

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

February 21, 2014

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, February 21, 2014, 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, Terry Sullivan, and Sodiqa Williams. Ms. Dart reported that the Chairman was present and a quorum was present. Mr. Fitzmaurice was absent.

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

General public present: Tom Shepherd and Ders Anderson, Southeast Environmental Task Force and Calumet Vision Committee; Cassandra Francis, Friends of Parks; Peter Poulos, Peter Poulos Consultants; William Scott, William Tillman Maritime Academy; Austin Macmurdo and Jim Pajk, St. Mary's Cement; Susan Loncar, Alderman Pope's Office.

Board Meeting Minutes – January 17, 2014

The Minutes of the January 17, 2014 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

Discussion relating to Clean Harbors, North America Stevedoring, the Master Lease, and the 19th Hole Grill was postponed until Executive Session.

Regarding the Security RFP, no action was recommended to the Board. The two low bidders are very close. Mr. Forde noted good references provided by Titan, but several tenants sent the Board supporting letters for the current provider, Protective Services. It was noted that Protective Services responds to emergency calls at the same hourly rate of service, while Titan charges a higher rate. Mr. Ianello confirmed that there had been no negative incidents or feedback relating to Protective Services in the past. Ms. Santiago asked if both companies hired employees from the local area. Mr. Sullivan moved that Counsel Leroy obtain that information and inform the Board next month. Mr. Bowen seconded the Motion and it passed unanimously.

Regarding the golf cart agreement entered into by Kemper Sports Management, it was noted that the cart procurement rates were higher because carts overall are more expensive this year. It appears that Kemper got a competitive bid which is a requirement under the Harborside agreement. Kemper has to ask the Board to approve the cart lease because of our property sharing agreement with them. Kemper disposed of the old carts through a buyout arrangement but we have not seen the trade-in value. We could earn additional revenue through that gain. Mr. Forde made a Motion to approve the cart lease; Mr. Sullivan seconded, and the Motion passed unanimously.

Mr. Jim Pajk from St. Mary's Cement made a presentation to the Board regarding St. Mary's plans to build a dome silo system for cementitious material that would help them to better service their customers by increasing terminal capacity and efficiency, resulting in a reduced carbon footprint. Mr. Pajk provided board members with a power point booklet explaining the project in detail. Mr. Braam will review all drawings and confirm that all permits are in place during the construction of the dome project. Mr. Poulos also confirmed that local contractors were being contacted for bids and that he was working with the support of Alderman Pope on the project.

Mr. Ianello informed the Board that Reserve Marine Terminals and Transfer Logistics had both given notice to extend their leases in May. Reserve's payments will be raised per lease terms.

Finance and Personnel Committee

Treasurer Oelerich reported on the Port income statement, balance sheet and check register for the month of January 2014. 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

Expenses for the month were under budget, and interest expense continues to be very low, although we have experienced an increase in terms regarding the District's Letter of Credit. Overall Mr. Oelerich reported a better than budget month to start off the year.

Ad Hoc Committee on Reform

Ms. Santiago reported that the Committee had decided to tackle the Human Resources side of the problem reported by the Auditor General. The Committee recommends issuing an RFP to engage a human resources professional to meet with the staff. It was hoped that costs for this exercise remain below \$5,000. Scope will include vacation policy, sick days, a personnel handbook, timekeeping, etc. Ms. Santiago moved to issue an RFP; Mr. Maragos seconded the Motion, and it passed unanimously.

PUBLIC COMMENT

Mr. Scott discussed interaction between the Port District and the William Tillman Maritime Academy.

Messrs. Shepherd and Anderson commented on business and industry working side-by-side with nature and produced an exhibit indicating lands on which they hope to establish recreation areas. Mr. Maragos asked them to bring the Board examples of how recreational activities might bring revenue to the Port District.

EXECUTIVE SESSION

Mr. Forde moved to enter into Executive Session to discuss Clean Harbors, North America Stevedoring, the Master Lease, and the 19th Hole Grill. Ms. Santiago seconded the Motion, and it passed unanimously. Following the discussion, Mr. Forde moved to exit Executive Session; Mr. Sullivan seconded the Motion, and it passed unanimously.

UNFINISHED BUSINESS

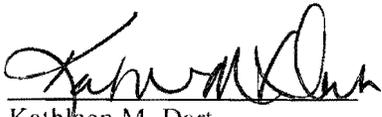
There was none.

NEW BUSINESS

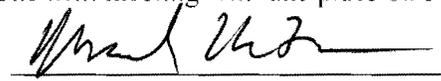
There was none.

ADJOURNMENT

With no other business before the board Mr. Forde made a Motion to adjourn. Mr. Sullivan seconded the Motion, and it passed unanimously. The next meeting will take place on March 21, 2014.



Kathleen M. Dart
Secretary



Michael Forde
Chairman