

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

June 14, 2013

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, June 14, 2013, at 9:30 a.m., at the Illinois International Port District, 3600 E. 95th St., Chicago, Illinois. Kathleen Dart, Secretary, called the roll, and the following Directors were present: Henry Wisniewski, Victor Crivello, Dean Maragos, Lynette Santiago, Terry Fitzmaurice, and Terry Sullivan. Mr. Bowen was absent. Ms. Dart reported that Chairman Forde was present and a quorum was present.

Also present: Anthony Ianello, Executive Director; Frank Kudrna, URS Corp.; Dan Donovan, CFO; Tim Hamann, Marquette Associates.

General public present: Louise Dyble, Scholar; Michael Brackin, NASCO.

Board Meeting Minutes – May 17, 2013

The Minutes of the May 17, 2013 Board Meeting were presented. A Motion to approve the Minutes was made by Mr. Sullivan, seconded by Mr. Fitzmaurice, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Finance and Personnel Committee

Mr. Tim Hamann, Managing Director of Marquette Associates, informed the board members that Marquette Associates is an investment consultant, rather than a money manager, and in that capacity will advise the Port District on how to manage their pension fund investments. He briefly discussed the previous allocation of the funds and stated that Marquette's objective is to earn a 7% return on investment. During the last ten years the return has averaged only 5.2%. He distributed a report with recommendations that should be helpful to the pension portfolio when interest rates rise. Marquette also proposes greater diversification with lower fees.

A Motion to accept the investment recommendations of Marquette Associates was made by Mr. Sullivan, seconded by Mr. Fitzmaurice, and passed unanimously.

Treasurer's Report

In the absence of Treasurer Oelerich, Chairman Forde reported on the Finance and Personnel Committee Meeting Minutes. He identified a shortfall in revenue due to North America Stevedoring's withholding of rent on optioned property. Payment received from NASCO has not been deposited because of a discrepancy in the amount due.

Chairman Forde also reported that the Port District's response to the report compiled by the Office of the Auditor General had been submitted on June 10. The OAG will review the response and get back to us with a response.

Executive Director Ianello asked the Board to approve the 2013-2014 contract with the Local Government Health Plan, administered by Central Management Services, that provides health insurance coverage for Port District employees. A Motion was made by Mr. Fitzmaurice to approve the contract. It was seconded by Mr. Sullivan and passed unanimously.

Leases and Agreements Committee

Chairman Forde informed the Board that BMO had put out an RFP for bidders on a master lease with responses due July 2.

Executive Session

A Motion to enter into Executive Session was made by Chairman Forde to discuss current litigation issues. Mr. Sullivan seconded the Motion, and it passed unanimously.

A Motion to exit Executive Session was made by Mr. Sullivan, seconded by Mr. Fitzmaurice, and passed unanimously.

UNFINISHED BUSINESS

There was none.

NEW BUSINESS


There was none.

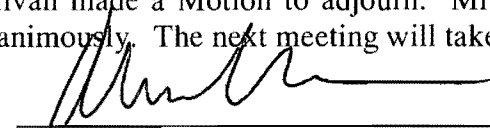
PUBLIC COMMENT

There was none.

ADJOURNMENT

With no other business before the board Mr. Sullivan made a Motion to adjourn. Mr. Fitzmaurice seconded the Motion, and it passed unanimously. The next meeting will take place on July 19, 2013.


Kathleen M. Dart
Secretary



Michael K. Forde
Chairman