



Board of Light, Gas and Water Commissioners

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

Board Meeting

~ Minutes ~

Wednesday, June 3, 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	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 May 20, 2015.

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

CITY COUNCIL ACKNOWLEDGEMENTS & UPDATE:

Dana Jeanes

Receipt of Certified Copies of City Council Resolutions dated May 19, 2015, Items 9 through 16.
(See Minute File No. 1389)

PRESENTATIONS:

(None)

GENERAL STATEMENTS FROM THE PUBLIC:

1) Steve McGhaw, 6241 Holly Park Drive - Mr. McGhaw states he was terminated due to an emergency at home and was told by one supervisor not to go home. He did go home and was terminated from employment, and is now requesting an appeal and a fair investigation. He handed out pictures of non-work related places he states the crew went to in company vehicles during work hours. He stated they were not work related and included a list of employee names and various reasons the crew went to these locations. Chairman Sisnett informed Mr. McGhaw he could work with the HR Committee on being heard in an appeal and further investigation.

2) Chet Kibble, Sr., 3229 Lakeview Road - Mr. Kibble reported details of a meeting that was held on March 24 with the EPA and discussed lead in the water. He wanted to inform the Board that there would be a public meeting on Thursday at 1:00 at LeMoyen Owen College. He was requesting that MLGW send Representative(s) to the meeting. He handed out documentation and mentioned various articles regarding lead in water. The handouts were dated back to 1999 and Chairman Sisnett asked if he could provide more current studies and also asked if the EPA would be attending the meeting on Thursday. Mr. Kibble stated they would not.

PRESIDENT'S BRIEFING:

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

(President's Briefing Continued on Page 4)

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 12)

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

CONSTRUCTION & MAINTENANCE DIVISION

1. Resolution approving Change No. 1 to Contract No. 11679, MLGW Gas Transmission Right-of-Way Mowing, with Bean and Prince Contractors, Incorporated, in the funded amount of \$113,775.00. (This change is to renew the current contract for the first of four annual renewal terms covering the period August 12, 2015 through August 11, 2016, with no increase in rates from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

CUSTOMER CARE DIVISION

(None)

ENGINEERING & OPERATIONS DIVISION

2. Resolution awarding a contract to Omicron Electronics Corporation USA, for transformer test equipment, in the amount of \$57,402.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
3. Resolution awarding Contract No. 11758, Davis-Paul Lowry Bore (Pidgeon Water Loop), to Owens Irrigation Inc., in the funded amount of \$546,000. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
4. Resolution approving Change No. 2 to Contract No. 11400, Internet Service Provider, with Level 3 Communications (formerly TW Telecom), in the funded amount of \$22,200.00. (This change is to renew the current contract for the second and final annual renewal term covering the period August 15, 2015 through August 14, 2016, with no increase from the previous year.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

FINANCE DIVISION

Commissioner Masson questioned why Items 5 and 6 are being requested now. Attorney Frank Carney was in attendance and was able to explain the reasoning in regard to laws and requirements.

5. Resolution adopting amendments to the Memphis Light, Gas and Water Division, Retirement and Pension System, Section 9.5(a) Permitted Investments, adding subparagraph (10) Collective Trusts. (Dana Jeanes) (REQUIRES CITY COUNCIL APPROVAL)
6. Resolution approving the Funding Policy of the Memphis Light, Gas and Water Division Retirement and Pension System. (Dana Jeanes) (REQUIRES CITY COUNCIL APPROVAL)
7. Resolution awarding a contract to Universal Scaffold and Equipment, LLC, for post protective barriers, in the amount of \$128,600.00. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
8. Resolution awarding a twenty-four month contract to Universal Scaffold & Equipment, LLC, for Aluminum Conductor Coated-Steel Reinforced (ACSR) wire, in the amount of \$684,919.87. (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)
9. Resolution approving Change No. 7 to Contract No. 11075, Community Office Pay Stations, with TIO Networks Corporation, in the funded amount of \$64,960.00. (This change is to renew the current contract for an additional two year term covering the period July 1, 2015 through June 30, 2017, with no increase from the previous year. The requested amount includes \$24,960.00 for hardware and software maintenance, support services and an additional \$40,000.00 for the projected number of physical pay station pickups at the various MLGW Community Offices. MLGW is requesting continuous maintenance of the acquired system, which can only be performed by TIO Networks Corporation.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

