

LRB - FISCAL REVIEW SECTION ANALYSIS

PUBLIC IMPROVEMENTS COMMITTEE

ITEM 14, FILE 011492

FEBRUARY 20, 2002

ANGELYN WARD

File #011492 is a resolution to approving the assignment of the MBT Processing, LLC to Milwaukee Bulk Terminal, Inc., a Kinder Morgan Company and the Port of Milwaukee.

BACKGROUND

1. This resolution approves the transfer of lease assignment with MBT Processing, LLC to Milwaukee Bulk Terminal (MBT) and the Port of Milwaukee.
2. Mr. Roy Cook owned MBT Processing, LLC, which is a Jones Island bulk packaging firm.
3. Kinder Morgan Company, an international firm bulk material firm, purchased MBT from Mr. Cook but did not purchase MBT Processing, LLC.

DISCUSSION

1. Kinder Morgan Company has now purchased MBT Processing, LLC.
2. Mr. Cook will continue to participate and manage both companies.
3. The MBT Processing LLC lease is now assigned to MBT/Kinder Morgan.
4. The Board of Harbor Commissioners approved the assignment of the lease to MBT/Kinder Morgan at it's January 17, 2002 meeting.

FISCAL IMPACT

1. The file has no fiscal impact. This is a transfer of a current lease to MBT/Kinder Morgan and the Port of Milwaukee.
2. This lease period remains the same, through 2008

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LRB – Fiscal Review Section
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