

SUMMARY OF RELEVANT FACTS
City of Ormond Beach General Employees' Pension Plan
As of June 30, 2015

| Distribution of Assets: | |
|-------------------------|--------------|
| Equity | |
| Large Cap Value | \$9,668,134 |
| Large Cap Growth | \$10,541,285 |
| Small/Mid Cap Value | \$2,156,905 |
| Small/Mid Cap Growth | \$2,591,163 |
| International Value | \$2,036,633 |
| International Growth | \$2,065,670 |
| Total Equity | \$29,059,790 |
| Fixed Income | \$13,527,546 |
| Cash (R&D Account) | (\$3,675) |
| Total Portfolio | \$42,583,662 |

| Distribution by Percentages: | Policy | Current |
|------------------------------|--------|---------|
| Equity | | |
| Large Cap Value | 22.5% | 22.70% |
| Large Cap Growth | 22.5% | 24.75% |
| Small/Mid Cap Value | 5.0% | 5.07% |
| Small/Mid Cap Growth | 5.0% | 6.08% |
| International Value | 5.0% | 4.78% |
| International Growth | 5.0% | 4.85% |
| Total Equity | 65.0% | 68.24% |
| Fixed Income | 35.0% | 31.77% |
| Cash (R&D Account) | 0.0% | -0.01% |
| Total | 100.0% | 100.00% |

RECEIPTS & DISBURSEMENT

| | |
|---------------------|-----------|
| Total Assets (Cash) | (\$3,675) |
| Gain or (Loss) | \$130 |

Other Important Facts:

| | |
|------------------------------|--------------|
| Total Portfolio | \$42,583,662 |
| Total Gain or (Loss) - Gross | \$27,721 |
| Total Gain or (Loss) - Net | (\$19,722) |
| Total Fees | (\$47,443) |

HGK (Large Cap Value)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$9,668,134 |
| Equity | 97.43% | \$9,419,576 |
| Cash | <u>2.57%</u> | \$248,559 |
| Fees | | (\$9,160) |
| Gain or (Loss) | | \$21,847 |

SAWGRASS (Large Cap Growth)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$5,011,396 |
| Equity | 98.77% | \$4,949,830 |
| Cash | <u>1.23%</u> | \$61,565 |
| Fees | | (\$6,877) |
| Gain or (Loss) | | (\$52,895) |

POLEN (Large Cap Growth)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$5,529,889 |
| Equity | 96.10% | \$5,314,032 |
| Cash | <u>3.90%</u> | \$215,857 |
| Fees | | (\$8,111) |
| Gain or (Loss) | | \$129,730 |

GW CAPITAL (Small/Mid Cap Value)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$2,156,905 |
| Equity | 95.13% | \$2,051,779 |
| Cash | <u>4.87%</u> | \$105,126 |
| Fees | | (\$4,154) |
| Gain or (Loss) | | (\$54,132) |

APEX (Small/Mid Cap Growth)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$2,591,163 |
| Equity | 96.49% | \$2,500,339 |
| Cash | <u>3.51%</u> | \$90,824 |
| Fees | | (\$3,499) |
| Gain or (Loss) | | \$95,838 |

DELAWARE (International Value)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$2,036,633 |
| Equity | 97.27% | \$1,981,033 |
| Cash | <u>2.73%</u> | \$55,600 |
| Fees | | (\$3,817) |
| Gain or (Loss) | | \$3,987 |

RENAISSANCE (International Growth)

| | | |
|----------------|--------------|-------------|
| Total Assets | 100.00% | \$2,065,670 |
| Equity | 97.98% | \$2,023,891 |
| Cash | <u>2.02%</u> | \$41,780 |
| Fees | | (\$3,277) |
| Gain or (Loss) | | \$24,541 |

GARCIA HAMILTON (Fixed Income)

| | | |
|----------------|--------------|--------------|
| Total Assets | 100.00% | \$13,527,546 |
| Fixed Income | 98.98% | \$13,389,373 |
| Cash | <u>1.02%</u> | \$138,173 |
| Fees | | (\$8,549) |
| Gain or (Loss) | | (\$141,326) |

BREAKDOWN OF RETURNS
City of Ormond Beach General Employees' Pension Plan
As of June 30, 2015

Actuarial Rate of Return = 7.00%

| EQUITY HGK | | Your Returns (Gross-of-Fees) | Your Returns (Net-of-Fees) | Russ 1000 Value | PSN Money Mgrs. | S&P 500 |
|-------------------------------------|--|---|---------------------------------------|-------------------------|------------------------|--------------------|
| Quarter | | 0.22 | 0.13 | 0.10 | (0.15) | 0.28 |
| 1 Year | | (1.41) | (1.79) | 4.14 | 4.58 | 7.43 |
| 3 Year | | 15.61 | 15.18 | 17.35 | 17.21 | 17.31 |
| 5 Year | | 15.26 | 14.82 | 16.50 | 16.62 | 17.35 |
| Since 4/30/2009 | | 15.05 | 14.64 | 17.08 | NA | 17.43 |
| Sawgrass | | | | Russ 1000 Growth | PSN Money Mgrs. | S&P 500 |
| Quarter | | (1.05) | (1.18) | 0.12 | 0.63 | 0.28 |
| 1 Year | | 8.49 | 7.89 | 10.57 | 10.41 | 7.43 |
| 3 Year | | 17.31 | 16.69 | 17.99 | 18.22 | 17.31 |
| Since 4/30/2012 | | 15.52 | 14.84 | 15.52 | NA | 15.54 |
| Saw/Ren - 5 Year | | 17.10 | 16.45 | 18.59 | 17.96 | 17.35 |
| Saw/Ren - Since 7/31/2007 | | 6.58 | 5.99 | 8.60 | NA | 6.81 |
| Polen | | | | Russ 1000 Growth | PSN Money Mgrs. | S&P 500 |
| Quarter | | 2.40 | 2.25 | 0.12 | 0.63 | 0.28 |
| 1 Year | | 19.26 | 18.56 | 10.57 | 10.41 | 7.43 |
| 3 Year | | 17.38 | 16.70 | 17.99 | 18.22 | 17.31 |
| Since 4/30/2012 | | 14.35 | 13.73 | 15.52 | NA | 15.54 |
| GW Capital | | | | Russ 2500 Value | PSN Money Mgrs. | |
| Quarter | | (2.45) | (2.63) | (1.28) | (0.95) | |
| 1 Year | | (9.01) | (9.71) | 1.00 | 3.95 | |
| 3 Year | | 13.85 | 13.00 | 16.99 | 17.40 | |
| 5 Year | | 15.12 | 14.27 | 16.24 | 17.00 | |
| Since 10/31/2008 | | 16.62 | 15.79 | 14.91 | NA | |
| APEX | | | | Russ 2500 Growth | PSN Money Mgrs. | |
| Quarter | | 3.84 | 3.70 | 0.60 | 0.67 | |
| Since 1/31/2015 | | 10.84 | 10.69 | 9.78 | NA | |
| APEX/ETF/Perimeter- 1 Year | | 13.15 | 12.57 | 11.28 | 10.58 | |
| APEX/ETF/Perimeter- 3 Year | | 19.14 | 18.36 | 20.33 | 18.70 | |
| APEX/ETF/Perimeter- 5 Year | | 18.64 | 17.87 | 19.54 | 18.18 | |
| APEX/ETF/Perimeter- Since 4/30/2009 | | 18.72 | 17.96 | 20.41 | NA | |
| Delaware | | | | MSCI EAFE (Net) | MSCI EAFE Val | |
| Quarter | | 0.19 | 0.01 | 0.62 | 0.21 | |
| 1 Year | | (4.27) | (4.98) | (4.21) | (7.09) | |
| 3 Year | | 12.16 | 11.29 | 11.98 | 11.81 | |
| 5 Year | | 10.44 | 9.60 | 9.54 | 8.93 | |
| Since 7/31/2005 | | 5.60 | 4.80 | 4.85 | 4.09 | |

| Renaissance | | | | MSCI AC Wd x US | MSCI EAFE Grth | |
|-----------------------------|-----------------|--------|--------|----------------------------|--------------------------|----------------------|
| | Quarter | 1.20 | 1.04 | 0.53 | 1.00 | |
| | 1 Year | (2.31) | (2.94) | (5.27) | (1.34) | |
| | 3 Year | 13.36 | 12.64 | 9.44 | 12.11 | |
| | 5 Year | 11.59 | 10.88 | 7.76 | 10.09 | |
| | Since 4/30/2009 | 12.96 | 12.26 | 10.01 | 11.56 | |
| FIXED INCOME | | | | BC Int. Govt/Credit | BC Int. Aggregate | 90-Day T-Bill |
| Garcia Hamilton | | | | | | |
| | Quarter | (1.03) | (1.10) | (0.62) | (0.67) | 0.00 |
| | 1 Year | 2.12 | 1.87 | 1.68 | 1.89 | 0.02 |
| | 3 Year | 3.54 | 3.29 | 1.60 | 1.74 | 0.05 |
| | 5 Year | 4.38 | 4.13 | 2.79 | 2.89 | 0.06 |
| | Since 9/30/2003 | 5.34 | 5.06 | 3.82 | 4.10 | 1.34 |
| TOTAL RETURN | | | | Policy Index | Composite Index | |
| Time-Weighted Return | | | | | | |
| | Quarter | 0.06 | (0.06) | (0.13) | (0.12) | |
| | 1 Year | 3.30 | 2.79 | 4.09 | 4.21 | |
| | 3 Year | 12.05 | 11.52 | 11.36 | 12.11 | |
| | 5 Year | 11.82 | 11.30 | 11.59 | 12.18 | |
| | Since 3/31/2001 | 6.28 | 5.79 | 6.11 | 6.73 | |
| TOTAL RETURN | | | | Actuarial Rate | CPI +4 | |
| Dollar-Weighted Net | | | | | | |
| | Quarter | | (0.06) | 1.71 | 1.85 | |
| | 1 Year | | 2.79 | 7.00 | 3.98 | |
| | 3 Year | | 11.51 | 7.00 | 5.30 | |
| | 5 Year | | 11.33 | 7.00 | 5.84 | |
| | Since 3/31/2001 | | 5.64 | 7.00 | 6.16 | |

Policy Index = 30% Russell 1000 Value + 30% Russell 1000 Growth + 20% BC Aggregate + 20% BC Intermediate Gov't/Credit Bonds for periods prior to June 30, 2005; 27.5% Russell 1000 Value + 27.5% Russell 1000 Growth + 10% MSCI EAFE (Net) + 17.5% BC Aggregate + 17.5% BC Intermediate Gov't/Credit Bonds for periods from June 30, 2005 to October 31, 2008; 25% Russell 1000 Value + 25% Russell 1000 Growth + 5% Russell 2500 Value + 10% MSCI EAFE (Net) + 17.5% BC Aggregate + 17.5 BC Intermediate Gov't/Credit Bonds for periods October 31, 2008 to April 30, 2009; & 22.5% Russell 1000 Value + 22.5% Russell 1000 Growth + 5% Russell 2500 Value + 5% Russell 2500 Growth + 5% MSCI EAFE (Net) + 5% MSCI AC World ex US + 35% BC Intermediate Gov't/Credit Bonds for periods since April 30, 2009

INVESTMENT POLICY CHECKLIST

Ormond Beach General Employees' Pension Fund

As of June 30, 2015

| GUIDELINES | In Compliance | OBJECTIVES | Met |
|---|---------------|--|-----|
| <u>Equity Portfolio</u> | | <u>Total Portfolio</u> | |
| Listed on recognized exchange | Yes | Exceed Target Index - Since 3/31/2001 | Yes |
| Single issue not to exceed 10% at market value for each equity separately managed portfolio | Yes | Exceed actuarial assumption (7.00%) - Since 3/31/2001 | No |
| Each equity portfolio < 70% & > 60% of total fund at market value | Yes | <u>HGK</u> | |
| | | Equities > Russell 1000 Value - Since 4/30/2009 | No |
| | | Rank in the Top 50% - Since 4/30/2009 | No |
| | | <u>Sawgrass</u> | |
| <u>Fixed Income Portfolio</u> | | Equities > Russell 1000 Growth - Since 4/30/2012 | No |
| U.S. Government / Agency or U.S. Corporations | Yes | Rank in the Top 50% - Since 4/30/2012 | No |
| Fixed Income Portfolio < 40% & > 30% | Yes | | |
| Corporate Bonds rated "A" or better | Yes* | <u>Polen</u> | |
| CMOs < 15% of fixed Income portfolio at market | Yes | Equities > Russell 1000 Growth - Since 4/30/2012 | No |
| Single corporate issuer not exceed 5% of bond portfolio | Yes | Rank in the Top 50% - Since 4/30/2012 | No |
| Single corporate issuer not exceed 5% of total fund | Yes | | |
| | | <u>GW Capital</u> | |
| | | Equities > Russell 2500 Value - Since 10/31/2008 | Yes |
| | | Rank in the Top 50% - Since 10/31/2008 | Yes |
| | | <u>Apex</u> | |
| | | Equities > Russell 2500 Growth - Since 1/31/2015 | Yes |
| | | Rank in the Top 50% - Since 1/31/2015 | Yes |
| | | <u>Delaware</u> | |
| | | Equities > MSCI EAFE (Net) - Since 7/31/2005 | Yes |
| | | <u>Renaissance</u> | |
| | | Equities > MSCI AC World ex US - Since 4/30/2009 | Yes |
| | | <u>Garcia Hamilton & Associates</u> | |
| | | Bonds > BC Intermediate Gov't/Credit - Since 3/31/2001 | Yes |

* A couple of securities contain "A" or better rating by another major rating service

QUARTERLY PERFORMANCE EVALUATION

Prepared for:

City of Ormond Beach
General Employees' Pension Plan

As of June 30, 2015

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 - ETF – Small/Mid Cap Growth Equity Reports
 - Delaware – International Value Equity Reports
 - Renaissance – International Growth Equity Reports
 - Garcia Hamilton– Fixed Income Reports

Capital Markets Overview: 2Q 2015

Introduction

As of 2Q 2015

- During the second quarter of 2015, the primary concerns among investors were the timing of Fed interest rate hikes along with economic woes in Greece, China and Puerto Rico. For the quarter, Japanese equities and diversified commodities were the top-performing asset classes, while MLPs and global REITs trailed the field. For the one-year period ended June 30, 2015, Japanese equities also were one of the strongest asset classes, in addition to US equities.
- The Dow Jones Industrial Average decreased 0.3% in the second quarter. The NASDAQ Composite Index advanced 2.1% for the quarter. The S&P 500 Index rose 0.3% for the quarter, its tenth consecutive quarterly increase.
- Five of the 10 sectors of the S&P 500 Index advanced in the second quarter. Health Care fared the best, with a 2.8% uptick. Consumer Discretionary rose 1.9% and Financials advanced 1.7%. The laggards were Utilities, which declined 5.8%, Industrials, which fell 2.2%, and Energy, which declined 1.9%.
- Morgan Stanley & Co. economists expect U.S. real GDP will be 2.5% in 2015 and 2.7% in 2016. They forecast global GDP growth to be 3.4% in 2015 and 3.9% 2016.
- Commodities were one of the top performing asset classes in the second quarter; the Bloomberg Commodity Index rose 4.7%. For the quarter, gold was down 1.1%.
- For the second quarter of 2015, global mergers and acquisitions (M&A) deal volume was \$1 trillion, compared to \$936 billion for the second quarter of 2014. Global M&A activity increased to \$3.3 trillion in 2014 from \$2.3 trillion in 2013.

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research

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Capital Markets Overview: 2Q 2015

The US Economy

As of 2Q 2015

The Department of Commerce estimated that Gross Domestic Product decreased at an annual rate of 0.2% in the first quarter of 2015, in comparison to a 2.2% increase in the fourth quarter of 2014. Morgan Stanley & Co. economists forecast U.S. Real GDP will be 2.5% in 2015 and 2.7% in 2016.

The seasonally adjusted unemployment rate fell from 5.6% for March 2015 to 5.3% for June 2015. Job gains took place in professional and business services, health care, retail trade, financial activities, and in transportation and warehousing. The unemployment rate (5.3%) and the number of unemployed persons (8.3million) decreased in June. The number of long-term unemployed declined by 381,000 to 2.1 million in June 2015.

According to the most recent estimate from the Bureau of Economic Analysis, corporate profits fell 5.2% between the first quarter of 2015 and the fourth quarter of 2014, and decreased 4.5% between the first quarter of 2015 and the first quarter of 2014.

Inflation remained low in the U.S. According to the Bureau of Labor Statistics, the seasonally adjusted Consumer Price Index increased 0.1% in April and 0.4% in May. Morgan Stanley & Co. economists forecast a 1.6% inflation rate for 2014 and 0.1% for 2015.

The Census Bureau reported that private-sector housing starts in May 2015 were at a seasonally adjusted annual rate of 1,036,000—5.1% above May 2014 housing starts. The rise in housing starts over the past several years indicates that despite some intermittent setbacks, the housing market is rebounding.

The Census Bureau also reported that seasonally adjusted retail and food services sales increased 1.2% between April 2015 and May 2015, and increased 2.7% between May 2014 and May 2015.

In June, the Institute for Supply Management's Purchasing Managers' Index (PMI), a manufacturing sector index, was 53.5, up 0.7 from May, and up from April's 51.5. The latest PMI data indicates an expansion in the manufacturing sector for 26 consecutive months. Overall, PMI has been above 43 for 74 consecutive months. Generally speaking, a PMI or NMI (ISM Non-Manufacturing Index) over 50 indicates that the sector is expanding and a PMI below 50 but over 43 indicates that the sector is shrinking but the overall economy is expanding.

The NMI declined 2.1 points to 55.7 between April 2015 and May 2015, and rose 0.3 to 56.0 between May and June of 2015. The index has now been above 50 for 64 consecutive months.

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research

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Capital Markets Overview: 2Q 2015

US Equity Markets

As of 2Q 2015

The Dow Jones Industrial Average decreased 0.3% in the second quarter. The NASDAQ Composite Index advanced 2.1% for the quarter. The S&P 500 Index rose 0.3% for the quarter, its tenth consecutive quarterly increase.

Five of the 10 sectors of the S&P 500 Index advanced in the second quarter. Health Care fared the best, with a 2.8% uptick. Consumer Discretionary rose 1.9% and Financials advanced 1.7%. The laggards were Utilities, which declined 5.8%, Industrials, which fell 2.2%, and Energy, which declined 1.9%.

Growth-style stocks of large-cap companies rose modestly during the second quarter. The large-cap Russell 1000 Growth Index advanced 0.1%. The Russell 1000 Index, a large-cap index, also rose 0.1% for the quarter.

The Russell 1000 Value Index, also a large-cap index, increased 0.1% for the quarter. The Russell Midcap Growth Index fell 1.1% for the quarter. The Russell Midcap Index decreased 1.5% for the quarter. The Russell Midcap Value Index decreased 2.0% for the quarter. The Russell 2000 Growth Index, a small-cap index, increased 2.0% for the quarter. The small-cap Russell 2000 Index rose 0.4% for the quarter. The Russell 2000 Value Index, also a small-cap index, declined 1.2% for the quarter.

| Key US Stock Market Index Returns (%) for the Period Ending 6/30/2015 | | | | |
|---|---------|-----------|-------------------------|-------------------------|
| INDEX IN USD | Quarter | 12 Months | 5-Years (Annualized) | 7-Years (Annualized) |
| S&P 500 | 0.3% | 7.4% | 17.3% | 9.4% |
| Dow Jones | -0.3% | 7.2% | 15.4% | 9.4% |
| Russell 2000 | 0.4% | 6.5% | 17.1% | 10.4% |
| Russell Midcap | -1.5% | 6.6% | 18.2% | 10.5% |
| Russell 1000 | 0.1% | 7.4% | 17.6% | 9.6% |

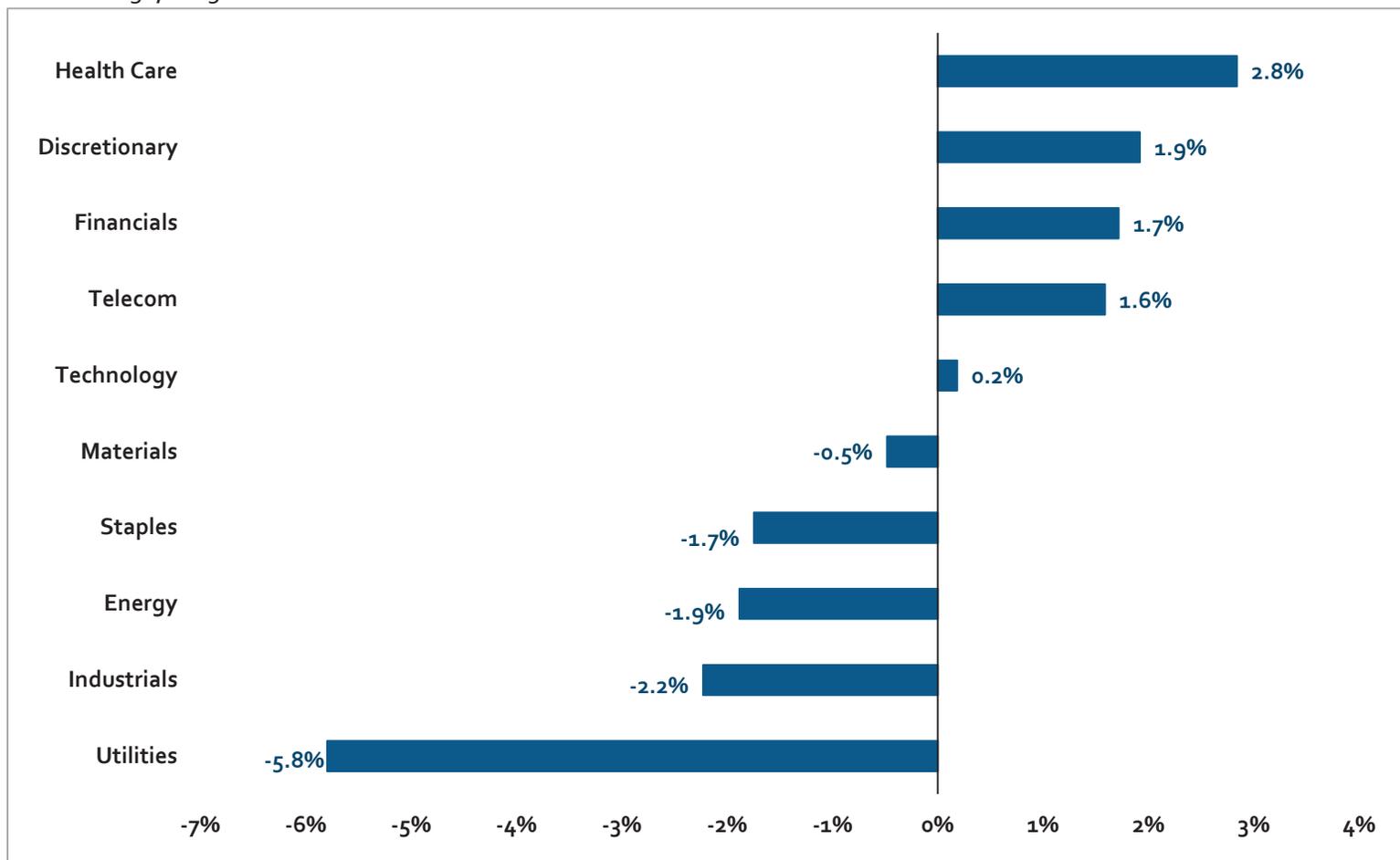
Source: FactSet, Bloomberg

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S&P 500 Sectors

2Q 2015 Total Return

As of June 30, 2015



Source: Bloomberg

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Capital Markets Overview: 2Q 2015

Global Equity Markets

As of 2Q 2015

In the second quarter, emerging markets (EM) and global equities had positive results. The MSCI EAFE Index (a benchmark for developed markets) rose 0.8% for U.S.-currency investors and fell 1.6% for local-currency investors, as the U.S. dollar depreciated in relation to the currencies of many nations in the index. In the first quarter of 2015, the MSCI EAFE Index increased 5.0% in U.S. dollar terms and rose 11.0% in local currency terms.

For the second quarter, the MSCI Emerging Markets Index increased 0.8% for U.S.-currency investors and also rose 0.8% for local-currency investors, as the U.S. dollar maintained parity to emerging-market currencies. In the previous quarter, the MSCI Emerging Markets Index increased 2.3% for U.S.-dollar-based investors and rose 4.9% for local-currency investors.

The MSCI Europe Index increased 0.7% for U.S.-currency investors and fell 3.6% for local-currency investors during the second quarter of 2015. In the previous quarter, the MSCI Europe Index increased 3.6% for U.S.-dollar-based investors and decreased 11.7% for local-currency investors.

The S&P 500 Index rose 0.3% for the quarter, its tenth consecutive quarterly increase.

More specific emerging economy equity market indices were mixed in the second quarter. The MSCI BRIC (Brazil, Russia, India and China) Index rose 4.7% for the quarter in U.S. dollar terms and advanced 4.0% in terms of local currencies. In comparison, for the second quarter, the MSCI EM Asia Index was flat in U.S. dollar terms and rose 0.2% in local terms.

| Key Global Equity Market Index Returns (%) for the Period Ending 6/30/2015 | | | | |
|--|---------|-----------|-------------------------|-------------------------|
| INDEX IN USD | Quarter | 12 Months | 5-Years (Annualized) | 7-Years (Annualized) |
| MSCI EAFE | 0.8% | -3.8% | 10.0% | 2.4% |
| MSCI EAFE Growth | 1.2% | -1.0% | 10.5% | 2.6% |
| MSCI EAFE Value | 0.5% | -6.6% | 9.5% | 2.3% |
| MSCI Europe | 0.7% | -7.2% | 10.7% | 2.2% |
| MSCI Japan | 3.1% | 8.6% | 9.0% | 2.6% |
| S&P 500 | 0.3% | 7.4% | 17.3% | 9.4% |
| MSCI Emerging Markets | 0.8% | -4.8% | 4.0% | 1.2% |

Source: FactSet, Bloomberg

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Capital Markets Overview: 2Q 2015

The US Bond Market

As of 2Q 2015

In the second quarter, bond market returns decreased—the Barclays U.S. Aggregate Bond Index, a general measure of the bond market, decreased 1.7% for the quarter. Interest rates increased during the second quarter, as the yield on the 10-Year U.S. Treasury note rose to a quarter-end 2.35% from 1.92% at the end of the first quarter of 2015.

Also in the second quarter, riskier parts of the bond market such as U.S. HighYield debt fell flat. The Barclays Capital HighYield Index, a measure of lower-rated corporate bonds, returned 0.0%.

Investors were negative on mortgage-backed securities in the second quarter. Consequently, the Barclays Capital Mortgage Backed Index fell 0.7% for the quarter. During the second quarter, the municipal bond market also declined modestly. As a result, the Barclays Capital Muni Index decreased 0.9% for the quarter.

| Key US Bond Market Index Returns (%) for the Period Ending 6/30/2015 | | | | |
|--|---------|-----------|-------------------------|-------------------------|
| INDEX IN USD | Quarter | 12 Months | 5-Years (Annualized) | 7-Years (Annualized) |
| Barclays Capital US Aggregate | -1.7% | 1.9% | 3.3% | 4.6% |
| Barclays Capital High Yield | 0.0% | -0.4% | 8.6% | 9.3% |
| Barclays Capital Government/Credit | -2.1% | 1.7% | 3.4% | 4.6% |
| Barclays Capital Government | -1.6% | 2.3% | 2.7% | 3.8% |
| Barclays Capital Intermediate Govt/Credit | -0.6% | 1.7% | 2.8% | 3.9% |
| Barclays Capital Long Govt/Credit | -7.6% | 1.9% | 6.7% | 7.9% |
| Barclays Capital Mortgage Backed Securities | -0.7% | 2.3% | 2.9% | 4.5% |
| Barclays Capital Muni | -0.9% | 3.0% | 4.5% | 5.1% |

Source: FactSet, Bloomberg, Morgan Stanley & Co. Research

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Asset Allocation Models & Insurance Products Disclosures

GLOBAL INVESTMENT COMMITTEE (GIC) ASSET ALLOCATION MODELS

The Asset Allocation Models are created by Morgan Stanley Wealth Management's GIC.

CLIENTS TO CONSIDER THEIR OWN INVESTMENT NEEDS

The GIC Asset Allocation Models are formulated based on general client characteristics such as investable assets and risk tolerance. This report is not intended to be a client-specific suitability analysis or recommendation, or offer to participate in any investment. Therefore, do not use this report as the sole basis for investment decisions.

Clients should consider all relevant information, including their existing portfolio, investment objectives, risk tolerance, liquidity needs and investment time horizon. Such a suitability determination may lead to asset allocation(s) results that are materially different from the asset allocation shown in this report. Clients should talk to their Financial Advisor about what would be a suitable asset allocation for them.

HYPOTHETICAL MODEL PERFORMANCE (GROSS)

Hypothetical model performance results do not reflect the investment or performance of an actual portfolio following a GIC Strategy, but simply reflect actual historical performance of selected indices on a real-time basis over the specified period of time representing the GIC's strategic and tactical allocations as of the date of this report. The past performance shown here is simulated performance based on benchmark indices, not investment results from an actual portfolio or actual trading. There can be large differences between hypothetical and actual performance results achieved by a particular asset allocation or trading strategy. Hypothetical performance results do not represent actual trading and are generally designed with the benefit of hindsight.

Actual performance results of accounts vary due to, for example, market factors (such as liquidity) and client-specific factors (such as investment vehicle selection, timing of contributions and withdrawals, restrictions and rebalancing schedules). Clients would not necessarily have obtained the performance results shown here if they had invested in accordance with any GIC Asset Allocation Model for the periods indicated.

Despite the limitations of hypothetical performance, these hypothetical performance results allow clients and Financial Advisors to obtain a sense of the risk/return trade-off of different asset allocation constructs. The hypothetical performance results in this report are calculated using the returns of benchmark indices for the asset classes, and not the returns of securities, fund or other investment products.

Performance of indices may be more or less volatile than any investment product. The risk of loss in value of a specific investment is not the same as the risk of loss in a broad market index. Therefore, the historical returns of an index will not be the same as the historical returns of a particular investment a client selects.

Models may contain allocations to Hedge Funds, Private Equity and Private Real Estate. The benchmark indices for these asset classes are not issued on a daily basis. When calculating model performance on a day for which no benchmark index data is issued, we have assumed straight line growth between the index levels issued before and after that date.

