

January 6, 2009

Ref: KMBT/Lease

To The Honorable
The Common Council
City of Milwaukee

Dear Council Members:

The Port of Milwaukee is requesting approval for an Amendment to Lease Agreement with Kinder Morgan Bulk Terminal for Parcel 1A consisting of approximately 1 acre of property to be added to the existing Parcel 1 included in Kinder Morgan's Master Lease dated October 24, 1996. Parcel 1A is to be added to the Master Lease. This agreement is retroactive July 1, 2008 and terminates June 30, 2013.

At its meeting of December 11, 2008, the Board of Harbor Commissioners approved the Amendment to Lease Agreement and authorized the Port staff to notify the Common Council. It is therefore, placed before your Honorable Body for its ratification of the Board's action. We respectfully request that your Honorable Body approve this Lease Amendment and authorize its execution by adopting the attached resolution.

Respectfully submitted,

ERIC C. REINELT
Municipal Port Director

ECR/dcl

cc: Ms. Hattie Billingsley, Port Finance Officer

i:kmbtleaseamendparcel1 Accltr.doc