

Council & Enhanced Tennessee Fund, LLC

January 30, 2014

CONFIDENTIAL

VIA ELECTRONIC CORRESPONDENCE

Lamont Price, CGFM, CFE
Director of Internal Audit and Consulting
Department of Economic and Community Development
312 Rosa L. Parks Avenue – 27th Floor
Nashville, Tennessee 37243

RE: Annual TNInvestco Report

Dear Lamont:

Pursuant to Section 4-28-110(a)(2) of the Tennessee Small Business Investment Company Credit Act, please see the attached report due January 31st for Council & Enhanced Tennessee Fund, LLC (“C&E”).

The TnInvestco Fiduciary Duty and Ethics, Waste, Fraud & Abuse Policy signed by Dennis C. Bottorff, Katie H. Gambill, Richard D. Apple, Andrew M. Paul, and Michael A.G. Korengold have already been sent via electronic correspondence from Rick Apple and the \$5,000 annual certification fee was sent under separate cover via FEDEX to the ECD Fiscal Services Department.

If you have any questions or comments or need any additional information, please do not hesitate to contact me.

Sincerely,



Nicole Fiorenza Antoon
Counsel and Director of Compliance

Cc: Mr. Rick Apple

Council & Enhanced Tennessee Fund, LLC
Annual Report 2013

Base Investment Amount **\$14,000,000.00**

Seed / Early Stage Multiplier **300.00%**
above 1x credit for qualified investment amount up to \$3,500,000

Qualified Tennessee Business	Investment Date	Investment Amount	% of Base Investment Amount	Seed or Early Stage Investments	Total Investment Credit	Industrial Sector NAIC Code	Description of Industry	# of Employees at Initial Investment	# of Employees as of 12/31/13		# of Employees as of 12/31/13	
									Minorities and Women	Total	Minorities and Women	Total
New Day Pharmacy Corporation	4/6/2010	365,000.00	2.6%	365,000.00	1,095,000.00	44611	Institutional Pharmacy	31				
New Day Pharmacy Corporation	1/24/2011	238,230.08	1.7%	185,000.00	608,230.08				77	103	79	100
New Day Pharmacy Corporation	3/1/2011	176,470.59	1.3%	-	176,470.59							
New Day Pharmacy Corporation	9/9/2011	392,837.00	2.8%	-	392,837.00							
New Day Pharmacy Corporation	7/13/2012	117,061.00	0.8%	-	117,061.00							
New Day Pharmacy Corporation	9/7/2012	175,591.00	1.3%	-	175,591.00							
New Day Pharmacy Corporation	1/17/2013	116,795.00	0.8%	-	116,795.00							
New Day Pharmacy Corporation	6/11/2013	232,794.00	1.7%	-	232,794.00							
			13.0%									
Energy Source Partners, LLC	8/20/2010	500,000.00	3.6%	500,000.00	1,500,000.00	541330	Solar Power Generating Facilities	3	1	3	1	3
Energy Source Partners, LLC	3/3/2011	500,000.00	3.6%	-	500,000.00							
			7.1%									
Fsi, Inc.	9/27/2010	1,500,000.00	10.7%	-	1,500,000.00	454000	Supply chain business process outsourcing solutions	22	18	27	20	28
Fsi, Inc.	2/19/2013	300,000.05	2.1%	-	300,000.05							
			12.9%									
CapControls, LLC	5/19/2011	250,001.00	1.8%	-	250,001.00	511210	Financial Information Technology	6.5	7	34	7	35
ShareholderInsite (f/k/a CapControls)	8/13/2012	250,022.50	1.8%	-	250,022.50							
	5/24/2013	100,002.50	0.7%	-	100,002.50							
			4.3%									
Advanced Network Solutions	8/15/2011	500,000.00	3.6%	-	500,000.00	541512	Local area network computer systems integration design systems	29	9	50	10	54
Payment America Systems, Inc.	11/2/2011	480,000.00	3.4%	-	480,000.00	561110	Healthcare Revenue Cycle Management	63	76	91	75	90
Network Contract Solutions, LLC	7/2/2012	300,000.00	2.1%	-	300,000.00	541511	Customized software application Services	15	20	27	20	27
Network Contract Solutions, LLC	12/19/2012	110,000.00	0.8%	-	110,000.00							
Network Contract Solutions, LLC	4/29/2013	80,000.00	0.6%	-	80,000.00							
			3.5%									
ABT Molecular Imaging, Inc.	9/4/2012	500,000.00	3.6%	-	500,000.00	339110	Medical Equipment and Supplies Manufacturing	30	9	38	9	38
ABT Molecular Imaging, Inc.	7/25/2013	25,000.00	0.2%	-	25,000.00							
			3.8%									
Dalcon Communication Systems, Inc.	11/9/2012	250,000.00	1.8%	-	250,000.00	334290	Other Communications Equipment Manufacturing	18	6	22	7	23
Dalcon Communication Systems, Inc.	8/23/2013	100,000.00	0.7%	-	100,000.00							
			2.5%									
The Rehab Documentation Company, Ir	12/18/2012	1,100,000.00	7.9%	-	1,100,000.00	511210	Applications Software, computer, packaged	44	N/A	40 full time and 3 part time	20	40 full time and 3 part time
The Rehab Documentation Company, Ir	12/19/2013	299,999.85	2.1%	-	299,999.85							
			10.0%									
PlayMaker CRM, Inc.	7/19/2013	1,125,000.00	8.0%	-	1,125,000.00	511210	Software Publisher	23	7	25	7	26
Totals:		10,084,804.57		1,050,000.00	12,184,804.57							
Amount of Remaining Designated Capital Left to Invest					\$1,815,195.43							
Plus reinvestment required from liquidations					\$15,195.43							
Total Amount of Remaining Designated Capital Left to Invest					\$1,830,390.86							