

# GH&A

GARCIA HAMILTON & ASSOCIATES, L.P.

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January 27, 2014

Lois Towey  
City of Ormond Beach  
22 South Beach Street  
Ormond Beach, FL 32174

Dear Ms. Towey:

We have enclosed performance for the City of Ormond Beach Firefighters' Pension Trust Fund for the period ending December 31, 2013. Relevant indices have been included for comparison purposes.

What a year! For only the third time since its inception in 1976, the Barclays Capital Aggregate Bond Index delivered a negative return for the year of -2.03%. On December 18th, the Federal Reserve announced the long awaited taper, reducing monthly bond purchases by \$10 billion, taking the first step to unwind the unprecedented stimulus put in place by Chairman Ben Bernanke. However, the Fed also guided to a "lower for longer" Fed Funds rate, well beyond reaching the 6.5% unemployment threshold, especially if inflation expectations remain low. The news sent U.S. stock indices to record highs, while the dollar strengthened and treasuries fell. Positive economic data reinforced the taper decision as GDP grew at a higher than expected pace of 4.1% in the third quarter and the unemployment rate ticked down to 7.0%.

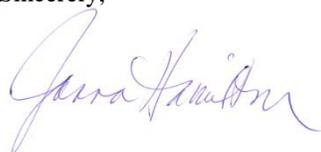
The 10-year Treasury yield rose 41 basis points during the fourth quarter to end the year at 3.03%, the highest level since July 2011. On the short end, the 2-year yield rose 6 basis points to 0.38%, while the 30-year Treasury yield increased 28 basis points to 3.97%. These moves caused the 2-30 year yield spread to widen to 359 basis points.

With the increase in rates, the bond market delivered negative performance for the quarter with a return on the Barclays Capital Aggregate Index of -0.14% and a return on the Barclays Capital Intermediate Government Credit Index of -0.02. Spread product performed well as all four sectors delivered positive excess return. Corporate bonds were the leader by far with an excess return of 232 basis points, followed by mortgage-backed securities with an excess return of 57 basis points. Asset-backed securities and agencies delivered 46 basis points and 44 basis points of excess return, respectively

We have taken advantage of the recent rate increase to add duration to our portfolios and are now marginally above the benchmark index. We remain over weight in corporate bonds with an emphasis on financials, and we have been extending some of our credits to take advantage of the steep yield curve. Given the recent increase in rates, we believe rates will trade in a range with a bias lower in the short term.

Please do not hesitate to contact us if you have any questions or comments.

Sincerely,



Janna Hamilton  
Partner

JH/br  
Enclosures



GARCIA HAMILTON & ASSOCIATES

*Portfolio Review*

**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)  
ormondff**

December 31, 2013

Client Use Only

See disclosures for other relevant information.

We urge you to compare account statements that you receive from us with the account statements that you receive from your custodian.

GARCIA HAMILTON & ASSOCIATES  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2013

PORTFOLIO COMPOSITION	<u>Market Value</u>	<u>Pct. Assets</u>	<u>Yield</u>	CHANGE IN PORTFOLIO	
EQUITIES	0.00	0.0	0.0	Portfolio Value on 03-31-01	4,674,237.96
FIXED INCOME	6,143,979.60	99.2	2.7	Accrued Interest	14,911.66
CASH & EQUIVALENTS	47,682.16	0.8	0.2	Net Additions/Withdrawals	2,426,129.16
				Net Transfers	-3,367,218.95
				Realized Gains/Losses	-125,824.55
				Unrealized Gains/Losses	164,520.98
				Income Received	2,366,043.23
				Change in Accrued Interest	38,862.28
				Portfolio Value on 12-31-13	6,137,887.82
				Accrued Interest	53,773.94
<b>Total</b>	<b>6,191,661.76</b>	<b>100.0</b>	<b>2.7</b>		<b>6,191,661.76</b>

**TIME WEIGHTED RETURN**

	<u>Quarter</u>	<u>One Year</u>	<u>Annualized Last 3 Years</u>	<u>Annualized Last 5 Years</u>	<u>Annualized Last 7 Years</u>	<u>Annualized Last 10 Years</u>	<u>Annualized Inception 03-31-01 To Date</u>
Account	1.4	1.3	4.7	6.5	6.6	5.7	N/A
FIXED INCOME	1.4	1.3	4.8	6.7	6.7	5.8	6.1
Barclays Capital Int Gov/Credit	0.0	-0.9	2.9	4.0	4.6	4.1	4.7

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Note: Account inception 3/31/01 with balanced mandate.  
 Effective 10/1/03 mandate changed to fixed income.