Fees reduce the performance of actual accounts None of the fees or other expenses (e.g. commissions, mark-ups, mark-downs, fees) associated with actual trading or accounts are reflected in the GIC Asset Allocation Models. The GIC Asset Allocation Models and any model performance included in this presentation are intended as educational materials. Were a client to use these models in connection with investing, any investment decisions made would be subject to transaction and other costs which, when compounded over a period of years, would decrease returns. Information regarding Morgan Stanley's standard advisory fees is available in the Form ADV Part 2, which is available at www.morganstanley.com/adv. The following hypothetical illustrates the compound effect fees have on investment returns: For example, if a portfolio's annual rate of return is 15% for 5 years and the account pays 50 basis points in fees per annum, the gross cumulative five-year return would be 101.1% and the five-year return net of fees would be 96.8%. Fees and/or expenses would apply to clients who invest in investments in an account based on these asset allocations, and would reduce clients' returns. The impact of fees and/or expenses can be material.

INSURANCE PRODUCTS AND ETF DISCLOSURES

Morgan Stanley Smith Barney LLC offers **insurance products** in conjunction with its licensed insurance agency affiliates.

An investment in an **exchange-traded fund** involves risks similar to those of investing in a broadly based portfolio of equity securities traded on an exchange in the relevant securities market, such as market fluctuations caused by such factors as economic and political developments, changes in interest rates and perceived trends in stock and bond prices.

Variable annuities, mutual funds and ETFs are sold by prospectus only. The prospectus contains the investment objectives, risks, fees, charges and expenses, and other information regarding the variable annuity contract and the underlying investments, or the ETF, which should be considered carefully before investing. Prospectuses for both the variable annuity contract and the underlying investments, or the ETF, are available from your Financial Advisor. Please read the prospectus carefully before you invest.

Variable annuities are long-term investments designed for retirement purposes and may be subject to market fluctuations, investment risk, and possible loss of principal. All guarantees, including optional benefits, are based on the financial strength and claims-paying ability of the issuing insurance company and do not apply to the underlying investment options.

Optional riders may not be able to be purchased in combination and are available at an additional cost. Some optional riders must be elected at time of purchase. Optional riders may be subject to specific limitations, restrictions, holding periods, costs, and expenses as specified by the insurance company in the annuity contract.

If you are investing in a **variable annuity** through a tax-advantaged retirement plan such as an IRA, you will get no additional tax advantage from the variable annuity. Under these circumstances, you should only consider buying a variable annuity because of its other features, such as lifetime income payments and death benefits protection.

Taxable distributions (and certain deemed distributions) are subject to ordinary income tax and, if taken prior to age 59½, may be subject to a 10% federal income tax penalty. Early withdrawals will reduce the death benefit and cash surrender value.

Asset Class Risk Considerations

For index definitions to the indices referenced in this report please visit the following: <http://www.morganstanleyfa.com/public/projectfiles/id.pdf>

Equity securities may fluctuate in response to news on companies, industries, market conditions and general economic environment.

Investing in foreign markets entails risks not typically associated with domestic markets, such as currency fluctuations and controls, restrictions on foreign investments, less governmental supervision and regulation, and the potential for political instability. These risks may be magnified in countries with **emerging markets and frontier markets**, since these countries may have relatively unstable governments and less established markets and economies.

Investing in small- to medium-sized companies entails special risks, such as limited product lines, markets and financial resources, and greater volatility than securities of larger, more established companies.

The value of **fixed income securities** will fluctuate and, upon a sale, may be worth more or less than their original cost or maturity value. Bonds are subject to interest rate risk, call risk, reinvestment risk, liquidity risk, and credit risk of the issuer.

High yield bonds (bonds rated below investment grade) may have speculative characteristics and present significant risks beyond those of other securities, including greater credit risk, price volatility, and limited liquidity in the secondary market. High yield bonds should comprise only a limited portion of a balanced portfolio.

Interest on **municipal bonds** is generally exempt from federal income tax; however, some bonds may be subject to the alternative minimum tax (AMT). Typically, state tax-exemption applies if securities are issued within one's state of residence and, if applicable, local tax-exemption applies if securities are issued within one's city of residence.

Treasury Inflation Protection Securities' (TIPS) coupon payments and underlying principal are automatically increased to compensate for inflation by tracking the consumer price index (CPI). While the real rate of return is guaranteed, TIPS tend to offer a low return. Because the return of TIPS is linked to inflation, TIPS may significantly underperform versus conventional U.S. Treasuries in times of low inflation.

Alternative investments may be either traditional alternative investment vehicles, such as hedge funds, fund of hedge funds, private equity, private real estate and managed futures or, non-traditional products such as mutual funds and exchange-traded funds that also seek alternative-like exposure but have significant differences from traditional alternative investments. The risks of traditional alternative investments may include: can be highly illiquid, speculative and not suitable for all investors, loss of all or a substantial portion of the investment due to leveraging, short-selling, or other speculative practices, volatility of returns, restrictions on transferring interests in a fund, potential lack of diversification and resulting higher risk due to concentration of trading authority when a single advisor is utilized, absence of information regarding valuations and pricing, complex tax structures and delays in tax reporting, less regulation and higher fees than open-end mutual funds, and risks associated with the operations, personnel and processes of the manager. Non-traditional alternative strategy products may employ various investment strategies and techniques for both hedging and more speculative purposes such as short-selling, leverage, derivatives and options, which can increase volatility and the risk of investment loss. **Master Limited Partnerships (MLPs)** Individual MLPs are publicly traded partnerships that have unique risks related to their structure. These include, but are not limited to, their reliance on the capital markets to fund growth, adverse ruling on the current tax treatment of distributions (typically mostly tax deferred), and commodity volume risk. The potential tax benefits from investing in MLPs depend on their being treated as partnerships for federal income tax purposes and, if the MLP is deemed to be a corporation, then its income would be subject to federal taxation at the entity level, reducing the amount of cash available for distribution to the fund which could result in a reduction of the fund's value. MLPs carry interest rate risk and may underperform in a rising interest rate environment. **Investing in commodities** entails significant risks. Commodity prices may be affected by a variety of factors at any time, including but not limited to, (i) changes in supply and demand relationships, (ii) governmental programs and policies, (iii) national and international political and economic events, war and terrorist events, (iv) changes in interest and exchange rates, (v) trading activities in commodities and related contracts, (vi) pestilence, technological change and weather, and (vii) the price volatility of a commodity. In addition, the commodities markets are subject to temporary distortions or other disruptions due to various factors, including lack of liquidity, participation of speculators and government intervention. **Physical precious metals** are non-regulated products. Precious metals are speculative investments, which may experience short-term and long term price volatility. The value of precious metals investments may fluctuate and may appreciate or decline, depending on market conditions. Unlike bonds and stocks, precious metals do not make interest or dividend payments. Therefore, precious metals may not be suitable for investors who require current income. Precious metals are commodities that should be safely stored, which may impose additional costs on the investor. **REITs** investing risks are similar to those associated with direct investments in real estate: property value fluctuations, lack of liquidity, limited diversification and sensitivity to economic factors such as interest rate changes and market recessions.

Risks of **private real estate** include: illiquidity; a long-term investment horizon with a limited or nonexistent secondary market; lack of transparency; volatility (risk of loss); and leverage.

Principal is returned on a monthly basis over the life of a **mortgage-backed security**. Principal prepayment can significantly affect the monthly income stream and the maturity of any type of MBS, including standard MBS, CMOs and Lottery Bonds.

Asset-backed securities generally decrease in value as a result of interest rate increases, but may benefit less than other fixed-income securities from declining interest rates, principally because of prepayments.

Floating-rate securities The initial interest rate on a floating-rate security may be lower than that of a fixed-rate security of the same maturity because investors expect to receive additional income due to future increases in the floating security's underlying reference rate. The reference rate could be an index or an interest rate. However, there can be no assurance that the reference rate will increase. Some floating-rate securities may be subject to call risk.

Asset Class Risk Considerations (cont'd)

Yields are subject to change with economic conditions. Yield is only one factor that should be considered when making an investment decision.

Credit ratings are subject to change.

Companies paying **dividends** can reduce or cut payouts at any time.

Asset allocation and diversification do not assure a profit or protect against loss in declining financial markets.

The **indices** are unmanaged. An investor cannot invest directly in an index. They are shown for illustrative purposes only and do not represent the performance of any specific investment.

The **indices selected by Morgan Stanley Wealth Management** to measure performance are representative of broad asset classes. Morgan Stanley Wealth Management retains the right to change representative indices at any time.

Because of their narrow focus, **sector investments** tend to be more volatile than investments that diversify across many sectors and companies.

Growth investing does not guarantee a profit or eliminate risk. The stocks of these companies can have relatively high valuations. Because of these high valuations, an investment in a growth stock can be more risky than an investment in a company with more modest growth expectations.

Value investing does not guarantee a profit or eliminate risk. Not all companies whose stocks are considered to be value stocks are able to turn their business around or successfully employ corrective strategies which would result in stock prices that do not rise as initially expected.

Rebalancing does not protect against a loss in declining financial markets. There may be a potential tax implication with a rebalancing strategy. Investors should consult with their tax advisor before implementing such a strategy.

Duration, the most commonly used measure of bond risk, quantifies the effect of changes in interest rates on the price of a bond or bond portfolio. The longer the duration, the more sensitive the bond or portfolio would be to changes in interest rates.

Besides the general risk of holding securities that may decline in value, **closed-end funds** may have additional risks related to declining market prices relative to net asset values (NAVs), active manager underperformance, and potential leverage. Some funds also invest in foreign securities, which may involve currency risk.

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The securities/instruments discussed in this material may not be suitable for all investors. The appropriateness of a particular investment or strategy will depend on an investor's individual circumstances and objectives. Morgan Stanley Wealth Management recommends that investors independently evaluate specific investments and strategies, and encourages investors to seek the advice of a financial advisor.

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Morgan Stanley Smith Barney LLC, its affiliates and Morgan Stanley Financial Advisors do not provide legal or tax advice. Each client should always consult his/her personal tax and/or legal advisor for information concerning his/her individual situation and to learn about any potential tax or other implications that may result from acting on a particular recommendation.

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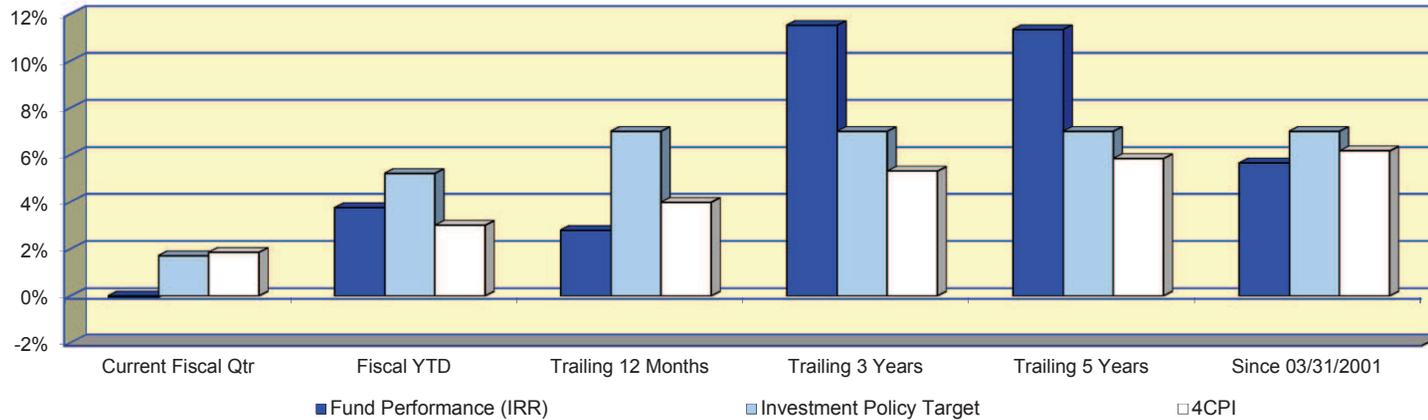
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INVESTMENT POLICY MONITOR (DOLLAR WEIGHTED IRR)

Ormond Beach General

AS OF 06/30/2015



| Asset Class Investment Manager | Current Fiscal Qtr | Fiscal YTD | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 03/31/2001 |
|-------------------------------------|--------------------|-------------|--------------------|------------------|------------------|------------------|
| Fund Performance (IRR) | -0.06 | 3.74 | 2.79 | 11.51 | 11.33 | 5.64 |
| <i>Investment Policy Objectives</i> | | | | | | |
| Investment Policy Target | 1.71 | 5.21 | 7.00 | 7.00 | 7.00 | 7.00 |
| 4CPI | 1.85 | 3.00 | 3.98 | 5.30 | 5.84 | 6.16 |

Investment Policy Objective

Primary investment emphasis must be placed upon the consistent protection of the funds and growth performance.

Dollar-Weighted Returns

(Internal Rate of Return)

The investment policy monitor is calculated on a dollar-weighted basis, accounting for deposits and cash flows upon receipt. The dollar-weighted or "internal rate of return - IRR" is the actual rate earned by the Fund. The dollar-weighted return is the appropriate measurement to evaluate the fund's performance in relation to the statement of investment policy and guidelines.

INVESTMENT PERFORMANCE SUMMARY (TIME WEIGHTED)

Ormond Beach General

AS OF 06/30/2015

| Investment Returns are Annualized and Time Weighted (%) | Current Fiscal Qtr | Fiscal YTD | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 03/31/2001 | Since Inc Period End | Account Number |
|--|-----------------------|--------------|-----------------------|---------------------|---------------------|---------------------|-------------------------|-------------------|
| TOTAL FUND | +0.06 | +4.10 | +3.30 | +12.05 | +11.82 | +6.28 | 03/31/2001 | |
| Composite | -0.12 | +5.11 | +4.21 | +12.11 | +12.18 | +6.73 | | |
| Equity Investments | | | | | | | | |
| HGK Asset Management | 0.22 | -1.20 | -1.41 | 15.61 | 15.26 | 15.05 | 04/30/2009 | 001-063091 |
| Russell 1000 VI | 0.10 | 4.33 | 4.14 | 17.35 | 16.50 | 17.08 | | |
| Sawgrass Asset Management | -1.05 | 6.70 | 8.49 | 17.31 | 17.10 | 6.58 | 07/31/2007 | 001-053636 |
| Russell 1000 Gr | 0.12 | 8.95 | 10.57 | 17.99 | 18.59 | 8.60 | | |
| Polen Capital Management | 2.40 | 17.16 | 19.26 | 17.38 | N/A | 14.35 | 04/30/2012 | 002-000741 |
| Russell 1000 Gr | 0.12 | 8.95 | 10.57 | 17.99 | | 15.52 | | |
| GW Capital Inc | -2.45 | -0.32 | -9.01 | 13.85 | 15.12 | 16.62 | 10/31/2008 | 001-060288 |
| Russell 2500 VI | -1.28 | 7.90 | 1.00 | 16.99 | 16.24 | 14.91 | | |
| Apex Capital - Small-Mid Cap Growth | 3.84 | 15.22 | 13.15 | 19.14 | 18.64 | 18.72 | 04/30/2009 | 001-063121 |
| Russell 2500 Gr | 0.60 | 16.18 | 11.28 | 20.33 | 19.54 | 20.41 | | |
| International Equity | | | | | | | | |
| Delaware Investments | 0.19 | 2.04 | -4.27 | 12.16 | 10.44 | 5.60 | 07/31/2005 | 001-040810 |
| MSCI EAFE Net | 0.62 | 1.77 | -4.21 | 11.98 | 9.54 | 4.85 | | |
| Renaissance Investment Management | 1.20 | 2.26 | -2.31 | 13.36 | 11.59 | 12.96 | 04/30/2009 | 001-063124 |
| MSCI AC Wld xUS Nt | 0.53 | 0.00 | -5.27 | 9.44 | 7.76 | 10.01 | | |
| Fixed Income Investments | | | | | | | | |
| Garcia Hamilton & Asscs - Houston | -1.04 | 1.94 | 2.12 | 3.54 | 4.38 | 5.34 | 09/30/2003 | 001-029022 |
| BC Gov/Cr Intm | -0.62 | 1.71 | 1.68 | 1.60 | 2.79 | 3.82 | | |

INVESTMENT PERFORMANCE SUMMARY (DOLLAR WEIGHTED)

Ormond Beach General

AS OF 06/30/2015

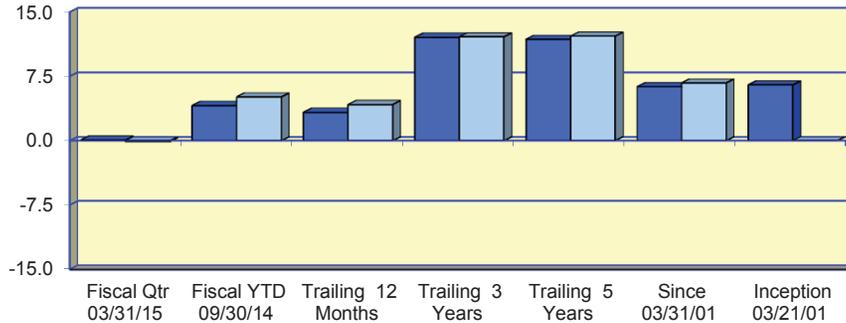
| Investment Returns are Annualized and Dollar Weighted (%) | Current Fiscal Qtr | Fiscal YTD | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 03/31/2001 | Since Inc Period End | Account Number |
|--|-----------------------|-------------|-----------------------|---------------------|---------------------|---------------------|-------------------------|-------------------|
| Total Fund | -0.06 | 3.74 | 2.79 | 11.51 | 11.33 | 5.64 | 03/31/2001 | |
| Equity Investments | | | | | | | | |
| HGK Asset Management | 0.13 | -1.49 | -1.85 | 15.78 | 15.26 | 15.02 | 04/30/2009 | 001-063091 |
| Sawgrass Asset Management | -1.18 | 6.28 | 7.81 | 17.08 | 17.70 | 3.31 | 07/31/2007 | 001-053636 |
| Polen Capital Management | 2.25 | 16.70 | 18.56 | 16.70 | N/A | 13.72 | 04/30/2012 | 002-000741 |
| GW Capital Inc | -2.64 | -0.88 | -9.82 | 14.12 | 15.06 | 16.91 | 10/31/2008 | 001-060288 |
| Apex Capital - Small-Mid Cap Growth | 3.71 | 14.89 | 12.57 | 18.81 | 18.17 | 18.21 | 04/30/2009 | 001-063121 |
| International Equity | | | | | | | | |
| Delaware Investments | 0.01 | 1.48 | -4.98 | 11.29 | 9.58 | 4.11 | 07/31/2005 | 001-040810 |
| Renaissance Investment Management | 1.04 | 1.76 | -2.94 | 12.64 | 10.87 | 12.78 | 04/30/2009 | 001-063124 |
| Fixed Income Investments | | | | | | | | |
| Garcia Hamilton & Asscs - Houston | -1.10 | 1.74 | 1.88 | 3.21 | 4.04 | 5.04 | 09/30/2003 | 001-029022 |

TOTAL FUND

Ormond Beach General

AS OF 06/30/2015

Portfolio Performance (%)



■ Total Fund ■ Composite

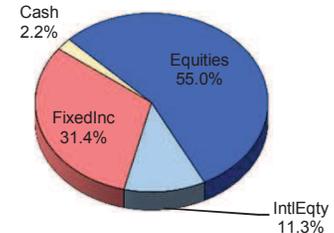
| | Fiscal Qtr | Fiscal YTD | Trailing | Trailing | Trailing | Since | Inception | |
|-------------------------------|---------------|-----------------|-----------------|------------------|----------------|----------------|-----------------|-----------------|
| <i>Investment Returns (%)</i> | <i>Since:</i> | <i>03/31/15</i> | <i>09/30/14</i> | <i>12 Months</i> | <i>3 Years</i> | <i>5 Years</i> | <i>03/31/01</i> | <i>03/21/01</i> |
| Total Fund | | 0.06 | 4.10 | 3.30 | 12.05 | 11.82 | 6.28 | 6.50 |
| Composite | | -0.12 | 5.11 | 4.21 | 12.11 | 12.18 | 6.73 | N/A |
| Ormond Beach Total Index | | -0.13 | 4.93 | 4.09 | 11.36 | 11.59 | 6.11 | N/A |

Asset Growth (\$000)

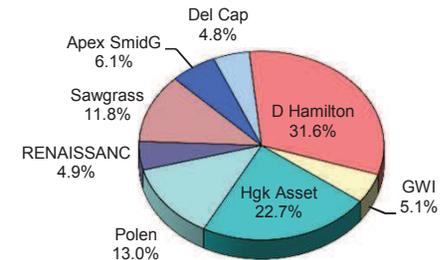
| | | | | | | | |
|---------------------------------|--------|--------|--------|--------|--------|--------|--------|
| Beginning Market Value | 42,753 | 41,527 | 41,810 | 30,953 | 26,094 | 21,941 | 21,260 |
| Net Contributions & Withdrawals | -197 | -636 | -597 | -868 | -2,222 | -5,638 | -5,638 |
| Gain/Loss + Income | 28 | 1,693 | 1,371 | 12,499 | 18,712 | 26,281 | 26,962 |
| Ending Market Value | 42,584 | 42,584 | 42,584 | 42,584 | 42,584 | 42,584 | 42,584 |

Asset Allocation (\$000)

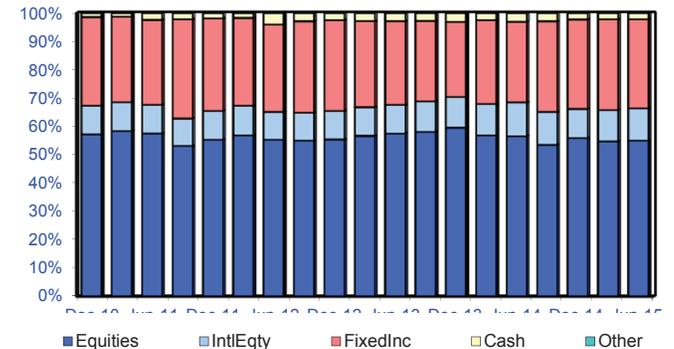
| <u>Equities</u> | <u>IntlEqty</u> | <u>FixedInc</u> | <u>Cash</u> | <u>Total</u> |
|-----------------|-----------------|-----------------|-------------|--------------|
| 23,414 | 4,826 | 13,389 | 954 | 42,584 |



Asset Allocation By Manager



Allocation Over Time



Risk/Return Analysis - Since Inception

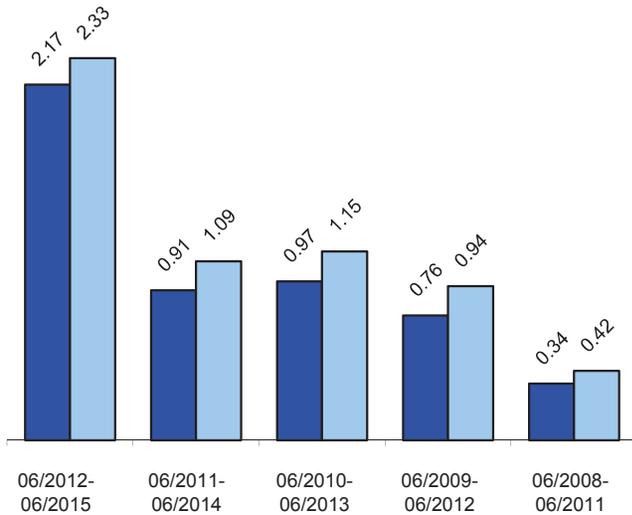


TOTAL FUND RISK ANALYSIS

Ormond Beach General

AS OF 06/30/2015

Sharpe Ratios 3-Year Rolling Periods



Ormond Beach General
Composite Index

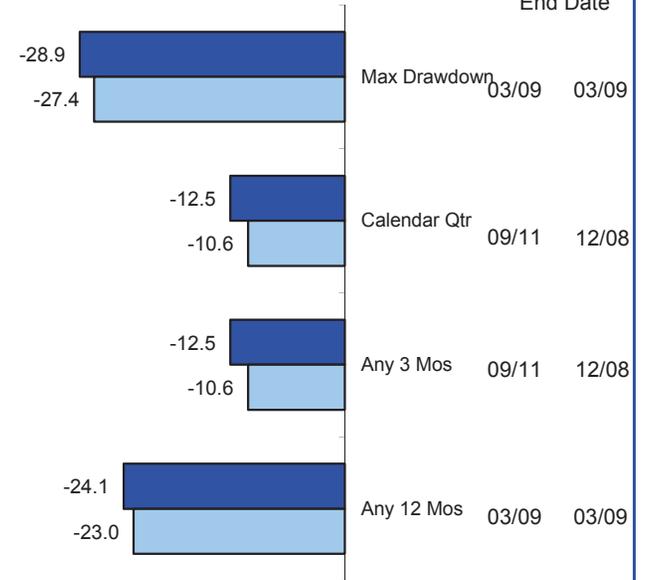
Sharpe Ratio divides excess return by standard deviation to arrive at a unified measure of risk adjusted return. In most cases where risk is a consideration, it is desirable to have a value higher than the index.

Loss in Varying Time Periods measures the greatest loss experienced in each of five different historical time periods. Maximum Drawdown in the longest sustained loss since the inception of the account (The fund and index may have different begin and end dates.) *No presentation is made that these amounts represent maximum future loss.*

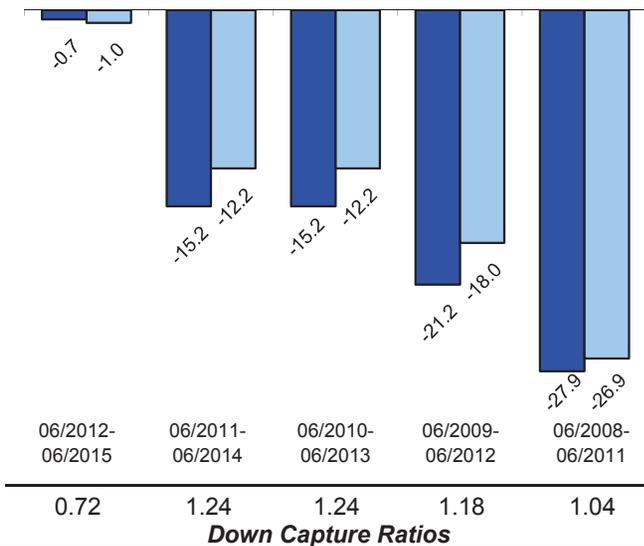
Down Capture is the measure of the fund's total return whenever the index returns are negative.

Up Capture is the measure of the fund's total return whenever the index returns are positive.

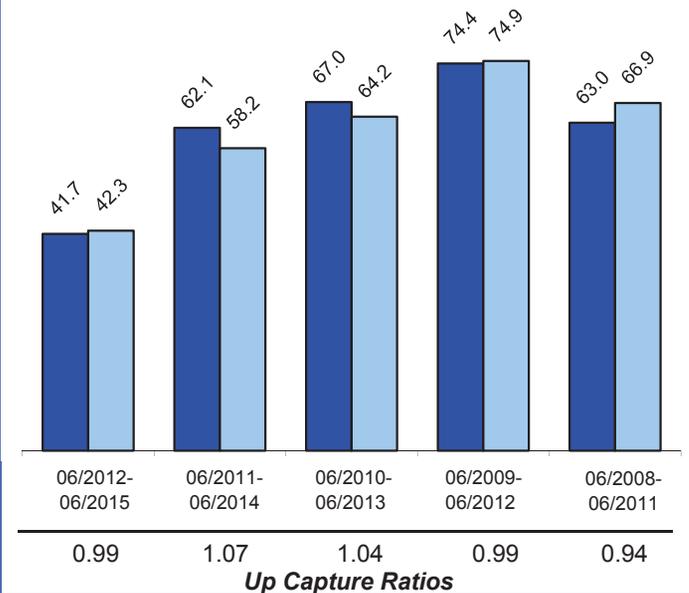
Loss in Varying Time Periods (%) Mgr. Index End Date



Down Capture Returns (%) 3-Year Rolling Periods



Up Capture Returns (%) 3-Year Rolling Periods



Report Created: 8/4/2015

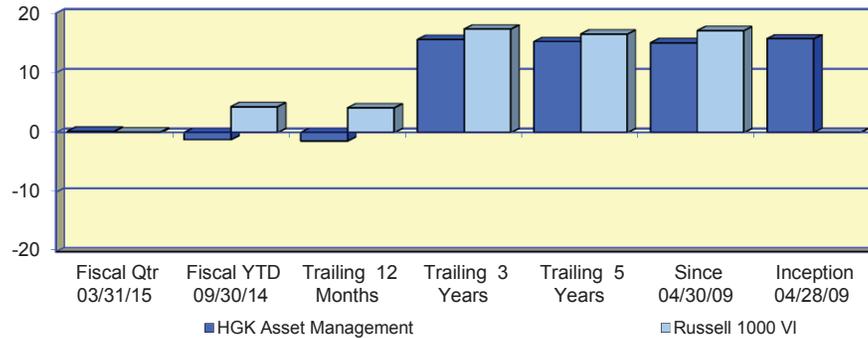
Please refer to the attached Disclosures for important information.

