HGK

Asset Management, Inc.

May 13, 2011

City of Ormond Beach

- **General Employees' Pension Plan**
- **Police Officers' Pension Trust Fund**
- **Firefighters' Pension Trust Fund**

Presented by:

David C. Hauck, CPA
Director, Product Services Group
Mickey Spillane, J.D.
Director of National Accounts

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Equity Discipline

Consistently produce superior returns over long time periods with below market risk

- **Strong value orientation**
  - *Identify companies selling below present value of their discounted future cash flows from existing assets*
- **Reduce volatility of returns through broad exposure**
  - *Maintain exposure to all sectors of the broad market, represented by the historical median of the Russell 1000 Value.*
  - *Positions >3.5% pared and recycled into existing holdings*
- **Select high quality companies for purchase**
  - *Invest in companies that have the resources and identified catalysts to realize intrinsic value in a defined time frame*
- **Adhere to sell discipline**
  - *When present value of future cash flows minus debt equals market cap the stock is sold and proceeds are recycled into next opportunity*

Personnel

Portfolio Management Team

Michael Pendergast, CFA	*CIO, Portfolio Manager, Large Cap Value (1983)*
Paul B. Carlson, CFA	*Senior Portfolio Manager, Analyst, Mid Cap Value (1991)*
Eric Fuhrman, CFA	*Portfolio Manager, Analyst, Fixed Income A+ Intermediate (2001)*
Anthony P. Santoliquido	*Senior Portfolio Manager (1992)*
Christopher R. Gerne	*Portfolio Manager (2002)*
Suzanne A. Malone	*Portfolio Manager (1991)*
Andrew Rothstein, CFA	*Research Director, Assistant Portfolio Manager, Large Cap Value (2006)*
Stevens C. Sheppard, CCM	*Portfolio Manager, Core, Growth Equities (2000)*
Lauren Wimer	*Senior Research Analyst (2005)*
Karl Laufenberg	*Head Equity Trader (2007)*
Helena Scholz, CIPM	*Research Analyst (2008)*
David Ayres	*Equity Trading (2009)*
Geoffrey Hauck	*Research Analyst (2008)*
Laura Soehl	*Performance Analyst (2008)*
Jeff Clarke	*Research Analyst (2011)*
David C. Hauck, CPA	*Director, Product Services Group, Senior Relationship Manager (1999)*
Adam Gerentine	*Product Services Group, Relationship Manager (2006)*

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City of Ormond Beach

EQUITY GUIDELINES

- General Employees' Pension Plan
- Police Officers' Pension Trust Fund
- Firefighters' Pension Trust Fund

Benchmark:
Russell 1000 Value

We certify that the portfolio is in compliance with the guidelines as of the current valuation date, and has been for the duration of the period covered in this Portfolio Review.

Michael Pendergast, CFA
Managing Director/Equity Investments

City of Ormond Beach
General Employees' Pension Plan
1Q 2011 Statement of Changes

	Cash	Equity	Total
Market Value at January 1, 2011	$ 150,370	$ 6,751,828	**$ 6,902,198**
Contributions/ (Withdrawals)	$ (1,331)	$ (6,089)	**$ (7,420)**
Interest & Dividends	$ 3	$ 41,074	**$ 41,077**
Realized Gains/(Losses)	$ -	$ 265,814	**$ 265,814**
Unrealized Gains/(Losses)	$ -	$ 134,139	**$ 134,139**
Market Value at March 31, 2011	**$ 149,042**	**$ 7,186,766**	**$ 7,335,808**

Total Investment Return at March 31, 2011	**$ 3**	**$ 441,027**	**$ 441,030**

Equity Rate of Return	6.54%	Russell 1000 Value	6.46%
Total Fund Rate of Return	6.40%		

Figures include accrued income. Rate of Return calculations are based on monthly valuations.

City of Ormond Beach
General Employees' Pension Plan
Long Term Investment Performance

Year	Total Fund Rate of Return	Russell 1000 Value
May - December 2009	27.55%	29.88%
2010	11.87%	15.51%
Annualized as of March 2011		
1 Year	13.11%	15.15%
As of March 2011		
Cumulative Rate of Return	51.82%	59.72%
Annualized Rate of Return	24.34%	27.67%
(Last 1.92 Years)		

City of Ormond Beach
Police Officers' Pension Trust Fund
1Q 2011 Statement of Changes

	Cash	Equity	Total
Market Value at January 1, 2011	$ 103,054	$ 4,677,391	$ 4,780,445
Contributions/ (Withdrawals)	$ 4,580	$ (9,718)	$ (5,139)
Interest & Dividends	$ 3	$ 28,460	$ 28,463
Realized Gains/(Losses)	$ -	$ 190,191	$ 190,191
Unrealized Gains/(Losses)	$ -	$ 87,923	$ 87,923
Market Value at March 31, 2011	**$ 107,636**	**$ 4,974,247**	**$ 5,081,883**

Total Investment Return at March 31, 2011	**$ 3**	**$ 306,574**	**$ 306,577**

Equity Rate of Return	6.56%	Russell 1000 Value	6.46%
Total Fund Rate of Return	6.42%		

Figures include accrued income. Rate of Return calculations are based on monthly valuations.

City of Ormond Beach
Police Officers' Pension Trust Fund
Long Term Investment Performance

Year	Total Fund Rate of Return	Russell 1000 Value
May - December 2009	27.53%	29.88%
2010	11.90%	15.51%
Annualized as of March 2011		
1 Year	13.08%	15.15%
As of March 2011		
Cumulative Rate of Return	51.86%	59.72%
Annualized Rate of Return	24.36%	27.67%
(Last 1.92 Years)		

City of Ormond Beach
Firefighters' Pension Trust Fund
1Q 2011 Statement of Changes

	Cash	Equity	Total
Market Value at January 1, 2011	$ 81,038	$ 3,669,339	$ 3,750,377
Contributions/ (Withdrawals)	$ 1,696	$ (5,728)	$ (4,031)
Interest & Dividends	$ 2	$ 22,371	$ 22,373
Realized Gains/(Losses)	$ -	$ 147,128	$ 147,128
Unrealized Gains/(Losses)	$ -	$ 69,670	$ 69,670
Market Value at March 31, 2011	**$ 82,736**	**$ 3,902,781**	**$ 3,985,517**

Total Investment Return at March 31, 2011	**$ 2**	**$ 239,170**	**$ 239,171**

Equity Rate of Return	6.53%	Russell 1000 Value	6.46%
Total Fund Rate of Return	6.38%		

Figures include accrued income. Rate of Return calculations are based on monthly valuations.

