

Third Quarter 2016

City of Ormond Beach

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

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Ormond Beach General Employees' Pension Plan

Q3 2016 Statement of Changes

	Cash	Equity	Total
Market Value at July 1, 2016	\$161,490	\$9,050,351	\$9,211,841
Contributions / (Withdrawals)	126,278	(135,800)	(9,522)
Interest and Dividends	52	81,329	81,380
Realized Gains / (Losses)	-	258,996	258,996
Unrealized Gains / (Losses)	-	108,971	108,971
Market Value at September 30, 2016	287,820	9,363,846	9,651,666
Total Investment Return at September 30, 2016	\$52	\$449,295	\$449,347
Equity Rate of Return	4.99%	Russell 1000 Value	3.48%
Total Fund Rate of Return	4.88%		

Ormond Beach Police Officers' Pension Trust Fund

Q3 2016 Statement of Changes

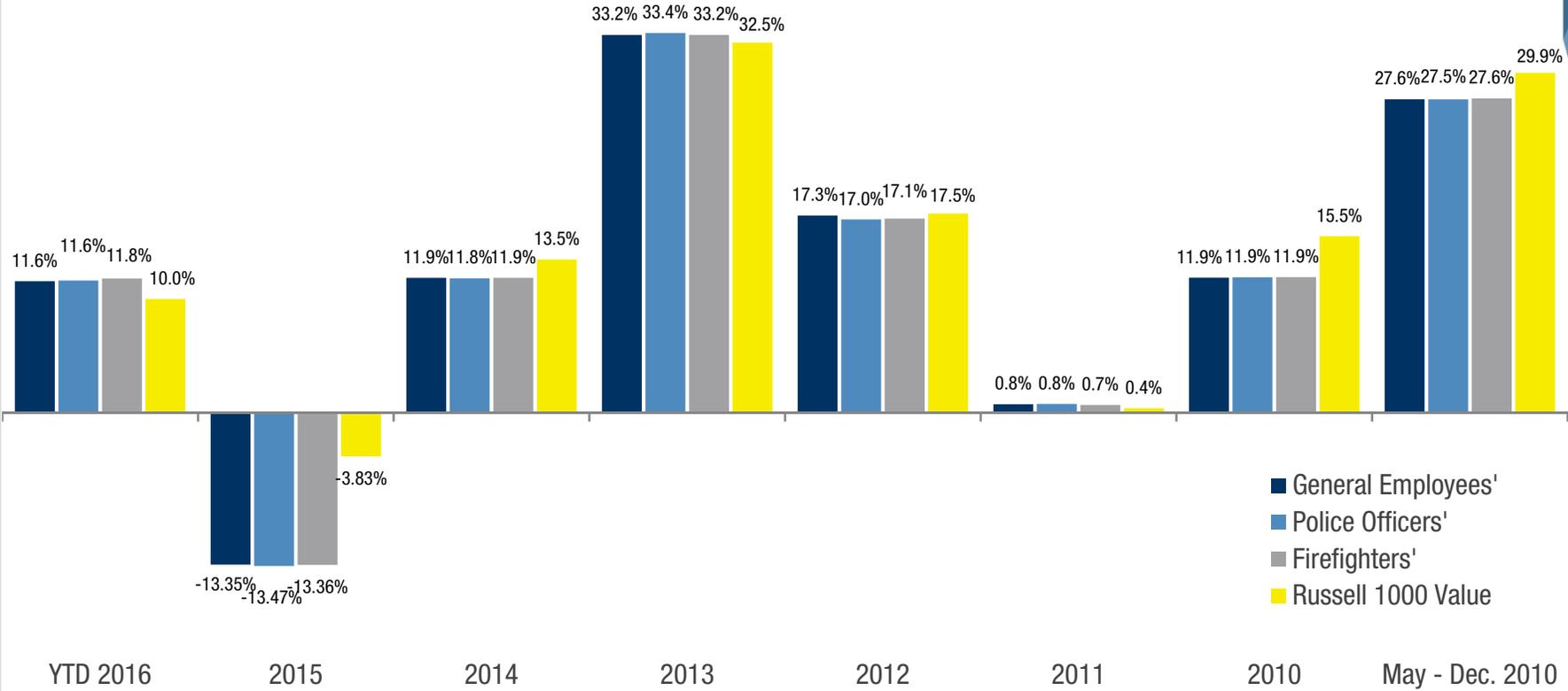
	Cash	Equity	Total
Market Value at July 1, 2016	\$88,661	\$6,393,731	\$6,482,392
Contributions / (Withdrawals)	88,506	(94,273)	(5,767)
Interest and Dividends	29	57,771	57,800
Realized Gains / (Losses)	-	178,345	178,345
Unrealized Gains / (Losses)	-	84,027	84,027
Market Value at September 30, 2016	177,196	6,619,601	6,796,797
Total Investment Return at September 30, 2016	\$29	\$320,143	\$320,172
Equity Rate of Return	5.04%	Russell 1000 Value	3.48%
Total Fund Rate of Return	4.95%		

