

TRUSTEES OF THE TRUST FUNDS
CITY OF PORTSMOUTH, NEW HAMPSHIRE
MINUTES OF JULY 12, 2012 MEETING

A regular meeting of the Trustees of the Trust Funds for the City of Portsmouth, New Hampshire was held on July 12, 2012 at the Shaw Building at Prescott Park. The meeting was called to order at 7:32 a.m.

Present were Trustees Phyllis Z. Eldridge, Dana S. Levenson and Thomas R. Watson. Also present were Peter Torrey, Michael Warhurst, Robert Sullivan, Thomas Dwyer, Benjamin Anderson, Molly Bolster and Cathy Sununu.

The minutes of the June 23, 2012 meeting were reviewed and, upon motion duly made and seconded, were approved.

Payroll and operating expense checks were reviewed and signed.

Michael Warhurst delivered his report on the Park. He reported that the tribute, organized by Senators Shaheen and Ayotte, to the firefighters who worked on suppressing the fire on the U.S. Miami, after being postponed a number of times, is now scheduled for July 13, 2012.

Mr. Warhurst reported on the receipt of an expression of interest by friends and family of Harold Woodbury for a memorial bench at Four Tree Island. In response, the Trustees reaffirmed the policy of requiring for the actual cost of a new bench (because all existing benches have now been inscribed) as well as a \$3,000 fee for the inscription.

Finally, Mr. Warhurst reported on the receipt of a request by John Samonas to rent one of the Park's day slips for the balance of the summer at a prorated rate of our annual season rental. After discussion, Mr. Samonas's request was denied for reason of the policy of the Park and the City Council to keep the day slips available for temporary rentals to the public.

Peter Torrey next presented his financial report. He delivered preliminary financial statements for the six-month period ending June 30, 2012. A review of the summaries shows the income and expenses for the six-month period to be on track with the budget with income at 50% of that budgeted for the full year and expenses at 48.4% of that budgeted for the year.

Mr. Torrey also presented a proforma showing projected revenues under each of the three funding alternatives currently under consideration for replacement of the docks at the Park. He explained the assumptions on which the proforma was based and observed that, under each of the alternatives, the revenues generated from rentals will pay off the cost of construction by 2023 on the outside and, under one alternative, as early as 2017. Mr. Torrey observed that the results of these projections appear to make the length of recouping the costs a factor of less importance in choosing among the alternatives. After further discussion, Mr. Torrey was asked to contact the City Manager's office to invite its comments on the proforma and ascertain the status of its review of the regulations associated with the BIG grant.

Molly Bolster appeared on behalf of The Gundalow Company. She presented a request on its behalf to be permitted to install a sign on the riverside of the fence atop the seawall adjacent to the area where the Gundalow ties up. The sign would describe the history of the Gundalow and include a rendering of the vessel and would primarily serve as an information source for the public about the vessel, particularly when the vessel is not docked.

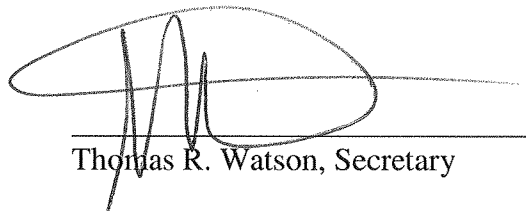
The meeting was then adjourned to allow the Trustees to view the site of the proposed sign. Upon resumption at that site, Ms. Bolster described the sign in more detail including its dimensions and how it would be fastened to the posts. After further discussion, Ms. Bolster was invited to submit to the Trustees a rendering or drawing of the proposed sign, including its contents, and to return to the Trustees at a future meeting to review the same.

On behalf of Prescott Park Arts Festival ("PPAF"), Mr. Anderson, Mr. Dwyer and Ms. Sununu led a walk through those areas of the Park utilized by PPAF and a discussion of current issues with its current layout and conceptual alternatives for improvement. Particular emphasis was placed on the problems with the tangle of the tent, trailers and materials lying to the rear of the stage. They expressed an interest in relocating the stage further southerly in the Park, thereby allowing for more audience space. An open discussion concerning this concept occurred, following which, the Trustees indicated that further discussion was in order but emphasized that the discussion should still be viewed as only preliminary and conceptual at this time. It should not be viewed as an agreement or commitment by the Trustees to moving the stage. After discussing other proposals for changes in the current layout of PPAF, the meeting was adjourned to return to the Shaw Building.

On return to the Shaw Building, the meeting was resumed. At that time, the Trustees set their meeting for the month of August. The regular meeting will be held on August 8th at 8:00 a.m. and August 23rd at 7:30 a.m.

The chair reported that the next meeting will take place on July 26, 2012.

There being no further business, upon motion duly made and seconded, the meeting was adjourned at 9:20 a.m.



Thomas R. Watson, Secretary