

ILLINOIS INTERNATIONAL PORT DISTRICT

Record of Proceedings of the REGULAR BOARD MEETING

June 15, 2012

The regular meeting of the Board of Directors of the Illinois International Port District was held Friday, June 15, 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, Daniel Alvarez, Henry Wisniewski, Victor Crivello, Charles Bowen, and Beth DeGaldo. Mr. Fitzmaurice was absent and Mr. Maragos attended via teleconference. Ms. Dart reported that the Chairman was present and a quorum was present.

Also present: Anthony Ianello, Executive Director; Kurt Oelerich, Treasurer; Frank Kudrna, URS Corp.; Michael Leroy, Neal & Leroy LLC; Pat Sandercock and Jeff Holt, Bank of Montreal; and Lee Hutchins, AECOM.

General public present: Trent Clark and Chris Rentner - Chicago Marine; E. Kurth - Cabrera Capital Markets; Lenore Beyer Clow - Openlands; Juan Pablo Manrique - Metropolis Strategies; Judith Stockdale and Arthur Pearson - Gaylord & Dorothy Donnelley Foundation; Mike Brackin and Steve Mosher - North America Stevedoring; Phoebe Selden - Acacia Financial Group; N. Pritz - BMO; Tim Jeffries - Friends of Parks; Angela Larsen - Alliance for the Great Lakes; Todd Parker and Tom Cushing - Delta Institute; Mark Bolman - Field Museum.

Executive Committee

There was no meeting.

Board Meeting Minutes - May 18, 2012

The Minutes of the May 18, 2012 Board Meeting were presented, and a Motion to approve was made by Mr. Bowen, seconded by Mr. Wisniewski, and passed unanimously.

REPORTS OF STANDING COMMITTEES

Leases and Agreements Committee

Due to the time constraints of one member's schedule, it was agreed that the Bank of Montreal study would be the first item for discussion. Chairman Forde noted that the study would be posted on our website shortly.

Pat Sandercock and Tim Holt from Bank of Montreal and Lee Hutchins, a consultant from AECOM, presented a summary of the Strategic and Capital Needs Study with an overview of their conclusions and recommendations

Mr. Bowen inquired as to what action was to be taken on the report at this time. Chairman Forde expressed his opinion that the Board should not take any action on the Study; rather, he suggested that the Board use this meeting to ask whatever questions they had about the Study, take some time to consider its results, and take any appropriate action at a future meeting. Mr. Alvarez queried as to the role of the Port if we were to adopt this plan. Mr. Holt replied that the Board should discuss several alternatives and they would still have to oversee any leases and lease compliance. Mr. Forde also noted that the Board's role is governed by state statute and that it is and would continue to be responsible for overseeing leasing and other activity. The advantages of capital investment and the problem of dealing with invasive species were also discussed. Mr. Maragos asked if Bank of Montreal would be willing to answer any follow-up questions that he had and was assured that it would.

A Motion to allow Mr. Maragos to attend the meeting via telephone was made by Mr. Forde, seconded by Mr. Crivello, and passed unanimously.

Regarding Emesco litigation, Counsel Leroy informed the Board that the defendant's Motion to Dismiss our law division complaint had been granted. This will be appealed. The other Motions continue, and the forcible case will go forward.

Chairman Forde and Counsel Leroy are in the process of communicating with Kemper Sports Management regarding Harborside Golf Complex.

The law firm of Sidley and Austin has been retained on a pro bono basis to evaluate environmental issues for the Port District.

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 May 2012. A Motion to accept the financial statements was made by Mr. Sullivan, seconded by Mr. Wisniewski, and passed unanimously.

Treasurer's Report

Mr. Oelerich reported that we continue to perform better than both budgeted figures and last year's results.

Chairman Forde discussed House Bill 4204 which would formally dismiss a debt owed to the State which has been non-performing for many years. This bill is still pending. House Resolution 1088, which he requested, calls for the Auditor General of Illinois to conduct an audit of the Port District. This resolution has passed.

UNFINISHED BUSINESS

There was none.

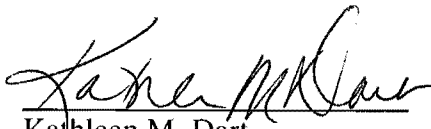
NEW BUSINESS

Mr. Kudrna informed the Board that the Illinois Dept. of Natural Resources would be setting up nets in Lake Calumet to monitor the presence of Asian Carp.


ADJOURNMENT

The next meeting of the Board of Directors will take place on Friday, July 20, 2012 at the Illinois International Port District, 3600 E. 95th St., Chicago, Illinois.

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



Kathleen M. Dart
Secretary



Michael K. Forde
Chairman