

MEMPHIS LIGHT, GAS & WATER DIVISION OFFICIAL MINUTES	
Meeting Time: October 20, 2011 at 3:00 P.M.	
Meeting Location: Board Room, Fifth Floor, Administration Building, Memphis, Tennessee	



The meeting was called to order by Chairman Cobbins at 3:00 p.m.

The Pledge of Allegiance was recited.

The Acting Secretary-Treasurer called the roll. The following Board Members were present: Darrell T. Cobbins, Chairman; Dedrick Brittenum, Jr., Vice Chairman; V. Lynn Evans; and Rick Masson. Steven Wishnia was not present.

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

Commissioner Masson moved that after personally reading and reviewing the typed minutes of the Memphis Light, Gas and Water Board meeting held October 6, 2011, that they be recorded as the official record, seconded by Commissioner Evans and unanimously carried.

The Acting Secretary-Treasurer acknowledged receipt of Certified Copies of City Council Resolutions dated October 4, 2011, Item 13, approved by the Board on August 18, 2011

(see Minute File No. 1344) and Items 14 through 30, approved by the Board on September 15, 2011 (see Minute File No. 1345).

GENERAL STATEMENTS FROM THE PUBLIC: (None)

PRESENTATION:

1. United Way Presentation – Von Goodloe/Allena Hutcheson/Charmaine Fleming

Allena Hutcheson introduced Regina Walker of United Way. Von Goodloe is the Chair and Charmaine Fleming is the Co-Chair for next year's campaign.

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 in these minutes and the original documents.

REGULAR AGENDA

1. Resolution approving MLGW's commitment to fully support the development and implementation of wind energy transported by HVDC transmission projects from independent companies to western Tennessee and that the Board will cooperatively work with TVA, or any of its partners and affiliates, to assist in bringing additional wind generated power on HVDC transmission lines to western Tennessee and thus able to serve MLGW, and that a copy of this resolution shall be forwarded to TVA and our County, State and Federal elected representatives encouraging those leaders to support such efforts.

APPROVED

2. Resolution approving changes to Article 42 of the Memorandum of Understanding between Memphis Light, Gas and Water Division and International Brotherhood of Electrical Workers, Local Union 1288, covering wages for term years 2012 and 2013 and applicable to bargaining unit employees under the Bargaining Unit Salary Schedule. The wage provisions of the Memorandum of Understanding provide a 1.00% increase to the Bargaining Unit Salary Schedule effective January 1, 2012, and a 1.25% increase to the Bargaining Unit Salary Schedule effective January 1, 2013.

APPROVED

3. Resolution to approve the 2012 Electric, Gas and Water Operations and Capital Budget which includes an increase in water rates of 5.0% to be effective with meters read on Cycle 1 of the January 2012 revenue month on a non-prorated basis and which includes commercial and industrial gas rate schedule changes that produce no additional gas revenue. The resolution also petitions City Council to convene as a rate making body in a public hearing on December 6, 2011 and authorizes the President to publish a public notice of the intention of MLGW to seek approval from the Memphis City Council of the water and gas rate revisions.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

4. Resolution requesting City Council to schedule a public hearing as a Ratemaking Board, to be held on December 6, 2011, for consideration and determination of revisions in tariffs to reflect increases in water rates (5.0%) effective with meters read on Cycle 1 of the January 2012 revenue month on a non-prorated basis and for consideration of revisions to commercial and industrial gas rates that produce no additional gas revenue effective with meters read on Cycle 1 of the January 2012 revenue month.

ITEM 4 DELETED**CONSENT AGENDA**

5. Resolution awarding Contract No. 11490, UPS/PDU Netters Maintenance, to Emerson Network Power Liebert Services, in the funded amount of \$59,370.00.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

6. Resolution awarding contract to Standard Construction Company for approximately 1,000 tons of asphalt in the amount of \$60,000.00.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

7. Resolution awarding contract to Liles Brothers and Son for seven backhoe loaders in the amount of \$415,800.00.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

8. Resolution awarding 36-month blanket contract for approximately 19,650 tons of asphalt to APAC-Tennessee, Inc. in the amount of \$689,715.00 and Lehman Roberts Company in the amount of \$555,882.13, for a total amount of \$1,245,597.13.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

9. Resolution authorizing the purchase of natural gas at a discount to market price from PEAK (Public Energy Authority of Kentucky) for a term not to exceed eight years (Contract No. 11528).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

10. Resolution awarding Contract No. 11498, Internet Service Provider for Netters Business Center, to PAETEC, in the funded amount of \$64,800.00.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

11. Resolution approving release of easement to Jeremy M. Thompson and Jessica A. Carter, property located on the southeasterly side of Chaney Cove, for the sum of \$1.00.

