

NEW ORLEANS FIRE FIGHTER'S PENSION AND RELIEF FUND Investment Board Meeting

Martin Gaal
Board President

Thomas F. Meagher, III
Secretary-Treasurer

SUBJECT:

Board of Trustees Investment Board Meeting
Fire Fighter's Pension & Relief Fund

TIME, DATE AND PLACE:

10:00 am June 14, 2017
3520 DeGaulle Drive
Suite 3001
New Orleans, Louisiana 70114

Board President Martin Gaal called the meeting to order. The following members of the Board of Trustees were present: Gaal, Meagher, Lavene, McConnell, Muse and Marchese. Gariepy was absent.

Four members present. With a quorum being present, the Board President declared the meeting duly convened to conduct business at 10 a.m. The Secretary Treasurer opened the meeting with the Pledge of Allegiance and a moment of silence for fallen firefighters.

Also present,

Paul Mitchell
Jon Breth, Bogdahn Group
Louie Robein, Board attorney
Kenny Prevost, retired firefighter
Richard Connors, retired firefighter

COMMUNICATIONS:

None

REVIEW AND ACCEPT MINUTES

Board members were requested to approve the minutes of the March 2017 Investment Board meeting. There was no April or May 2017 Investment Board meeting.

MOTION: Moved by Meagher and seconded by Muse to approve the minutes of the March 2017 investment Board meeting.

Motion passed.

NO OBJECTIONS

REGULAR BUSINESS:

MOTION: Moved by Meagher and seconded by Lavene to take items out of order.

Motion passed.

NO OBJECTIONS

MOTION: Moved by Meagher and seconded by Gaal to go into executive session to review matters relating to the FDIC.

Motion passed.

NO OBJECTIONS

MOTION: Moved by Gaal and seconded by Lavene to come out of executive session.

Motion passed.

NO OBJECTIONS

Fund performance - period ended December 31, 2016

Jon Breth gave the Board an overview of the market environment, market sector performance and market outlook. Breth moved to a review of the portfolio.

American Pension Consultants Breth informed the Board that the investment is now fully redeemed with the payment of the final policies.

Casa Fuego (Parks of Plaquemine) Breth noted that this investment is also fully redeemed in May. Our note was current through December 31, 2016 at 10% interest. The note holder negotiated a full redemption of the note and the fund's equity interest during the first quarter of 2017 in an amount equal to the principal value of the note at December 31, 2016 plus \$30,000 which was accepted by the Board.

Endgame Breth noted that he believes the investment is worth about \$1.2 million following his discussions with management and review of the preliminary financial statements. He noted that management has continued to reduce overhead. The movie production company is releasing a new movie in late 2017, and has plans to sell off movie rights of their library in an effort to facilitate a wind down. Breth expects the investment to be fully liquidated in the next three years.

McConnell arrived.

Fire Flix Breth noted that Mr. Tufaro is working to get the movie rights to the Culling and Tell Tale Heart. Dirty Movie II, (the national Lampoon movie) will release in 2017 on the heels of Snap, a new Lampoon movie. We are hopeful to see proceeds from these events.

LA Fund 1 Two companies make up the lion's share of the multi company portfolio maintained by management, Esperance and Embera, both drug companies. Esperance is seeking financing for next phase testing, which should be completed in the fourth quarter. Management is excited about the development of these two entities.

Breth noted that, TRS, a major investor in the fund, is pushing management to liquidate the investment. Management noted that 4 funds are interested in purchasing the investment.

Kreate Fund: Breth noted the building is still being marketed. He noted that FNBC had a loan on the building.

Land Baron: The Sadie Creek parcel, of which we are a 65% owner, is still under negotiation for sale to our co owners for \$1.25 million. Closing is not expected until late 2017.

Waterpark:

Meagher noted that the Fund has not received any returns from the Waterpark. He requested that Mr. Tarcza contact the majority owners and schedule a meeting.

NEW BUSINESS

Fletcher/Citco: Mitchell continues to coordinate with counsel on info requests by the defendants.

ADJURNMENT:

MOTION: Moved by Meagher and seconded by Gaal to adjourn the meeting.

Motion passed.

NO OBJECTIONS

APPROVED By:  **Date:** 11/08/2017