Ormond Beach Firefighters' Pension Trust Fund

Q3 2016 Statement of Changes

	Cash	Equity	Total
Market Value at July 1, 2016	\$124,974	\$5,401,491	\$5,526,465
Contributions / (Withdrawals)	56,702	(63,317)	(6,615)
Interest and Dividends	40	48,889	48,929
Realized Gains / (Losses)	-	152,191	152,191
Unrealized Gains / (Losses)	-	70,823	70,823
Market Value at September 30, 2016	181,716	5,610,077	5,791,793
Total Investment Return at September 30, 2016			
	\$40	\$271,903	\$271,943
Equity Rate of Return	5.06%	Russell 1000 Value	3.48%
Total Fund Rate of Return	4.93%		

City of Ormond Beach Calendar Year End Performance

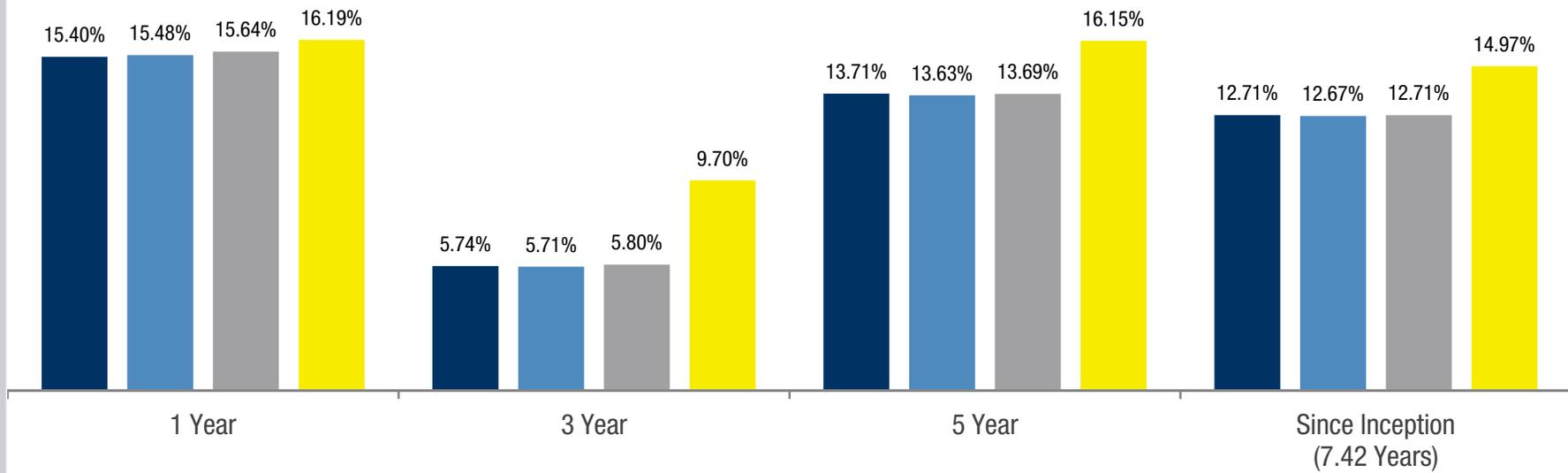


Source: HGK Asset Management, Inc.

City of Ormond Beach

Annualized Performance as of September 30, 2016

- General Employees'
- Police Officers'
- Firefighters'
- Russell 1000 Value



Source: HGK Asset Management, Inc.

Large Cap Value

Attribution Analysis Q3 2016

	HGK Large Cap Value			Russell 1000 Value			Attribution Analysis		
	Average Weight	Total Return	Contrib. to Return	Average Weight	Total Return	Contrib. to Return	Allocation Effect	Selection Effect	Total Effect
Total	100.00	5.01	5.01	100.00	3.47	3.47	0.81	0.73	1.54
Health Care	12.81	-2.85	-0.32	11.74	1.13	0.15	-0.01	-0.52	-0.53
Consumer Staples	6.25	-4.77	-0.31	8.94	0.09	0.02	0.10	-0.32	-0.22
Consumer Discretionary	9.11	1.92	0.24	4.52	5.89	0.27	0.10	-0.32	-0.21
Utilities	6.71	-7.22	-0.51	6.75	-5.72	-0.40	0.00	-0.11	-0.11
Energy	13.69	1.75	0.22	13.17	2.26	0.28	-0.03	-0.04	-0.07
Materials	3.64	7.51	0.28	2.85	4.91	0.14	0.02	0.09	0.11
Real Estate	--	--	--	5.16	0.25	0.02	0.16	--	0.16
Telecommunication Services	2.19	-3.61	-0.08	4.07	-4.84	-0.20	0.17	0.03	0.19
Industrials	9.24	7.63	0.70	9.67	5.43	0.52	-0.00	0.22	0.22
Information Technology	13.44	18.66	2.39	9.86	13.15	1.24	0.32	0.66	0.98

Source: FactSet

Excludes cash. For informational purposes only. Slight rounding errors may occur.