APPROVED

12. Resolution approving Change No. 4 to Contract No. 11075, Community Office Pay Stations, with TIO Networks Corporation in the funded amount of \$129,000.00. (This change modifies the scope of the current contract to include, for security reasons, maintenance, collection and processing fees for the kiosks located at MLGW Community Offices, and the collection of cash from the kiosks using armored cars. The current renewal term ends June 30, 2013).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

13. Resolution approving Change No. 1 to Contract No. 11257, Job Evaluation Manager Subscription (JEM) with HayGroup, Inc. in the funded amount of \$53,500.00. (This change amends the subscriber agreement for an additional five-year period, April 1, 2012 to April 30, 2017).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

14. Resolution approving Position No. 01359, Pipeline Integrity Engineer I; Position No. 02613, Manager, Central Support Services; Position No. 03468, Manager, Customer Care Center; and Position No. 06115, Manager, Customer Service Field Operations.

APPROVED

15. Resolution awarding Contract No. 11525, ArcFm Solutions Software Maintenance, to Telvent USA Corporation, in the funded amount of \$112,203.97.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

16. Resolution approving Change No. 5 to Contract No. 11268, Information Services Support, with NexTech Solutions, in the funded amount of \$358,779.20. (This change renews the contract for the fourth and final renewal term, January 1, 2012 to December 31, 2012, with no increase in rates from the previous year).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

17. Resolution approving Change No. 5 to Contract No. 11272, Information Services Support, with Ciber, Inc., in the funded amount of \$493,120.00. (This change renews the contract for the fourth and final renewal term, January 1, 2012 to December 31, 2012, with no increase in rates from the previous year).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

18. Resolution approving Change No. 2 to Contract No. 11296, Enterprise GIS Software Selection and Installation, with Environmental System Research Institute (ESRI), in the funded amount of \$396,000.00. (This change authorizes ESRI to assign the maintenance

of the Telvent software (ArcFm Software) to Telvent, and renews ESRI's hardware and software for the period covering December 31, 2011 to December 30, 2013).

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

19. Resolution awarding contract for software to PowerWorld Corporation in the amount of \$160,600.00.

APPROVED (SUBJECT TO CITY COUNCIL APPROVAL)

APPROVAL OF REGULAR AGENDA ITEM 1:

MOTION: Commissioner Masson
SECOND: Commissioner Evans

ROLL CALL:

AYE: Commissioner Masson
AYE: Commissioner Evans
AYE: Vice Chairman Brittenum
AYE: Chairman Cobbins

ITEM 1 APPROVED

APPROVAL OF SAME DAY MINUTES FOR ITEM 1:

MOTION: Commissioner Masson
SECOND: Vice Chairman Brittenum

ROLL CALL:

AYE: Commissioner Masson
AYE: Commissioner Evans
AYE: Vice Chairman Brittenum
AYE: Chairman Cobbins

SAME DAY MINUTES FOR ITEM 1 APPROVED

APPROVAL OF REGULAR AGENDA ITEM 2:

MOTION: Commissioner Evans
SECOND: Commissioner Masson

ROLL CALL:

AYE: Commissioner Masson
AYE: Commissioner Evans
PASS: Vice Chairman Brittenum

AYE: Chairman Cobbins

ITEM 2 APPROVED

APPROVAL OF REGULAR AGENDA ITEM 3:

Item 3 (Budget) was approved with the 1% increase to all non-bargaining unit employees to be implemented as a cost-of-living increase effective January 1, 2012.

MOTION: Commissioner Masson

SECOND: Commissioner Evans

ROLL CALL:

AYE: Commissioner Masson

AYE: Commissioner Evans

AYE: Vice Chairman Brittenum

AYE: Chairman Cobbins

ITEM 3 APPROVED

APPROVAL TO DELETE REGULAR AGENDA ITEM 4:

MOTION: Commissioner Masson

SECOND: Commissioner Evans

ROLL CALL:

AYE: Commissioner Masson

AYE: Commissioner Evans

AYE: Vice Chairman Brittenum

AYE: Chairman Cobbins

ITEM 4 DELETED

APPROVAL OF CONSENT AGENDA ITEMS 5 THROUGH 19:

MOTION: Commissioner Masson

SECOND: Vice Chairman Brittenum

ROLL CALL:

AYE: Commissioner Masson

AYE: Commissioner Evans

AYE: Vice Chairman Brittenum

AYE: Chairman Cobbins

CONSENT AGENDA APPROVED

OTHER BUSINESS:

Vice Chairman Brittenum and Commissioner Evans requested information related to the Controller position prior to beginning the process to fill the position.

President Collins announced the affirmation of Dana Jeanes as CFO and Secretary-Treasurer by the City Council.

There being no further business, the meeting was adjourned at 4:26 p.m.

SEE MINUTE FILE NO. 1346.

APPROVED WITHOUT INTERLINEATION

Chairman

**These Minutes Compiled by
Undersigned and are Correct.**

Acting Secretary-Treasurer