Past performance is no guarantee of future results.



GARCIA HAMILTON & ASSOCIATES  
**PORTFOLIO SUMMARY**  
***CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED***  
***(3250000231)***  
*ormondff*  
*December 31, 2013*

<u>Security Type</u>	<u>Total Cost</u>	<u>Market Value</u>	<u>Pct. Assets</u>	<u>Yield</u>	<u>Est. Annual Income</u>
<b>FIXED INCOME</b>					
CORPORATE BONDS	2,592,365.46	2,563,164.61	41.4	3.7	115,972.00
GOVERNMENT BONDS					
TREASURY	200,424.80	198,807.92	3.2	2.8	3,762.50
AGENCY - NONCALLABLE	122,596.81	117,172.44	1.9	1.0	6,037.50
AGENCY - CALLABLE	458,590.85	455,301.07	7.4	1.0	4,790.00
GOVERNMENT BONDS	<u>781,612.46</u>	<u>771,281.43</u>	<u>12.5</u>	<u>1.5</u>	<u>14,590.00</u>
MORTGAGE-BACKED SECURITIES-FNMA	1,439,040.39	1,446,768.20	23.4	2.2	71,897.22
MORTGAGE-BACKED SECURITIES-FHLMC	1,308,444.12	1,308,991.41	21.1	2.1	63,955.86
Accrued Interest		53,773.94	0.9		
	<u>6,121,462.43</u>	<u>6,143,979.60</u>	<u>99.2</u>	<u>2.7</u>	<u>266,415.09</u>
<b>CASH &amp; EQUIVALENTS</b>					
CASH & EQUIVALENTS	47,682.16	47,682.16	0.8	0.2	119.21
	<u>47,682.16</u>	<u>47,682.16</u>	<u>0.8</u>	<u>0.2</u>	<u>119.21</u>
<b>TOTAL PORTFOLIO</b>	<b>6,169,144.59</b>	<b>6,191,661.76</b>	<b>100.0</b>	<b>2.7</b>	<b>266,534.29</b>

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GARCIA HAMILTON & ASSOCIATES  
 PORTFOLIO APPRAISAL  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2013

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
<b>CORPORATE BONDS</b>									
145,000	AFLAC Inc. 8.500% Due 05-15-19	121.10	175,593.16	127.72	185,194.14	3.0	8.500	12,325.00	2.9
255,000	Morgan Stanley 5.750% Due 01-25-21	109.55	279,357.60	113.13	288,472.32	4.7	5.750	14,662.50	3.6
270,000	Goldman Sachs 5.250% Due 07-27-21	113.20	305,631.27	109.48	295,607.34	4.8	5.250	14,175.00	3.8
230,000	General Electric Cap. 4.650% Due 10-17-21	112.89	259,652.75	108.94	250,573.04	4.0	4.650	10,695.00	3.3
270,000	Citigroup 4.500% Due 01-14-22	105.44	284,685.30	105.97	286,122.24	4.6	4.500	12,150.00	3.6
260,000	Bank of America 5.700% Due 01-24-22	115.30	299,790.83	113.19	294,282.30	4.8	5.700	14,820.00	3.8
270,000	JP Morgan 4.500% Due 01-24-22	109.31	295,126.20	105.77	285,587.37	4.6	4.500	12,150.00	3.7
240,000	PNC Funding Corp 3.300% Due 03-08-22	97.03	232,880.64	98.26	235,835.28	3.8	3.300	7,920.00	3.5
305,000	Wells Fargo Sub 3.450% Due 02-13-23	99.44	303,301.20	94.54	288,357.67	4.7	3.450	10,522.50	4.2
150,000	Metlife Inc. 4.368% Due 09-15-23	104.23	156,346.50	102.09	153,132.90	2.5	4.368	6,552.00	4.1
	Accrued Interest				40,399.77	0.7			
			2,592,365.46		2,603,564.38	42.0		115,972.00	3.7
<b>GOVERNMENT BONDS</b>									
<b>TREASURY</b>									
215,000	U S Treasury 1.750% Due 05-15-22	93.22	200,424.80	92.47	198,807.92	3.2	1.750	3,762.50	2.8
	Accrued Interest				478.11	0.0			
			200,424.80		199,286.03	3.2		3,762.50	2.8
<b>AGENCY - NONCALLABLE</b>									
105,000	FHLMC Sub 5.750% Due 06-27-16	116.76	122,596.81	111.59	117,172.44	1.9	5.750	6,037.50	1.0
	Accrued Interest				67.08	0.0			
			122,596.81		117,239.52	1.9		6,037.50	1.0