GENERAL COUNSEL DIVISION

(None)

HUMAN RESOURCES DIVISION

10. Resolution approving a rate schedule for the Employee Benefits Firm of Lockton, for insurance and risk management services rendered to include market research, benchmarking

and evaluations; health care reform and plan compliance; data analytics and reporting; health and welfare program vendor management; and other industry related benefit matters uniquely related to the utility industry. The employment of Lockton is on an "as needed" basis, not to exceed \$300,000, over an approximate five year term. (Von Goodloe) (REQUIRES CITY COUNCIL APPROVAL)

INFORMATION SERVICES DIVISION

11. Resolution approving Change No. 6 to Contract No. 10346, Database Navigation Editor Software Product, with Allen Systems Group, Incorporated (ASG), formerly Nortel Networks, Incorporated, in the funded amount of \$9,197.69. (This change is to renew the current contract for annual software maintenance, licenses and support services covering the period July 1, 2015 through June 30, 2016, with no increase from the previous year. MLGW is requesting continuous maintenance of the acquired system, which can only be performed by Allen Systems Group, Incorporated.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

PRESIDENT'S DIVISION

(None)

Motion To: "ADD ON" ITEM NO. 12 TO CONSENT AGENDA

RESULT:	ADOPTED [UNANIMOUS] – "ADD ON" ITEM NO. 12
MOVER:	Steven Wishnia, Board Member
SECONDER:	Carlee McCullough, Board Member
AYES:	Sisnett, Cobbins, Wishnia, McCullough, Masson

ITEM NO. 12 - Resolution approving Change No. 2 to Contract No. 11331, Credit Information Services, with Experian Information Solutions, in the funded amount of \$50,000.00. (This change is to extend the current contract through December 31, 2015. This extension is needed to prevent a lapse in services and will allow time for MLGW to rebid.) (Jozelle Booker) (REQUIRES CITY COUNCIL APPROVAL)

PRESIDENT'S BRIEFING (Continued):

2. Corporate Scorecard Update - First Quarter, 2015 - Valerie McKinney reviewed the key points of her presentation. She reported that the current JD Power Score is 668. She explained that the JD Power cycle is July through June, which explains why the numbers may look a little strange. She explained that the decision to change some of the processes had been made and detailed the reasoning for the change.

3. Health and Medical Benefits Report - First Quarter, 2015 - Charles Perry explained the rise in claims and prescription dollars is due to the additional 850 enrollees from the POS Plan in 2014. He stated the CIGNA contract has been renewed for the final two years of 2015 and 2016 with the same basic provisions. The Express Scripts contract will expire at the end of 2015 and he stated marketing is underway for the provider of those services beginning January, 2016. He reported the statistics related to specialty medication and chronic illnesses. He also reviewed the costs from year to year and comparisons of those.

4. Other - Jerry R. Collins, Jr.

Motion To: APPROVE "SAME DAY MINUTES" FOR ITEM NO. 12

RESULT: ADOPTED [UNANIMOUS] – SAME DAY MINUTES ITEM NO. 12
MOVER: Steven Wishnia, Board Member
SECONDER: Rick Masson, Board Member
AYES: Sisnett, Cobbins, Wishnia, McCullough, Masson

COMMITTEE REPORTS:

Human Resources Committee Report - Vice-Chairman Darrell Cobbins stated the HR Committee met today and covered the first quarter healthcare report. Steve Day supplied the active grievances report and stated grievances are down. He stated William McCaig reviewed the safety report with the Committee and reported they are still working on the operation of vehicles with MLGW employees to improve safety.

Supplier Diversity Update - First Quarter, 2015 - Renise Holliday reviewed her presentation and handed out the presentation packet. She reported the percentage split between MBE, WBE, LSB, and Non-Diversity Spend. She also reported spends for various classifications. Vice Chairman Cobbins stated he is still trying to figure out the spend by the VP area. President Collins responded that it is not controlled by the VP, but by Contracts and Purchasing. Vice Chairman Cobbins expressed the importance of the local economy and keeping this in the forefront.

ADJOURNMENT

There being no further business, the meeting was adjourned at 1:58 p.m.

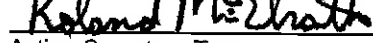
(See Minute File No. 1390)

Approved Without Interlineation



Acting Chairman

These Minutes Compiled by Undersigned and
are Correct



Acting Secretary-Treasurer