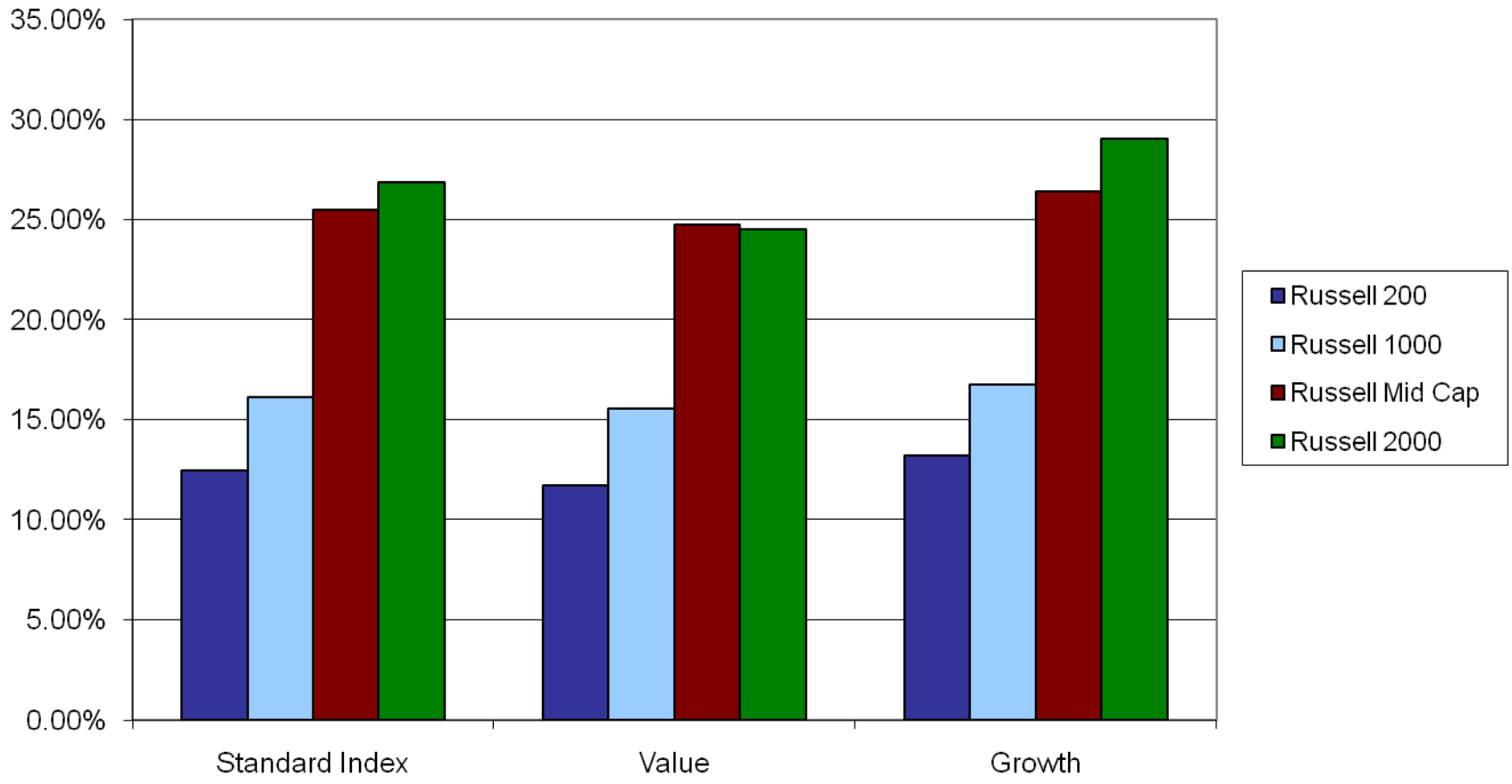
City of Ormond Beach Firefighters' Pension Trust Fund

Long Term Investment Performance

Year	Total Fund Rate of Return	Russell 1000 Value
May - December 2009	27.62%	29.88%
2010	11.92%	15.51%
Annualized as of March 2011		
1 Year	13.17%	15.15%
As of March 2011		
Cumulative Rate of Return	51.96%	59.72%
Annualized Rate of Return	24.40%	27.67%
(Last 1.92 Years)		