GARCIA HAMILTON & ASSOCIATES  
 PORTFOLIO APPRAISAL  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2013

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
<b>AGENCY - CALLABLE</b>									
70,000	FHLMC Callable 0.950% Due 02-10-16	100.72	70,503.30	100.08	70,058.52	1.1	0.950	665.00	0.9
135,000	FHLMC Callable 0.850% Due 02-24-16	100.15	135,200.35	100.09	135,115.15	2.2	0.850	1,147.50	0.8
80,000	FNMA Callable 0.800% Due 02-24-16	100.21	80,167.20	100.09	80,068.24	1.3	0.800	640.00	0.8
170,000	FNMA Callable 1.375% Due 09-26-17	101.60	172,720.00	100.03	170,059.16	2.7	1.375	2,337.50	1.4
	Accrued Interest				1,507.89	0.0			
			458,590.85		456,808.96	7.4		4,790.00	1.0
	<b>GOVERNMENT BONDS Total</b>		781,612.46		773,334.51	12.5		14,590.00	1.5
<b>MORTGAGE-BACKED SECURITIES-FNMA</b>									
1,239,047.00	FNMA Pool #890042 5.500% Due 07-01-22	107.42	158,717.12	109.58	161,920.26	2.6	5.500	8,126.82	2.0
1,775,000.00	FNMA Pool #928613 6.000% Due 08-01-22	108.95	192,003.53	109.35	192,710.38	3.1	6.000	10,574.15	2.2
306,000.00	FNMA Pool #889716 5.500% Due 10-01-22	108.51	44,156.30	109.69	44,637.93	0.7	5.500	2,238.14	2.0
555,000.00	FNMA Pool #889109 5.000% Due 01-01-23	108.59	64,103.68	107.84	63,658.74	1.0	5.000	2,951.54	2.1
260,000.00	FNMA Pool #976943 5.500% Due 02-01-23	108.73	63,982.98	109.68	64,542.36	1.0	5.500	3,236.39	2.1
750,000.00	FNMA Pool #889390 6.000% Due 03-01-23	106.35	77,589.91	109.26	79,707.55	1.3	6.000	4,377.29	1.8
705,000.00	FNMA Pool #889280 5.000% Due 04-01-23	108.47	89,474.63	107.88	88,993.10	1.4	5.000	4,124.44	2.1
510,000.00	FNMA Pool #889291 5.000% Due 04-01-23	108.03	57,052.16	107.90	56,982.31	0.9	5.000	2,640.54	2.2
540,000.00	FNMA Pool #889985 5.500% Due 11-01-23	108.91	57,632.59	109.62	58,010.83	0.9	5.500	2,910.57	2.3
645,000.00	FNMA Pool #995461 5.500% Due 12-01-23	108.20	76,876.32	109.59	77,868.32	1.3	5.500	3,907.84	2.2

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**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2013

