

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

September 20, 2013

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, September 20, 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, Lynette Santiago, Charles Bowen, Dean Maragos, and Terry Sullivan. Ms. Dart reported that Chairman Forde was present and a quorum was present. Mr. Fitzmaurice and Mr. Crivello were absent.

Also present: Anthony Ianello, Executive Director; Frank Kudrna, URS Corp.; Kurt Oelerich, Treasurer; Paul Rickelman, Neal and Leroy.

General public present: Steve Skinner, Mike Williams, Dean Lytton – Kemper Sports Management; Steve Mosher – North America Stevedoring; Alex Yeros, Rich Montgomery – Broe Group; Susan Loncar – Alderman Pope’s office.

Board Meeting Minutes – August 16, 2013

The Minutes of the August 20, 2013 Board Meeting were presented. A Motion to approve the Minutes was made by Mr. Sullivan, seconded by Mr. Bowen, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Leases and Agreements Committee

Counsel Rickelman reported on the status of ongoing litigation with Emesco and Clean Harbors.

Chairman Forde opted to postpone the Executive Session to discuss negotiations with the Broe Group until later in the meeting.

Dean Lytton, General Manager of Harborside International Golf Center for Kemper Sports Management gave a presentation to board members on the year’s progress. He reported that they are trying to establish Harborside as “Chicago’s Home for Golf” by updating the website, offering promotional campaigns, establishing a loyalty program, reaching out to concierge and hospitality programs, increasing media coverage, and implementing new technology. The profit share to the Port District for 2013 is estimated at this time to be approximately \$250,000. Thus, the total payment to the Port District for the year is estimated to be \$350,000.

Chairman Forde requested quarterly updates next year.

Finance and Personnel Committee

Treasurer Oelerich reported on the Port income statement, balance sheet and check register for the month of August 2013. A Motion to accept the financial statements was made by Mr. Sullivan, seconded by Mr. Bowen, and passed with Mr. Maragos abstaining.

Treasurer's Report

Mr. Oelerich reported that revenue for the month was on budget and over budget for the year. Expenses are running at budgeted for the month and the year with the exception of large legal fees that have been incurred as a result of pending litigation. Interest rates continue to be well controlled.

As current commercial insurance will expire on September 30, 2013 Mr. Sullivan moved to accept the new proposal by Mesirov Financial. Mr. Bowen seconded the Motion and it passed unanimously. The increased premiums in the base policies will be approximately 2.5%.

Executive Session

A Motion to enter into Executive Session to discuss negotiations with the Broe Group was made by Chairman Forde, seconded by Mr. Sullivan, and passed unanimously.

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

UNFINISHED BUSINESS

Chairman Forde made a Motion for the Board to grant him a 60-day extension to negotiate the master lease with any of the respondents and to grant him the authority to enter into exclusive negotiations with any respondent if he deemed that to be in the Port District's interest. Mr. Sullivan seconded, and the Motion passed unanimously.

NEW BUSINESS

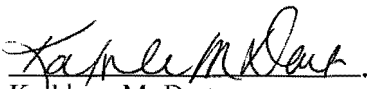
There was none.


PUBLIC COMMENT

Representatives of the Broe Group presented their reasons to the Board as to why they believe negotiations should continue exclusively with them.

ADJOURNMENT

With no other business before the board Mr. Sullivan made a Motion to adjourn. Mr. Maragos seconded the Motion, and it passed unanimously. The next meeting will take place on September 20, 2013.


Kathleen M. Dart
Secretary



Michael K. Forde
Chairman