

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

December 14, 2012

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, December 14, 2012, 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: Terry Sullivan, Henry Wisniewski, Victor Crivello, Dean Maragos and Charles Bowen. Ms. Dart reported that Chairman Forde was present and a quorum was present. Mr. Fitzmaurice was absent.

Also present: Anthony Ianello, Executive Director; Kurt Oelerich, Treasurer; George Braam, URS Corp.; Michael Leroy, Neal & Leroy LLC;

General public present: Steve Mosher – North America Stevedoring; Alex Yeros – Omni Trax

Executive Committee

There was no meeting.

Board Meeting Minutes – November 16, 2012

The Minutes of the November 16, 2012 Board Meeting were presented, and a Motion for approval was made by Mr. Sullivan, seconded by Mr. Maragos, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Leases and Agreements Committee

Counsel Leroy reported on the current status of the Emesco litigation.

Chairman Forde reported that an agreement had finally been reached with Kemper Sports Management. The agreement guarantees that the Port District will receive a minimum of \$100,000 annually.

Chairman Forde informed the Committee of the need for a special counsel to work with BMO in implementing their plan for the Port. He moved to hire such a person; Mr. Sullivan seconded the Motion; and it passed unanimously.

Mr. Forde explained the need for a Resolution supporting the Army Corps of Engineers' efforts to offset the low levels of the Mississippi River due to drought conditions. A Motion for the Resolution was made by Mr. Sullivan, seconded by Mr. Wisniewski, and passed unanimously.

Marketing Committee

There was no report.

Legislative Committee

There was no report.

Finance and Personnel Committee

Treasurer Oelerich reported on the Port income statement, Harborside income statement, consolidated income statement, balance sheet, and check register for the month of November 2012. A Motion to accept the financial statements was made by Mr. Crivello, seconded by Mr. Wisniewski, and passed unanimously.

Treasurer's Report

Treasurer Oelerich reported that expenses for the past month were up due to fees submitted by BMO. Harborside received some revenue from booked outings and food and beverage sales.

Referring to the 2013 Budget, Chairman Forde stated that the numbers were a lot lower due to Harborside expenses being eliminated. Mr. Sullivan made a Motion to accept the 2013 Budget. It was seconded by Mr. Wisniewski, and passed unanimously.

Chairman Forde reported that the RFP for pension investment was still outstanding, and the due date for the RFP for an auditor was January 11.

The Chairman expressed that he felt the Port District was in need of a Chief Finance Officer for special projects. After reviewing resumes, he recommended Mr. Daniel Donovan for this position. Mr. Sullivan moved to hire Mr. Donovan, Mr. Wisniewski seconded the Motion, and it passed unanimously.

Treasurer Oelerich did not receive any submissions to the RFP for our letter of credit, so he will continue to seek respondents. As a result, our current terms for the letter of credit will have to be extended for at least another quarter while he looks for better terms. Mr. Sullivan moved to accept the terms for the extension of credit, Mr. Crivello seconded, and it passed unanimously.

Chairman Forde announced that we had received an FTZ application from CBI Corporation to operate within FTZ #22. A Motion was made by Mr. Crivello to approve the application, it was seconded by Mr. Sullivan and passed unanimously.

EXECUTIVE SESSION

Mr. Maragos moved to enter into Executive Session to discuss legal matters. Mr. Sullivan seconded the Motion, and it passed unanimously.

Following a lengthy discussion, Mr. Sullivan moved to exit Executive Session. Mr. Wisniewski seconded the Motion, and it passed unanimously.

UNFINISHED BUSINESS

A Motion to accept the agreement with Kemper Sports Management was made by Mr. Sullivan, seconded by Mr. Bowen, and passed unanimously.

A Motion to direct the General Counsel to inform Spraylat of the cost of assignment of their sublease was made by Mr. Maragos, seconded by Mr. Bowen and passed unanimously.

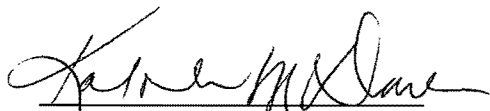
A Motion to authorize payments to Lakes & Rivers and Cardno/TBE for divers and radar usage in connection with dockwall repairs at Iroquois Landing was made by Mr. Crivello, seconded by Mr. Maragos, and passed unanimously.

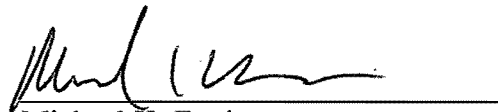
NEW BUSINESS

The Board needs to have more time between the Committee and Board meetings in order to meet the public posting requirements. This item will need to be discussed in the future when all members' schedules are known.

ADJOURNMENT

With no other business before the board Mr. Sullivan made a Motion to adjourn. Mr. Wisniewski seconded the Motion, and it passed unanimously.


Kathleen M. Dart
Secretary


Michael K. Forde
Chairman