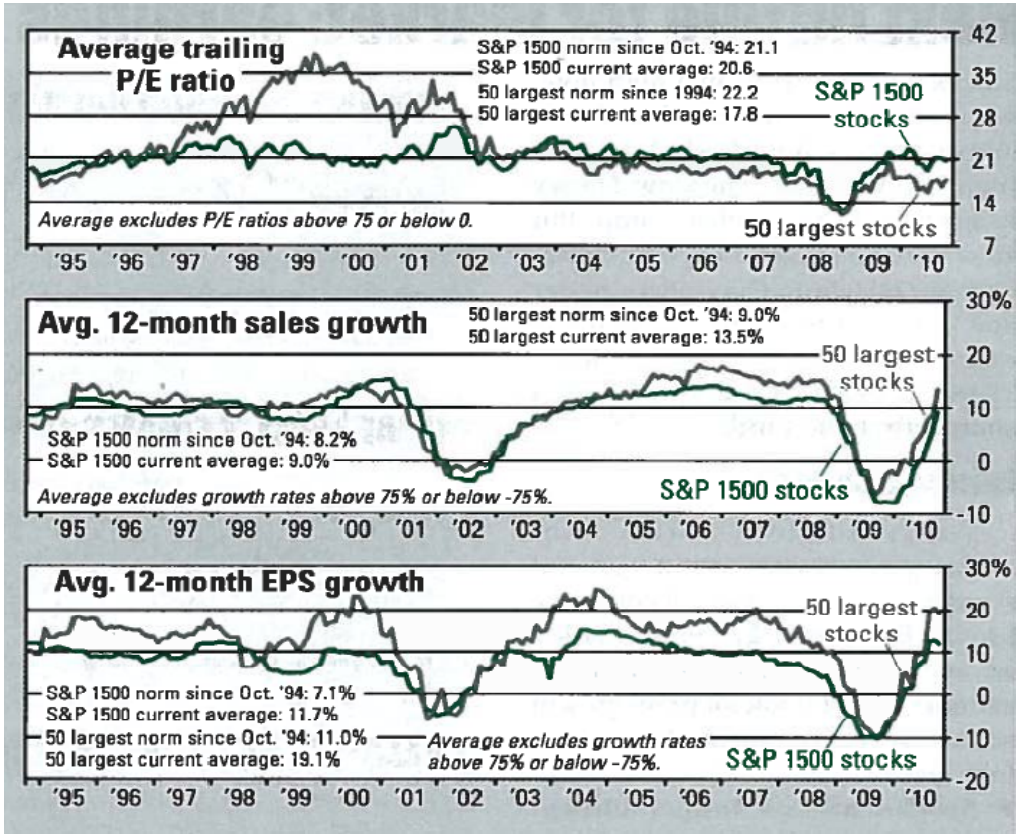
Small Caps / Big Returns

In 2010 the key drivers of equity performance were company size and leverage. The components of the Russell 1000 Value are the Russell 200 (Large Cap Stocks), which returned 12.5% in 2010, and the Russell Mid Cap Index which returned 25%. ***HGK's LCV portfolio is biased to the Russell 200.***



NIFTY FIFTY REDUX?

Since October 1994, the 50 biggest stocks in the S&P 1500 averaged higher sales and profit growth and a slightly higher P/E ratio than the average stock in the index. Over the most recent 12 month period the largest 50 stocks have delivered higher profit growth but they have an average P/E ratio of 18 versus 21 for the average stock in the index.



Dow Theory Forecasts, January 3, 2011

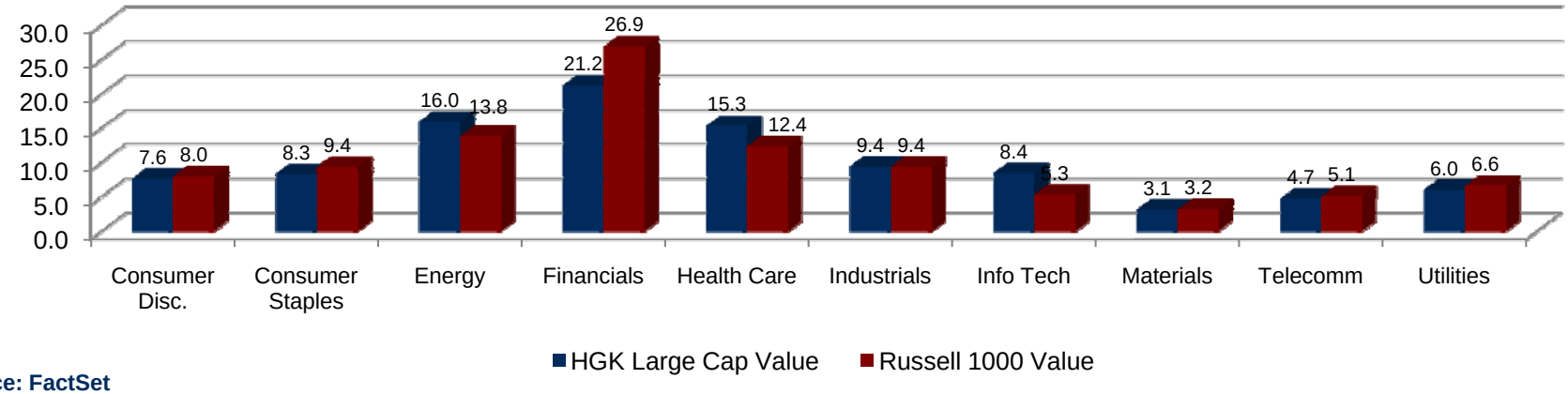
Large Cap Value Equity

Q1 2011 Equity Characteristics

Portfolio Characteristics

	Fund	Russell 1000 Value
Price/Book	1.72	1.66
Price/Sale	1.2	1.3
P/E Ratio	11.5	13.0
Dividend Yield	2.33	2.21
Wtd. Average Market Cap	$78.5B	$74.2B
Median Market Cap	$45.4B	$5.3B
Holdings	48	665

Sector Allocations



Source: FactSet

Top Ten Holdings

Large Cap Value Portfolio

As of March 31, 2011

Issue	Sector	% of Portfolio
Chevron Corp.	Energy	3.15%
Danaher Corp.	Industrials	2.68%
JPMorgan Chase & Co.	Financials	2.64%
Pfizer Inc.	Health Care	2.62%
Apache Corp.	Energy	2.59%
Verizon Communications Inc.	Telecommunication	2.39%
General Dynamics Corp.	Industrials	2.38%
UnitedHealth Group Inc.	Health Care	2.36%
Travelers Cos. Inc.	Financials	2.35%
Kimberly-Clark Corp.	Consumer Staples	2.32%
	TOTAL	**25.48%**

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2011 Macro Portfolio Themes

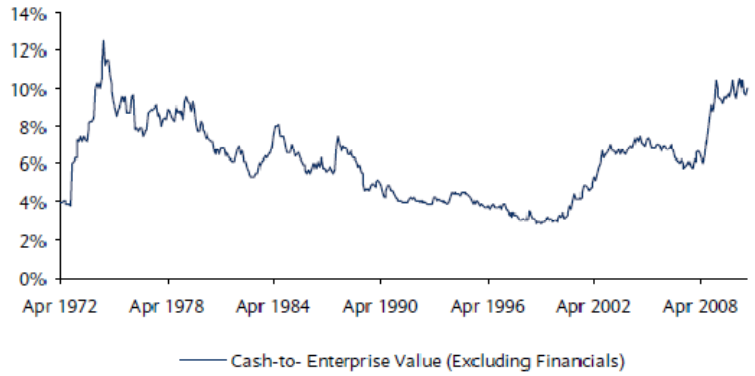
- ***Invest in undervalued high quality companies exhibiting strong corporate performance.***
  - *Attractive valuations, strong cash flow generation, high ROE's, competitive strength and the ability to return capital to shareholders via dividends and share repurchases make these companies attractive to investors*
- ***Invest in low levered fundamentally strong companies with the financial flexibility to make strategic acquisitions.***
  - *Expansion of asset base through strategic accretive acquisitions will reward shareholders*
- ***Invest in companies with the ability to generate free cash flow non-US, specifically in developing economies.***
  - *Economic growth in developing economies (China, India, Brazil, Russia, Vietnam) should outpace GDP growth in the US and Europe for the foreseeable future*

Returning Cash to Shareholders

Cash levels are about 10% of the enterprise value of a firm. These levels have not been seen since the early 1970's. With interest rates as low as they are, cash is an unproductive asset. Firms are now looking to utilize this cash in a manner that will maximize shareholder value.

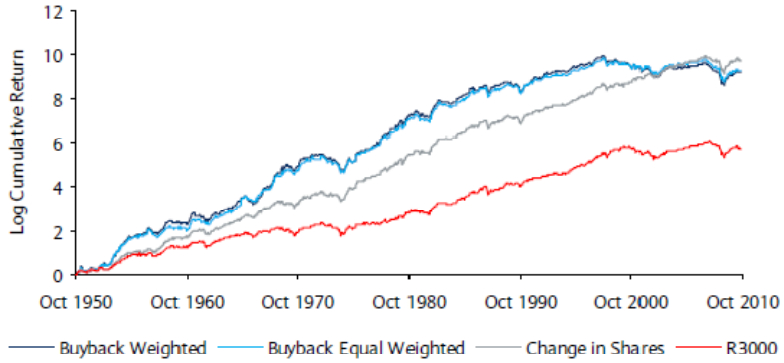
Buybacks are one possible strategy a firm can use to deploy cash. Ongoing strategies to reduce share count have outperformed the Russell 3000 fairly consistently over the long term.

Figure 3: Cash-to-Enterprise Value for the Russell 1000 Universe (Ex-Financials) (April 1972 to November 2010)



Source: Barclays Capital Quantitative Equity Strategies, CRSP, IDC, Standard & Poor's, Russell.
Note: Past performance is no guarantee of future results.

Figure 5: Log Cumulative Returns for a Buyback Strategy applied to the Russell 3000 Universe (October 1950 to August 2010)



Source: Barclays Capital Quantitative Equity Strategies, CRSP, Russell.
Note: Past performance is no guarantee of future results.

2011 Sector Allocation Strategies

- ***Overweight Technology***
  - *Biased holdings to mature industry leaders (IBM, Intel, Oracle, Microsoft).*
  - *Anticipate substantial capital to be returned to shareholders in the form of buybacks and dividends.*

- ***Underweight Financials***
  - *Populate sector with conservative higher quality names i.e. Travelers, State Street, JPM Chase and financial services companies, Goldman Sachs, with a proven record of understanding and leveraging risk.*
  - *Financial Services companies earnings will be inhibited by increased regulation and higher reserve requirements.*

- ***Overweight Healthcare***
  - *Global demographics coupled with attractive valuations, dividend yields and relatively inelastic demand result in a modest overweight to the sector.*
  - *Biased holdings to Big Pharma (JNJ, Merck, Pfizer).*

HGK Asset Management, Inc.

2nd Quarter 2011 Equity Outlook

Equity markets continued their upward move in the first quarter of the year. It seems not even the unrest in the Middle East, the disaster in Japan, nor sovereign debt issues in Europe could derail this advance. The S&P 500 advanced nearly 6% with broad participation by small, mid, and large capitalization in both value and growth. Returns were impressive and the S&P 500 is up roughly 96% from the March 2009 low.

It appears the economy has regained some momentum and is on a firmer footing as forecasts for GDP are now in the range of 3%. Fiscal policy benefits from tax cuts and quantitative easing have helped accelerate business activity. The Fed continues to place employment and growth at the top of its priorities. In fact, recently the Fed has hinted at continued easing after the $600B June plan expires given the weak recent payroll and employment numbers. Growth should be stronger in the first half of the year with some slowing in the back end. Rising prices in oil and other commodities will serve as a drag by neutralizing the stimulative effects of the 2% reduction in the Social Security payroll tax. Interest rates are expected to remain low while corporate profits and cash flows are both expected to be higher again this year. It should be noted, however, that the growth rate in revenue and earnings is slowing to a more sustainable rate.

While shorter term prospects appear favorable, there are still significant structural impediments to growth that will prevent GDP from reaching full potential. High levels of government and consumer debt, a tepid employment picture, increased financial regulation, and the prospect of increased taxation to reduce the deficit all serve as potential drags on long term domestic growth. Also, should inflation expectations become unhinged around the world, monetary policy could tighten significantly in developed countries driving interest rates higher. Presently, though, it appears the Fed cares more about employment and growth and less about inflation.

Although the statements of fact and data in this report have been obtained from, and are based upon, sources that the Firm believes to be reliable, we do not guarantee their accuracy, and any such information may be incomplete or condensed. All opinions included in this report constitute the Firm's judgment as of the date of this report and are subject to change without notice. This report is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. Past performance is not a guarantee of future results.

2nd Quarter 2011 Equity Outlook

Currently our overall valuation call on the equity market is that it is neither overly attractive nor overly expensive. We think that the outlook for monetary policy will be critical in determining equity valuations. The fact that the public sector has not yet undertaken the process of deleveraging leads us to believe that monetary policy cannot be tightened. Thus, policy should be favorable for equities.

Our strategy is to focus on larger, higher quality companies. Rarely have so many of the biggest, most well known companies been available at such attractive discounts. Valuations are attractive relative to the market in general and their ability to enhance their competitive positions at the expense of weaker competitors has never been better. We expect capital use to be a dominant theme this year. Stocks should advance or at worst be range bound. The key driver of returns will be companies returning cash to shareholders, either via share repurchasing, dividend increases, or through companies being the target of takeover. HGK Is finding attractively valued, high quality, large companies in many sectors of the market which have been more broadly diversified than in the past. We are still emphasizing companies and industries which are less dependent on economic growth and consumer spending. Specifically, we are overweight Healthcare, Technology, and to a lesser extent Energy while underweighting Financials.

Michael Pendergast, CFA
Managing Director / Chief Investment Officer
HGK Asset Management, Inc.

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City of Ormond Beach
General Employees' Pension Plan
Portfolio Statement
As of March 31, 2011

	MARKET VALUE	% MKT VALUE	COST VALUE	ACCRUED INTEREST
CASH	149,042	2.0%	149,042	0
EQUITIES	7,186,766	98.0%	5,870,133	0
TOTAL	7,335,809	100.0%	6,019,175	0

City of Ormond Beach
General Employees' Pension Plan
Portfolio Statement
As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES	**********					
-- MATERIALS --							
2,100	Freeport-McMoRan Copper & Go	55.55	116,655	1.6%	19.84	41,664	1.8%
1,250	PPG Industries Inc.	95.21	119,013	1.7%	44.03	55,038	2.4%
TOTAL MATERIALS			235,668	3.3%		96,702	2.1%
-- INDUSTRIALS --							
3,800	Danaher Corp.	51.90	197,220	2.7%	36.76	139,766	0.2%
2,200	General Dynamics Corp.	76.56	168,432	2.3%	57.43	126,408	2.5%
7,000	General Electric Co.	20.05	140,350	2.0%	13.42	93,994	3.0%
1,900	United Technologies Corp.	84.65	160,835	2.2%	66.14	125,748	2.3%
TOTAL INDUSTRIALS			666,837	9.3%		485,915	1.8%
-- CONSUMER DISCRETIONAR							
3,050	Best Buy Co. Inc.	28.72	87,596	1.2%	38.63	117,951	2.1%
6,500	Comcast Corp. (Cl A)	24.72	160,680	2.2%	18.74	122,054	1.8%
2,600	Kohl's Corp.	53.04	137,904	1.9%	55.39	144,113	1.9%
1,700	VF Corp.	98.53	167,501	2.3%	70.98	120,688	2.6%
TOTAL CONSUMER DISCRETIONARY			553,681	7.7%		504,806	2.1%
-- CONSUMER STAPLES --							
3,100	Archer Daniels Midland Co.	36.01	111,631	1.6%	26.32	81,730	1.8%
4,300	CVS Caremark Corp.	34.32	147,576	2.1%	31.10	133,915	1.5%
2,600	Kimberly-Clark Corp.	65.27	169,702	2.4%	51.16	133,015	4.3%
2,650	PepsiCo Inc.	64.41	170,687	2.4%	64.86	171,982	3.0%
TOTAL CONSUMER STAPLES			599,596	8.3%		520,642	2.8%

City of Ormond Beach
General Employees' Pension Plan
Portfolio Statement
As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES **********		- cont.				
-- HEALTH CARE --							
2,500	Johnson & Johnson	59.25	148,125	2.1%	52.00	130,012	3.6%
3,600	Eli Lilly & Co.	35.17	126,612	1.8%	33.20	119,515	5.6%
1,900	McKesson Corp.	79.05	150,195	2.1%	45.12	85,772	0.9%
4,700	Merck & Co Inc	33.01	155,147	2.2%	35.07	165,008	4.6%
9,200	Pfizer Inc.	20.31	186,852	2.6%	21.20	195,088	3.9%
3,200	St. Jude Medical Inc.	51.26	164,032	2.3%	35.31	113,017	1.6%
3,800	UnitedHealth Group Inc.	45.20	171,760	2.4%	23.20	88,194	1.1%
TOTAL HEALTH CARE			1,102,723	15.3%		896,606	3.0%
-- ENERGY --							
1,300	Apache Corp.	130.92	170,196	2.4%	68.18	88,644	0.5%
2,000	ConocoPhillips	79.86	159,720	2.2%	41.91	83,836	3.3%
2,300	Chevron Corp.	107.49	247,227	3.4%	65.66	151,058	2.7%
2,100	Diamond Offshore Drilling In	77.70	163,170	2.3%	70.00	147,077	0.6%
3,100	Marathon Oil Corp.	53.31	165,261	2.3%	30.06	93,206	1.9%
2,300	Murphy Oil Corp.	73.42	168,866	2.3%	71.25	163,973	1.5%
900	Exxon Mobil Corp.	84.13	75,717	1.1%	84.54	76,134	2.1%
TOTAL ENERGY			1,150,157	16.0%		803,929	1.8%
-- FINANCIAL --							
5,000	Allstate Corp.	31.78	158,900	2.2%	23.56	117,849	2.6%
9,700	Bank of America Corp.	13.33	129,301	1.8%	11.22	108,954	0.3%
3,100	Capital One Financial Corp.	51.96	161,076	2.2%	39.46	122,449	0.4%
6,500	Fifth Third Bancorp	13.89	90,253	1.3%	14.07	91,713	1.7%
975	Goldman Sachs Group Inc.	158.60	154,635	2.2%	151.55	147,795	0.9%
4,100	JPMorgan Chase & Co.	46.10	189,010	2.6%	33.87	138,900	2.2%
3,650	MetLife Inc.	44.73	163,265	2.3%	30.22	110,340	1.7%
3,200	State Street Corp.	44.94	143,808	2.0%	39.63	126,950	1.6%
2,900	Travelers Cos. Inc.	59.48	172,492	2.4%	40.43	117,280	2.4%

City of Ormond Beach
General Employees' Pension Plan
Portfolio Statement
As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
TOTAL FINANCIAL	- cont.						
4,900	Wells Fargo & Co.	31.71	155,379	2.2%	32.50	159,439	1.5%
TOTAL FINANCIAL			1,518,118	21.1%		1,241,669	1.6%
-- INFORMATION TECHNOLOG							
6,100	Cisco Systems Inc.	17.15	104,615	1.5%	22.93	140,138	1.4%
3,100	Hewlett-Packard Co.	40.97	127,007	1.8%	41.17	127,760	0.8%
5,700	Marvell Technology Group Ltd	15.55	88,635	1.2%	18.93	108,145	0.0%
5,000	Microsoft Corp.	25.39	126,950	1.8%	28.33	141,868	2.5%
4,350	Oracle Corp.	33.43	145,431	2.0%	20.68	89,980	0.7%
TOTAL INFORMATION TECHNOLOGY			592,638	8.2%		607,891	1.1%
-- UTILITIES --							
4,100	American Electric Power Co.	35.14	144,074	2.0%	31.75	130,350	5.2%
2,100	Entergy Corp.	67.21	141,141	2.0%	68.23	143,307	4.9%
6,000	PPL Corp.	25.30	151,800	2.1%	29.90	179,712	5.5%
TOTAL UTILITIES			437,015	6.1%		453,370	5.2%
-- TELECOMMUNICATION SER							
5,000	AT&T Inc.	30.61	153,050	2.1%	25.31	126,550	5.6%
4,600	Verizon Communications Inc.	38.54	177,284	2.5%	28.71	132,055	5.1%
TOTAL TELECOMMUNICATION SERVI			330,334	4.6%		258,605	5.3%
TOTAL EQUITIES			7,186,766	100.0%		5,870,133	2.4%

City of Ormond Beach
General Employees' Pension Plan
Portfolio Statement
As of March 31, 2011

SECTOR	MARKET VALUE	% MKT VALUE	% INV. TYPE	COST VALUE	CPN/DIV YLD
********** CASH **********					
CASH	149,042	2.0%	100.0%	149,042	0.0%
TOTAL CASH	149,042	2.0%	100.0%	149,042	0.0%
********** EQUITIES **********					
MATERIALS	235,668	3.2%	3.3%	96,702	2.1%
INDUSTRIALS	666,837	9.1%	9.3%	485,915	1.8%
CONSUMER DISCRET	553,681	7.5%	7.7%	504,806	2.1%
CONSUMER STAPLES	599,596	8.2%	8.3%	520,642	2.8%
HEALTH CARE	1,102,723	15.0%	15.3%	896,606	3.0%
ENERGY	1,150,157	15.7%	16.0%	803,929	1.8%
FINANCIAL	1,518,118	20.7%	21.1%	1,241,669	1.6%
INFORMATION TECH	592,638	8.1%	8.2%	607,891	1.1%
UTILITIES	437,015	6.0%	6.1%	453,370	5.2%
TELECOMMUNICATIO	330,334	4.5%	4.6%	258,605	5.3%
TOTAL EQUITIES	7,186,766	98.0%	100.0%	5,870,133	2.4%
TOTAL	7,335,809	100.0%		6,019,175	2.3%

City of Ormond Beach
Police Officers' Pension Trust Fund
Portfolio Statement
As of March 31, 2011

	MARKET VALUE	% MKT VALUE	COST VALUE	ACCRUED INTEREST
CASH	107,636	2.1%	107,636	0
EQUITIES	4,974,247	97.9%	4,068,944	0
TOTAL	5,081,882	100.0%	4,176,580	0

City of Ormond Beach
Police Officers' Pension Trust Fund
Portfolio Statement
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QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES	**********					
-- MATERIALS --							
1,400	Freeport-McMoRan Copper & Go	55.55	77,770	1.6%	19.84	27,776	1.8%
900	PPG Industries Inc.	95.21	85,689	1.7%	44.03	39,627	2.4%
TOTAL MATERIALS			163,459	3.3%		67,403	2.1%
-- INDUSTRIALS --							
2,500	Danaher Corp.	51.90	129,750	2.6%	36.69	91,790	0.2%
1,550	General Dynamics Corp.	76.56	118,668	2.4%	57.61	89,338	2.5%
5,100	General Electric Co.	20.05	102,255	2.1%	13.41	68,416	3.0%
1,300	United Technologies Corp.	84.65	110,045	2.2%	66.15	86,059	2.3%
TOTAL INDUSTRIALS			460,718	9.3%		335,603	1.9%
-- CONSUMER DISCRETIONAR							
2,200	Best Buy Co. Inc.	28.72	63,184	1.3%	38.05	83,802	2.1%
4,500	Comcast Corp. (Cl A)	24.72	111,240	2.2%	18.50	83,430	1.8%
1,800	Kohl's Corp.	53.04	95,472	1.9%	55.27	99,563	1.9%
1,200	VF Corp.	98.53	118,236	2.4%	71.57	85,896	2.6%
TOTAL CONSUMER DISCRETIONARY			388,132	7.8%		352,691	2.1%
-- CONSUMER STAPLES --							
1,900	Archer Daniels Midland Co.	36.01	68,419	1.4%	26.22	49,913	1.8%
3,300	CVS Caremark Corp.	34.32	113,256	2.3%	31.35	103,577	1.5%
1,700	Kimberly-Clark Corp.	65.27	110,959	2.2%	50.29	85,498	4.3%
1,800	PepsiCo Inc.	64.41	115,938	2.3%	64.86	116,811	3.0%
TOTAL CONSUMER STAPLES			408,572	8.2%		355,798	2.7%

City of Ormond Beach
Police Officers' Pension Trust Fund
Portfolio Statement
As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES **********		- cont.				
-- HEALTH CARE --							
1,800	Johnson & Johnson	59.25	106,650	2.1%	52.46	94,445	3.6%
2,550	Eli Lilly & Co.	35.17	89,684	1.8%	33.22	84,721	5.6%
1,300	McKesson Corp.	79.05	102,765	2.1%	45.32	58,935	0.9%
3,100	Merck & Co Inc	33.01	102,331	2.1%	35.11	108,978	4.6%
6,300	Pfizer Inc.	20.31	127,953	2.6%	21.61	136,194	3.9%
2,200	St. Jude Medical Inc.	51.26	112,772	2.3%	35.63	78,411	1.6%
2,700	UnitedHealth Group Inc.	45.20	122,040	2.5%	23.19	62,626	1.1%
TOTAL HEALTH CARE			764,195	15.4%		624,311	3.0%
-- ENERGY --							
950	Apache Corp.	130.92	124,374	2.5%	68.18	64,777	0.5%
1,400	ConocoPhillips	79.86	111,804	2.2%	41.93	58,717	3.3%
1,500	Chevron Corp.	107.49	161,235	3.2%	66.20	99,328	2.7%
1,400	Diamond Offshore Drilling In	77.70	108,780	2.2%	70.53	98,795	0.6%
2,200	Marathon Oil Corp.	53.31	117,282	2.4%	29.86	65,705	1.9%
1,600	Murphy Oil Corp.	73.42	117,472	2.4%	71.42	114,331	1.5%
600	Exxon Mobil Corp.	84.13	50,478	1.0%	84.54	50,756	2.1%
TOTAL ENERGY			791,425	15.9%		552,409	1.8%
-- FINANCIAL --							
3,500	Allstate Corp.	31.78	111,230	2.2%	23.68	82,908	2.6%
6,400	Bank of America Corp.	13.33	85,312	1.7%	11.01	70,520	0.3%
2,100	Capital One Financial Corp.	51.96	109,116	2.2%	39.46	82,948	0.4%
4,900	Fifth Third Bancorp	13.89	68,037	1.4%	14.08	69,165	1.7%
700	Goldman Sachs Group Inc.	158.60	111,020	2.2%	151.70	106,216	0.9%
2,750	JPMorgan Chase & Co.	46.10	126,775	2.5%	33.77	92,901	2.2%
2,500	MetLife Inc.	44.73	111,825	2.2%	30.48	76,231	1.7%
2,200	State Street Corp.	44.94	98,868	2.0%	39.72	87,487	1.6%
2,050	Travelers Cos. Inc.	59.48	121,934	2.5%	40.52	83,096	2.4%

City of Ormond Beach
Police Officers' Pension Trust Fund
Portfolio Statement
As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
TOTAL FINANCIAL	- cont.						
3,400	Wells Fargo & Co.	31.71	107,814	2.2%	32.48	110,581	1.5%
TOTAL FINANCIAL			1,051,931	21.1%		862,054	1.6%
-- INFORMATION TECHNOLOG							
4,200	Cisco Systems Inc.	17.15	72,030	1.4%	22.99	96,743	1.4%
2,200	Hewlett-Packard Co.	40.97	90,134	1.8%	41.17	90,667	0.8%
3,900	Marvell Technology Group Ltd	15.55	60,645	1.2%	18.95	74,078	0.0%
3,400	Microsoft Corp.	25.39	86,326	1.7%	28.32	96,431	2.5%
3,000	Oracle Corp.	33.43	100,298	2.0%	20.65	61,964	0.7%
TOTAL INFORMATION TECHNOLOGY			409,433	8.2%		419,883	1.1%
-- UTILITIES --							
2,900	American Electric Power Co.	35.14	101,906	2.0%	31.75	92,196	5.2%
1,500	Entergy Corp.	67.21	100,815	2.0%	68.07	102,131	4.9%
4,200	PPL Corp.	25.30	106,260	2.1%	29.87	125,638	5.5%
TOTAL UTILITIES			308,981	6.2%		319,964	5.2%
-- TELECOMMUNICATION SER							
3,400	AT&T Inc.	30.61	104,074	2.1%	25.43	86,455	5.6%
3,200	Verizon Communications Inc.	38.54	123,328	2.5%	28.86	92,372	5.1%
TOTAL TELECOMMUNICATION SERVI			227,402	4.6%		178,827	5.3%
TOTAL EQUITIES			4,974,247	100.0%		4,068,944	2.4%

City of Ormond Beach
Police Officers' Pension Trust Fund
Portfolio Statement
As of March 31, 2011

SECTOR	MARKET VALUE	% MKT VALUE	% INV. TYPE	COST VALUE	CPN/DIV YLD
********** CASH **********					
CASH	107,636	2.1%	100.0%	107,636	0.0%
TOTAL CASH	107,636	2.1%	100.0%	107,636	0.0%
********** EQUITIES **********					
MATERIALS	163,459	3.2%	3.3%	67,403	2.1%
INDUSTRIALS	460,718	9.1%	9.3%	335,603	1.9%
CONSUMER DISCRET	388,132	7.6%	7.8%	352,691	2.1%
CONSUMER STAPLES	408,572	8.0%	8.2%	355,798	2.7%
HEALTH CARE	764,195	15.0%	15.4%	624,311	3.0%
ENERGY	791,425	15.6%	15.9%	552,409	1.8%
FINANCIAL	1,051,931	20.7%	21.1%	862,054	1.6%
INFORMATION TECH	409,433	8.1%	8.2%	419,883	1.1%
UTILITIES	308,981	6.1%	6.2%	319,964	5.2%
TELECOMMUNICATIO	227,402	4.5%	4.6%	178,827	5.3%
TOTAL EQUITIES	4,974,247	97.9%	100.0%	4,068,944	2.4%
TOTAL	5,081,882	100.0%		4,176,580	2.3%

City of Ormond Beach
Firefighters' Pension Trust Fund
Portfolio Statement
As of March 31, 2011

	MARKET VALUE	% MKT VALUE	COST VALUE	ACCRUED INTEREST
CASH	82,736	2.1%	82,736	0
EQUITIES	3,902,781	97.9%	3,185,748	0
TOTAL	3,985,516	100.0%	3,268,484	0

City of Ormond Beach Firefighters' Pension Trust Fund

Portfolio Statement

As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES	**********					
-- MATERIALS --							
1,200	Freeport-McMoRan Copper & Go	55.55	66,660	1.7%	19.84	23,808	1.8%
650	PPG Industries Inc.	95.21	61,887	1.6%	44.03	28,620	2.4%
TOTAL MATERIALS			128,547	3.3%		52,428	2.1%
-- INDUSTRIALS --							
2,000	Danaher Corp.	51.90	103,800	2.7%	36.75	73,545	0.2%
1,200	General Dynamics Corp.	76.56	91,872	2.4%	57.06	68,502	2.5%
3,800	General Electric Co.	20.05	76,190	2.0%	13.55	51,510	3.0%
1,100	United Technologies Corp.	84.65	93,115	2.4%	66.14	72,801	2.3%
TOTAL INDUSTRIALS			364,977	9.4%		266,357	1.9%
-- CONSUMER DISCRETIONAR							
1,700	Best Buy Co. Inc.	28.72	48,824	1.3%	38.02	64,709	2.1%
3,500	Comcast Corp. (Cl A)	24.72	86,520	2.2%	18.72	65,638	1.8%
1,400	Kohl's Corp.	53.04	74,256	1.9%	55.36	77,558	1.9%
900	VF Corp.	98.53	88,677	2.3%	70.98	63,894	2.6%
TOTAL CONSUMER DISCRETIONARY			298,277	7.6%		271,799	2.1%
-- CONSUMER STAPLES --							
1,700	Archer Daniels Midland Co.	36.01	61,217	1.6%	26.30	44,786	1.8%
2,400	CVS Caremark Corp.	34.32	82,368	2.1%	31.11	74,758	1.5%
1,400	Kimberly-Clark Corp.	65.27	91,378	2.3%	50.68	70,957	4.3%
1,450	PepsiCo Inc.	64.41	93,395	2.4%	64.73	93,909	3.0%
TOTAL CONSUMER STAPLES			328,358	8.4%		284,410	2.7%