EXECUTIVE SUMMARY

Ormond Beach General Employees HGK Asset Management

AS OF 06/30/2015

Portfolio Performance(%)

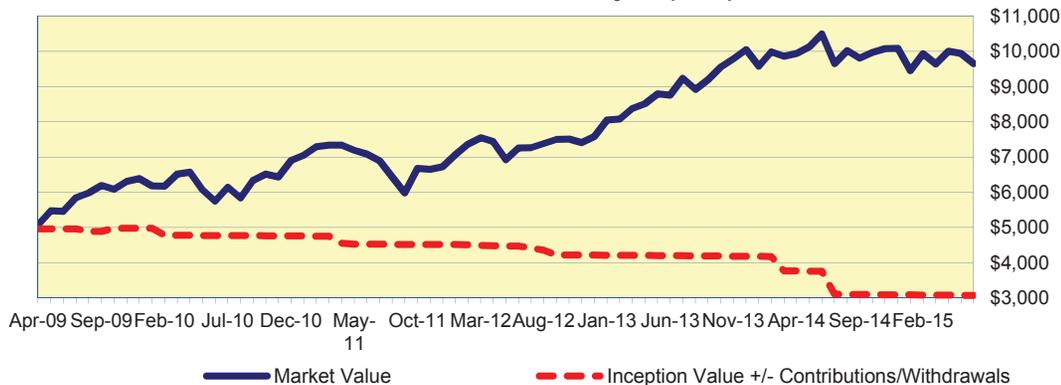


| Investment Returns (%) | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Trailing Since 04/30/09 | Trailing Inception 04/28/09 |
|-----------------------------|----------------------------|---------------------|--------------------|------------------|------------------|-------------------------|-----------------------------|
| HGK Asset Management | 0.22 | -1.20 | -1.41 | 15.61 | 15.26 | 15.05 | 15.72 |
| Russell 1000 VI | 0.10 | 4.33 | 4.14 | 17.35 | 16.50 | 17.08 | N/A |

Asset Growth (\$000)

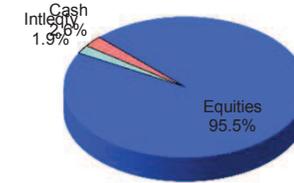
| | Fiscal Qtr 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Trailing Since 04/30/09 | Trailing Inception 04/28/09 |
|---------------------------------|---------------------|---------------------|--------------------|------------------|------------------|-------------------------|-----------------------------|
| Beginning Market Value | 9,656 | 9,815 | 10,503 | 7,270 | 5,755 | 5,080 | 0 |
| Net Contributions & Withdrawals | -10 | -30 | -691 | -1,407 | -1,705 | -1,889 | 3,066 |
| Gain/Loss + Income | 22 | -117 | -144 | 3,805 | 5,618 | 6,477 | 6,602 |
| Ending Market Value | 9,668 | 9,668 | 9,668 | 9,668 | 9,668 | 9,668 | 9,668 |

Value-Added Analysis (\$000)



Asset Allocation (\$000)

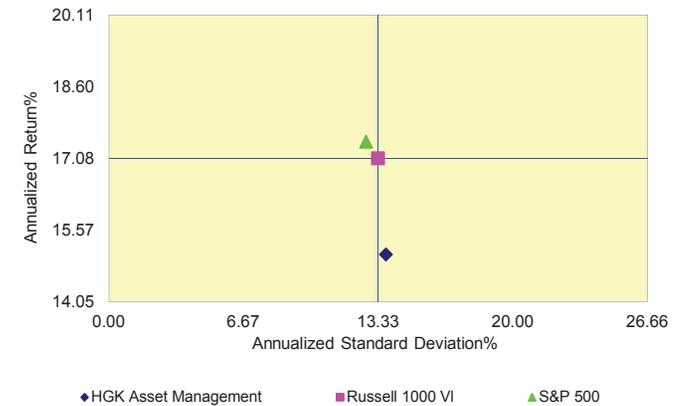
| Equities | Intleqty | Cash | Total |
|----------|----------|------|-------|
| 9,234 | 186 | 249 | 9,668 |



Portfolio Characteristics

| | | | |
|----------------|--------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 1.09 |
| Beta | 1.00 | Index Sharpe Ratio | 1.27 |
| Alpha | -1.83% | | |
| R ² | 95% | | |

Risk / Return Analysis Since 04/30/2009



| Annualized % | Return | Std. Dev. |
|-----------------------------|--------------|--------------|
| HGK Asset Management | 15.05 | 13.73 |
| Russell 1000 VI | 17.08 | 13.33 |
| S&P 500 | 17.43 | 12.75 |

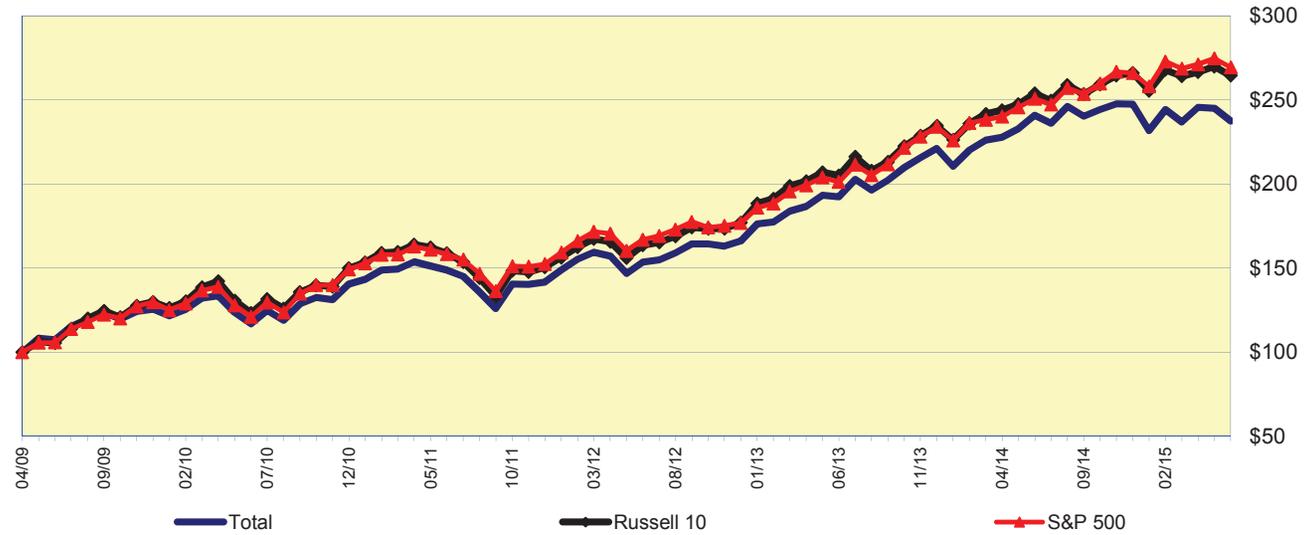
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees HGK Asset Management

As Of 06/30/2015

Growth of \$100 Graph

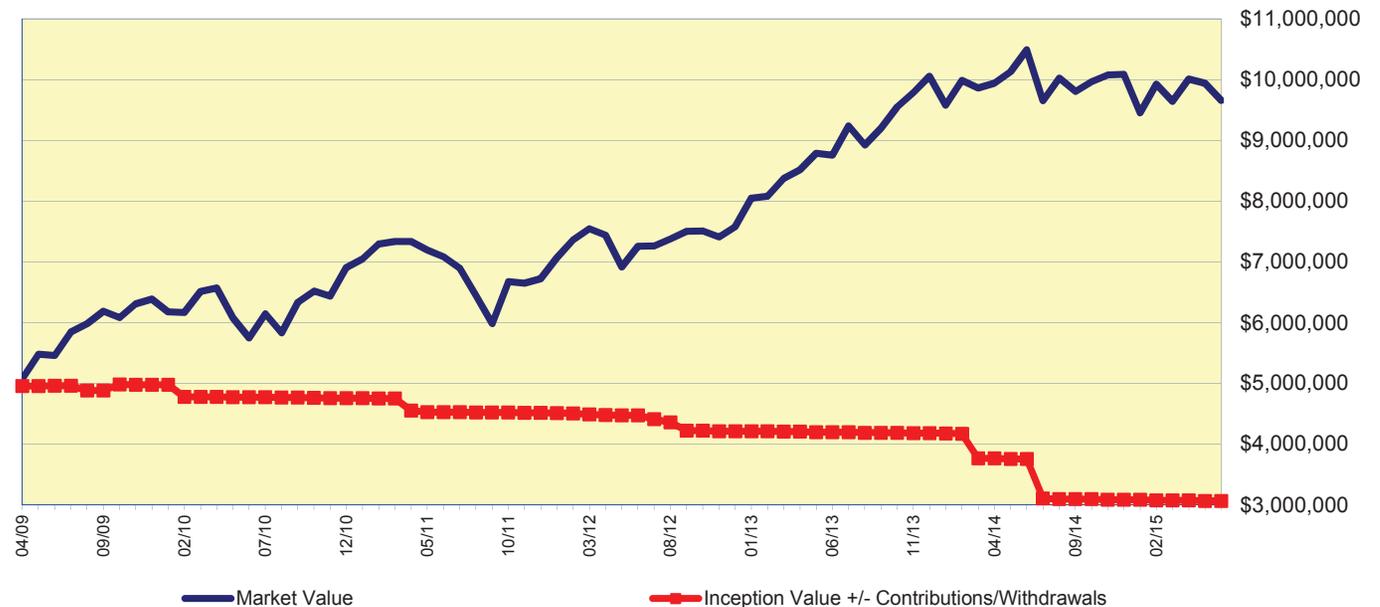
This graph depicts how \$100, invested at the beginning of the time period, would have grown based on both the portfolio's performance and the index's.



Value Added Graph

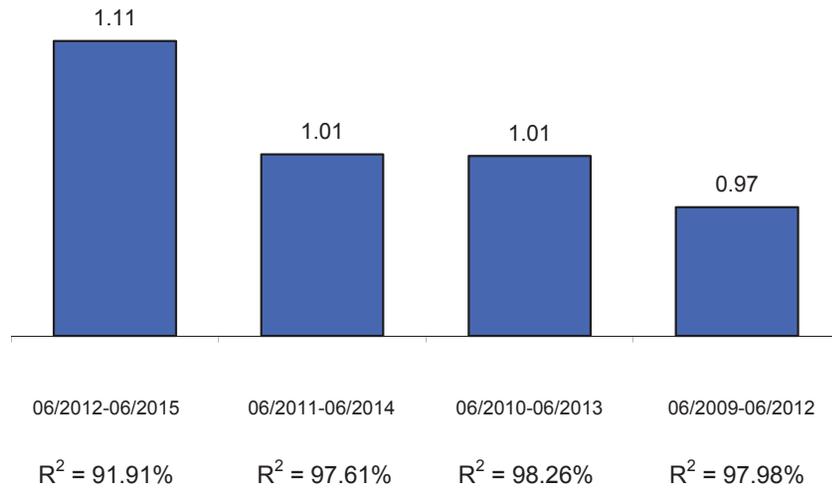
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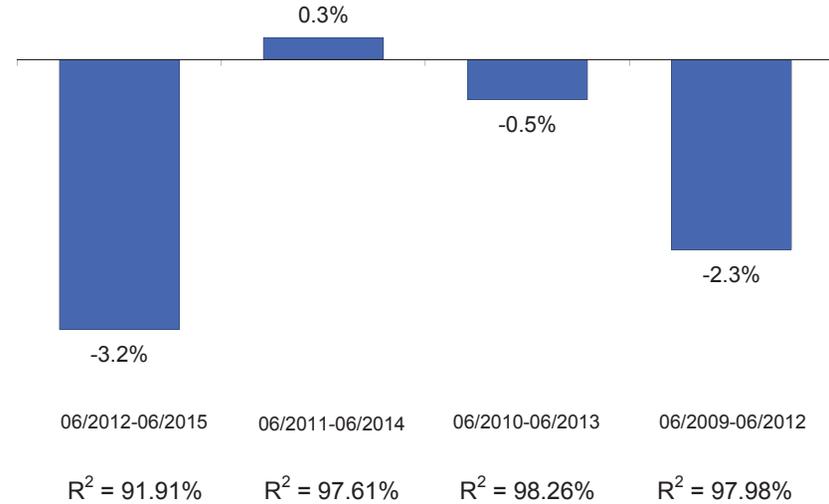


MODERN PORTFOLIO THEORY

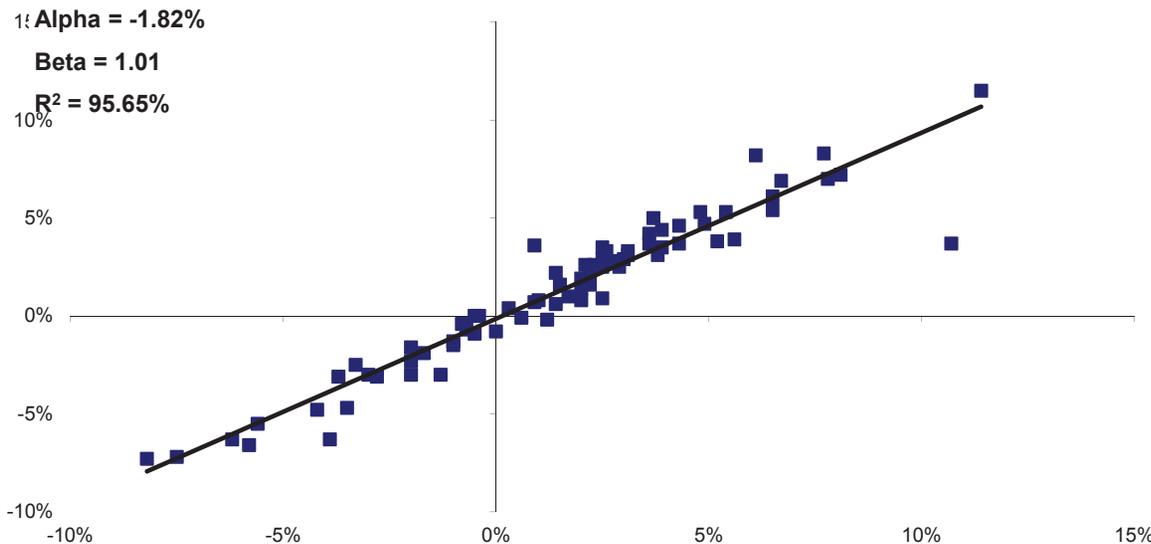
Beta - Rolling Periods



Alpha - Rolling Periods



MONTHLY Observations Since 04/2009 (w/Simple Linear Regression Line)



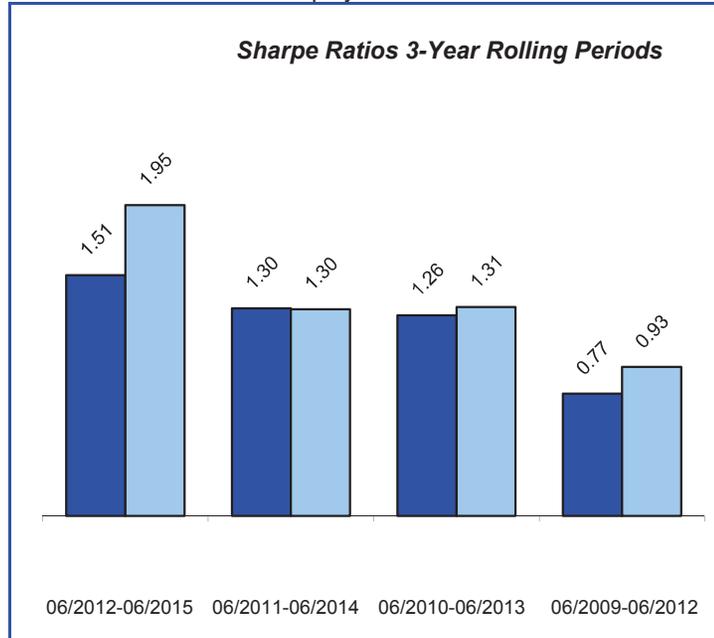
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Graph Notes: The Index is represented on the horizontal (X) axis, and the Fund is represented on the vertical (Y) axis. Both the Index and Fund are adjusted by 90-day Treasury Bills.

MANAGER RISK ANALYSIS

Ormond Beach General Employees

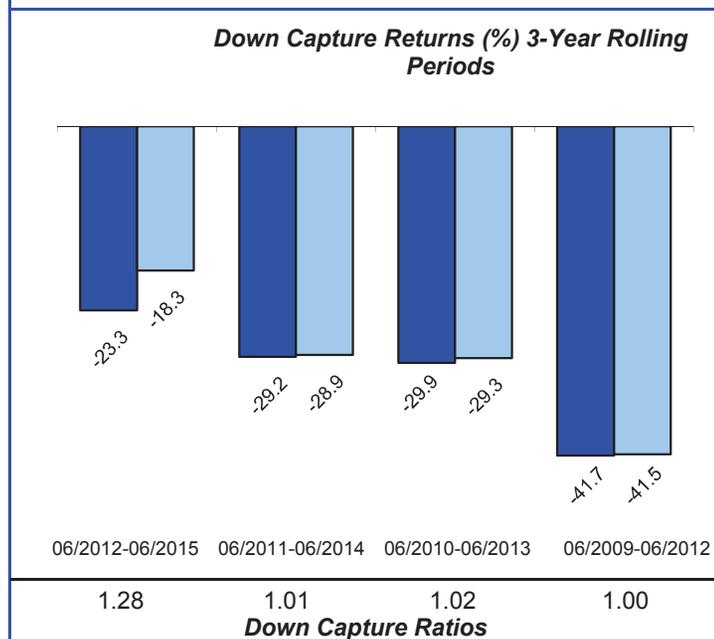
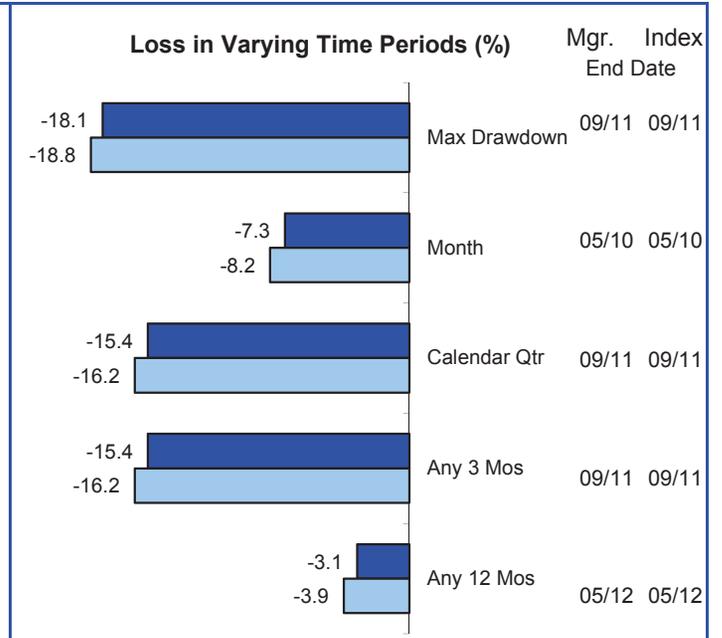
AS OF 06/30/2015



HGK Asset Management
Russell 1000 VI

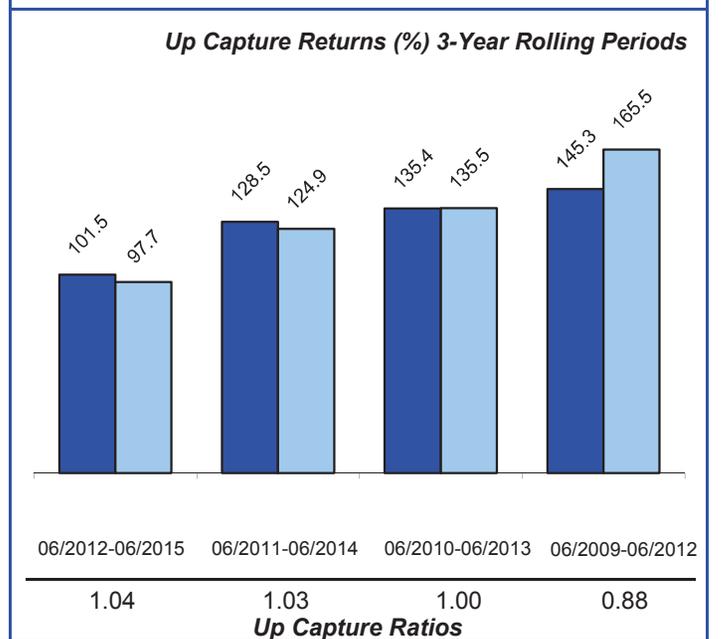
Sharpe Ratio divides excess return by standard deviation of risk adjusted return. In most cases where risk is a consideration, it is desirable to have a value higher than the index

Loss in Varying Time Periods measures the greatest loss experienced in each of five different historical time periods. Maximum Drawdown in the longest sustained loss since the inception of the account (The fund and index may have different begin and end dates.) *No representation is made that these amounts represent maximum future loss.*



Down Capture is the measure of the fund's total return whenever the index returns are negative.

Up Capture is the measure of the fund's total return whenever the



Ormond Beach General - HGK

| Composition | | |
|-------------------|---------------|----------|
| Summary | ORMOND GE HGK | RU1000-V |
| No of Securities | 48 | 684 |
| % Bmrk Holdings | 96.41 | 100.00 |
| % Active Share | 76.76 | 0.00 |
| % Top 25 Holdings | 58.81 | 39.57 |
| % Top 15 Holdings | 36.96 | 30.48 |

| Sector Allocation | | |
|------------------------|---------------|----------|
| Sector Name | ORMOND GE HGK | RU1000-V |
| Energy | 16.29 | 14.22 |
| Materials | 5.87 | 3.01 |
| Industrials | 12.19 | 10.16 |
| Consumer Discretionary | 9.53 | 5.39 |
| Consumer Staples | 6.51 | 6.65 |
| Health Care | 7.91 | 11.83 |
| Financials | 22.17 | 29.57 |
| Information Technology | 12.20 | 11.00 |
| Telecomm Service | 1.97 | 2.49 |
| Utilities | 5.35 | 5.68 |

| Characteristics | | |
|------------------------------|-------------------|-------------------|
| Characteristic | ORMOND GE HGK | RU1000-V |
| Market Cap - Weighted Median | 31,245,172,213.00 | 53,889,373,635.65 |
| Price / Book | 1.66 | 1.80 |
| P/E NTM | 14.90 | 15.63 |
| Dividend Yield | 2.64 | 2.49 |
| EPS Growth NTM | -3.54 | 3.39 |
| Ret Eq | 15.60 | 12.90 |

| Top Equity Holdings | |
|----------------------------------|---------------|
| Name | ORMOND GE HGK |
| METLIFE INC | 2.73 |
| CHEVRON CORP | 2.67 |
| CONOCOPHILLIPS | 2.66 |
| AMERICAN INTERNATIONAL GROUP INC | 2.60 |
| JOHNSON & JOHNSON | 2.56 |
| Total: | 13.22 |

Disclaimer

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EXECUTIVE SUMMARY

Ormond Beach General Employees Sawgrass Asset Management

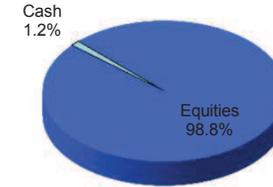
AS OF 06/30/2015

Portfolio Performance(%)



Asset Allocation (\$000)

| Equities | Cash | Total |
|----------|------|-------|
| 4,950 | 62 | 5,011 |



Portfolio Characteristics

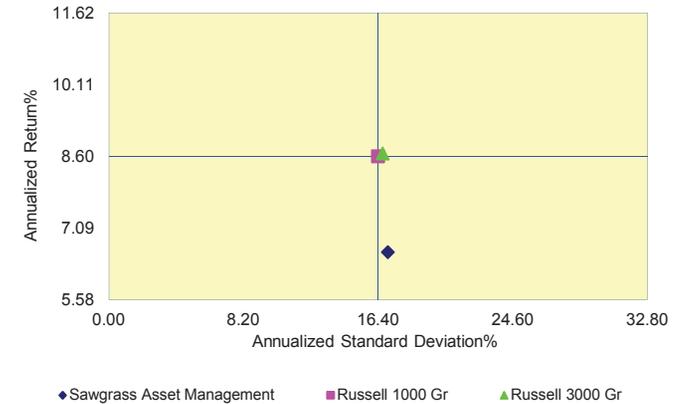
| | | | |
|----------------|--------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 0.36 |
| Beta | 0.99 | Index Sharpe Ratio | 0.49 |
| Alpha | -1.74% | | |
| R ² | 92% | | |

| Investment Returns (%) | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Mgr Chng 04/30/12 | Since 07/31/07 | Inception 07/31/07 |
|----------------------------------|----------------------------|---------------------|--------------------|------------------|-------------------|----------------|--------------------|
| Sawgrass Asset Management | -1.05 | 6.70 | 8.49 | 17.31 | 15.52 | 6.58 | 6.57 |
| Russell 1000 Gr | 0.12 | 8.95 | 10.57 | 17.99 | 15.52 | 8.60 | N/A |

Asset Growth (\$000)

| | | | | | | | |
|---------------------------------|-------|-------|-------|-------|-------|--------|--------|
| Beginning Market Value | 5,072 | 4,717 | 5,098 | 3,607 | 3,698 | 8,615 | 8,615 |
| Net Contributions & Withdrawals | -7 | -21 | -479 | -730 | -740 | -5,738 | -5,738 |
| Gain/Loss + Income | -54 | 315 | 392 | 2,134 | 2,053 | 2,134 | 2,134 |
| Ending Market Value | 5,011 | 5,011 | 5,011 | 5,011 | 5,011 | 5,011 | 5,011 |

Risk / Return Analysis Since 07/31/2007



| Annualized % | Return | Std. Dev. |
|----------------------------------|-------------|--------------|
| Sawgrass Asset Management | 6.58 | 16.99 |
| Russell 1000 Gr | 8.60 | 16.40 |
| Russell 3000 Gr | 8.66 | 16.68 |

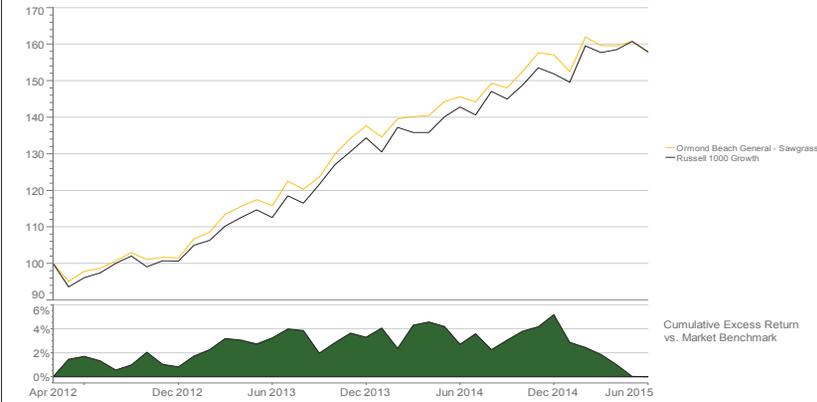
Value-Added Analysis (\$000)



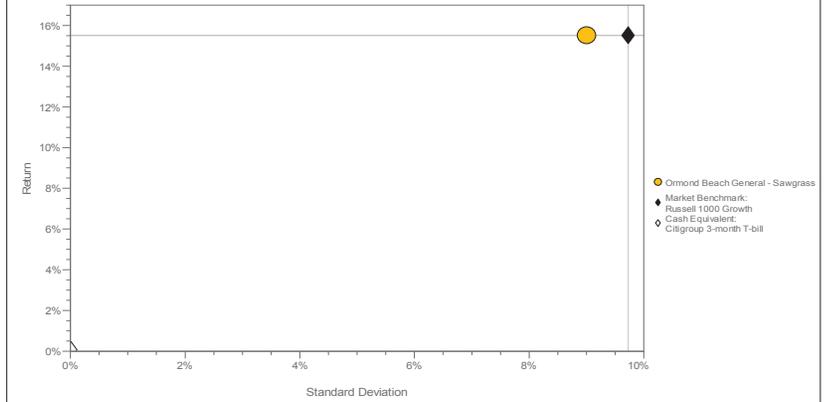
Zephyr StyleADVISOR

Zephyr StyleADVISOR: Graystone Consulting

Manager Performance
May 2012 - June 2015 (Single Computation)



Risk / Return
May 2012 - June 2015 (Single Computation)



Return & Risk Analysis

May 2012 - June 2015: Summary Statistics

| | Return | Excess Return vs. Market | Standard Deviation | Beta vs. Market | Maximum Drawdown | Up Capture vs. Market | Down Capture vs. Market | Alpha vs. Market | Sharpe Ratio | R-Squared vs. Market |
|---------------------------------|--------|--------------------------|--------------------|-----------------|------------------|-----------------------|-------------------------|------------------|--------------|----------------------|
| Ormond Beach General - Sawgrass | 15.52% | 0.00% | 9.01% | 0.89 | -4.94% | 91.82% | 82.32% | 1.60% | 1.72 | 92.35% |
| Russell 1000 Growth | 15.52% | 0.00% | 9.73% | 1.00 | -6.42% | 100.00% | 100.00% | 0.00% | 1.59 | 100.00% |

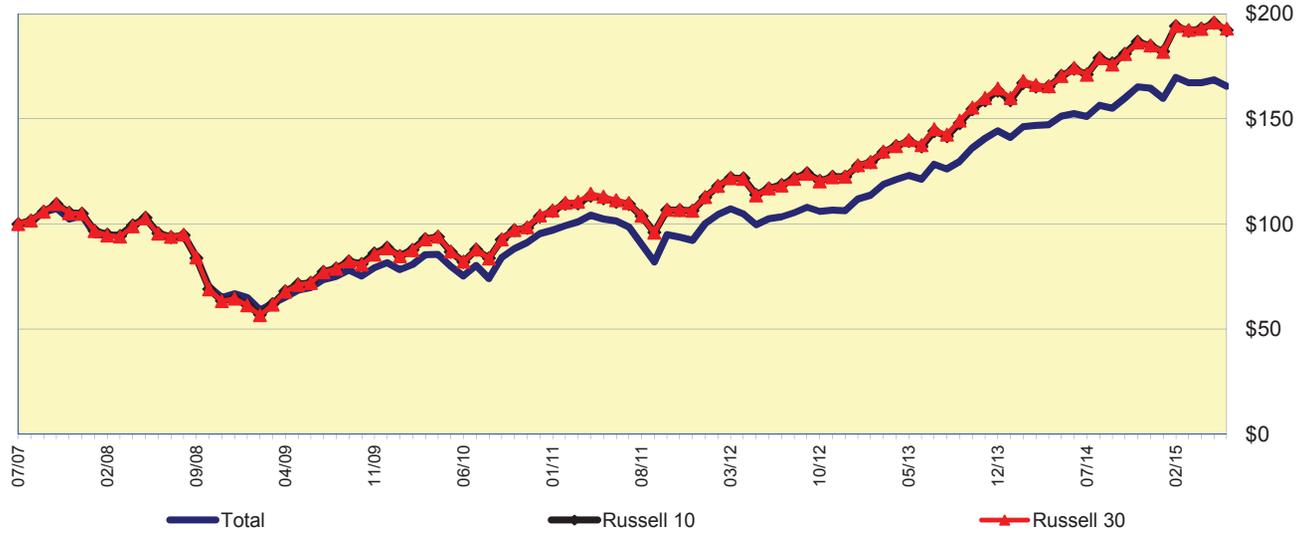
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Sawgrass Asset Management

As Of 06/30/2015

Growth of \$100 Graph

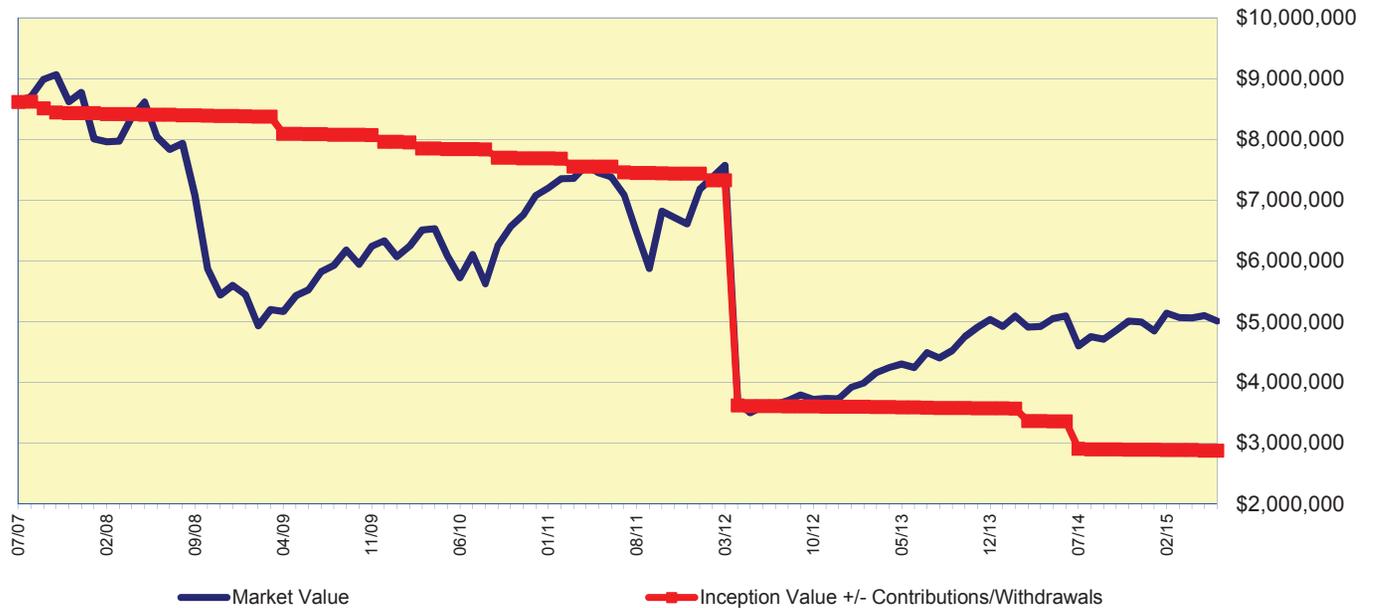
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Value Added Graph

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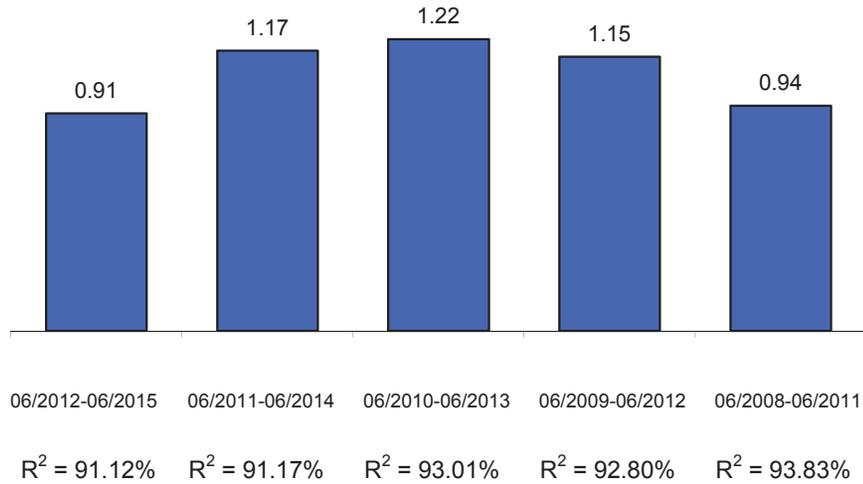


MODERN PORTFOLIO THEORY

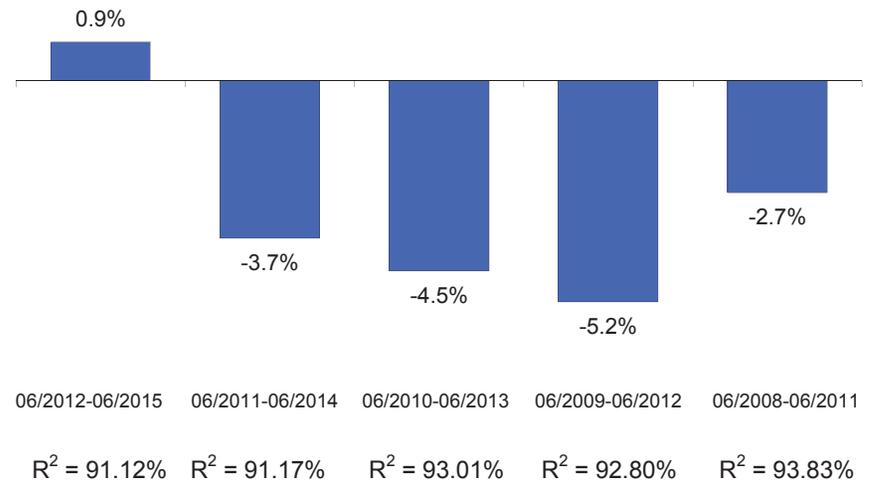
Ormond Beach General Employees Sawgrass Asset Management

AS OF 06/30/2015

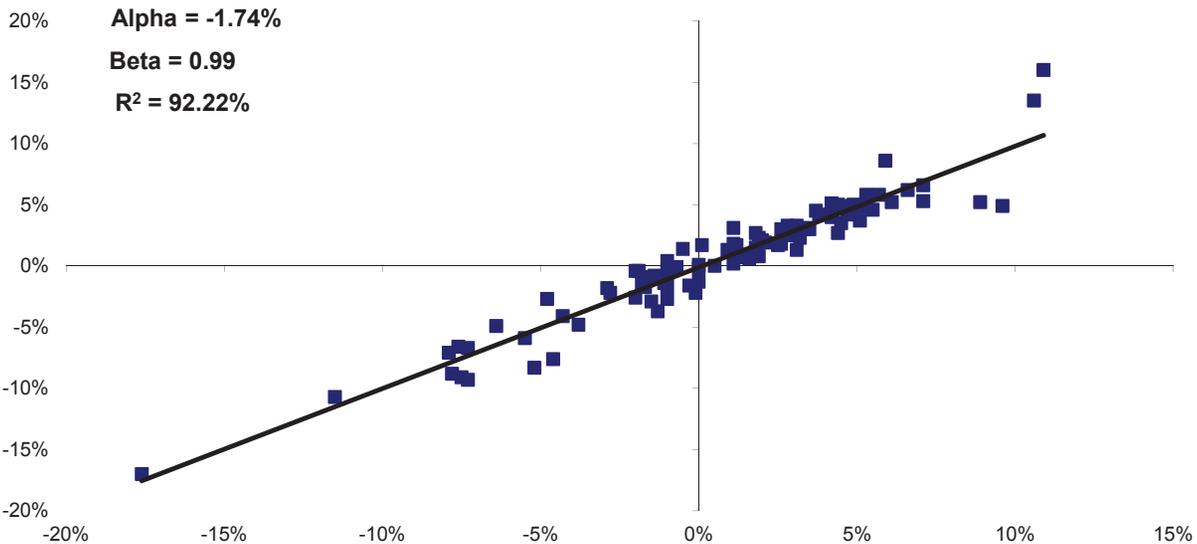
Beta - Rolling Periods



Alpha - Rolling Periods



MONTHLY Observations Since 07/2007 (w/Simple Linear Regression Line)



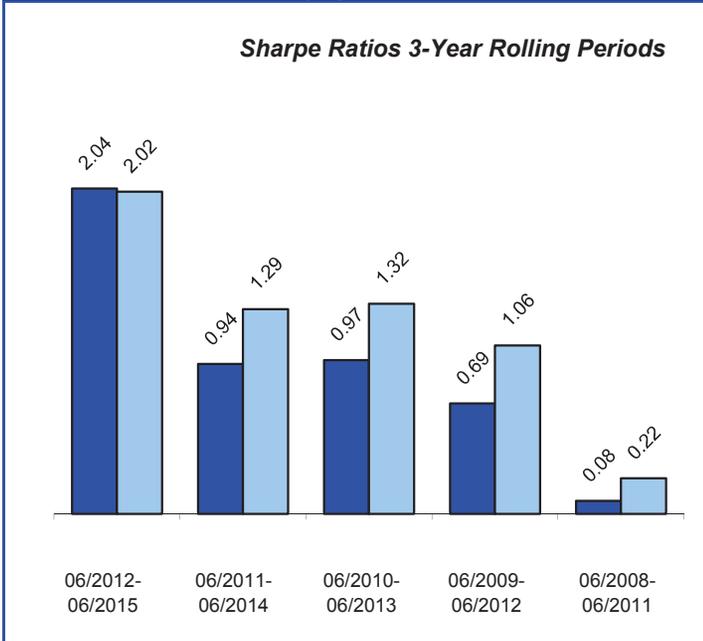
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MANAGER RISK ANALYSIS

Ormond Beach General Employees

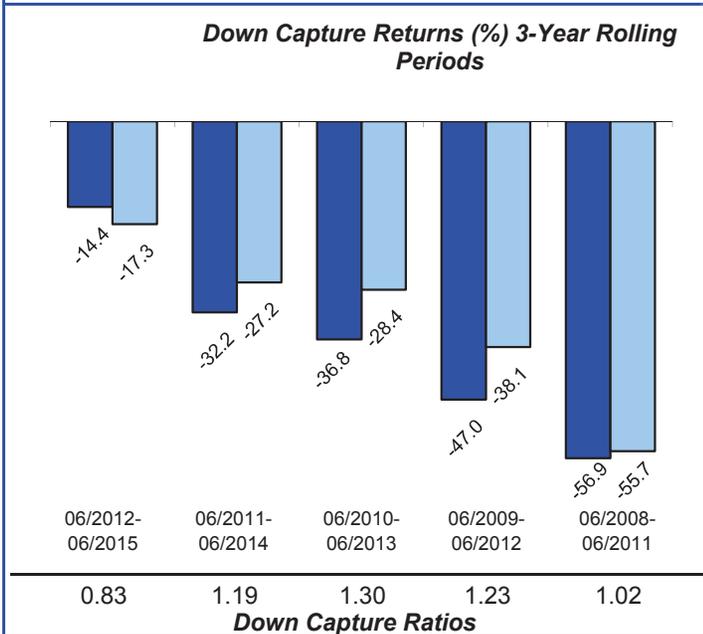
AS OF 06/30/2015



Sawgrass Asset Management
Russell 1000 Gr

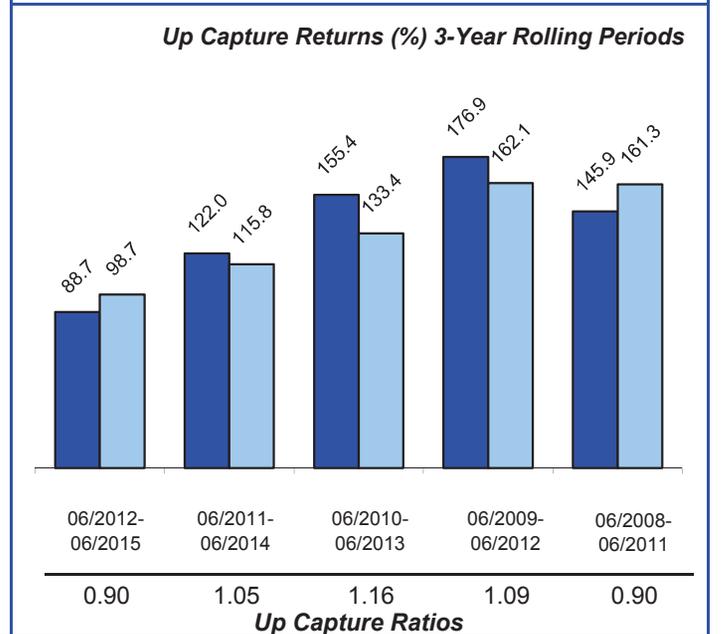
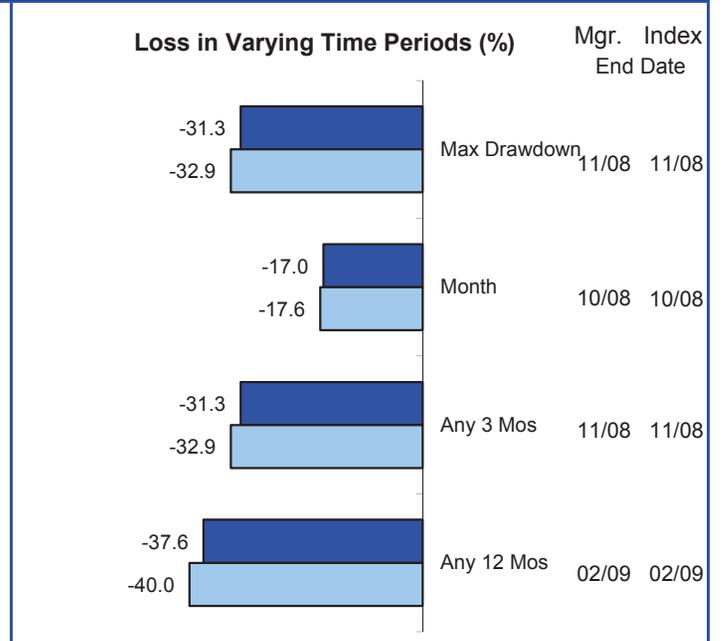
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Down Capture is the measure of the fund's total return whenever the index returns are negative.

Up Capture is the measure of the fund's total return whenever the



Ormond Beach General - Sawgrass

| Composition | | |
|-------------------|-----------------|----------|
| Summary | ORMOND GE - SAW | RU1000-G |
| No of Securities | 42 | 644 |
| % Bmrk Holdings | 94.50 | 100.00 |
| % Active Share | 70.88 | 0.00 |
| % Top 25 Holdings | 71.94 | 37.19 |
| % Top 15 Holdings | 49.60 | 27.64 |

| Sector Allocation | | |
|------------------------|-----------------|----------|
| Sector Name | ORMOND GE - SAW | RU1000-G |
| Energy | 2.67 | 0.96 |
| Materials | 3.93 | 3.87 |
| Industrials | 14.82 | 11.15 |
| Consumer Discretionary | 16.86 | 21.03 |
| Consumer Staples | 12.28 | 10.50 |
| Health Care | 15.18 | 18.30 |
| Financials | 2.00 | 5.22 |
| Information Technology | 28.30 | 27.15 |
| Telecomm Service | 3.96 | 1.78 |
| Utilities | | 0.04 |

| Characteristics | | |
|------------------------------|--------------------|-------------------|
| Characteristic | ORMOND GE - SAW | RU1000-G |
| Market Cap - Weighted Median | 100,404,999,403.07 | 59,262,560,545.17 |
| Price / Book | 5.00 | 5.68 |
| P/E NTM | 16.46 | 18.73 |
| Dividend Yield | 1.63 | 1.51 |
| EPS Growth NTM | 7.86 | 12.31 |
| Ret Eq | 33.39 | 35.09 |

| Top Equity Holdings | |
|----------------------------|-----------------|
| Name | ORMOND GE - SAW |
| APPLE INC | 5.22 |
| COMCAST CORP | 4.24 |
| VERIZON COMMUNICATIONS INC | 3.96 |
| ORACLE CORP | 3.65 |
| AUTOZONE INC | 3.51 |
| Total: 20.58 | |

Disclaimer

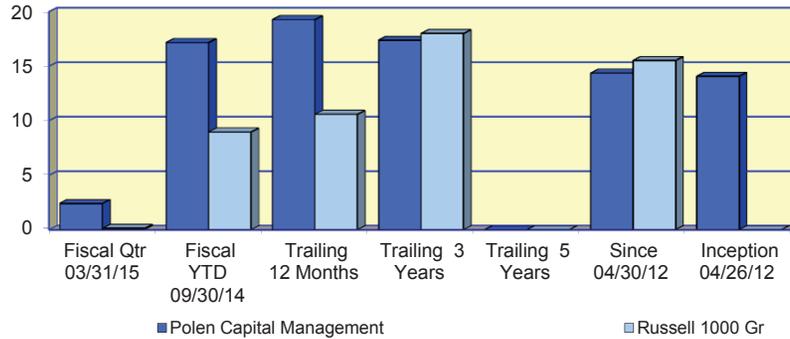
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EXECUTIVE SUMMARY

Ormond Beach General Employees Polen Capital Management

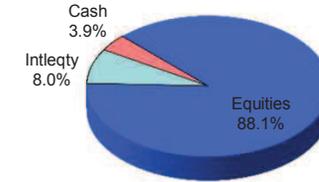
AS OF 06/30/2015

Portfolio Performance(%)



Asset Allocation (\$000)

| Equities | Intleqty | Cash | Total |
|----------|----------|------|-------|
| 4,871 | 443 | 216 | 5,530 |



Portfolio Characteristics

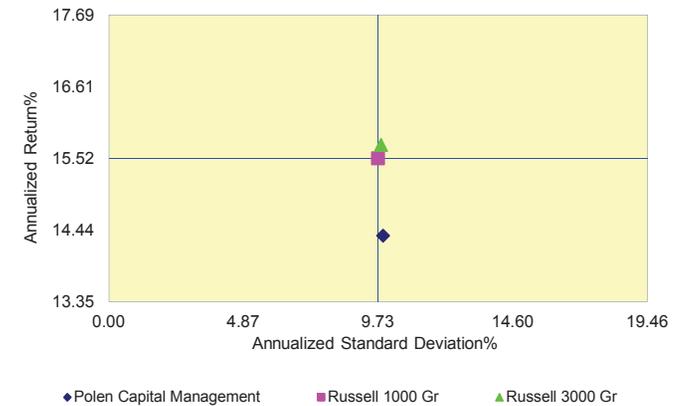
| | | | |
|----------------|-------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 1.44 |
| Beta | 0.89 | Index Sharpe Ratio | 1.59 |
| Alpha | 0.61% | | |
| R ² | 76% | | |

| Investment Returns (%) | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 04/30/12 | Inception 04/26/12 |
|---------------------------------|----------------------------|---------------------|--------------------|------------------|------------------|----------------|--------------------|
| Polen Capital Management | 2.40 | 17.16 | 19.26 | 17.38 | N/A | 14.35 | 14.07 |
| Russell 1000 Gr | 0.12 | 8.95 | 10.57 | 17.99 | | 15.52 | N/A |

Asset Growth (\$000)

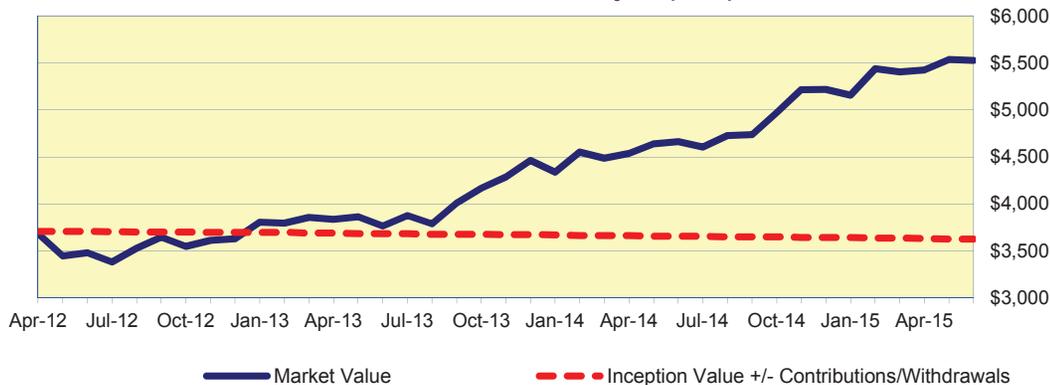
| | | | | | | | |
|---------------------------------|-------|-------|-------|-------|-----|-------|-------|
| Beginning Market Value | 5,409 | 4,742 | 4,665 | 3,482 | N/A | 3,683 | 3,375 |
| Net Contributions & Withdrawals | -9 | -24 | -32 | -80 | N/A | -80 | 251 |
| Gain/Loss + Income | 130 | 812 | 897 | 2,128 | N/A | 1,927 | 1,904 |
| Ending Market Value | 5,530 | 5,530 | 5,530 | 5,530 | N/A | 5,530 | 5,530 |

Risk / Return Analysis Since 04/30/2012



| Annualized % | Return | Std. Dev. |
|---------------------------------|--------------|-------------|
| Polen Capital Management | 14.35 | 9.91 |
| Russell 1000 Gr | 15.52 | 9.73 |
| Russell 3000 Gr | 15.72 | 9.84 |

Value-Added Analysis (\$000)



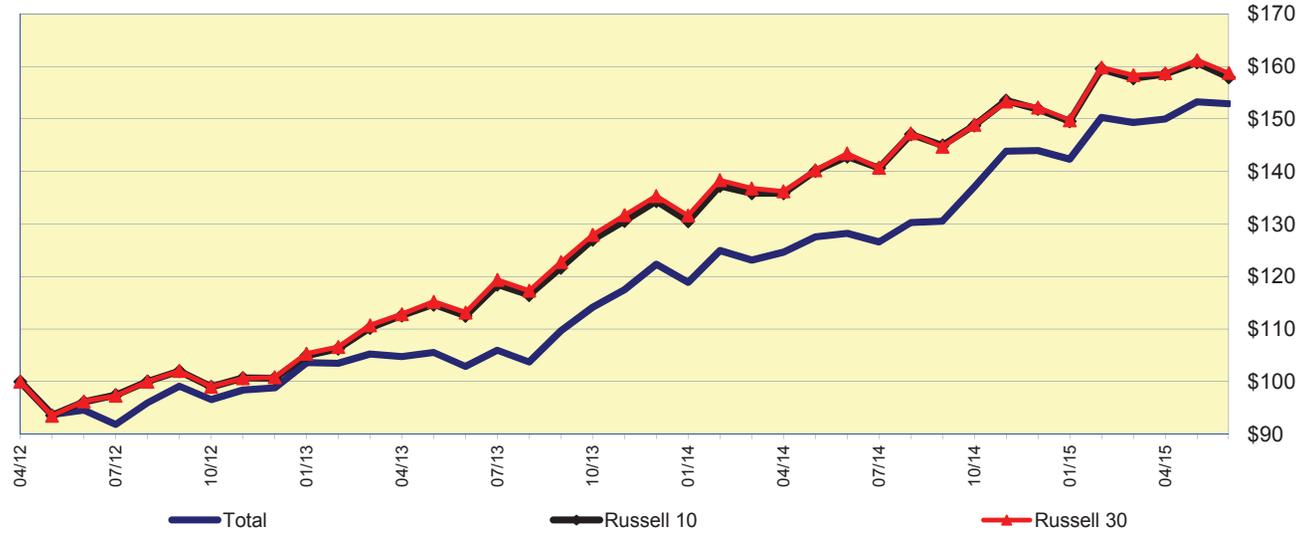
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Polen Capital Management

As Of 06/30/2015

Growth of \$100 Graph

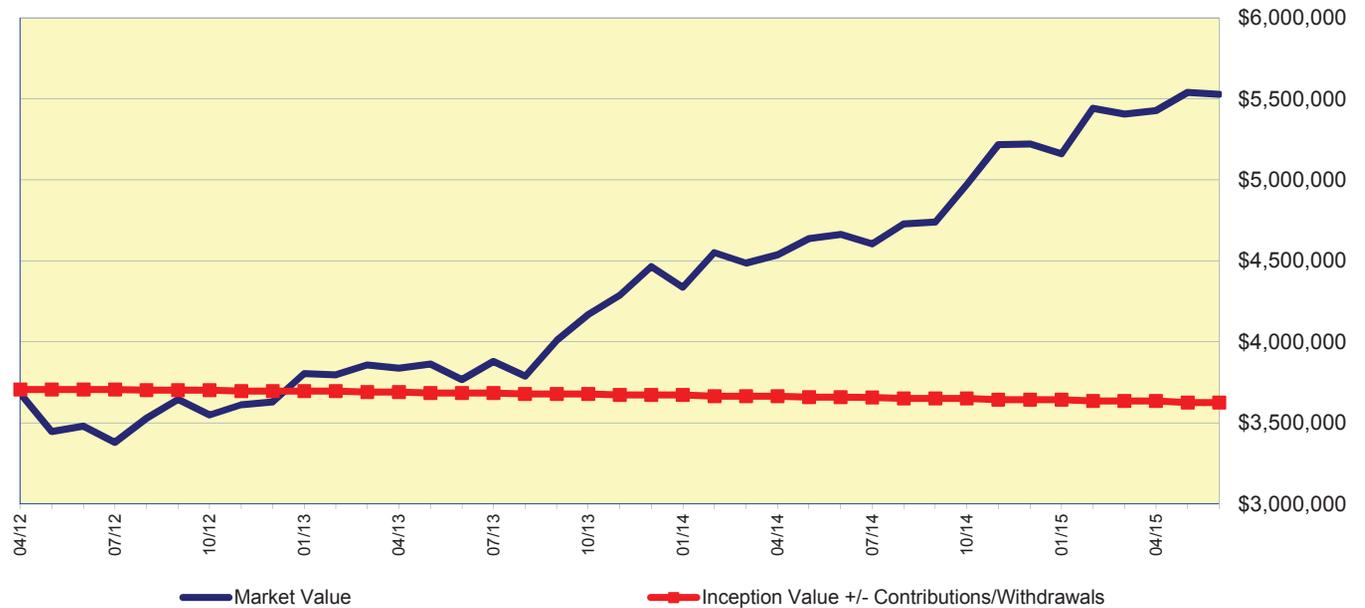
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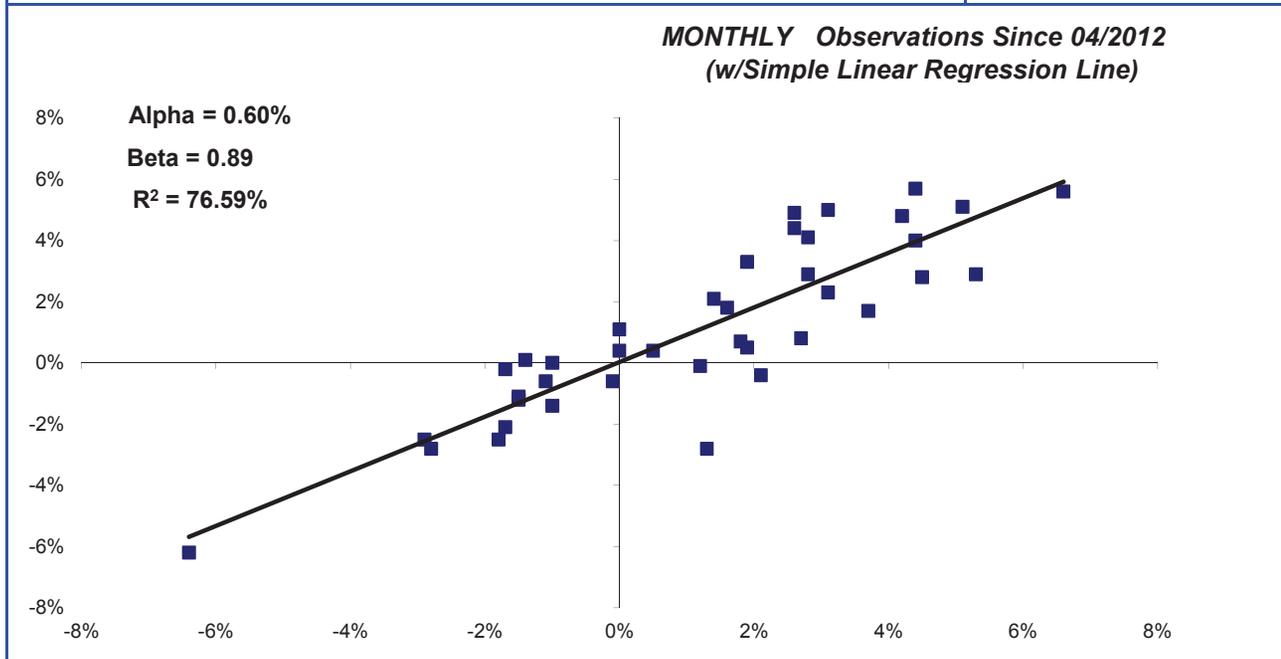
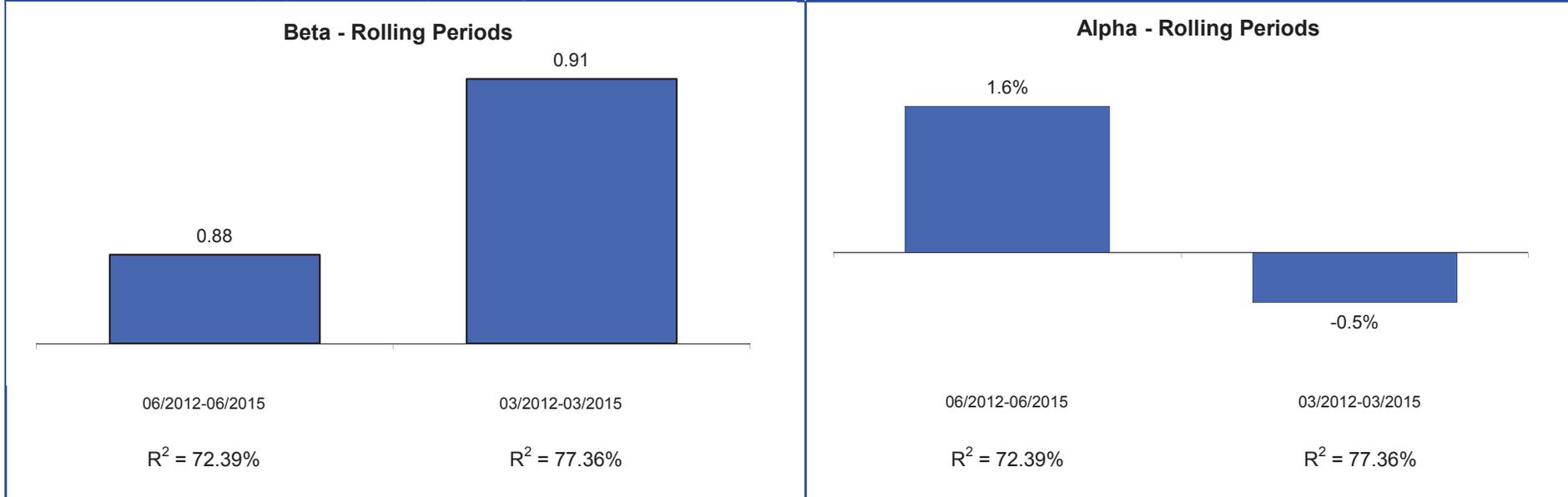
Value Added Graph

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MODERN PORTFOLIO THEORY



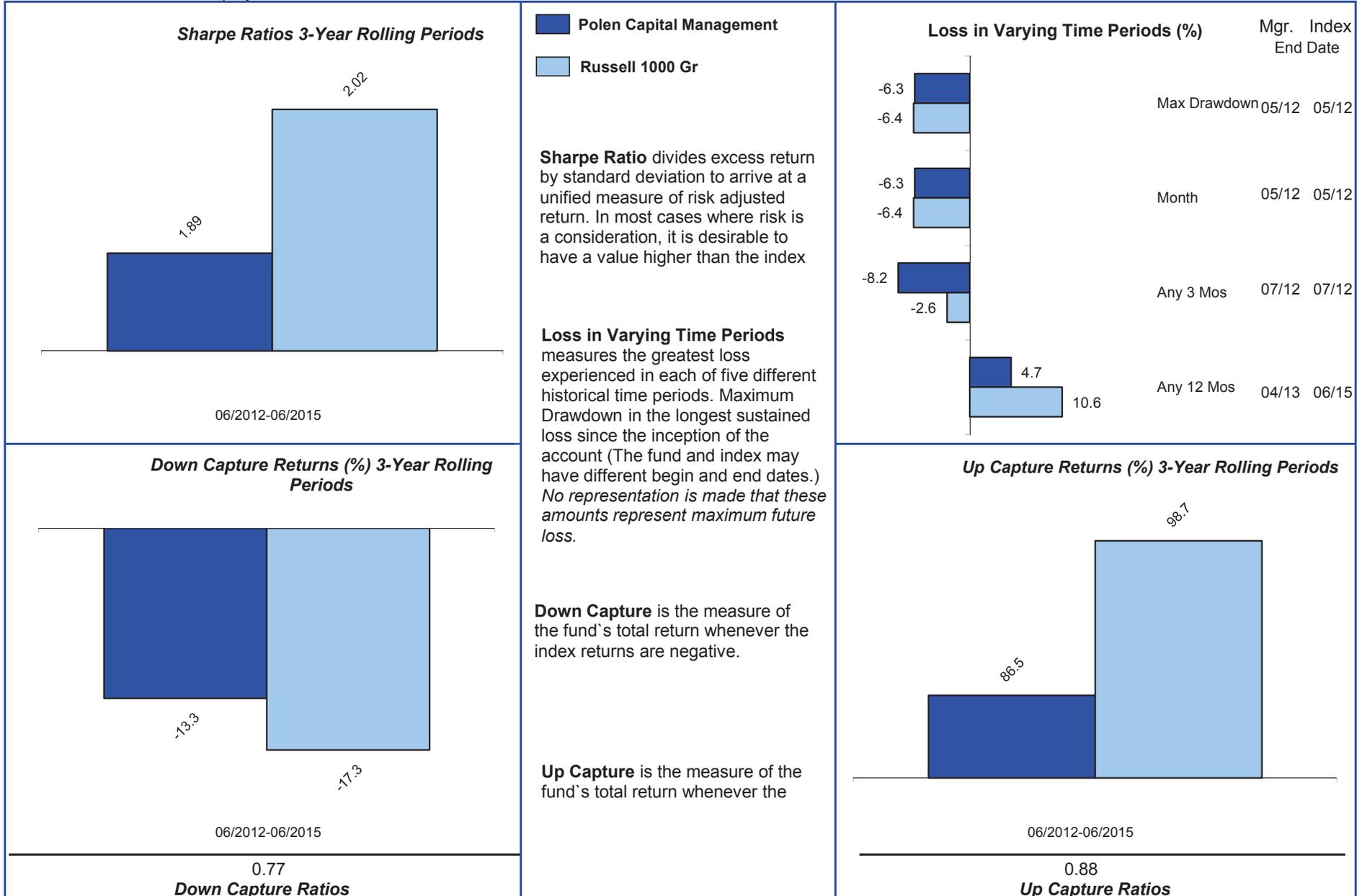
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MANAGER RISK ANALYSIS

Ormond Beach General Employees

AS OF 06/30/2015



Ormond Beach General - Polen

| Composition | | |
|-------------------|---------------|----------|
| Summary | ORMOND GE POL | RU1000-G |
| No of Securities | 22 | 644 |
| % Bmrk Holdings | 89.96 | 100.00 |
| % Active Share | 82.01 | 0.00 |
| % Top 25 Holdings | 100.00 | 37.19 |
| % Top 15 Holdings | 79.19 | 27.64 |

| Sector Allocation | | |
|------------------------|---------------|----------|
| Sector Name | ORMOND GE POL | RU1000-G |
| Energy | | 0.96 |
| Materials | | 3.87 |
| Industrials | 6.86 | 11.15 |
| Consumer Discretionary | 27.61 | 21.03 |
| Consumer Staples | 3.44 | 10.50 |
| Health Care | 15.92 | 18.30 |
| Financials | | 5.22 |
| Information Technology | 46.17 | 27.15 |
| Telecomm Service | | 1.78 |
| Utilities | | 0.04 |

| Characteristics | | |
|------------------------------|-------------------|-------------------|
| Characteristic | ORMOND GE POL | RU1000-G |
| Market Cap - Weighted Median | 76,758,758,333.72 | 59,262,560,545.17 |
| Price / Book | 5.16 | 5.68 |
| P/E NTM | 21.47 | 18.73 |
| Dividend Yield | 1.04 | 1.51 |
| EPS Growth NTM | 10.76 | 12.31 |
| Ret Eq | 28.60 | 35.09 |

| Top Equity Holdings | |
|-------------------------------|---------------|
| Name | ORMOND GE POL |
| VISA INC | 7.48 |
| NIKE INC | 7.03 |
| ABBOTT LABORATORIES | 6.61 |
| STARBUCKS CORP | 6.38 |
| REGENERON PHARMACEUTICALS INC | 5.50 |
| Total: 33.01 | |

Disclaimer

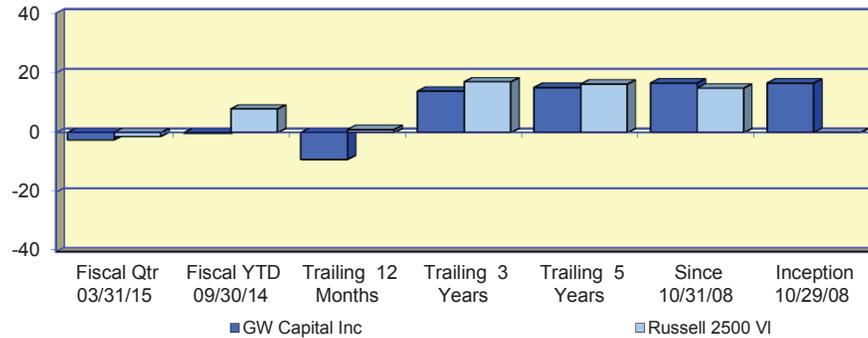
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EXECUTIVE SUMMARY

Ormond Beach General Employees GW Capital Inc

AS OF 06/30/2015

Portfolio Performance(%)

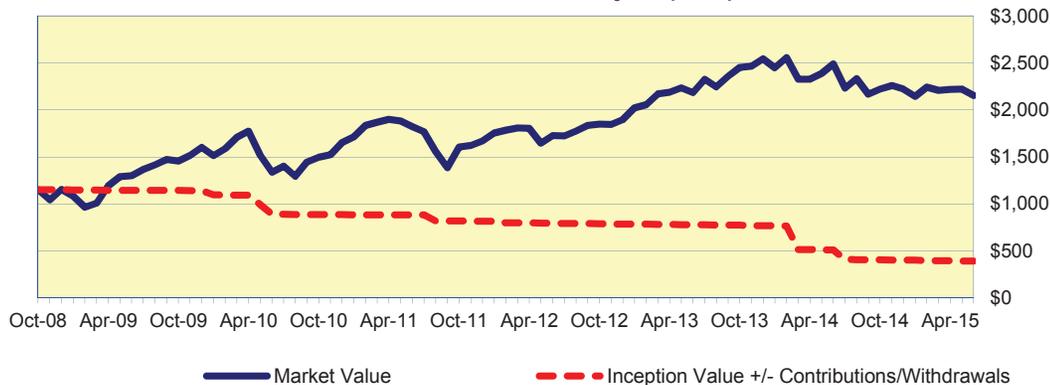


| Investment Returns (%) | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Trailing Since 10/31/08 | Trailing Inception 10/29/08 |
|------------------------|----------------------------|---------------------|--------------------|------------------|------------------|-------------------------|-----------------------------|
| GW Capital Inc | -2.45 | -0.32 | -9.01 | 13.85 | 15.12 | 16.62 | 16.60 |
| Russell 2500 VI | -1.28 | 7.90 | 1.00 | 16.99 | 16.24 | 14.91 | N/A |

Asset Growth (\$000)

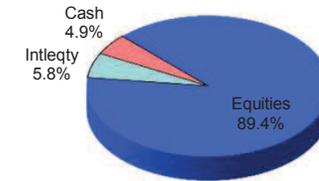
| | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Trailing Since 10/31/08 | Trailing Inception 10/29/08 |
|---------------------------------|----------------------------|---------------------|--------------------|------------------|------------------|-------------------------|-----------------------------|
| Beginning Market Value | 2,215 | 2,176 | 2,493 | 1,729 | 1,337 | 1,150 | 1,150 |
| Net Contributions & Withdrawals | -4 | -13 | -118 | -401 | -498 | -757 | -757 |
| Gain/Loss + Income | -54 | -6 | -218 | 829 | 1,318 | 1,764 | 1,764 |
| Ending Market Value | 2,157 | 2,157 | 2,157 | 2,157 | 2,157 | 2,157 | 2,157 |

Value-Added Analysis (\$000)



Asset Allocation (\$000)

| Equities | Intleqty | Cash | Total |
|----------|----------|------|-------|
| 1,927 | 124 | 105 | 2,157 |



Portfolio Characteristics

| | | | |
|----------------|-------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 0.88 |
| Beta | 0.93 | Index Sharpe Ratio | 0.78 |
| Alpha | 2.49% | | |
| R ² | 88% | | |

Risk / Return Analysis Since 10/31/2008



| Annualized % | Return | Std. Dev. |
|-----------------|--------|-----------|
| GW Capital Inc | 16.62 | 18.77 |
| Russell 2500 VI | 14.91 | 18.86 |

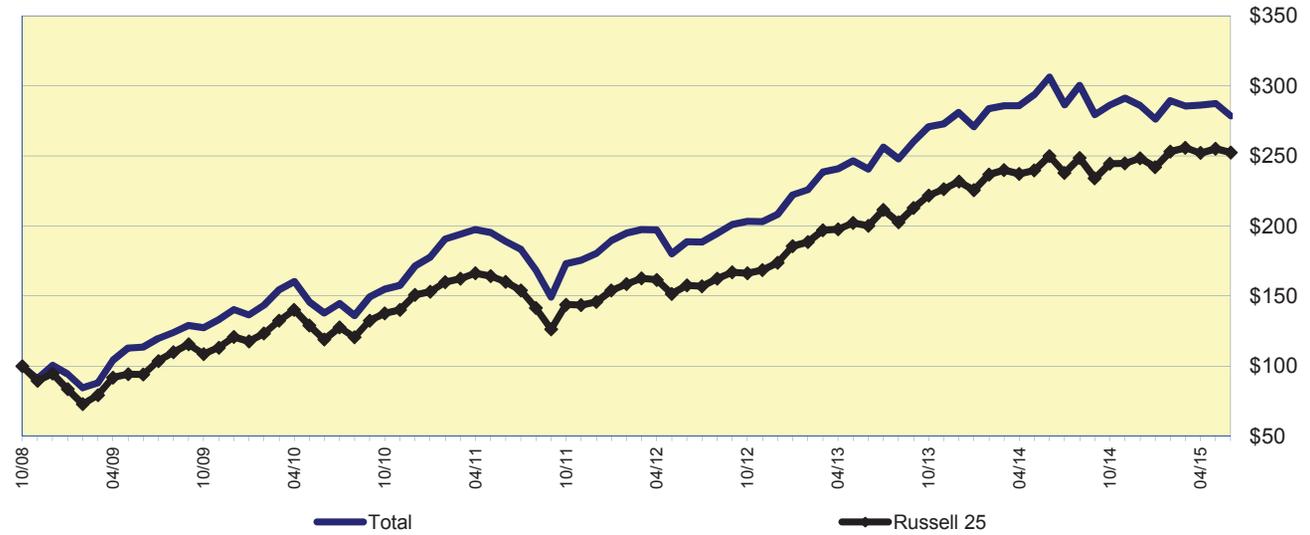
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees GW Capital Inc

As Of 06/30/2015

Growth of \$100 Graph

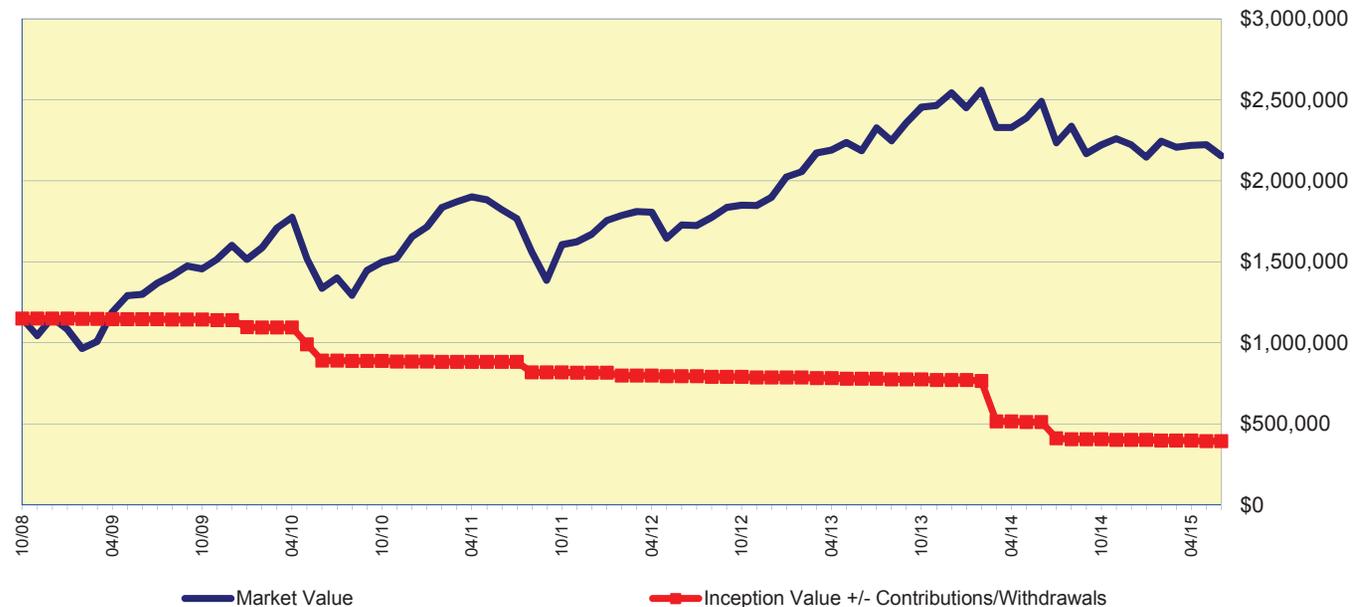
This graph depicts how \$100, invested at the beginning of the time period, would have grown based on both the portfolio's performance and the index's.



Value Added Graph

This exhibit is useful in determining how the portfolio has been affected by the investment process.

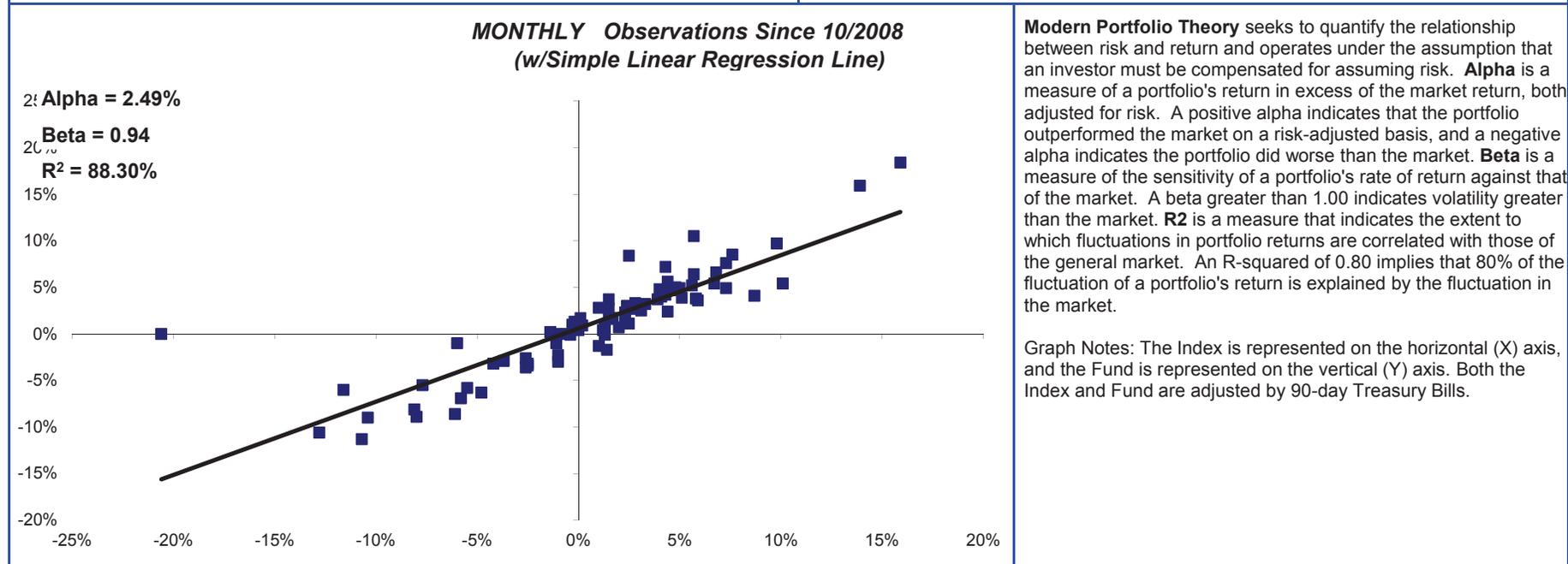
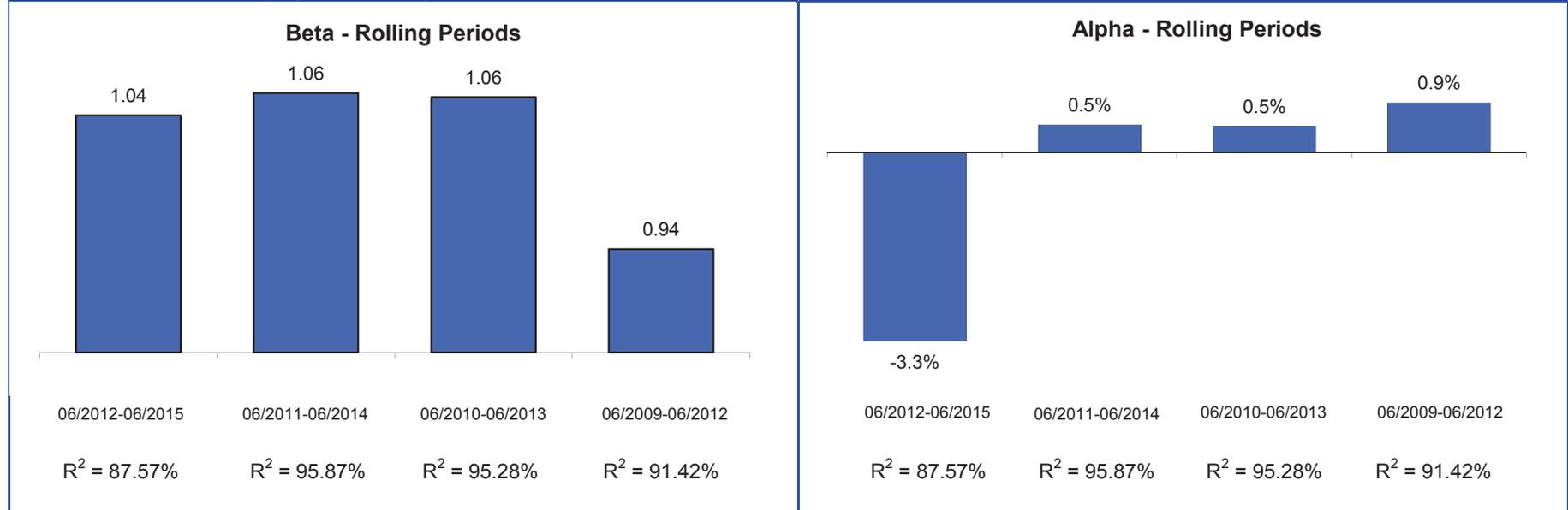
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MODERN PORTFOLIO THEORY

Ormond Beach General Employees GW Capital Inc

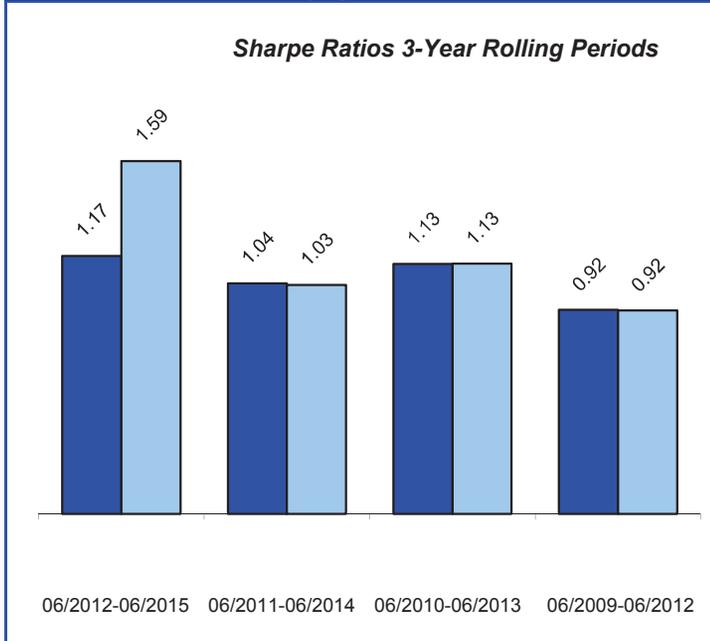
AS OF 06/30/2015



MANAGER RISK ANALYSIS

Ormond Beach General Employees

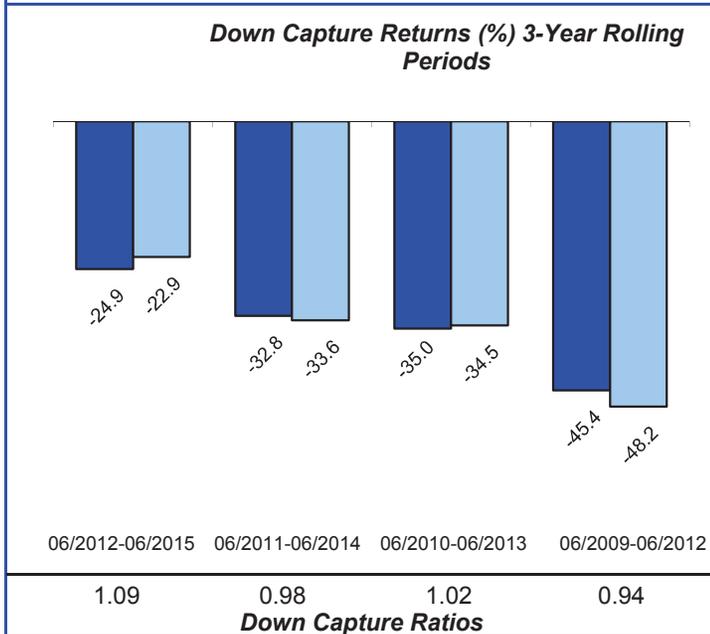
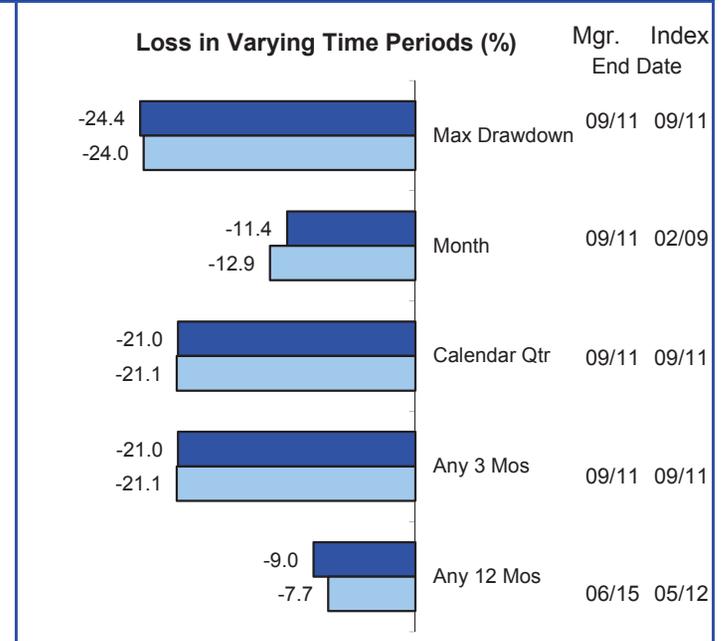
AS OF 06/30/2015



■ GW Capital Inc
■ Russell 2500 VI

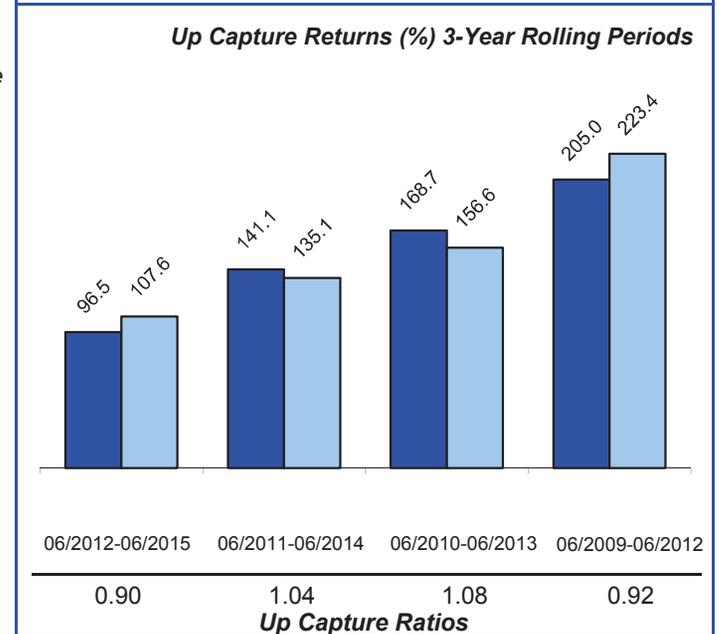
Sharpe Ratio divides excess return by standard deviation of risk adjusted return. In most cases where risk is a consideration, it is desirable to have a value higher than the index

Loss in Varying Time Periods measures the greatest loss experienced in each of five different historical time periods. Maximum Drawdown in the longest sustained loss since the inception of the account (The fund and index may have different begin and end dates.) *No representation is made that these amounts represent maximum future loss.*



Down Capture is the measure of the fund's total return whenever the index returns are negative.

Up Capture is the measure of the fund's total return whenever the



Ormond Beach General - GW

| Composition | | |
|-------------------|--------------|----------|
| Summary | ORMOND GE GW | RU2500-V |
| No of Securities | 35 | 1,669 |
| % Bmrk Holdings | 68.80 | 100.00 |
| % Active Share | 96.13 | 0.00 |
| % Top 25 Holdings | 80.16 | 8.91 |
| % Top 15 Holdings | 53.64 | 5.64 |

| Sector Allocation | | |
|------------------------|--------------|----------|
| Sector Name | ORMOND GE GW | RU2500-V |
| Energy | 3.38 | 7.40 |
| Materials | 13.80 | 5.54 |
| Industrials | 19.61 | 13.88 |
| Consumer Discretionary | 8.02 | 9.22 |
| Consumer Staples | 7.46 | 2.62 |
| Health Care | 10.35 | 4.89 |
| Financials | 25.40 | 38.49 |
| Information Technology | 8.99 | 9.47 |
| Telecomm Service | | 0.77 |
| Utilities | 2.99 | 7.72 |
| N/A | | 0.00 |

| Characteristics | | |
|------------------------------|------------------|------------------|
| Characteristic | ORMOND GE GW | RU2500-V |
| Market Cap - Weighted Median | 4,062,822,980.08 | 3,471,075,410.78 |
| Price / Book | 1.61 | 1.61 |
| P/E NTM | 14.75 | 18.29 |
| Dividend Yield | 1.48 | 2.21 |
| EPS Growth NTM | 6.08 | 6.22 |
| Ret Eq | 35.59 | 9.90 |

| Top Equity Holdings | |
|-----------------------------|--------------|
| Name | ORMOND GE GW |
| VERISK ANALYTICS INC | 4.67 |
| CASEYS GENERAL STORES INC | 4.60 |
| CROWN HOLDINGS INC | 4.32 |
| BROOKDALE SENIOR LIVING INC | 3.97 |
| BANKUNITED INC | 3.70 |
| Total: 21.27 | |

Disclaimer

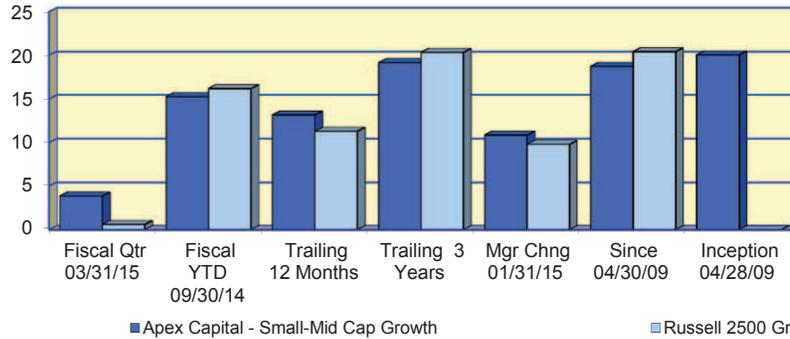
This analysis is based upon information supplied by the Client or its custodian and software developed by Thomson Portfolio Analytics. The underlying data is believed to be reliable but accuracy and completeness cannot be assured. While the characteristics described in this report are believed to accurately reflect the overall nature of the portfolio, all of the constituent securities may not have been considered. This evaluation is for informational purposes only and is not intended to be an offer, solicitation or recommendation with respect to the purchase or sale of any security or a recommendation of the services of any money management organization. Past results are not necessarily indicative of future performance.

EXECUTIVE SUMMARY

Ormond Beach General Employees Apex Capital - Small-Mid Cap Growth

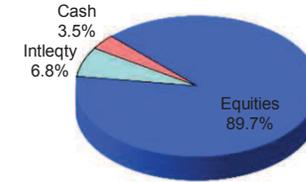
AS OF 06/30/2015

Portfolio Performance(%)



Asset Allocation (\$000)

| Equities | Intleqty | Cash | Total |
|----------|----------|------|-------|
| 2,324 | 177 | 91 | 2,591 |



Portfolio Characteristics

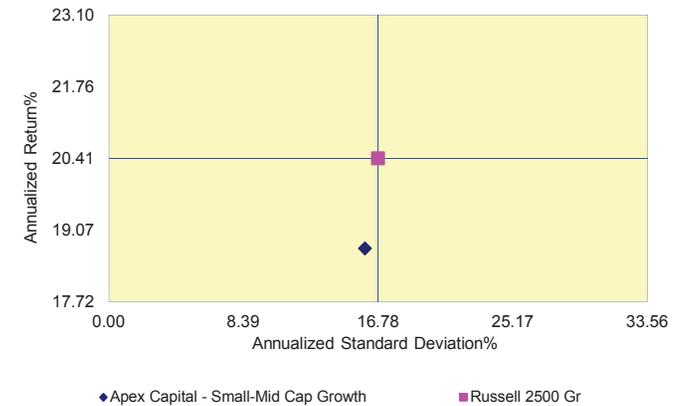
| | | | |
|----------------|--------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 1.16 |
| Beta | 0.93 | Index Sharpe Ratio | 1.21 |
| Alpha | -0.20% | | |
| R ² | 95% | | |

| Investment Returns (%) | Since: | Fiscal Qtr 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Mgr Chng 01/31/15 | Since 04/30/09 | Inception 04/28/09 |
|--|--------|---------------------|---------------------|--------------------|------------------|-------------------|----------------|--------------------|
| Apex Capital - Small-Mid Cap Growth | | 3.84 | 15.22 | 13.15 | 19.14 | 10.84 | 18.72 | 20.03 |
| Russell 2500 Gr | | 0.60 | 16.18 | 11.28 | 20.33 | 9.78 | 20.41 | N/A |

Asset Growth (\$000)

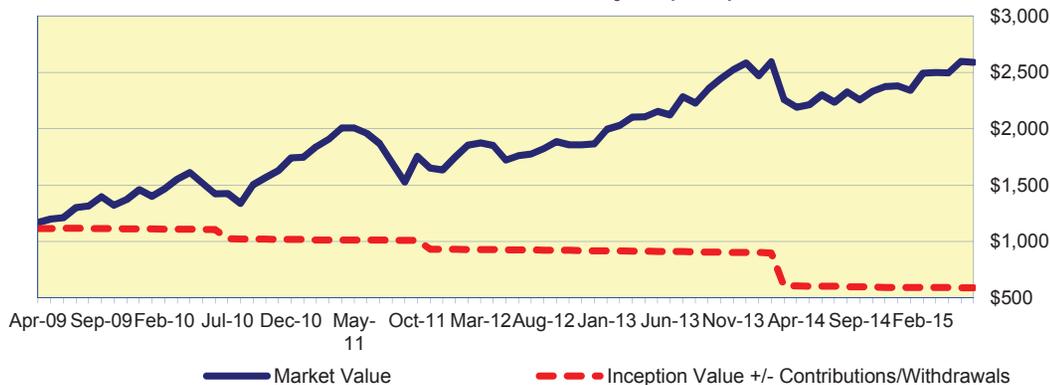
| | | | | | | | |
|---------------------------------|-------|-------|-------|-------|-------|-------|-------|
| Beginning Market Value | 2,499 | 2,257 | 2,302 | 1,763 | 2,341 | 1,169 | 0 |
| Net Contributions & Withdrawals | -4 | -8 | -13 | -336 | -4 | -526 | 590 |
| Gain/Loss + Income | 96 | 342 | 302 | 1,164 | 254 | 1,948 | 2,001 |
| Ending Market Value | 2,591 | 2,591 | 2,591 | 2,591 | 2,591 | 2,591 | 2,591 |

Risk / Return Analysis Since 04/30/2009



| Annualized % | Return | Std. Dev. |
|--|--------------|--------------|
| Apex Capital - Small-Mid Cap Growth | 18.72 | 15.97 |
| Russell 2500 Gr | 20.41 | 16.78 |

Value-Added Analysis (\$000)



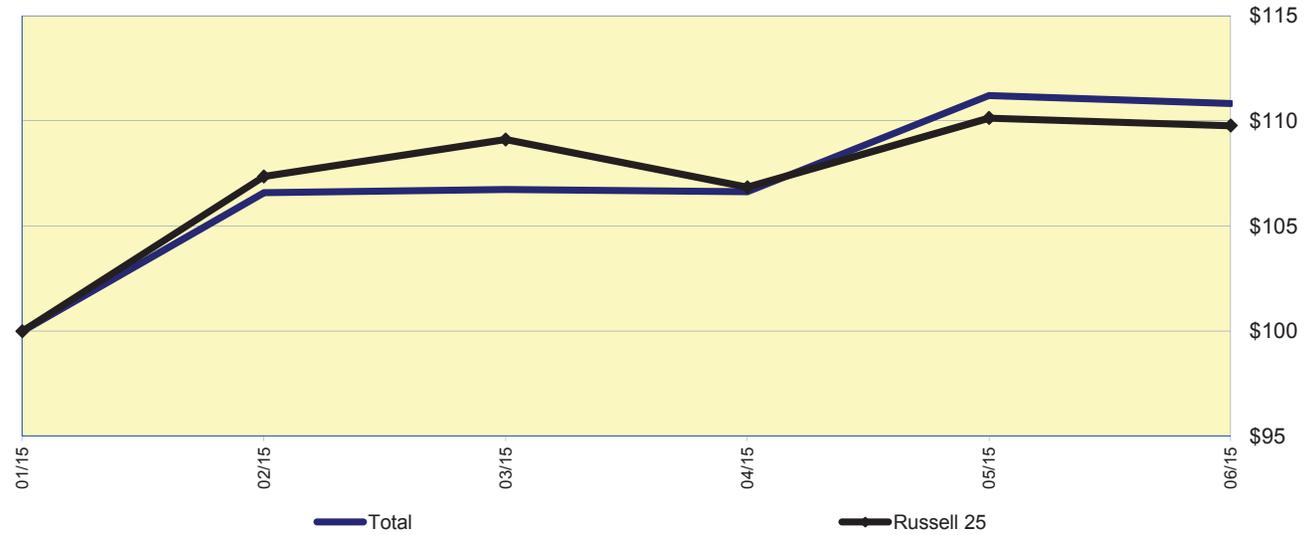
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Apex Capital - Small-Mid Cap Growth

As Of 06/30/2015

Growth of \$100 Graph

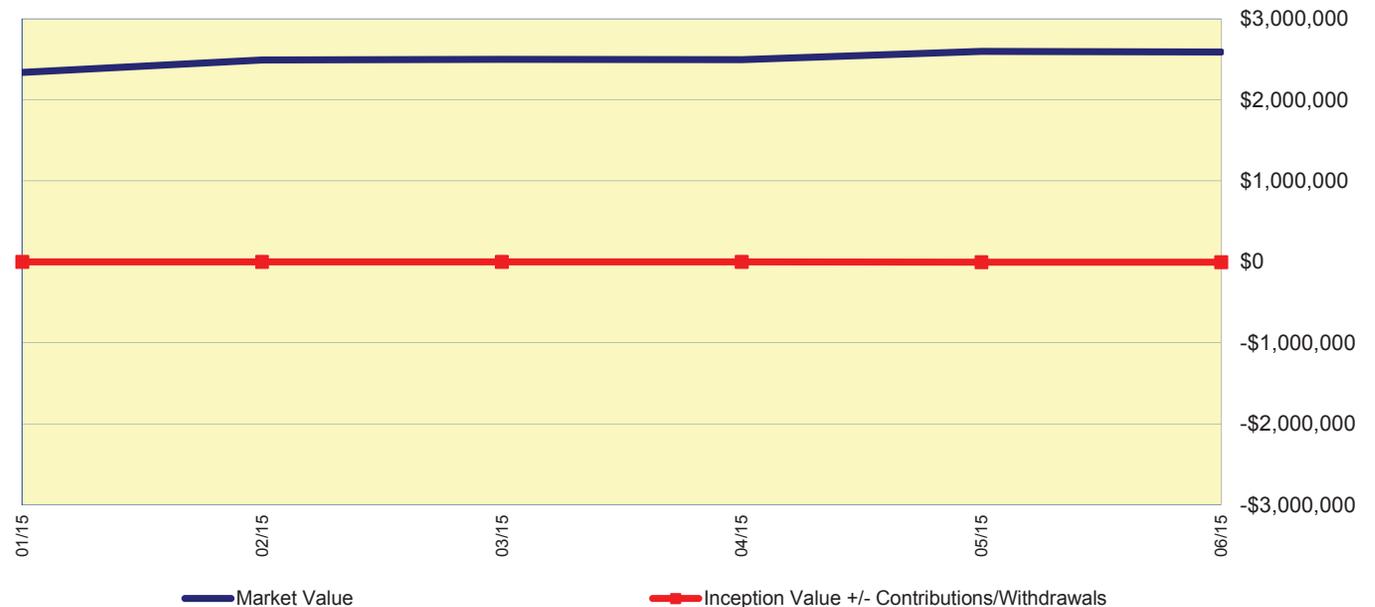
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Value Added Graph

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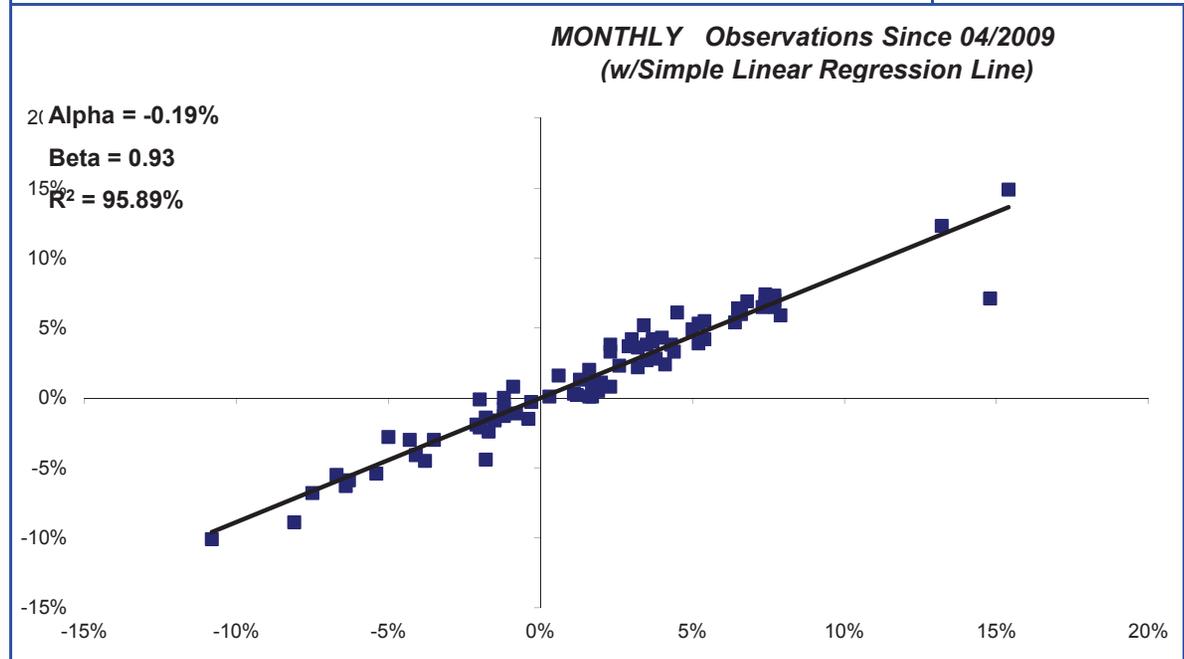
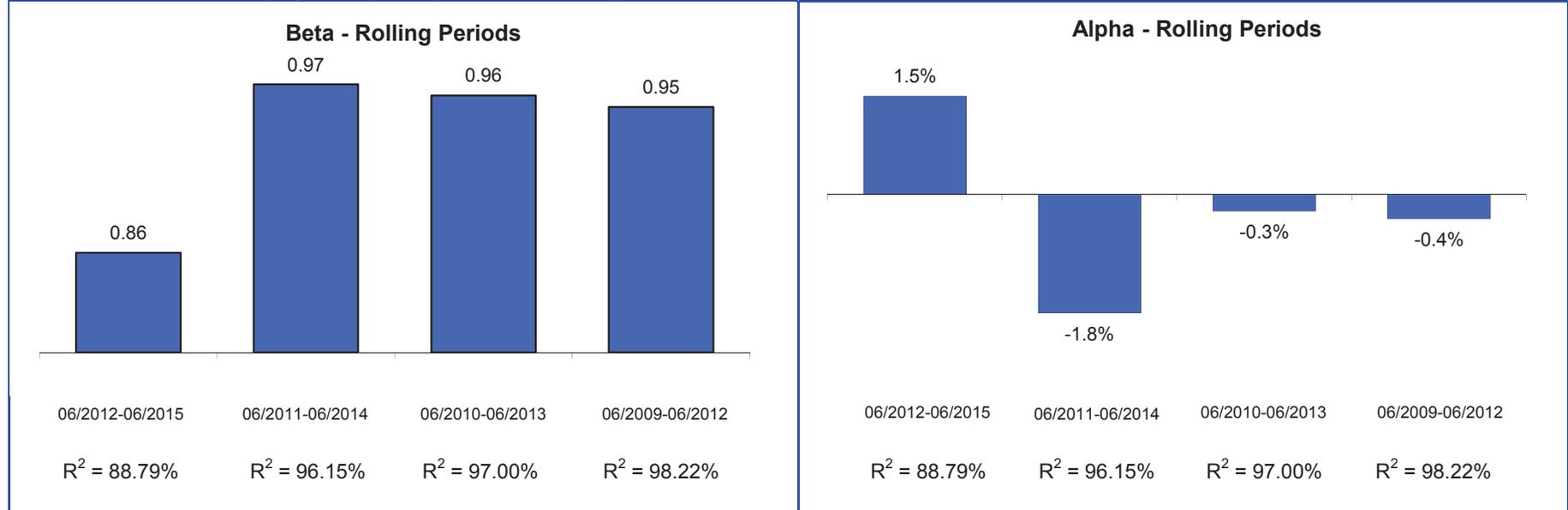
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MODERN PORTFOLIO THEORY

Ormond Beach General Employees Apex Capital - Small-Mid Cap Growth

AS OF 06/30/2015



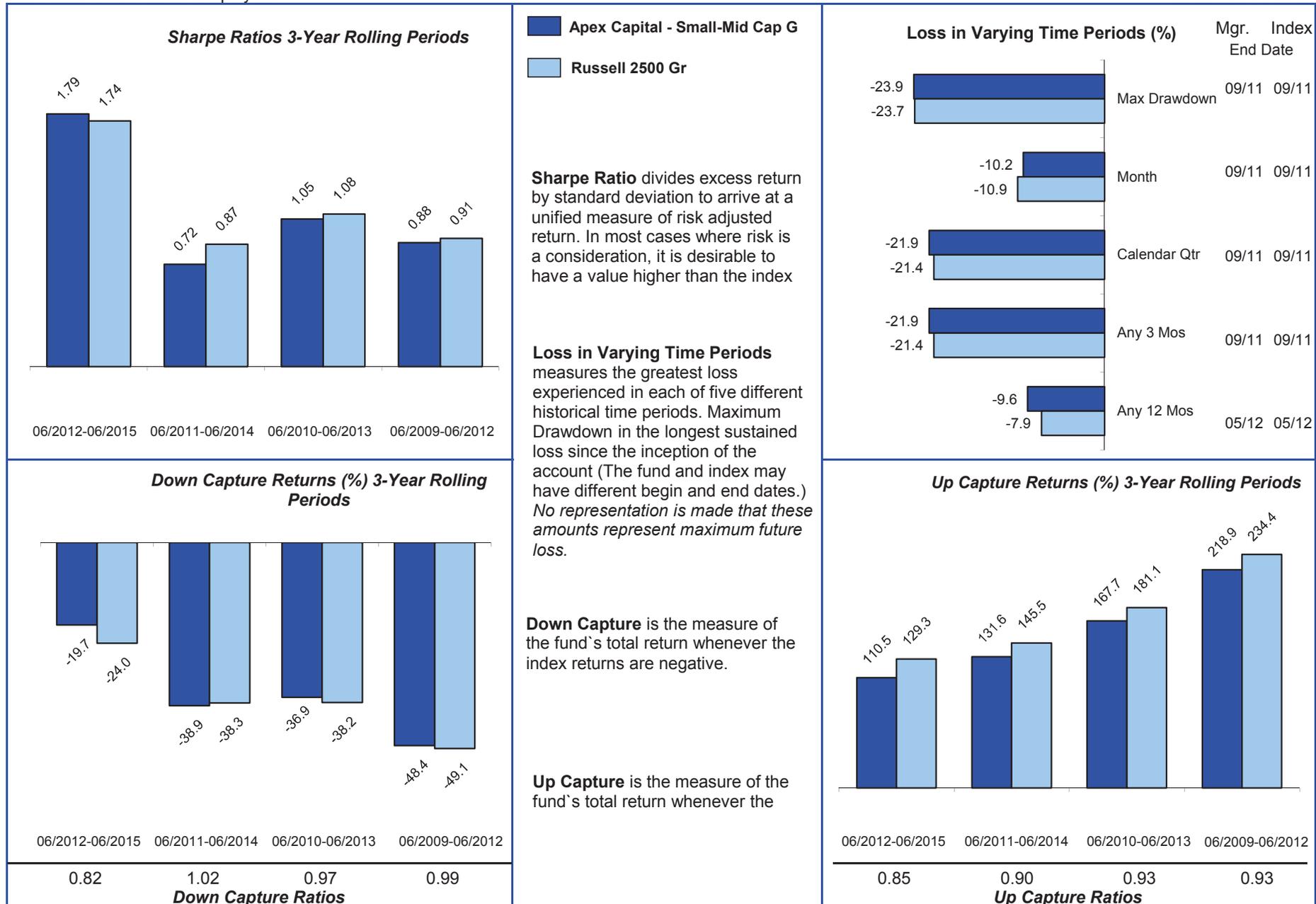
Modern Portfolio Theory seeks to quantify the relationship between risk and return and operates under the assumption that an investor must be compensated for assuming risk. **Alpha** is a measure of a portfolio's return in excess of the market return, both adjusted for risk. A positive alpha indicates that the portfolio outperformed the market on a risk-adjusted basis, and a negative alpha indicates the portfolio did worse than the market. **Beta** is a measure of the sensitivity of a portfolio's rate of return against that of the market. A beta greater than 1.00 indicates volatility greater than the market. **R²** is a measure that indicates the extent to which fluctuations in portfolio returns are correlated with those of the general market. An R-squared of 0.80 implies that 80% of the fluctuation of a portfolio's return is explained by the fluctuation in the market.

Graph Notes: The Index is represented on the horizontal (X) axis, and the Fund is represented on the vertical (Y) axis. Both the Index and Fund are adjusted by 90-day Treasury Bills.

MANAGER RISK ANALYSIS

Ormond Beach General Employees

AS OF 06/30/2015



Ormond Beach General - Apex

| Composition | | |
|-------------------|----------------------------|----------|
| Summary | ORMOND BEACH POLICE - APEX | RU2500-G |
| No of Securities | 76 | 1,472 |
| % Bmrk Holdings | 72.14 | 100.00 |
| % Active Share | 88.60 | 0.00 |
| % Top 25 Holdings | 48.87 | 10.64 |
| % Top 15 Holdings | 32.13 | 6.78 |

| Sector Allocation | | |
|------------------------|------------------------|----------|
| Sector Name | ORMOND BEACH GE - APEX | RU2500-G |
| Energy | 2.93 | 1.33 |
| Materials | 2.26 | 6.48 |
| Industrials | 12.92 | 15.62 |
| Consumer Discretionary | 18.41 | 20.61 |
| Consumer Staples | 1.45 | 3.31 |
| Health Care | 23.63 | 21.65 |
| Financials | 5.25 | 9.15 |
| Information Technology | 33.15 | 21.14 |
| Telecomm Service | | 0.54 |
| Utilities | | 0.14 |
| N/A | | 0.03 |

| Characteristics | | |
|------------------------------|------------------------|------------------|
| Characteristic | ORMOND BEACH GE - APEX | RU2500-G |
| Market Cap - Weighted Median | 6,438,510,053.31 | 4,030,848,807.31 |
| Price / Book | 5.52 | 5.21 |
| P/E NTM | 24.09 | 26.80 |
| Dividend Yield | 0.45 | 0.78 |
| EPS Growth NTM | 18.71 | 20.93 |
| Ret Eq | 21.05 | 17.51 |

| Top Equity Holdings | |
|----------------------|------------------------|
| Name | ORMOND BEACH GE - APEX |
| IAC/INTERACTIVECORP | 2.47 |
| TABLEAU SOFTWARE INC | 2.40 |
| FOOT LOCKER INC | 2.32 |
| WABTEC CORP | 2.30 |
| WILLIAMS-SONOMA INC | 2.29 |
| | Total: 11.78 |

Disclaimer

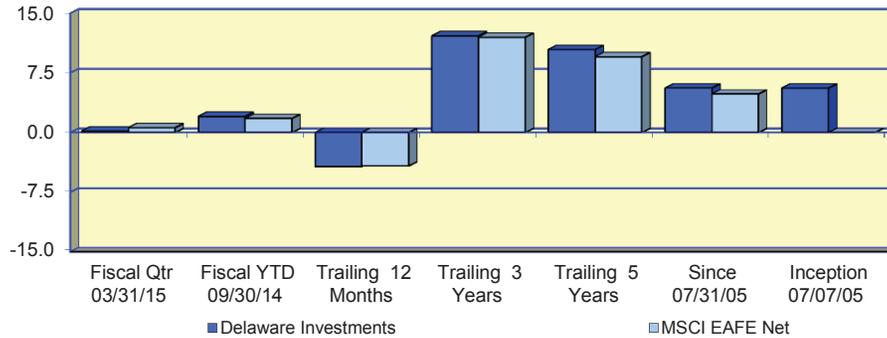
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EXECUTIVE SUMMARY

Ormond Beach General Employees Delaware Investments

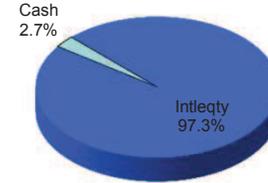
AS OF 06/30/2015

Portfolio Performance(%)



Asset Allocation (\$000)

| Intleqty | Cash | Total |
|----------|------|-------|
| 1,981 | 56 | 2,037 |



Portfolio Characteristics

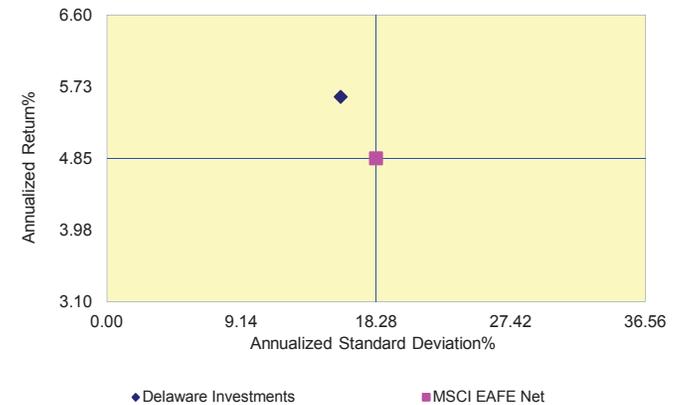
| | | | |
|----------------|-------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 0.27 |
| Beta | 0.83 | Index Sharpe Ratio | 0.19 |
| Alpha | 1.15% | | |
| R ² | 92% | | |

| | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 07/31/05 | Inception 07/07/05 |
|-------------------------------|----------------------------|---------------------|--------------------|------------------|------------------|----------------|--------------------|
| Investment Returns (%) | | | | | | | |
| Delaware Investments | 0.19 | 2.04 | -4.27 | 12.16 | 10.44 | 5.60 | 5.59 |
| MSCI EAFE Net | 0.62 | 1.77 | -4.21 | 11.98 | 9.54 | 4.85 | N/A |

Asset Growth (\$000)

| | | | | | | | |
|---------------------------------|-------|-------|-------|-------|-------|--------|--------|
| Beginning Market Value | 2,037 | 2,007 | 2,144 | 1,477 | 1,287 | 2,675 | 2,610 |
| Net Contributions & Withdrawals | -4 | -12 | -16 | -43 | -65 | -1,588 | -1,531 |
| Gain/Loss + Income | 4 | 42 | -91 | 603 | 815 | 950 | 958 |
| Ending Market Value | 2,037 | 2,037 | 2,037 | 2,037 | 2,037 | 2,037 | 2,037 |

Risk / Return Analysis Since 07/31/2005



| Annualized % | Return | Std. Dev. |
|----------------------|--------|-----------|
| Delaware Investments | 5.60 | 15.89 |
| MSCI EAFE Net | 4.85 | 18.28 |

Value-Added Analysis (\$000)



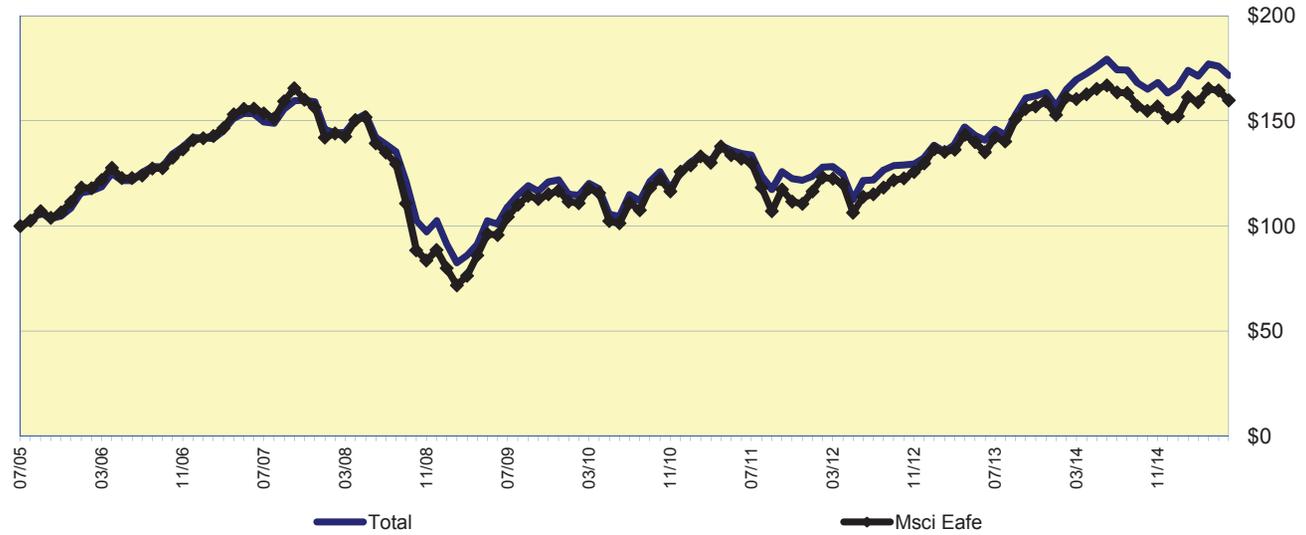
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Delaware Investments

As Of 06/30/2015

Growth of \$100 Graph

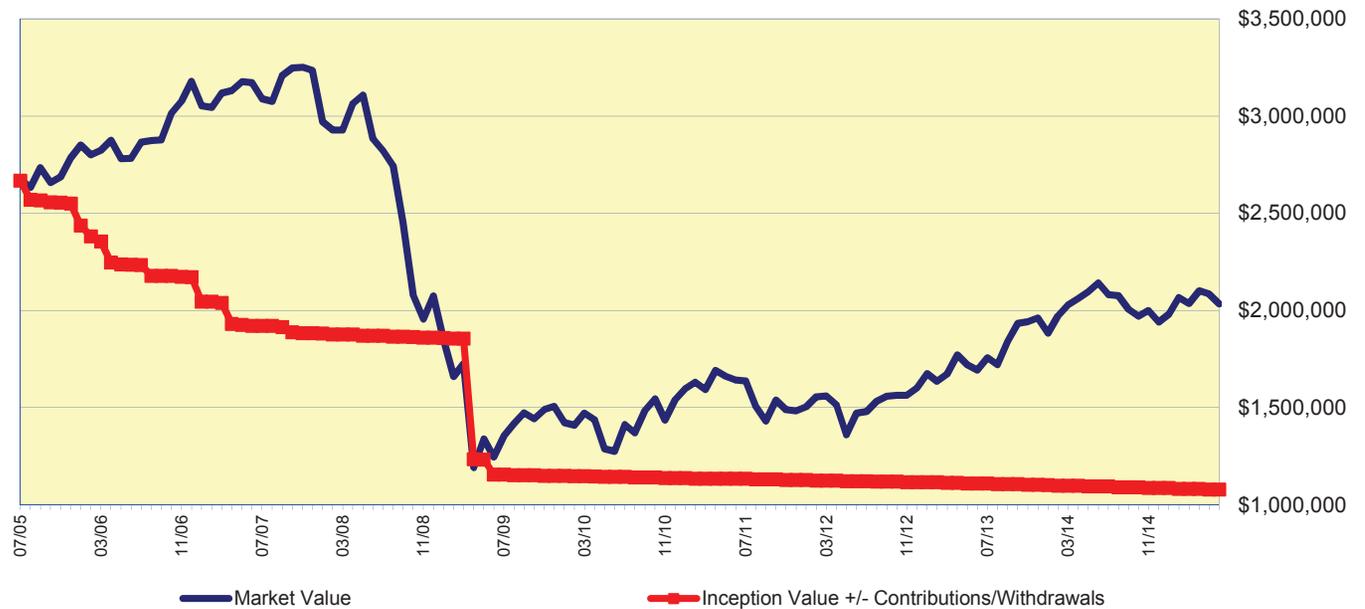
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Value Added Graph