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
565,000.00	FNMA Pool #AA0822 5.500% Due 12-01-23	108.83	46,223.59	109.68	46,584.99	0.8	5.500	2,336.07	2.3
890,000.00	FNMA Pool #995517 5.500% Due 01-01-24	108.97	111,258.68	109.55	111,854.43	1.8	5.500	5,615.75	2.3
490,000.00	FNMA Pool #AD0662 5.500% Due 01-01-25	108.99	91,942.17	109.59	92,452.95	1.5	5.500	4,639.77	2.2
860,000.00	FNMA Pool #AE0286 5.000% Due 04-01-25	108.66	177,345.42	107.92	176,147.00	2.8	5.000	8,160.85	2.3
440,000.00	FNMA Pool #AE0132 5.000% Due 06-01-25	107.88	130,681.31	107.89	130,697.06	2.1	5.000	6,057.07	2.4
	Accrued Interest				5,991.44	0.1			
			1,439,040.39		1,452,759.64	23.5		71,897.22	2.2
<b>MORTGAGE-BACKED SECURITIES-FHLMC</b>									
715,000.00	FHLMC Pool #G11953 5.500% Due 06-01-20	106.89	104,214.06	108.28	105,572.53	1.7	5.500	5,362.48	2.0
685,000.00	FHLMC Pool #G12444 6.000% Due 10-01-21	108.53	71,416.43	109.59	72,118.28	1.2	6.000	3,948.33	1.7
1,115,000.00	FHLMC Pool #G12978 5.500% Due 12-01-22	108.25	118,755.14	108.48	119,009.66	1.9	5.500	6,033.75	2.4
755,000.00	FHLMC Pool #G13173 5.500% Due 05-01-23	109.26	95,374.62	108.49	94,698.26	1.5	5.500	4,800.86	2.4
1,670,000.00	FHLMC Pool #G13174 5.000% Due 06-01-23	108.66	228,736.09	107.97	227,297.76	3.7	5.000	10,525.68	2.1
575,000.00	FHLMC Pool #J08220 5.000% Due 07-01-23	108.38	82,571.73	107.97	82,266.20	1.3	5.000	3,809.54	2.1
160,000.00	FHLMC Pool #G14681 5.000% Due 11-01-23	107.94	117,721.76	107.97	117,760.48	1.9	5.000	5,453.24	1.6
315,000.00	FHLMC Pool #G13493 5.500% Due 01-01-24	108.44	50,282.95	108.77	50,438.99	0.8	5.500	2,550.37	2.2
485,000.00	FHLMC Pool #G14014 5.500% Due 12-01-24	108.92	165,070.69	108.63	164,636.60	2.7	5.500	8,335.34	2.5
220,000.00	FHLMC Pool #G14094 5.000% Due 07-01-25	108.17	62,094.06	107.95	61,968.42	1.0	5.000	2,870.16	2.0
230,000.00	FHLMC Pool #G14425 5.000% Due 06-01-26	107.99	110,847.11	107.96	110,817.29	1.8	5.000	5,132.52	1.8
985,000.00	FHLMC Pool #C91148 5.500% Due 01-01-28	108.59	101,359.46	109.72	102,406.94	1.7	5.500	5,133.60	2.2

GARCIA HAMILTON & ASSOCIATES  
*PORTFOLIO APPRAISAL*  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2013

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets	Unit Income	Annual Income	Yield
	Accrued Interest		1,308,444.12		5,329.66 1,314,321.07	0.1 21.2		63,955.86	2.1
<b>CASH &amp; EQUIVALENTS</b>									
	Regions Trust Cash Sweep		47,682.16		47,682.16	0.8	0.250	119.21	0.2
			47,682.16		47,682.16	0.8		119.21	0.2
<b>TOTAL PORTFOLIO</b>			6,169,144.59		6,191,661.76	100.0		266,534.29	2.7

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GARCIA HAMILTON & ASSOCIATES  
*PURCHASE AND SALE*  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**  
**(3250000231)**  
**ormondff**  
From 10-01-13 To 12-31-13

