

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

October 16, 2009

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, October 16 2009, at 9:30 a.m., at the Illinois International Port District, 3600 E. 95th St., Chicago, Illinois and was presided over by Chairman William Braasch. In the absence of William Dart, Secretary, Anthony Ianello, Executive Director, called the roll, and the following Directors were present: Cary Capparelli, William Murphy, Daniel Alvarez, Charles Bowen, Paul Jenkins, Dean Maragos, Terry Fitzmaurice, and Samuel Evans. Mr. Ianello reported that the Chairman was present and a quorum was present.

Also present: Kurt Oelerich, Treasurer; George Braam, Kudrna & Associates; Langdon Neal and Michael Leroy, Neal & Leroy LLC

General public present: None

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The Minutes of the September 18, 2009 Board Meeting were presented, and a Motion to approve the Minutes was made by Mr. Murphy, seconded by Mr. Evans, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Executive Committee

The Executive Committee met prior to the Board Meeting to further discuss health care options. As yet they have no recommendations to put before the Board.

Agreements and Leases Committee

Mr. Murphy reported on the Minutes of the Agreements and Leases Committee Meeting held on October 13, 2009. There were no additional comments.

Marketing Committee

There was no report.

Legislative Committee

There was no report.

Homeland Security Committee

Mr. Braam reported on the progress being made in completing projects in compliance with the Homeland Security grant (see attached report). He also informed the Board that there is a six-month “no communication” requirement associated with our TIGER grant application. There will be nothing to report during this period. In the meantime, Mr. Ianello will continue to solicit support from legislators for the funds.

Mr. Braam explained that the original plan with Siemens called for them to put in fiber optic lighting; however with new advancements we will be able to install a wireless system, eliminating a large portion of installation costs, as well as the monthly operational costs associated with the fiber optic system. This will be handled with a change order within the existing Siemens contract and will not cause any extra costs to be associated with it.

Mr. Maragos inquired as to the total savings of this decision and was informed by Mr. Braam that it is a case of \$1.1 million vs. \$426,000, and that doesn't include the \$30,000/month operational costs also associated with the more expensive system. Mr. Oelerich explained the accounting procedures relating to security grant funds to Mr. Maragos. Lastly, Mr. Braam informed members that none of these funds could be used for dock wall repair.

Finance and Personnel Committee

Treasurer Oelerich reported on the Minutes of the Finance and Personnel Committee Meeting of October 13, 2009 where the Port income statement, Harborside income statement, consolidated income statement, balance sheet, and check register for the month of September, 2009 were presented to the Board for review and discussion.

Treasurer's Report

Mr. Oelerich reported that income shortfalls (\$650,000-\$750,000) are primarily the result of overdue lease payments from North America Stevedoring. We expect to receive one large payment before the end of the year from NASCO, as well as one from Primary Steel now that their lease has been negotiated. Another factor contributing to the revenue shortfall is the lagging number of rounds at Harborside due to poor weather, road construction, and the economy.

A Motion was made by Mr. Bowen to accept the financial statements, seconded by Mr. Capparelli, and passed unanimously.

UNFINISHED BUSINESS

There was none

NEW BUSINESS

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There was none.

ADJOURNMENT

The next meeting will take place on Friday, November 20, 2009 at 3600 E. 95th St., Chicago, IL.

There being no further business, a Motion to adjourn was made by Mr. Murphy, seconded by Mr. Jenkins and passed unanimously.

William J. Braasch
Chairman

William F. Dart
Secretary