

ILLINOIS INTERNATIONAL PORT DISTRICT
Finance and Personnel Committee Meeting

January 17, 2020
3600 E. 95th Street
Chicago, Illinois

SUMMARY OF MINUTES

Members Present:

Paul Chialdikas, Committee Chairman
Aaron Del Mar
Chuck Bowen
William Habel
Henry Wisniewski

Others Present:

Ivan Solis (ex officio member)
Terry Fitzmaurice
Danielle Cassel
Terry Sullivan (via teleconference)
Brad Smith, Neal & Leroy
Clayton Harris III, Executive Director
Kurt Oelerich, Treasurer
Kathy Dart, Secretary

Committee Chairman Chialdikas opened the meeting of the Finance and Personnel Committee at 9:45 am. Roll was taken and a quorum was present.

General public present: None

APPROVAL OF MINUTES

Committee Chairman Chialdikas requested a motion for recommendation to the Board to approve the Finance and Personnel Committee minutes from December 20, 2019. The motion made by Mr. Del Mar; the motion was seconded by Mr. Wisniewski, and the motion passed unanimously.

FINANCIAL REPORTS

Monthly Financial Reports - Treasurer Oelerich presented, for review, the financial reports for the month of December 2019 and 2019 year-end.

A number of points were noted and discussed, including:

- The December 2019 revenue fell above the budgeted amount. The December revenue includes KemperSports' payment of \$395,000 associated with Harborside operations; and NASCOs' 2019 dockage and wharfage reconciliation fee of approximately \$130,000. The actual 2019 year-end revenue fell 1.3% below the budgeted amount.
- The December 2019 monthly total expense and 2019 year-end total expense results fell below the budgeted amounts.
- The December 2019 Net Income (revenues net of expenses), although negative, fell above the budgeted monthly projection. Net Income (revenues net of expenses) for year-end 2019 was approximately \$935,770, exceeding budgeted projections by over 17.2%.

Following discussion, the Committee recommended the Board of Directors approve the December Financial Reports.

FINANCIAL REPORTS (continued)

Treasurer Oelerich reported: An estimate of the pension actuarial payment was made in December. The actual, final actuary payment for 2019 is expected at the end of February and the financial statements will be adjusted at time, if necessary. The Port's actuary is completing the annual report and working with the Port's auditor on 2019 reporting.

The 2020 legal expense expectations were discussed. The total legal expense is projected to fall below the 2019 expense, assuming no unforeseen issues.

OLD BUSINESS

The Committee discussed and requested the Executive Director prepare an RFP for Auditing Services and provide a draft to Counsel Smith for review

Refinancing/Bond Transaction Update

Counsel Smith summarized the status of the refinancing/bond transaction. The process is in the marketing stage. Eleven parties have shown interest to date. Counsel Smith reported he is working to gather information requested for the due diligence period.

EXECUTIVE SESSION

Committee Chairman Chialdikas made a motion to enter Executive Session to discuss personnel and contract matters. The motion was seconded by Mr. Del Mar and the motion passed unanimously.

Personnel and Contracts– Discussion in Executive Session pursuant to Section 2(c)(1) of the Illinois Open Meetings Act.

Following discussion, Committee Chairman Chialdikas requested a motion to exit Executive Session. The motion was made by Mr. Habel and seconded by Mr. Bowen and the motion passed unanimously.

NEW BUSINESS

Pension Review

Committee Chairman Chialdikas reported he and Chairman Solis have requested Hessel and Associates attend the February Finance and Personnel Committee meeting. Hessel and Associates will make a presentation regarding the history of the Port's Pension Plan, the current status of the Plan, future forecasting and options to improve funding.

Capital Reserve Financial Plan

Committee Chairman Chialdikas indicated there is nothing to report at this time.

EXECUTIVE DIRECTOR'S REPORT

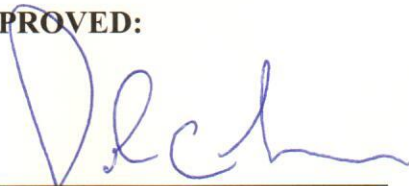
Executive Director Harris reported he continues to search for sources to assist in meeting the Port's capital needs.

Executive Director Harris reported that an issue with the Water Department double billing the Port and Lake Calumet tenants was discovered. He is working on resolving this issue.

ADJOURNMENT

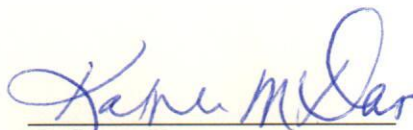
There being no further business to come before the Committee, the meeting was adjourned at approximately 10:30 am.

APPROVED:



Paul Chialdikas
Committee Chairman

ATTESTED:



Kathleen Dart
Secretary