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
<b>PURCHASES</b>					
11-13-2013	11-18-2013	270,000	Citigroup 4.500% Due 01-14-22	105.44	284,685.30
11-25-2013	11-27-2013	95,000	FHLMC Callable 0.850% Due 02-24-16	100.16	95,149.15
12-13-2013	12-18-2013	40,000	FHLMC Callable 0.850% Due 02-24-16	100.13	40,051.20
10-07-2013	10-28-2013	117,686.47	FHLMC Pool #G12978 5.500% Due 12-01-22	108.25	127,395.60
12-17-2013	12-27-2013	49,905.04	FNMA Pool #995517 5.500% Due 01-01-24	108.94	54,365.31
11-26-2013	12-02-2013	150,000	Metlife Inc. 4.368% Due 09-15-23	104.23	156,346.50
11-12-2013	11-14-2013	100,000	U S Treasury 1.750% Due 05-15-22	93.96	93,964.84
12-27-2013	01-02-2014	65,000	U S Treasury 1.750% Due 05-15-22	92.48	60,112.30
12-30-2013	01-03-2014	50,000	U S Treasury 1.750% Due 05-15-22	92.70	46,347.66
12-23-2013	12-27-2013	35,000	Wells Fargo Sub 3.450% Due 02-13-23	94.82	33,186.30
					991,604.16
<b>SALES</b>					
11-13-2013	11-18-2013	215,000	Citigroup 8.500% Due 05-22-19	129.07	277,511.25
12-20-2013	12-23-2013	43,714.46	FHLMC Pool #G13122 5.000% Due 04-01-23	107.75	47,102.35
12-30-2013	01-02-2014	40,000	General Electric Cap. 4.650% Due 10-17-21	109.03	43,612.80

GARCIA HAMILTON & ASSOCIATES

PURCHASE AND SALE

**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

**(3250000231)**

**ormondff**

From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
11-26-2013	12-02-2013	125,000	Metlife Inc. 7.717% Due 02-15-19	126.25	157,815.00
12-27-2013	12-31-2013	60,000	PNC Funding Corp 3.300% Due 03-08-22	98.14	58,881.60
11-12-2013	11-14-2013	65,000	U S Treasury 8.125% Due 08-15-21	141.72	92,117.19
12-31-2013	01-06-2014	15,000	Wells Fargo Sub 3.450% Due 02-13-23	94.34	14,151.30
					691,191.49

**PRINCIPAL PAYDOWNS**

10-01-2013	10-01-2013	4,207.98	FHLMC Pool #C91148 5.500% Due 01-01-28	100.00	4,207.98
11-01-2013	11-01-2013	1,918.49	FHLMC Pool #C91148 5.500% Due 01-01-28	100.00	1,918.49
12-01-2013	12-01-2013	1,804.72	FHLMC Pool #C91148 5.500% Due 01-01-28	100.00	1,804.72
10-01-2013	10-01-2013	5,076.72	FHLMC Pool #G11953 5.500% Due 06-01-20	100.00	5,076.72
11-01-2013	11-01-2013	2,092.55	FHLMC Pool #G11953 5.500% Due 06-01-20	100.00	2,092.56
12-01-2013	12-01-2013	2,428.68	FHLMC Pool #G11953 5.500% Due 06-01-20	100.00	2,428.68
10-01-2013	10-01-2013	714.89	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	714.89
10-01-2013	10-01-2013	769.04	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	769.04
11-01-2013	11-01-2013	906.14	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	906.14
11-01-2013	11-01-2013	974.79	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	974.79

GARCIA HAMILTON & ASSOCIATES

PURCHASE AND SALE

**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

**(3250000231)**

**ormondff**

From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
12-01-2013	12-01-2013	767.16	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	767.16
12-01-2013	12-01-2013	825.28	FHLMC Pool #G12444 6.000% Due 10-01-21	100.00	825.28
11-01-2013	11-01-2013	3,762.05	FHLMC Pool #G12978 5.500% Due 12-01-22	100.00	3,762.05
12-01-2013	12-01-2013	4,219.90	FHLMC Pool #G12978 5.500% Due 12-01-22	100.00	4,219.90
10-01-2013	10-01-2013	1,570.16	FHLMC Pool #G13122 5.000% Due 04-01-23	100.00	1,570.16
11-01-2013	11-01-2013	2,012.76	FHLMC Pool #G13122 5.000% Due 04-01-23	100.00	2,012.76
12-01-2013	12-01-2013	1,839.64	FHLMC Pool #G13122 5.000% Due 04-01-23	100.00	1,839.64
10-01-2013	10-01-2013	3,174.96	FHLMC Pool #G13173 5.500% Due 05-01-23	100.00	3,174.96
11-01-2013	11-01-2013	2,705.62	FHLMC Pool #G13173 5.500% Due 05-01-23	100.00	2,705.62
12-01-2013	12-01-2013	2,904.02	FHLMC Pool #G13173 5.500% Due 05-01-23	100.00	2,904.02
10-01-2013	10-01-2013	7,187.51	FHLMC Pool #G13174 5.000% Due 06-01-23	100.00	7,187.51
11-01-2013	11-01-2013	8,158.00	FHLMC Pool #G13174 5.000% Due 06-01-23	100.00	8,158.00
12-01-2013	12-01-2013	5,787.28	FHLMC Pool #G13174 5.000% Due 06-01-23	100.00	5,787.28
10-01-2013	10-01-2013	1,549.41	FHLMC Pool #G13493 5.500% Due 01-01-24	100.00	1,549.41
11-01-2013	11-01-2013	1,790.63	FHLMC Pool #G13493 5.500% Due 01-01-24	100.00	1,790.63
12-01-2013	12-01-2013	990.44	FHLMC Pool #G13493 5.500% Due 01-01-24	100.00	990.44

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**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

**(3250000231)**

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From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
10-01-2013	10-01-2013	2,216.15	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	2,216.15
10-01-2013	10-01-2013	4,297.99	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	4,297.99
11-01-2013	11-01-2013	1,221.36	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	1,221.36
11-01-2013	11-01-2013	2,368.70	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	2,368.70
12-01-2013	12-01-2013	1,389.46	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	1,389.46
12-01-2013	12-01-2013	2,694.70	FHLMC Pool #G14014 5.500% Due 12-01-24	100.00	2,694.70
10-01-2013	10-01-2013	2,227.47	FHLMC Pool #G14094 5.000% Due 07-01-25	100.00	2,227.47
11-01-2013	11-01-2013	1,958.36	FHLMC Pool #G14094 5.000% Due 07-01-25	100.00	1,958.36
12-01-2013	12-01-2013	1,755.35	FHLMC Pool #G14094 5.000% Due 07-01-25	100.00	1,755.35
10-01-2013	10-01-2013	3,752.47	FHLMC Pool #G14425 5.000% Due 06-01-26	100.00	3,752.47
11-01-2013	11-01-2013	4,140.68	FHLMC Pool #G14425 5.000% Due 06-01-26	100.00	4,140.68
12-01-2013	12-01-2013	3,085.35	FHLMC Pool #G14425 5.000% Due 06-01-26	100.00	3,085.35
10-01-2013	10-01-2013	3,414.30	FHLMC Pool #G14681 5.000% Due 11-01-23	100.00	3,414.30
11-01-2013	11-01-2013	3,613.98	FHLMC Pool #G14681 5.000% Due 11-01-23	100.00	3,613.98
12-01-2013	12-01-2013	2,833.65	FHLMC Pool #G14681 5.000% Due 11-01-23	100.00	2,833.65
10-01-2013	10-01-2013	4,632.75	FHLMC Pool #J08220 5.000% Due 07-01-23	100.00	4,632.75

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**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

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From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
11-01-2013	11-01-2013	4,532.86	FHLMC Pool #J08220 5.000% Due 07-01-23	100.00	4,532.86
12-01-2013	12-01-2013	2,080.30	FHLMC Pool #J08220 5.000% Due 07-01-23	100.00	2,080.30
10-01-2013	10-01-2013	2,371.55	FNMA Pool #889109 5.000% Due 01-01-23	100.00	2,371.55
11-01-2013	11-01-2013	1,775.08	FNMA Pool #889109 5.000% Due 01-01-23	100.00	1,775.08
12-01-2013	12-01-2013	2,158.64	FNMA Pool #889109 5.000% Due 01-01-23	100.00	2,158.64
10-01-2013	10-01-2013	3,059.60	FNMA Pool #889280 5.000% Due 04-01-23	100.00	3,059.60
11-01-2013	11-01-2013	2,205.84	FNMA Pool #889280 5.000% Due 04-01-23	100.00	2,205.84
12-01-2013	12-01-2013	2,320.19	FNMA Pool #889280 5.000% Due 04-01-23	100.00	2,320.19
10-01-2013	10-01-2013	2,200.86	FNMA Pool #889291 5.000% Due 04-01-23	100.00	2,200.86
11-01-2013	11-01-2013	1,488.23	FNMA Pool #889291 5.000% Due 04-01-23	100.00	1,488.23
12-01-2013	12-01-2013	1,390.64	FNMA Pool #889291 5.000% Due 04-01-23	100.00	1,390.64
10-01-2013	10-01-2013	2,943.98	FNMA Pool #889390 6.000% Due 03-01-23	100.00	2,943.98
11-01-2013	11-01-2013	2,665.55	FNMA Pool #889390 6.000% Due 03-01-23	100.00	2,665.55
12-01-2013	12-01-2013	2,492.41	FNMA Pool #889390 6.000% Due 03-01-23	100.00	2,492.42
10-01-2013	10-01-2013	1,012.23	FNMA Pool #889716 5.500% Due 10-01-22	100.00	1,012.23
10-01-2013	10-01-2013	202.44	FNMA Pool #889716 5.500% Due 10-01-22	100.00	202.44

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**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

**(3250000231)**

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From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
11-01-2013	11-01-2013	1,165.62	FNMA Pool #889716 5.500% Due 10-01-22	100.00	1,165.62
11-01-2013	11-01-2013	233.12	FNMA Pool #889716 5.500% Due 10-01-22	100.00	233.12
12-01-2013	12-01-2013	713.23	FNMA Pool #889716 5.500% Due 10-01-22	100.00	713.23
12-01-2013	12-01-2013	142.65	FNMA Pool #889716 5.500% Due 10-01-22	100.00	142.65
10-01-2013	10-01-2013	2,230.61	FNMA Pool #889985 5.500% Due 11-01-23	100.00	2,230.61
11-01-2013	11-01-2013	1,612.84	FNMA Pool #889985 5.500% Due 11-01-23	100.00	1,612.84
12-01-2013	12-01-2013	1,595.51	FNMA Pool #889985 5.500% Due 11-01-23	100.00	1,595.51
10-01-2013	10-01-2013	725.52	FNMA Pool #890042 5.500% Due 07-01-22	100.00	725.52
10-01-2013	10-01-2013	3,769.27	FNMA Pool #890042 5.500% Due 07-01-22	100.00	3,769.27
11-01-2013	11-01-2013	992.10	FNMA Pool #890042 5.500% Due 07-01-22	100.00	992.10
11-01-2013	11-01-2013	5,154.17	FNMA Pool #890042 5.500% Due 07-01-22	100.00	5,154.17
12-01-2013	12-01-2013	850.12	FNMA Pool #890042 5.500% Due 07-01-22	100.00	850.12
12-01-2013	12-01-2013	4,416.57	FNMA Pool #890042 5.500% Due 07-01-22	100.00	4,416.57
10-01-2013	10-01-2013	104.77	FNMA Pool #928613 6.000% Due 08-01-22	100.00	104.77
10-01-2013	10-01-2013	1,741.46	FNMA Pool #928613 6.000% Due 08-01-22	100.00	1,741.46
11-01-2013	11-01-2013	294.53	FNMA Pool #928613 6.000% Due 08-01-22	100.00	294.53

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**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED**

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From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
11-01-2013	11-01-2013	4,895.57	FNMA Pool #928613 6.000% Due 08-01-22	100.00	4,895.57
12-01-2013	12-01-2013	666.82	FNMA Pool #928613 6.000% Due 08-01-22	100.00	666.82
12-01-2013	12-01-2013	11,083.72	FNMA Pool #928613 6.000% Due 08-01-22	100.00	11,083.72
10-01-2013	10-01-2013	1,722.82	FNMA Pool #976943 5.500% Due 02-01-23	100.00	1,722.82
11-01-2013	11-01-2013	1,306.23	FNMA Pool #976943 5.500% Due 02-01-23	100.00	1,306.23
12-01-2013	12-01-2013	1,353.08	FNMA Pool #976943 5.500% Due 02-01-23	100.00	1,353.08
10-01-2013	10-01-2013	2,033.18	FNMA Pool #995461 5.500% Due 12-01-23	100.00	2,033.18
10-01-2013	10-01-2013	957.87	FNMA Pool #995461 5.500% Due 12-01-23	100.00	957.87
11-01-2013	11-01-2013	1,395.63	FNMA Pool #995461 5.500% Due 12-01-23	100.00	1,395.63
11-01-2013	11-01-2013	657.51	FNMA Pool #995461 5.500% Due 12-01-23	100.00	657.51
12-01-2013	12-01-2013	1,558.65	FNMA Pool #995461 5.500% Due 12-01-23	100.00	1,558.65
12-01-2013	12-01-2013	734.30	FNMA Pool #995461 5.500% Due 12-01-23	100.00	734.30
10-01-2013	10-01-2013	1,851.93	FNMA Pool #995517 5.500% Due 01-01-24	100.00	1,851.93
11-01-2013	11-01-2013	2,137.34	FNMA Pool #995517 5.500% Due 01-01-24	100.00	2,137.34
12-01-2013	12-01-2013	2,079.88	FNMA Pool #995517 5.500% Due 01-01-24	100.00	2,079.88
10-01-2013	10-01-2013	2,690.50	FNMA Pool #AA0822 5.500% Due 12-01-23	100.00	2,690.50

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From 10-01-13 To 12-31-13

<b>Trade Date</b>	<b>Settle Date</b>	<b>Quantity</b>	<b>Security</b>	<b>Unit Price</b>	<b>Amount</b>
11-01-2013	11-01-2013	464.70	FNMA Pool #AA0822 5.500% Due 12-01-23	100.00	464.70
12-01-2013	12-01-2013	300.90	FNMA Pool #AA0822 5.500% Due 12-01-23	100.00	300.90
10-01-2013	10-01-2013	1,610.33	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,610.33
10-01-2013	10-01-2013	1,363.74	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,363.74
11-01-2013	11-01-2013	1,768.11	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,768.11
11-01-2013	11-01-2013	1,497.35	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,497.35
12-01-2013	12-01-2013	1,485.23	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,485.23
12-01-2013	12-01-2013	1,257.80	FNMA Pool #AD0662 5.500% Due 01-01-25	100.00	1,257.80
10-01-2013	10-01-2013	6,462.31	FNMA Pool #AE0132 5.000% Due 06-01-25	100.00	6,462.31
11-01-2013	11-01-2013	5,403.57	FNMA Pool #AE0132 5.000% Due 06-01-25	100.00	5,403.57
12-01-2013	12-01-2013	4,535.92	FNMA Pool #AE0132 5.000% Due 06-01-25	100.00	4,535.92
10-01-2013	10-01-2013	6,251.92	FNMA Pool #AE0286 5.000% Due 04-01-25	100.00	6,251.92
11-01-2013	11-01-2013	5,446.22	FNMA Pool #AE0286 5.000% Due 04-01-25	100.00	5,446.22
12-01-2013	12-01-2013	5,181.88	FNMA Pool #AE0286 5.000% Due 04-01-25	100.00	5,181.88
					256,539.06

We urge you to compare account statements that you receive from us with the account statements that you receive from your custodian.

## Client Report Disclosures

### **PERFORMANCE DATA**

Performance data represents historically achieved results for a client's portfolio(s), and is no guarantee of future performance. The market or economic conditions during this period may or may not be repeated. There may be differences between the performance shown and the performance results achieved by any other client retaining Garcia Hamilton for the same investment strategy. Benchmark results are shown for comparison purposes only. The benchmark represents an unmanaged portfolio with characteristics which are similar to the portfolio(s). The returns of the benchmark do not include any transaction costs, management fees or other costs. The holdings in the client's portfolio(s) may differ significantly from the securities that comprise the benchmark shown. The benchmark has been selected by the client as an appropriate benchmark with which to compare the performance of the portfolio(s).