

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

Martin Gaal
Board President

Tommy F. Meagher, III
Secretary-Treasurer

SUBJECT:

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

TIME, DATE AND PLACE:

9:00 am September 10, 2014
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, Marchese, McConnell, and Foster.
Resigned: Jacobs

Six (6) members present and no member absent. With a quorum being present, the Board President declared the meeting duly convened to conduct business at 9:05 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
Jesse Evans, NOMERS
Joe Bogdahn, Bogdahn Group
Jon Brett, Bogdahn Group
Kenny Prevost, Firefighter
Nick Felton, Firefighter
J. Petruska, Retired Firefighter
Louis Robein, Board attorney
Robert Tarcza, Board attorney

COMMUNICATIONS:

None

REVIEW & ACCEPT MINUTES:

Minutes were made available for review and approval. McConnell would like the minutes to reflect that he paid his for portion of the fiduciary insurance premium rather than Local 632.

MOTION: Moved by Marchese and seconded by Gaal to approve the August investment minutes as adjusted.

Motion passed.

NO OBJECTIONS

OLD BUSINESS:

Natchez: Mr. Mitchell noted that the Natchez sale has closed. The closing resulted in

1. A check for \$2.5 million,
2. A promissory note from Broadway Natchez Investors, II LLC in the face amount of \$1.5million,
3. A continuing guaranty from Warren Reuther guaranteeing the Note in an amount not to exceed \$1.25 million,
4. A continuing guaranty from Gary Solomon guaranteeing interest on the Note in an amount not to exceed \$600,000,
5. A continuing guaranty from Broadway Hospitality, LLC guaranteeing payment of the note in full.

Proceeds from the escrow account will be redeemed within a week. Total escrow proceeds exceed \$675,000.00.

The agreement also provides for the sale of shares held in the hotel to Mr. Reuther at a price of \$35,000. Documents to close that sale are pending. The check is held in escrow.

NEW BUSINESS:

Presentation from Robert Tarcza: As a follow up by a request by members of the Board to review all LLCs set up by the fund, Mr. Tarcza provided a schedule of all the LLC's the fund has participated in both closed and active. He described the legal reasons for the LLC, as LLCs insulate the Fund's liability to the assets invested in the deal. He discussed all of the active LLC's and several of the non-active LLC's. The presentation lasted about 1.5 hours.

REGULAR BUSINESS:

Fund performance - period ended August 31, 2014

Jon Brett led the discussion on the performance of the Fund and provided commentary on the performance of various sectors and money managers in particular. Jon discussed the recent volatility in the market. Most observers believe it is due to the fact that many believe the Feds may act quicker to raise rates.

Jon noted that he has prepared a quarterly report which outlines performance and specifics of each investment. Discussion followed on the contents of the report.

American Pension Consultants: Mr. Mitchell informed the Board that the September policy payment was made. Mr. Triche has not completed the transfer of the insurance policies to the Fund.

Corner Pocket and Sadie Creek: Jon noted that the pending sales offer has been withdrawn. Land Baron will begin discussion with a second bidder have also fallen through. Jon Brett noted that he will discuss sale options with Land Baron officials. Possible options include a buyout by one of our partners, releasing Sadie Creek property to the note holder, and locating another broker to sell the property.

Westwego property: Jon Breth noted that Mr. Crenshaw is expected to close on a portion of the property sometime during October. Crenshaw is moving forward with the assisted living development. Mr. Crenshaw noted that Walmart is still interested in developing land near the property.

Saratoga Lofts, Maritime and Stevens Garage: Meetings dates with Mr. Wiznia have been rescheduled for later this month.

Clinton Magnolia: the Fund is awaiting liquidation. Discussion with management indicates that liquidation is moving according to plan.

Fire Flix: the Fund received a small check (<\$2,000) for the Culling. Mr. Tufaro will attend a film festival in November to discuss sale opportunities for the Culling and DMII.

CoCo Walk: Mr. Whalen has informed the Board that the investment is up for sale. He is currently in discussions with potential buyers. Jon noted that a sale price of \$95 million and above is being discussed. Mr. Whalen expects to get a better sales price. Jon explained the \$95 million sales price would result in a return of the Fund's investment in the project.

Intercontinental: This investment has indicated that they anticipate fully liquidating the investment within the next 12 months.

Falconhead: discussions with Colliers indicate there are six suitors for the property.

Sail Venture: T. Meagher noted that FRS will be discussing the investment at its board meeting. He will attend that meeting in Baton Rouge tomorrow.

Lakewood Golf Course:

MOTION: Moved by Gaal and seconded by Lavene to go into executive session.

Motion passed.

NO OBJECTIONS

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

Motion passed.

NO OBJECTIONS

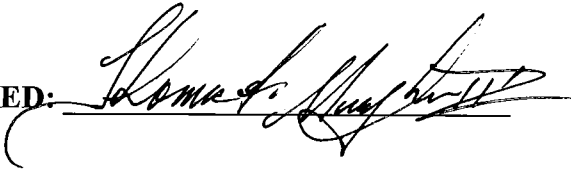
MOTION: Moved by Gaal and seconded by Marchese to authorize the secretary treasurer in his capacity as limited partner of both golf investments to make changes to the structure of each entity as deemed necessary after consulting with legal counsel.

Motion passed.

NO OBJECTIONS

There being no further business, the meeting adjourned at noon. The next Investment Board Meeting of the Board of Trustees will be on October 8, 2014.

APPROVED:



DATE:

