

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

November 20, 2009

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, November 20, 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: William Murphy, Daniel Alvarez, Charles Bowen, Paul Jenkins, Dean Maragos, Terry Fitzmaurice, Samuel Evans, and a welcome was extended to new Board Member Terrence Sullivan. Mr. Ianello reported that the Chairman was present and a quorum was present.

Also present: Kurt Oelerich, Treasurer; Frank Kudrna, Kudrna & Associates; Michael Leroy, Neal & Leroy LLC

General public present: None

Board Meeting Minutes – October 16, 2009

The Minutes of the October 16, 2009 Board Meeting were presented, and a Motion to approve the Minutes was made by Mr. Murphy, seconded by Mr. Alvarez, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Executive Committee

The Executive Committee met prior to the Board Meeting and decided to table further discussion of health care options until next year when the union contract comes up for renewal.

Agreements and Leases Committee

Mr. Murphy reported on the Minutes of the Agreements and Leases Committee Meeting held on November 17, 2009. The contract with ServiScape is actually with the company's owner, Peter Sinnott, and it will be presented for renewal in December.

Mr. Ianello explained that the agreement with ServiScape is a five-year contract with the same terms as in the past. Every item is a pass-through on a straight fee; all labor is union labor; and the contract had been bid out previously.

Executive Session

A Motion to enter into Executive Session to discuss questions regarding current litigation was made by Mr. Jenkins, seconded by Mr. Murphy, and passed unanimously.

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

Marketing Committee

There was no report.

Legislative Committee

There was no report.

Homeland Security Committee

Mr. Kudrna reported that we have until the end of the year to spend the remainder of our grant money. Siemens says that all projects will be installed by that time. There will be a large tower at Iroquois Landing to transmit images from all facilities.

Finance and Personnel Committee

Treasurer Oelerich reported on the Minutes of the Finance and Personnel Committee Meeting of November 17, 2009 where the Port income statement, Harborside income statement, consolidated income statement, balance sheet, and check register for the month of October, 2009 were presented to the Board for review and discussion.

Treasurer's Report

Mr. Oelerich reported that the month of October was the last full month of golf operation, but it had been a very poor weather month resulting in poor golf course revenues.

We received some of the past due rent from North America Stevedoring; however they are still \$400,000 short. The Lease Agreement is currently with Counsel Leroy for review, and upon execution NASCO will bring in the rest of the payment owed to us.

Unfortunately, the revenue shortfall on the golf course cannot be made up. Therefore we will lower next year's budget to reflect the numbers from this year. While our golf rounds are down 18%, we still compare favorably with courses around the rest of the country.

The TIGER grant application has been submitted, documented, and we must now wait until we hear anything back. Mr. Ianello has requested a meeting with the Secretary of the Department of Transportation to gain his support, as the award would save money that we have had to direct toward repair of the dock at Iroquois Landing.

The 2010 preliminary budget was submitted to the Finance and Personnel Committee, and the final version will be presented at the December Board Meeting.

A Motion was made by Mr. Bowen to accept the October 2009 financial statements, seconded by Mr. Evans, and passed unanimously.

UNFINISHED BUSINESS

There was none

NEW BUSINESS

Mr. Ianello was approached by General Dynamics, in conjunction with the U. S. Coast Guard, about the possibility of putting up an antenna on Port District property.

ADJOURNMENT

The next meeting will take place on Friday, December 18, 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. Evans and passed unanimously.

William J. Braasch
Chairman

William F. Dart
Secretary