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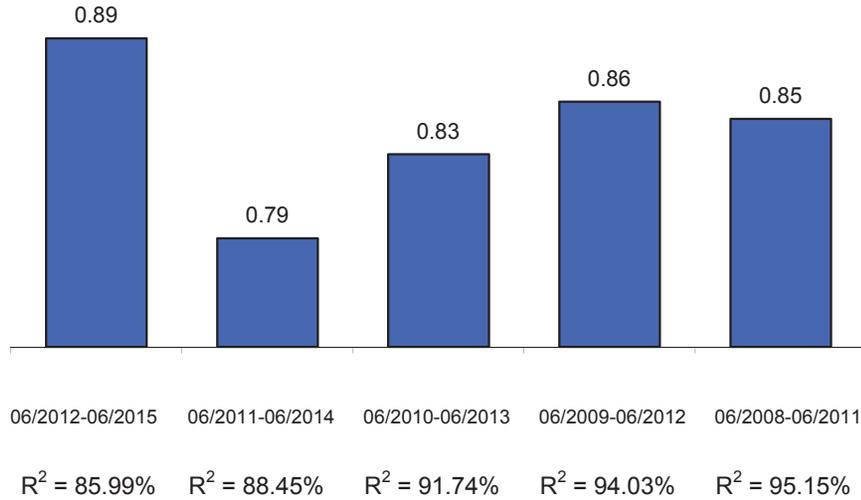


MODERN PORTFOLIO THEORY

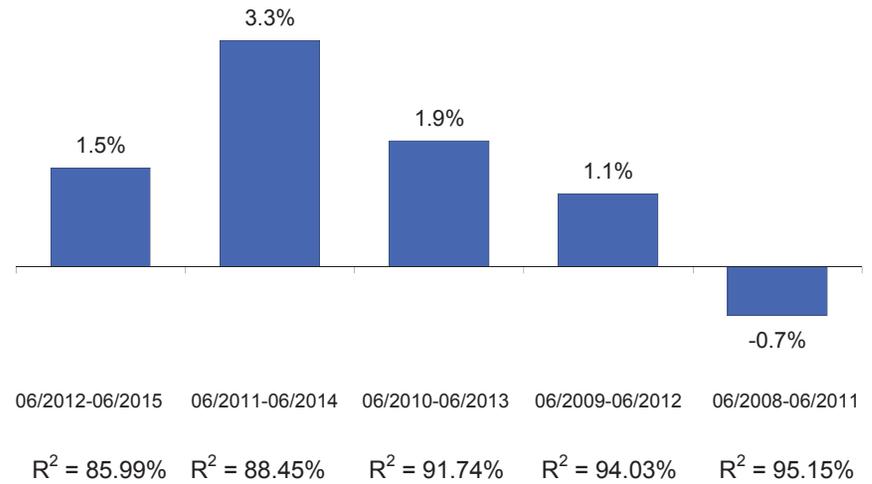
Ormond Beach General Employees Delaware Investments

AS OF 06/30/2015

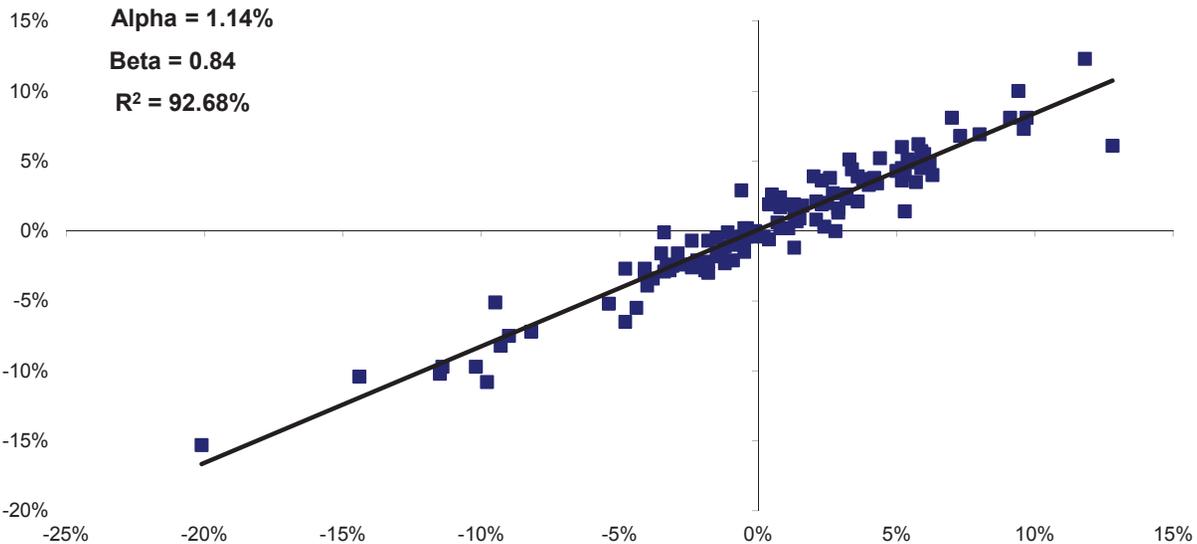
Beta - Rolling Periods



Alpha - Rolling Periods



**MONTHLY Observations Since 07/2005
(w/Simple Linear Regression Line)**



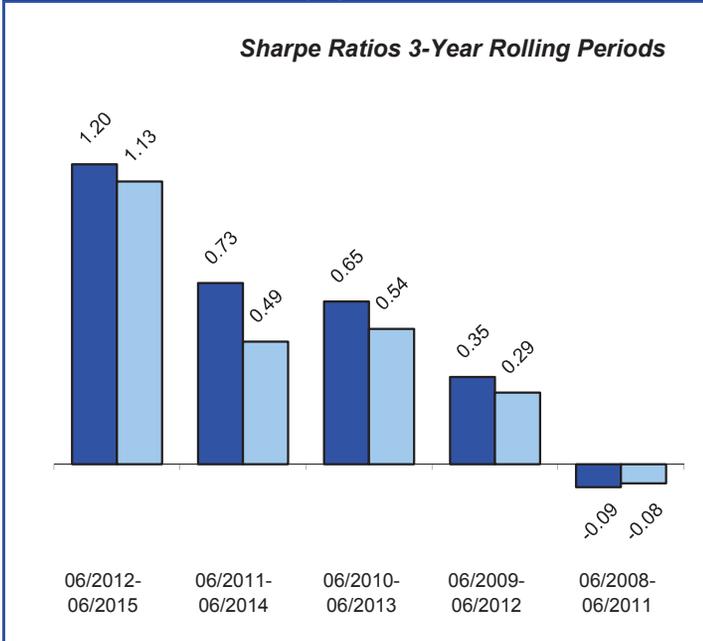
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MANAGER RISK ANALYSIS

Ormond Beach General Employees

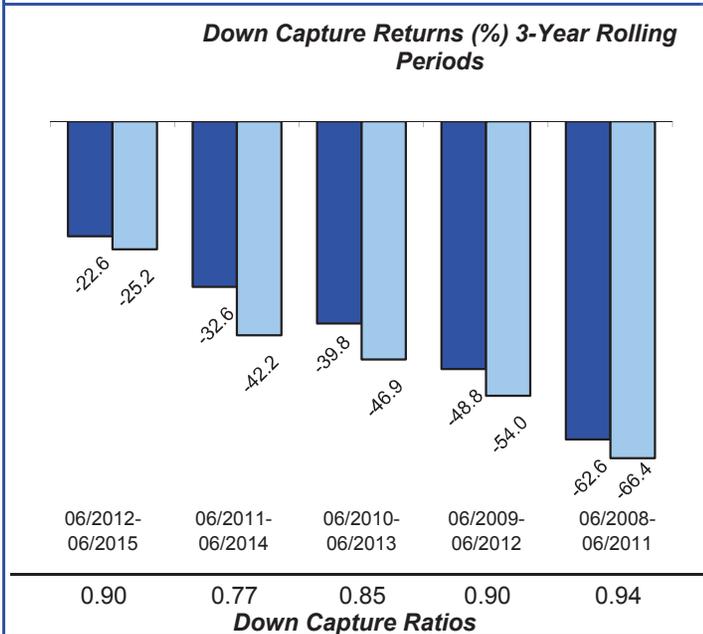
AS OF 06/30/2015



Delaware Investments
MSCI EAFE Net

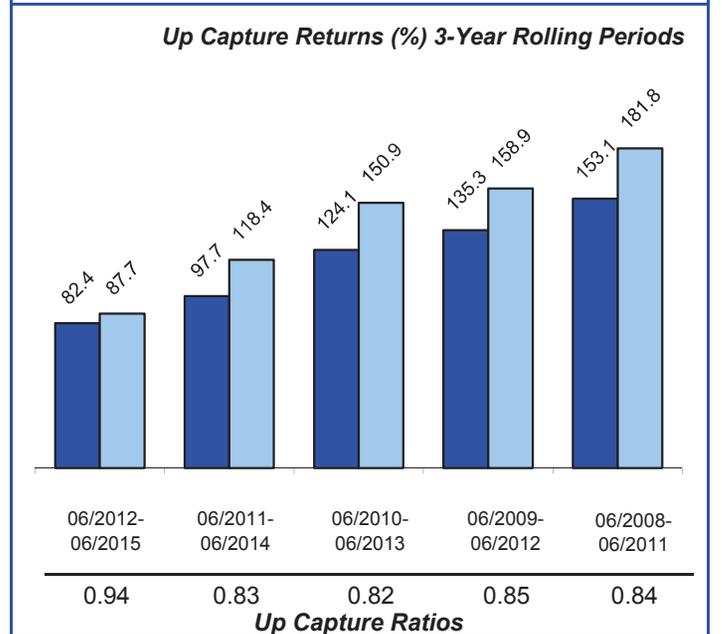
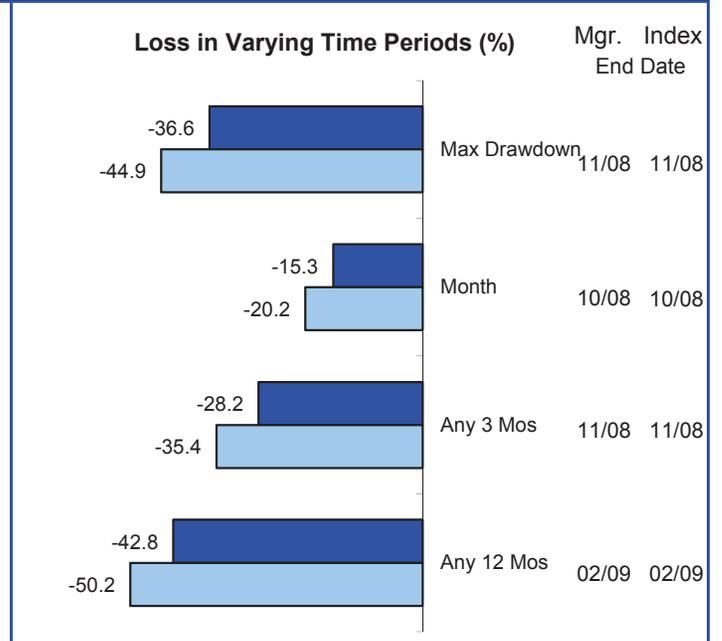
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Up Capture is the measure of the fund's total return whenever the

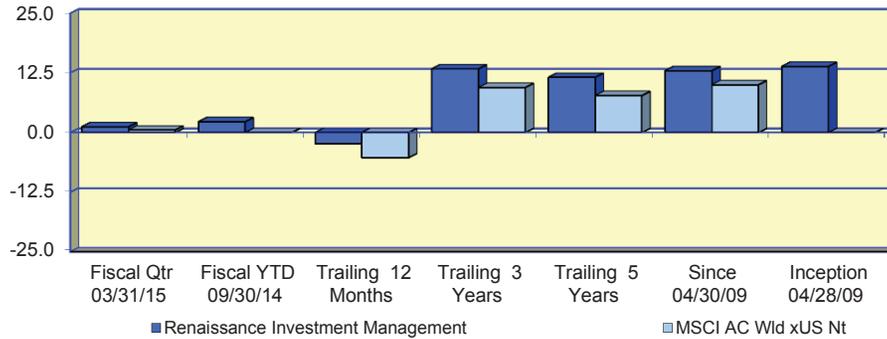


EXECUTIVE SUMMARY

Ormond Beach General Employees Renaissance Investment Management

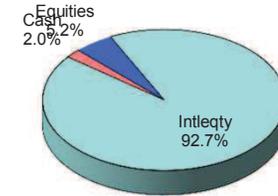
AS OF 06/30/2015

Portfolio Performance(%)



Asset Allocation (\$000)

| Equities | Intleqty | Cash | Total |
|----------|----------|------|-------|
| 108 | 1,916 | 42 | 2,066 |



Portfolio Characteristics

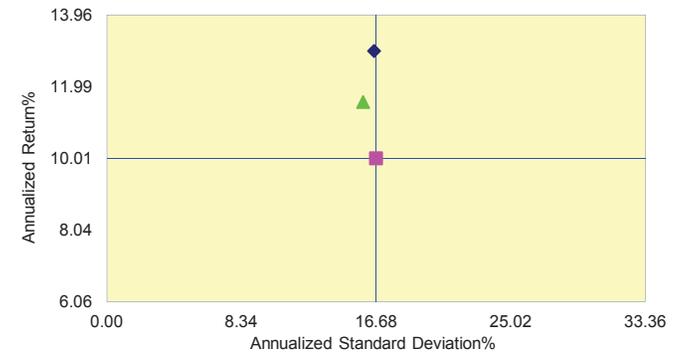
| | | | |
|----------------|-------|----------------------|------|
| Yield | N/A | Account Sharpe Ratio | 0.77 |
| Beta | 0.94 | Index Sharpe Ratio | 0.59 |
| Alpha | 3.29% | | |
| R ² | 90% | | |

| Investment Returns (%) | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 04/30/09 | Inception 04/28/09 |
|-----------------------------------|----------------------------|---------------------|--------------------|------------------|------------------|----------------|--------------------|
| Renaissance Investment Management | 1.20 | 2.26 | -2.31 | 13.36 | 11.59 | 12.96 | 13.86 |
| MSCI AC Wild xUS Nt | 0.53 | 0.00 | -5.27 | 9.44 | 7.76 | 10.01 | N/A |

Asset Growth (\$000)

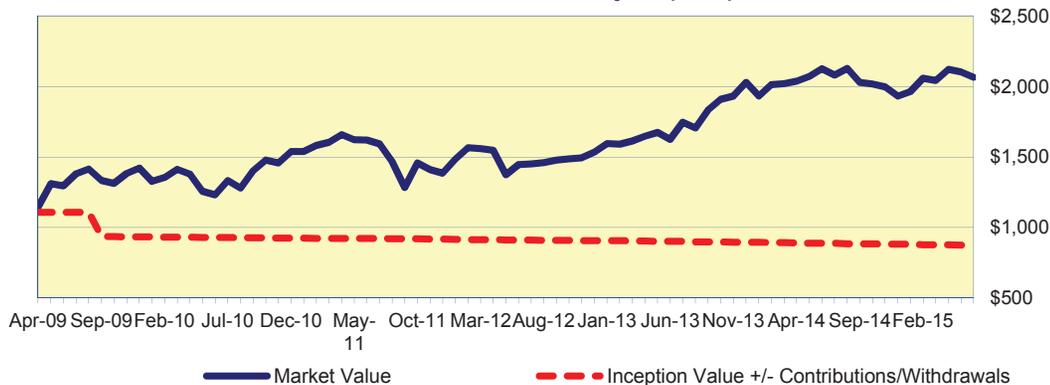
| | Fiscal Qtr Since: 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 04/30/09 | Inception 04/28/09 |
|---------------------------------|----------------------------|---------------------|--------------------|------------------|------------------|----------------|--------------------|
| Beginning Market Value | 2,044 | 2,030 | 2,128 | 1,446 | 1,233 | 1,145 | 0 |
| Net Contributions & Withdrawals | -3 | -10 | -14 | -37 | -55 | -232 | 875 |
| Gain/Loss + Income | 25 | 46 | -48 | 657 | 888 | 1,153 | 1,191 |
| Ending Market Value | 2,066 | 2,066 | 2,066 | 2,066 | 2,066 | 2,066 | 2,066 |

Risk / Return Analysis Since 04/30/2009



| Annualized % | Return | Std. Dev. |
|-----------------------------------|--------|-----------|
| Renaissance Investment Management | 12.96 | 16.57 |
| MSCI AC Wild xUS Nt | 10.01 | 16.68 |
| MSCI EAFE Gr Net | 11.56 | 15.90 |

Value-Added Analysis (\$000)



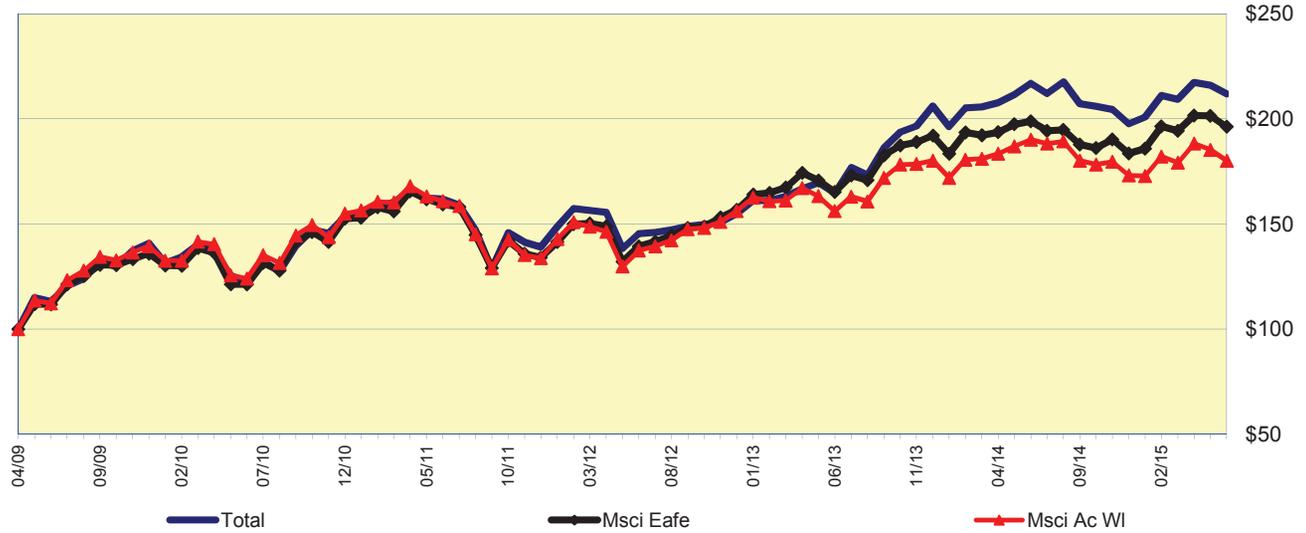
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Renaissance Investment Management

As Of 06/30/2015

Growth of \$100 Graph

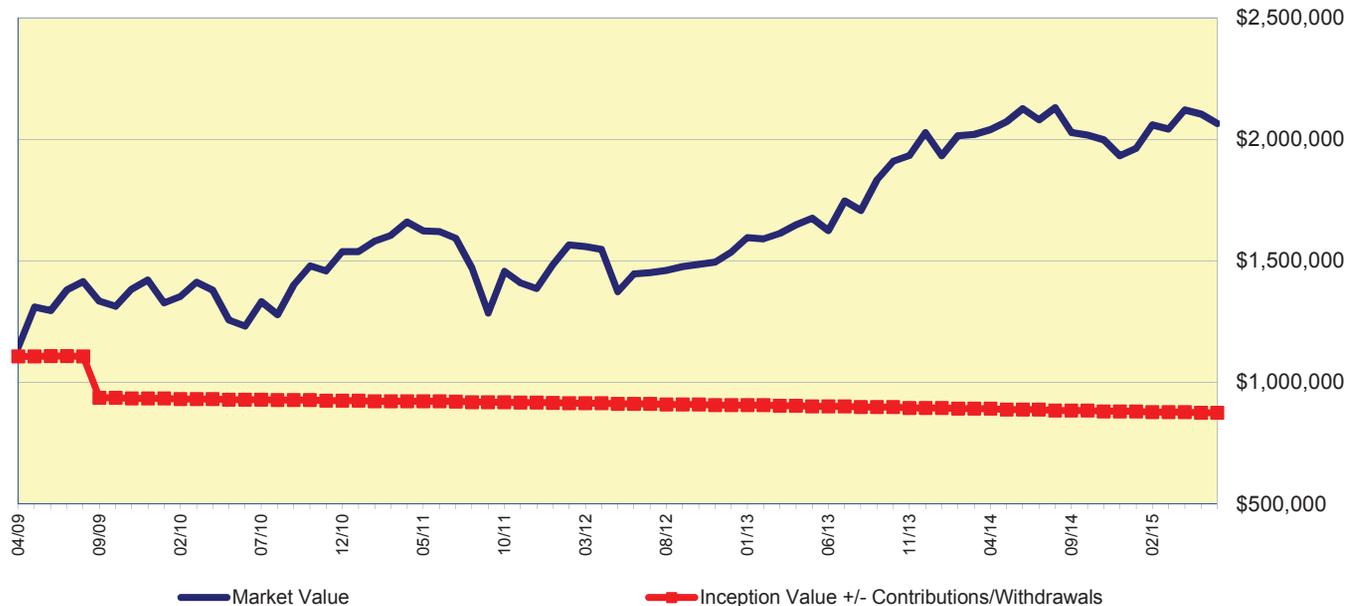
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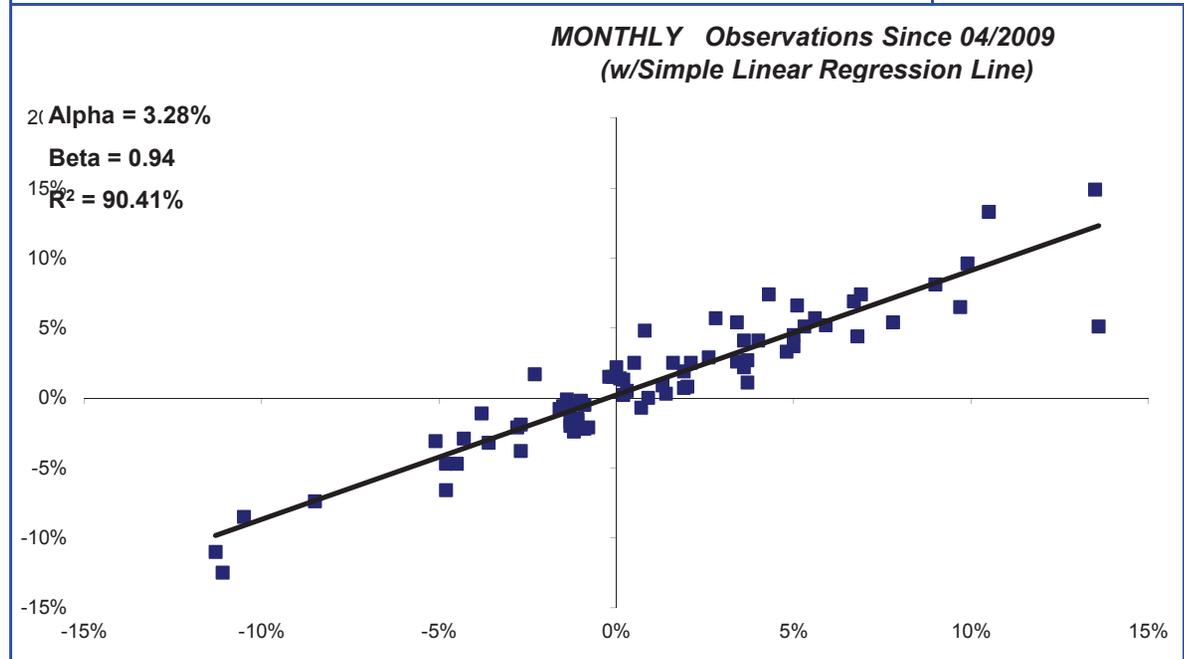
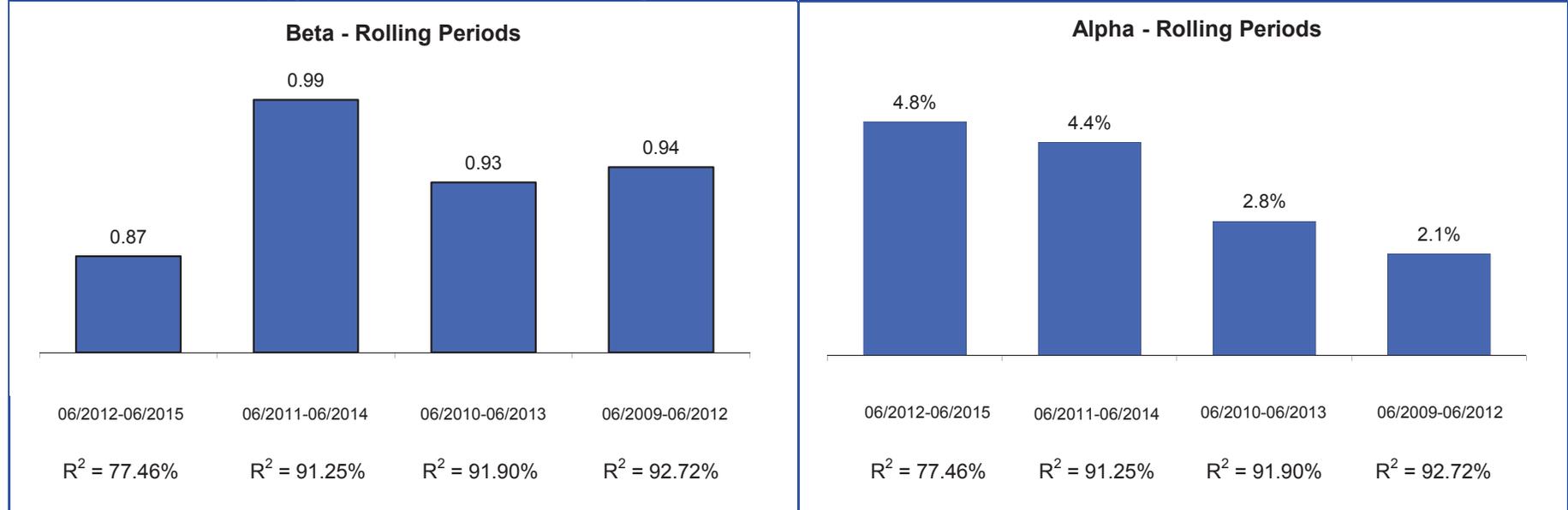
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MODERN PORTFOLIO THEORY



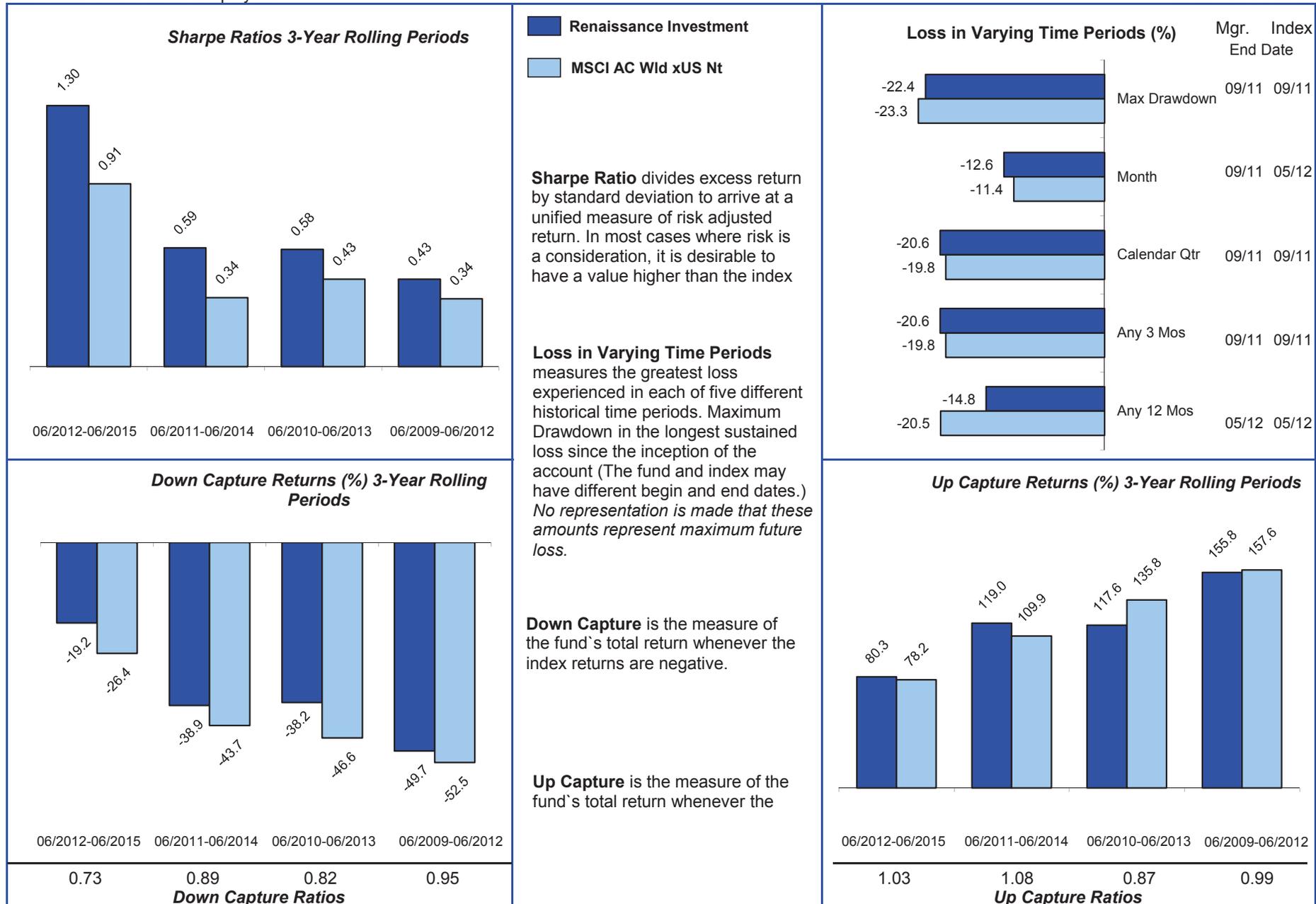
Modern Portfolio Theory seeks to quantify the relationship between risk and return and operates under the assumption that an investor must be compensated for assuming risk. **Alpha** is a measure of a portfolio's return in excess of the market return, both adjusted for risk. A positive alpha indicates that the portfolio outperformed the market on a risk-adjusted basis, and a negative alpha indicates the portfolio did worse than the market. **Beta** is a measure of the sensitivity of a portfolio's rate of return against that of the market. A beta greater than 1.00 indicates volatility greater than the market. **R²** is a measure that indicates the extent to which fluctuations in portfolio returns are correlated with those of the general market. An R-squared of 0.80 implies that 80% of the fluctuation of a portfolio's return is explained by the fluctuation in the market.

