proposals received up to 2:00 p.m. on March 10, 2015 for Contract No. 11748, Collection Services - Primary, Secondary and Tertiary Collection Agencies. (Jozelle Booker)

ENGINEERING & OPERATIONS DIVISION

9. Resolution awarding a contract to Schweitzer Engineering Laboratories, Inc., for a duplex switchboard, in the amount of \$195,880.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
10. Resolution awarding a contract to Brighter Days and Nites, Inc., for submersible pumps, in the amount of \$153,162.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
11. Resolution approving a contract between Memphis Light, Gas and Water and Corporate Risk Solutions, Inc., for professional consulting services to assist MLGW with on-going support for its Internal Compliance Program (ICP), technical studies, evaluations, readiness assessment, and other NERC Reliability Standards compliance processes associated with its registration as a Distribution Provider (DP), Transmission Planner (TP), Transmission Owner (TO), and

Transmission Operator (TOP), in an amount not to exceed \$510,000.00, through December 31, 2017. (Alonzo Weaver) (REQUIRES CITY COUNCIL APPROVAL)

FINANCE DIVISION

12. Resolution awarding a twenty-four month contract to Brown Wood Preserving Company, Inc., for southern yellow pine poles, in the amount of \$1,554,432.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

GENERAL COUNSEL DIVISION

(None)

HUMAN RESOURCES DIVISION

13. Resolution approving Change No. 3 to Contract No. 11570, MLGW Rental Equipment Insurance Coverage, with Clay and Land Insurance Agency (formerly Mid-South Insurance Office, Incorporated), in the funded amount \$26,500.00. (This change is to renew the current contract for a one year term for the period covering August 24, 2015 through August 23, 2016, with no increase in coverage from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
14. Resolution approving Change No. 1 to Contract No. 11681, Department of Transportation (DOT) Drug and Alcohol Testing, with Mid-South Drug Testing, Incorporated, in the funded amount of \$75,000.00. (This change to renew the current contract for the first of four annual renewal terms covering the period September 15, 2015 through September 14, 2016, with no increase in rates from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

INFORMATION SERVICES DIVISION

(None)

PRESIDENT'S DIVISION

(None)

PRESIDENT'S BRIEFING (Continued):

2. Same Sex Marriage - Pension/Benefits - Cheryl Patterson asked Frank Carney, advising outside attorney, to approach the podium and explain recent changes in laws pertaining to same sex marriage, and how it would affect the MLGW employee benefits. He stated as of June 26, 2015, the law states that an employer could not deny benefits to same sex couples that are married. Legal marriage certificates will be required as proof, which is the same requirement as opposite sex marriages.

3. Other - Jerry R. Collins, Jr.

COMMITTEE REPORTS:

Human Resources Committee Report - Vice-Chairman Darrell Cobbins stated at the last HR Committee Meeting held two weeks ago, Mr. Steve McGhaw attended to appeal his termination. He stated that Supervisors and Managers also attended the meeting and heard both sides of

the dispute. After hearing all sides, the HR Committee determined that insubordination did apply in this case and the termination should stand as is.

After Vice-Chairman Cobbins' HR Committee Report, he announced the visitation and burial arrangements planned for D'army Bailey.

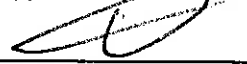
President Collins reported on the outages from Tuesday's storm. Initially approximately 28,000 customers had been without power. As of 1:00 p.m. today, there were approximately 5,100 awaiting power restoration.

ADJOURNMENT

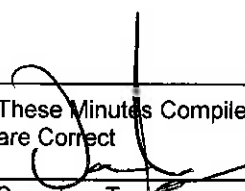
There being no further business, the meeting was adjourned at 1:27 p.m.

(See Minute File No. 1391.)

Approved Without Interlineation


Chairman

These Minutes Compiled by Undersigned and
are Correct


Secretary-Treasurer