

**REGULAR MEETING - MINUTES**

DATE: November 6, 2012

PLACE: Conference Room  
Building #119  
Kincheloe, MI 49788

MEMBERS PRESENT: Earl Kay, Chair  
Patricia Benoit  
Richard Brawley  
Dan Dasho  
Leisa Mansfield  
Larry Palma  
Don McLean  
Jim Quinnell  
Dick Timmer

MEMBERS ABSENT: None

EDC STAFF PRESENT: Kathy Noel  
Paula Adams  
Tami Beseau

OTHER PERSONS: Erin Marra, MI WORKS!  
Julie Timmer

I. CALL TO ORDER - Meeting was called to order, by Chairman Kay, at 4:15 P. M., with a quorum of the membership in attendance.

PLEDGE OF ALLEGIANCE

II. PRESENTATION OF MINUTES - MOTION by Director Timmer, approving the minutes of the Special Meeting of October 25, 2012; and the Regular Meeting of October 2, 2012, as corrected. Motion carried.

III. PUBLIC COMMENTS - No public comments offered.

IV. MONTHLY REPORTS -

A. Executive Committee - Chairman Kay reported that the committee not met during the month.

B. Finance Committee - Committee Chair Benoit reported that the committee had met on October 16th:

1) MOTION by Director Benoit, supported by Director Brawley, approving September vouchers #531 - #600, including September payroll, and totaling \$105,666.94. Motion carried.

2) MOTION by Director Benoit, supported by Director Quinnell, approving September financial statements. Motion carried.

3) MOTION by Director Benoit, supported by Director Timmer, to approve the report of the Finance Committee. Motion carried.

C. Airport Committee - Committee Chair Brawley reported on matters discussed during the regular monthly meeting of October 24<sup>th</sup>, the Joint Advisory Committee meeting of October 29<sup>th</sup>, and the Airport/Airline Workshop of October 31<sup>st</sup>:

1) MOTION by Director Brawley, supported by Director Quinnell, that Noel be again named as Airport Manager. Motion carried.

2) MOTION by Director Brawley, supported by Director Timmer, approving the reports of Airport Committee. Motion carried.

D. Joint Advisory Committee - see Airport Committee report above

E. Brownfield Committee - No meeting

IV. MONTHLY REPORTS (cont'd)

F. Staff Activity - Noel reported on matters detailed in the monthly report:

1) Noel advised that an October inspection by Canadian National Railroad, identified major repairs are required to the three mainline curves of the EDC's spur track. Directors were provided with AJ's Railroad Contracting repair quote (attached), totaling \$61,802.00. Noel explained that work can commence late next week, will take 2 weeks to complete, and that AJ's will work with CN and rail users to assure car traffic will continue throughout the project. Noel indicated that defects in these three areas are chronic. The contractor has estimated that the project will generate scrap proceeds of \$15,000, which will be applied directly to total project costs, resulting in a savings to the EDC as well as to each of the rail users. Rail Use Agreements provide that Plains (59%) and A & L (37%) pay a prorata share of mainline repair and maintenance costs, with the EDC paying the balance 4%. MOTION by Director McLean, supported by Director Timmer, authorizing the repair project by AJ's Railroad Contracting, at a cost not to exceed \$61,802.00. Motion carried.

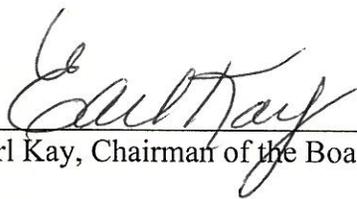
2) MOTION by Director McLean, supported by Director Dasho, approving the staff report. Motion carried.

V. NEW BUSINESS - Director McLean reported on matters discussed at the recent UPEDA Conference on Bi-National Regional Collaboration.

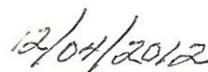
VI. OLD BUSINESS - Director Dasho reported that Valero continues to be involved in Kinross Cellulosic Ethanol LLC, and that groundbreaking for the project is scheduled for 2013. Director Dasho indicated that significant electrical upgrades are currently underway, in the form of replacement of a 69 KVA transmission line, with a 138 KVA transmission line running from St. Ignace to Pine River; that the Frontier project holds the promise of more improvements; and given Governor Snyder's strong support for U.P. infrastructure improvements - all will benefit the region.

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VII. ADJOURNMENT - MOTION by Director Benoit, supported by Director Timmer, that the meeting be adjourned. There being no further business before the group, Chairman Kay declared the meeting adjourned at 4:54 P. M.



Earl Kay, Chairman of the Board



Date Approved



Richard F. Brawley, Corporate Secretary