Graph Notes: The Index is represented on the horizontal (X) axis, and the Fund is represented on the vertical (Y) axis. Both the Index and Fund are adjusted by 90-day Treasury Bills.

MANAGER RISK ANALYSIS

Ormond Beach General Employees

AS OF 06/30/2015

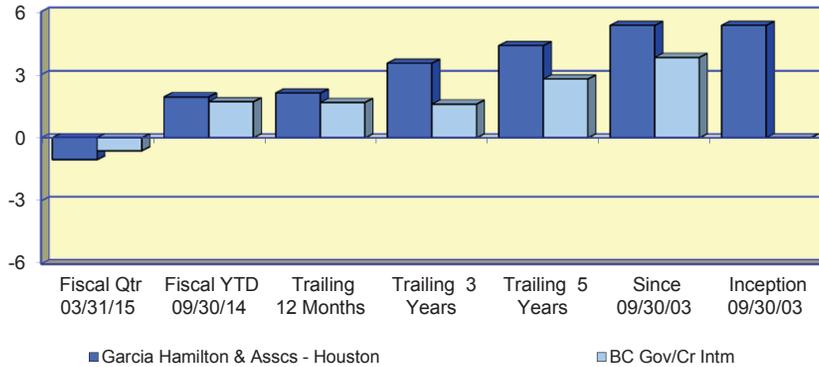


EXECUTIVE SUMMARY

Ormond Beach General Employees Garcia Hamilton & Asscs - Houston

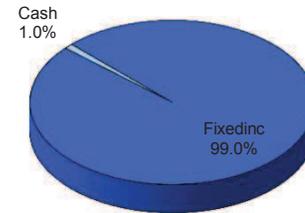
AS OF 06/30/2015

Portfolio Performance (%)



Asset Allocation (\$000)

| Fixedinc | Cash | Total |
|----------|------|--------|
| 13,389 | 138 | 13,528 |



Portfolio Characteristics

| | Portfolio | Index |
|-------------------|-----------|-----------|
| Duration | 4.7 years | 3.6 years |
| Yield-to-Maturity | 2.14% | 1.63% |

| Investment Returns (%) | Since: | Fiscal Qtr 03/31/15 | Fiscal YTD 09/30/14 | Trailing 12 Months | Trailing 3 Years | Trailing 5 Years | Since 09/30/03 | Inception 09/30/03 |
|-----------------------------------|--------|---------------------|---------------------|--------------------|------------------|------------------|----------------|--------------------|
| Garcia Hamilton & Asscs - Houston | | -1.04 | 1.94 | 2.12 | 3.54 | 4.38 | 5.34 | 5.34 |
| BC Gov/Cr Intm | | -0.62 | 1.71 | 1.68 | 1.60 | 2.79 | 3.82 | N/A |

Asset Growth (\$000)

| | | | | | | | |
|---------------------------------|--------|--------|--------|--------|--------|--------|--------|
| Beginning Market Value | 13,679 | 13,299 | 12,082 | 10,104 | 9,253 | 4,397 | 0 |
| Net Contributions & Withdrawals | -10 | -29 | 1,163 | 2,246 | 2,037 | 4,339 | 8,736 |
| Gain/Loss + Income | -141 | 258 | 283 | 1,178 | 2,238 | 4,792 | 4,792 |
| Ending Market Value | 13,528 | 13,528 | 13,528 | 13,528 | 13,528 | 13,528 | 13,528 |

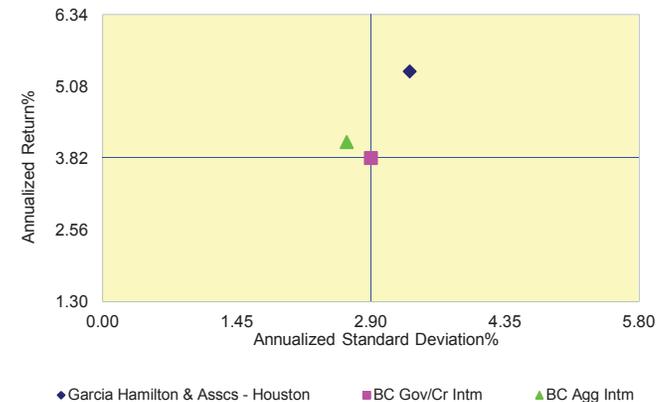
Quality Ratings

| | Portfolio | Index |
|------------------|-----------|-------|
| AAA/Gov't/Agency | 87% | 68% |
| AA | 4% | 5% |
| A | 7% | 13% |
| BAA | 2% | 14% |
| Other | 0% | 0% |

Asset Breakdown

| | Portfolio | Index |
|--------------------------|-----------|-------|
| U.S. Obligations | 58% | 63% |
| Government Agencies | 8% | 7% |
| Mortgages & Asset Backed | 23% | 0% |
| Corporates | 11% | 30% |

Risk / Return Analysis Since 09/30/2003



| Annualized % | Return | Std. Dev. |
|-----------------------------------|--------|-----------|
| Garcia Hamilton & Asscs - Houston | 5.34 | 3.32 |
| BC Gov/Cr Intm | 3.82 | 2.90 |
| BC Agg Intm | 4.10 | 2.64 |

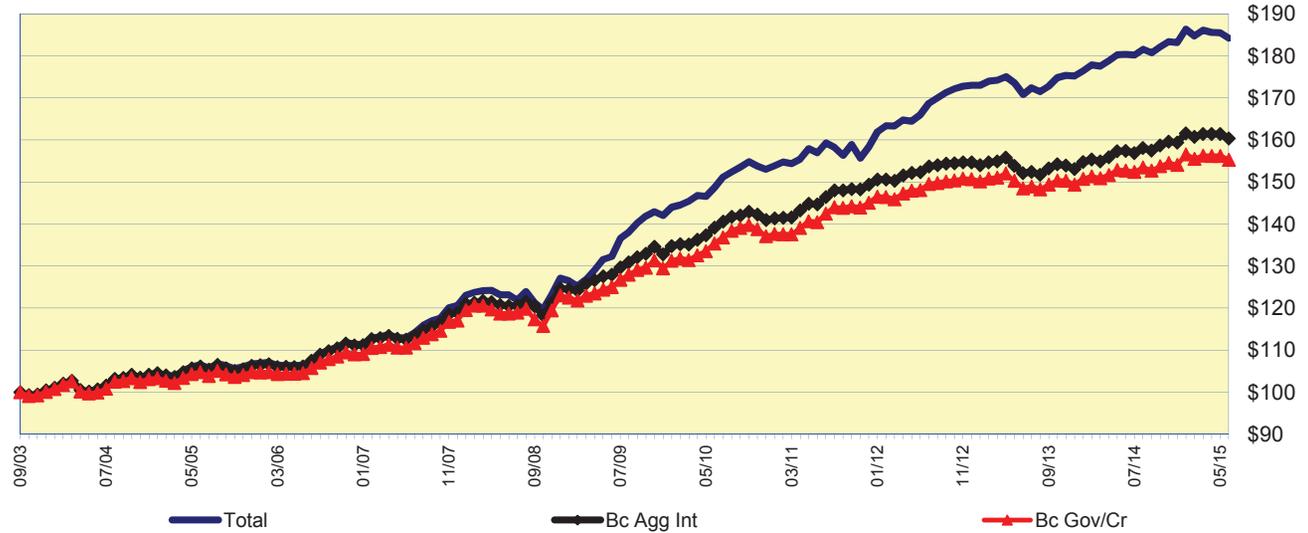
MANAGER PERFORMANCE ANALYSIS

Ormond Beach General Employees Garcia Hamilton & Asscs - Houston

As Of 06/30/2015

Growth of \$100 Graph

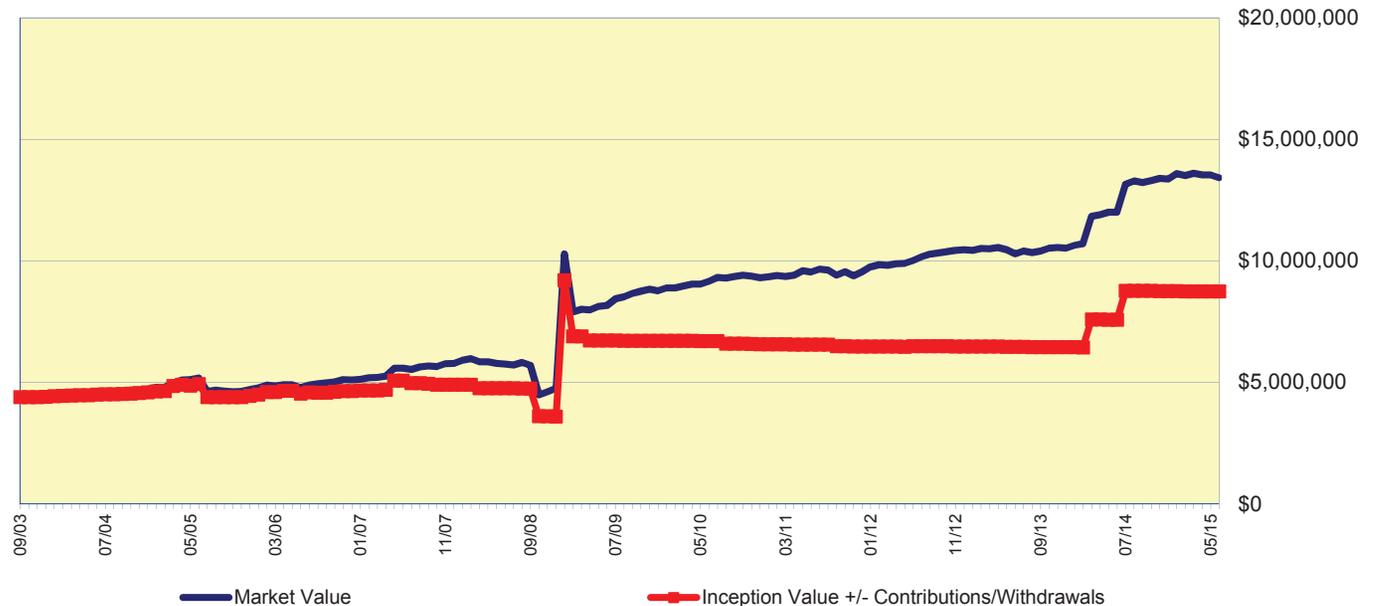
This graph depicts how \$100, invested at the beginning of the time period, would have grown based on both the portfolio's performance and the index's.



Value Added Graph

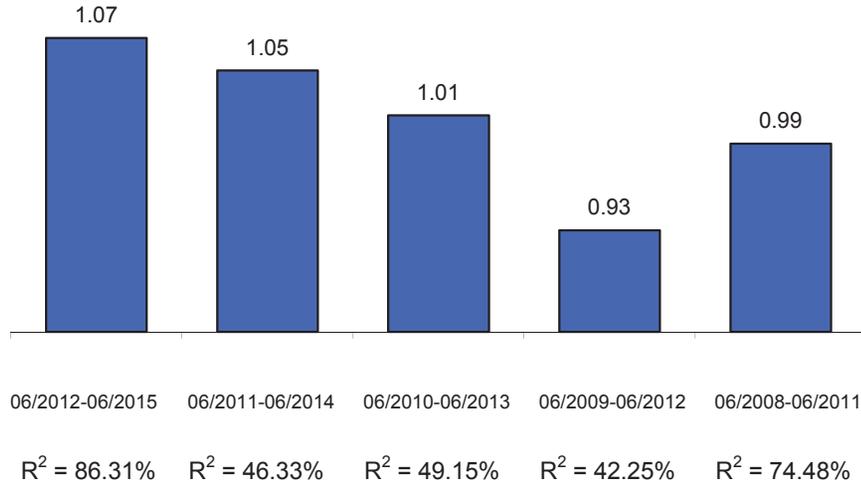
This exhibit is useful in determining how the portfolio has been affected by the investment process.

One of the graph lines denotes the period-end market values of the portfolio over time. This is simply a visual representation of the ebb and flow of the portfolio's market value period-to-period. The other line represents the original dollars invested adjusted for contributions or withdrawals.

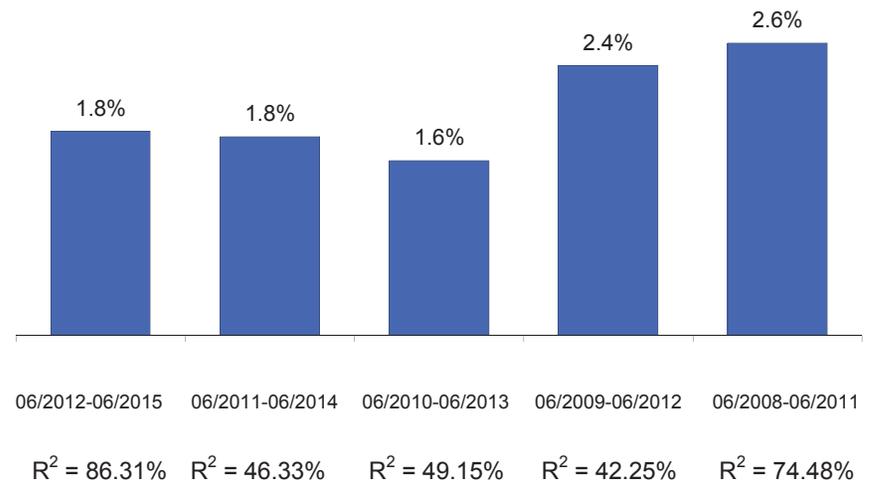


MODERN PORTFOLIO THEORY

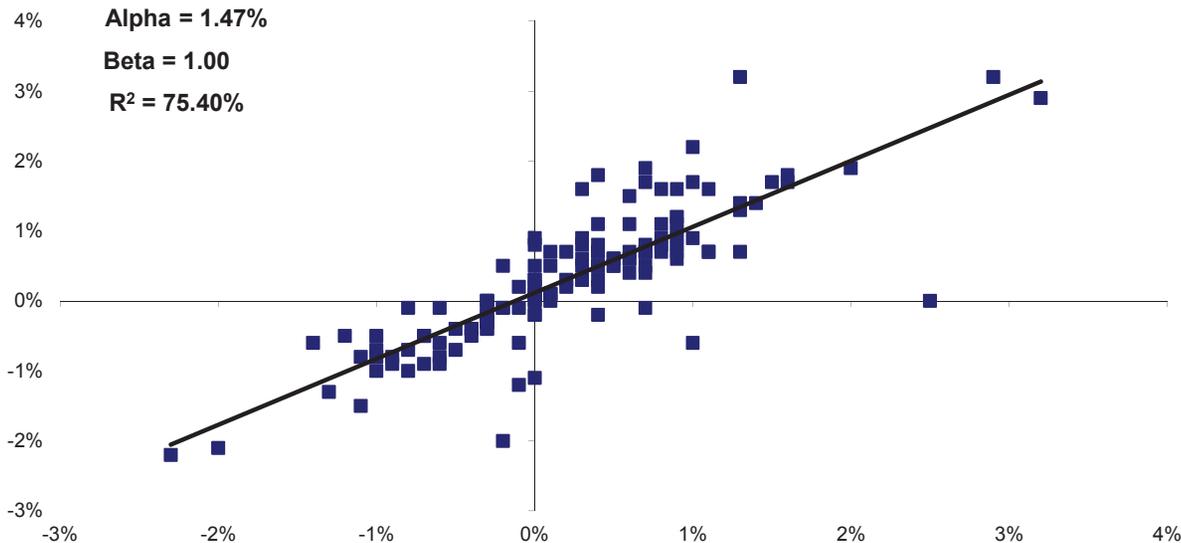
Beta - Rolling Periods



Alpha - Rolling Periods



MONTHLY Observations Since 09/2003 (w/Simple Linear Regression Line)



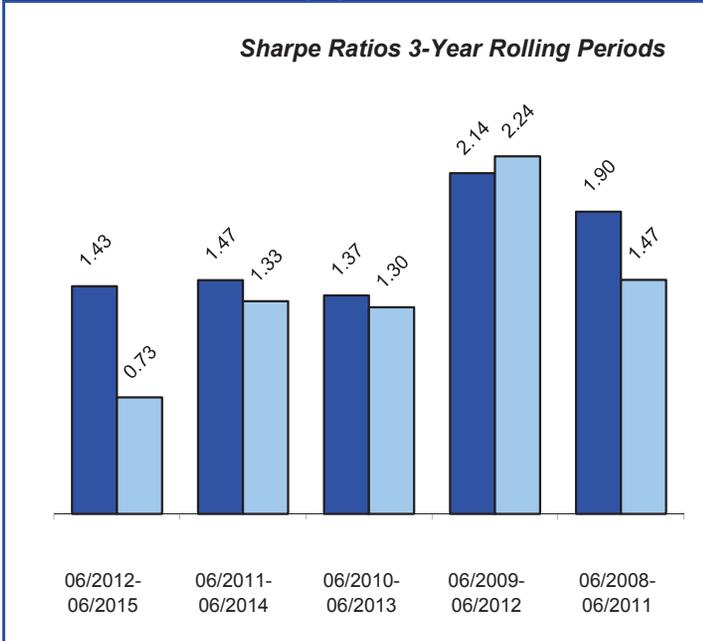
Modern Portfolio Theory seeks to quantify the relationship between risk and return and operates under the assumption that an investor must be compensated for assuming risk. **Alpha** is a measure of a portfolio's return in excess of the market return, both adjusted for risk. A positive alpha indicates that the portfolio outperformed the market on a risk-adjusted basis, and a negative alpha indicates the portfolio did worse than the market. **Beta** is a measure of the sensitivity of a portfolio's rate of return against that of the market. A beta greater than 1.00 indicates volatility greater than the market. **R²** is a measure that indicates the extent to which fluctuations in portfolio returns are correlated with those of the general market. An R-squared of 0.80 implies that 80% of the fluctuation of a portfolio's return is explained by the fluctuation in the market.

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MANAGER RISK ANALYSIS

Ormond Beach General Employees

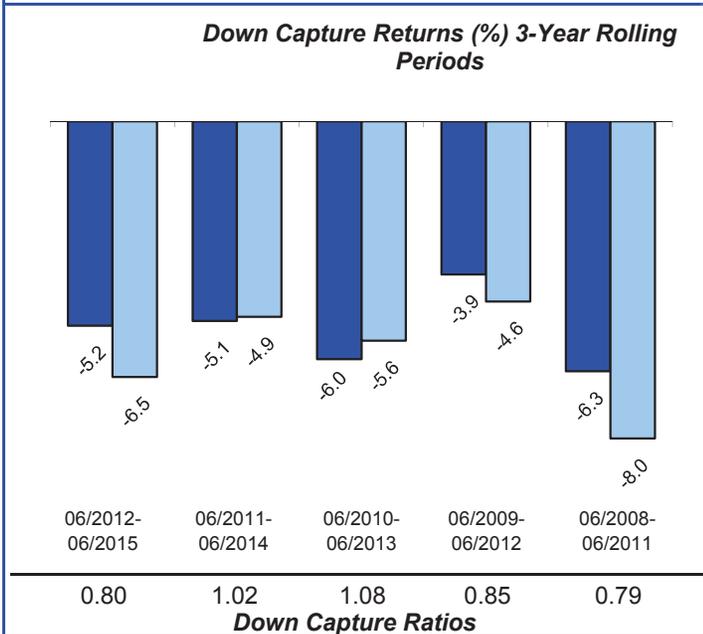
AS OF 06/30/2015



Legend:
■ Garcia Hamilton & Asscs - Hous
■ BC Gov/Cr Intm

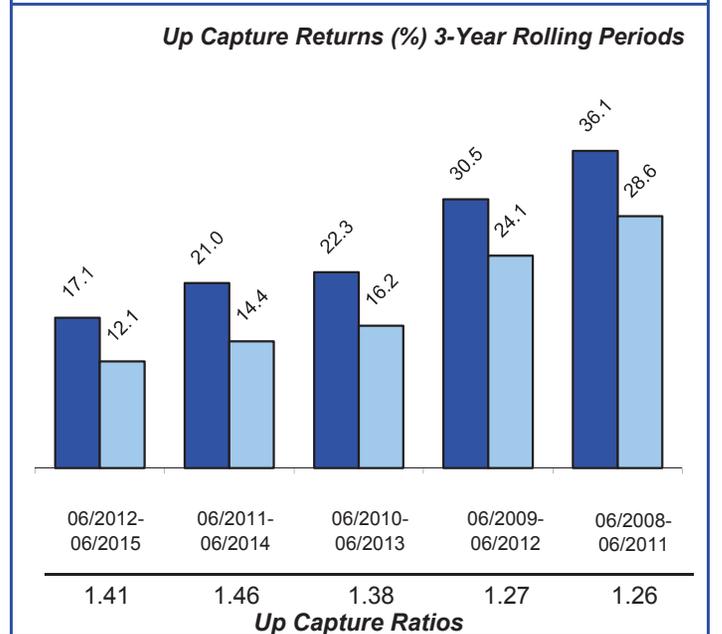
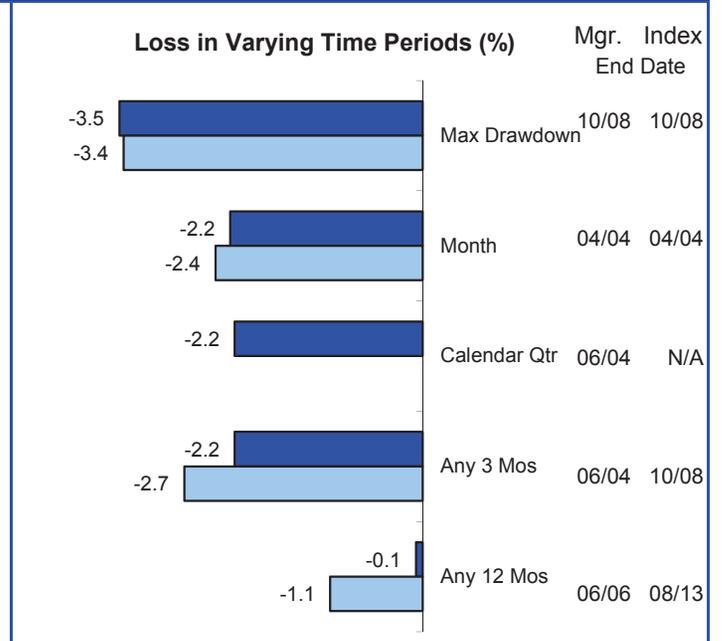
Sharpe Ratio divides excess return by standard deviation to arrive at a unified measure of risk adjusted return. In most cases where risk is a consideration, it is desirable to have a value higher than the index

Loss in Varying Time Periods measures the greatest loss experienced in each of five different historical time periods. Maximum Drawdown in the longest sustained loss since the inception of the account (The fund and index may have different begin and end dates.) *No representation is made that these amounts represent maximum future loss.*



Down Capture is the measure of the fund's total return whenever the index returns are negative.

Up Capture is the measure of the fund's total return whenever the



Information Disclosures

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable Form ADV Disclosure Document for Morgan Stanley Smith Barney LLC, or for any Investment Adviser with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These Disclosure Documents contain important information about advisory programs.

Sources and Intent

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This Performance Report may show the consolidated performance of some, but not necessarily all, of your Morgan Stanley accounts. In addition, it may show the full performance history of your accounts or just the performance of your accounts since inception in their current Morgan Stanley programs. In some cases, it may show the combined performance of brokerage accounts and advisory accounts. It is important that you understand the combination of accounts and account histories that are included in this Performance Report. Upon your request, performance information can be obtained for other accounts you may have with us, but which are not shown here.

Accounts included in this Performance Report may have had different investment objectives, been subject to different rules and restrictions, and incurred different types of fees, mark-ups, commissions, and other charges. Accordingly, the performance results for this portfolio may blend the performance of assets and strategies that may not have been available in all of your accounts at all times during the reporting period. Please consult your Financial Advisor for more information about the fees and expenses applicable to the accounts included in this Performance Report.

Gross Rates of Return

The investment returns in this report are your gross returns before deducting investment management fees and any Select Retirement fees. For more details on fees, please see your client contract, the applicable Morgan Stanley ADV brochure and any applicable Select Retirement prospectus. Your actual returns are lower, after deducting expenses that may include, for example, investment management fees and trade commissions. As fees are deducted quarterly, the compounding effect increases the impact of the fees by an amount directly related to the gross account performance. For example, on an account with a 2% fee, if the gross performance is 10%, the compounding effect of the fees results in a net performance of approximately 7.81%. Returns in excess of one year are annualized.

Advisory Notice

The Fiduciary Services-Affiliated Program and the Fiduciary Services-Unaffiliated Manager Program are separate and distinct advisory programs. Absent your written authorization, assets may only be transferred among managers within the particular program.

List of Composite Accounts

The Composite account presentation includes the following accounts: Total Fund, 001-029022, 001-040810, 001-053636, 001-060288, 001-062127, 001-063121, 001-063091, 001-063124, 002-000741.

Composite Index Definition

The Composite account's benchmark comprises the BC Gov/Cr Intm, MSCI EAFE Net, Russell 1000 Gr, Russell 2500 VI, 90-Day T-Bills, Russell 2500 Gr, Russell 1000 VI, MSCI AC Wld xUS Nt, Russell 1000 Gr, indices in the same asset mix as your portfolio. The mix is adjusted monthly based on changes in your portfolio.

International History:

Until 4th quarter 1997, International equities were included within the Domestic equity category for performance presentation. For asset allocation purposes, they are reflected beginning Jan.1, 1998.

Bond Average

Please note that all averages calculated are weighted averages meaning that the calculation takes into account the par value of each position. CMO's and Asset Backed securities are excluded from the calculation. Any bonds that are non-rated by both Moody's and S&P are excluded from the average rating calculation.

Fiscal Year

Total Fund's fiscal year ends on 2015/09

Acct# 001-029022's fiscal year ends on 2015/09

Acct# 001-040810's fiscal year ends on 2015/09

Acct# 001-053636's fiscal year ends on 2015/09

Acct# 001-060288's fiscal year ends on 2015/09

Acct# 001-062127's fiscal year ends on 2015/09

Acct# 001-063121's fiscal year ends on 2015/09

Acct# 001-063091's fiscal year ends on 2015/09

Acct# 001-063124's fiscal year ends on 2015/09

Acct# 002-000741's fiscal year ends on 2015/09

International and Small Capitalization Securities

To the extent the investments depicted herein represent international securities, you should be aware that there may be additional risks associated with international investing involving foreign, economic, political, and/or legal factors. International investing may not be for everyone. In addition, small capitalization securities may be more volatile than those of larger companies, but these companies may present greater growth potential.

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Additional Information about your Floating Rate Notes

For floating rate securities, the estimated accrued interest and estimated annual income are based on the current floating coupon rate and may not reflect historic rates within the accrual period.

Alpha

Alpha is the value added by active management of the portfolio's assets, given the risk of that portfolio. In other words, alpha is equal to the incremental return earned by the manager when the market is flat or stationary. An alpha of zero indicates that the manager earned the exact return dictated by the level of market risk (i.e., beta) of the portfolio. A positive alpha indicates that the manager has earned, on average, more than the portfolio's level of market risk would have dictated. A negative alpha indicates that the manager has earned, on average, less than the portfolio's level of market risk would have dictated. Alpha is the Y-intercept of the least squares regression line.

Beta

Beta is the systematic risk of the portfolio. Measured by the slope of the least squares regression, beta is the measure of portfolio risk which cannot be removed through diversification. Beta is also known as market risk. Beta is a statistical estimate of the average change in the portfolio's performance with a corresponding 1.0 percent change in the risk index. A beta of 1.0 indicates that the portfolio moves, on average, lock step with the risk index. A beta in excess of 1.0 indicates that the portfolio is highly sensitive to movements in the risk index. A beta of 1.5, for example, indicates that the portfolio tends to move 1.5 percent with every 1.0 percent movement in the risk index. A beta of less than 1.0 indicates that the portfolio is not as sensitive to movements in the risk index. A beta of 0.5, for example, indicates that the portfolio moves only 0.5 percent for every 1.0 percent movement in the risk index.

R-Squared

R-squared, or the coefficient of determination, measures the strength of the least squares regression relationship between the portfolio (the dependent variable) and the risk index (the independent variable). The statistic reveals the extent to which the variability in the dependent variable is due to the variability in the independent variable. As such, R-squared measures how well the portfolio returns move in tandem with the returns of the risk benchmark. Though it is true that the higher the R-squared the better, an R-squared of less than 0.9 (i.e., 90 percent), indicates that the total fund does not track closely with the risk benchmark. The strength of the R-squared statistic will reflect on the strength of alpha and beta. A weak R-squared, for example, would indicate that alpha and beta cannot be strictly interpreted.

Brokerage Account

In a brokerage relationship, your Financial Advisor will work with you to facilitate the execution of securities transactions on your behalf. Your Financial Advisor also provides investor education and professional, personalized information about financial products and services in connection with these brokerage services. You can choose how you want to pay for these services and you will receive the same services regardless of which pricing option you choose. There are important differences in your relationship with your Financial Advisor and Morgan Stanley in brokerage accounts and in advisory accounts.

Asset classifications and performance calculation methodologies can differ among the various supplemental performance reports available through us. For example, some reports calculate Time Weighted performance using a weighted or Modified Dietz approach while others use a daily approach. In addition, some reports may display Dollar Weighted Returns. These differences can generate meaningful dispersions in the performance numbers displayed on different reports.