City of Ormond Beach Firefighters' Pension Trust Fund

Portfolio Statement

As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
**********	EQUITIES **********		- cont.				
-- HEALTH CARE --							
1,400	Johnson & Johnson	59.25	82,950	2.1%	52.08	72,914	3.6%
2,000	Eli Lilly & Co.	35.17	70,340	1.8%	33.19	66,387	5.6%
1,000	McKesson Corp.	79.05	79,050	2.0%	41.85	41,869	0.9%
2,500	Merck & Co Inc	33.01	82,525	2.1%	35.08	87,795	4.6%
5,000	Pfizer Inc.	20.31	101,550	2.6%	21.38	106,900	3.9%
1,700	St. Jude Medical Inc.	51.26	87,142	2.2%	35.58	60,506	1.6%
2,100	UnitedHealth Group Inc.	45.20	94,920	2.4%	23.19	48,706	1.1%
TOTAL HEALTH CARE			598,477	15.3%		485,076	3.0%
-- ENERGY --							
700	Apache Corp.	130.92	91,644	2.3%	68.18	47,737	0.5%
1,100	ConocoPhillips	79.86	87,846	2.3%	41.83	46,027	3.3%
1,200	Chevron Corp.	107.49	128,988	3.3%	65.72	78,884	2.7%
1,100	Diamond Offshore Drilling In	77.70	85,470	2.2%	70.84	77,961	0.6%
1,700	Marathon Oil Corp.	53.31	90,627	2.3%	30.04	51,068	1.9%
1,200	Murphy Oil Corp.	73.42	88,104	2.3%	71.15	85,424	1.5%
500	Exxon Mobil Corp.	84.13	42,065	1.1%	84.54	42,297	2.1%
TOTAL ENERGY			614,744	15.8%		429,397	1.8%
-- FINANCIAL --							
2,700	Allstate Corp.	31.78	85,806	2.2%	23.51	63,508	2.6%
5,400	Bank of America Corp.	13.33	71,982	1.8%	11.20	60,571	0.3%
1,700	Capital One Financial Corp.	51.96	88,332	2.3%	39.46	67,158	0.4%
3,600	Fifth Third Bancorp	13.89	49,986	1.3%	14.08	50,839	1.7%
530	Goldman Sachs Group Inc.	158.60	84,058	2.2%	150.01	79,525	0.9%
2,200	JPMorgan Chase & Co.	46.10	101,420	2.6%	33.42	73,544	2.2%
1,950	MetLife Inc.	44.73	87,224	2.2%	30.03	58,567	1.7%
1,800	State Street Corp.	44.94	80,892	2.1%	39.84	71,801	1.6%
1,500	Travelers Cos. Inc.	59.48	89,220	2.3%	40.69	61,049	2.4%

City of Ormond Beach Firefighters' Pension Trust Fund

Portfolio Statement

As of March 31, 2011

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD
TOTAL FINANCIAL	- cont.						
2,700	Wells Fargo & Co.	31.71	85,617	2.2%	32.48	87,797	1.5%
TOTAL FINANCIAL			824,537	21.1%		674,358	1.6%
-- INFORMATION TECHNOLOG							
3,300	Cisco Systems Inc.	17.15	56,595	1.5%	22.96	75,896	1.4%
1,700	Hewlett-Packard Co.	40.97	69,649	1.8%	41.18	70,070	0.8%
3,100	Marvell Technology Group Ltd	15.55	48,205	1.2%	18.88	58,680	0.0%
2,700	Microsoft Corp.	25.39	68,553	1.8%	28.33	76,599	2.5%
2,400	Oracle Corp.	33.43	80,238	2.1%	20.87	50,102	0.7%
TOTAL INFORMATION TECHNOLOGY			323,240	8.3%		331,347	1.1%
-- UTILITIES --							
2,300	American Electric Power Co.	35.14	80,822	2.1%	31.76	73,146	5.2%
1,100	Entergy Corp.	67.21	73,931	1.9%	67.78	74,568	4.9%
3,200	PPL Corp.	25.30	80,960	2.1%	30.22	96,860	5.5%
TOTAL UTILITIES			235,713	6.0%		244,574	5.2%
-- TELECOMMUNICATION SER							
2,800	AT&T Inc.	30.61	85,708	2.2%	25.39	71,086	5.6%
2,600	Verizon Communications Inc.	38.54	100,204	2.6%	28.81	74,918	5.1%
TOTAL TELECOMMUNICATION SERVI			185,912	4.8%		146,004	5.3%
TOTAL EQUITIES			3,902,781	100.0%		3,185,748	2.4%

City of Ormond Beach Firefighters' Pension Trust Fund

Portfolio Statement

As of March 31, 2011

SECTOR	MARKET VALUE	% MKT VALUE	% INV. TYPE	COST VALUE	CPN/DIV YLD
********** CASH **********					
CASH	82,736	2.1%	100.0%	82,736	0.0%
TOTAL CASH	82,736	2.1%	100.0%	82,736	0.0%
********** EQUITIES **********					
MATERIALS	128,547	3.2%	3.3%	52,428	2.1%
INDUSTRIALS	364,977	9.2%	9.4%	266,357	1.9%
CONSUMER DISCRET	298,277	7.5%	7.6%	271,799	2.1%
CONSUMER STAPLES	328,358	8.2%	8.4%	284,410	2.7%
HEALTH CARE	598,477	15.0%	15.3%	485,076	3.0%
ENERGY	614,744	15.4%	15.8%	429,397	1.8%
FINANCIAL	824,537	20.7%	21.1%	674,358	1.6%
INFORMATION TECH	323,240	8.1%	8.3%	331,347	1.1%
UTILITIES	235,713	5.9%	6.0%	244,574	5.2%
TELECOMMUNICATIO	185,912	4.7%	4.8%	146,004	5.3%
TOTAL EQUITIES	3,902,781	97.9%	100.0%	3,185,748	2.4%
TOTAL	3,985,516	100.0%		3,268,484	2.3%