Large Cap Value

Attribution Analysis YTD 2016

	HGK Large Cap Value			Russell 1000 Value			Attribution Analysis		
	Average Weight	Total Return	Contrib. to Return	Average Weight	Total Return	Contrib. to Return	Allocation Effect	Selection Effect	Total Effect
Total	100.00	12.11	12.11	100.00	10.00	10.00	0.66	1.44	2.10
Information Technology	12.73	24.65	2.96	10.61	17.65	1.69	0.31	0.76	1.07
Health Care	13.18	14.87	2.11	12.13	8.74	1.05	0.03	0.82	0.85
Industrials	9.70	18.05	1.85	9.59	12.98	1.25	0.03	0.58	0.61
Materials	3.83	28.90	1.19	2.75	19.99	0.56	0.21	0.28	0.49
Financials	22.01	0.41	-0.35	23.64	0.15	-0.48	0.27	0.16	0.43
Telecommunication Services	2.37	15.36	0.71	3.25	17.56	0.52	0.06	0.21	0.27
Consumer Discretionary	8.27	5.20	0.65	4.64	3.82	0.19	-0.20	0.20	0.00
Real Estate	1.15	7.56	0.18	4.80	11.87	0.57	-0.04	0.02	-0.03
Utilities	6.95	13.46	1.13	6.71	17.24	1.22	0.05	-0.21	-0.15
Consumer Staples	6.50	4.76	0.42	7.93	11.88	1.01	0.06	-0.42	-0.36

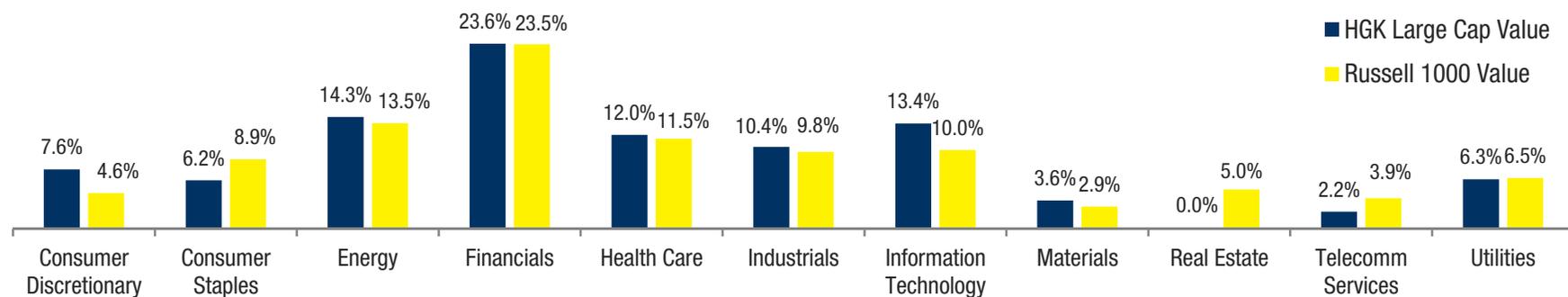
Source: FactSet

Excludes cash. For informational purposes only. Slight rounding errors may occur.

Large Cap Value

Portfolio Characteristics as of September 30, 2016

	Fund	Russell 1000 Value
Wtd. Avg. Market Cap	\$93.5 billion	\$111.6 billion
Median Market Cap	\$32.6 billion	\$8.0 billion
Number of Holdings	51	691
P/E Ratio	14.7x	16.4x
ROE	10.40%	10.50%
Dividend Yield	2.50%	2.10%
Beta (vs. Russell 3000)	1.1	0.9
Active Share	76.5%	--
Upside Capture (15Y)	101.5%	--
Downside Capture (15Y)	101.4%	--



Source: HGK Asset Management, Inc.

Large Cap Value

Top Ten Holdings as of September 30, 2016

Issue	Sector	% of Portfolio
Chevron Corp.	Energy	3.53%
MetLife Inc.	Financials	2.66%
American Int'l Group Inc	Financials	2.58%
Citigroup Inc.	Financials	2.54%
State Street Corp.	Financials	2.48%
Micron Technology Inc.	Information Technology	2.48%
Cisco Systems Inc.	Information Technology	2.45%
Intel Corp.	Information Technology	2.45%
Archer Daniels Midland Co.	Consumer Staples	2.44%
Applied Materials Inc.	Information Technology	2.38%
	TOTAL	25.98%

Source: HGK Asset Management, Inc.

HGK Equity Outlook

Third Quarter 2016

One of our favorite quadrennial occurrences is upon us: not the Olympics or the International Tchaikovsky Competition, but the election to determine the next president of the United States. This event is invariably accompanied by an overwhelming deluge of investment bank research and cable business news segments like “Election Proof Your Portfolio” and “Election 2016: Will Your Investments Win or Lose?” With this hype machine comes daily fluctuations in the valuations of real businesses based on which candidate might be elected.

We think this is foolish. While the election season does impact short term prices driven by speculation, in the long run the next Commander in Chief will have little to no impact on the sustainable profitability of most businesses. We always advocate investing with a very long view and taking advantage of short term dislocations; invest in great businesses at attractive valuations when the market presents opportunity. We believe we are entering a short term period ripe for opportunistic investing and are patiently anticipating market-created opportunity, wherever it may come from.

Last quarter we pointed to a severe dispersion in market implied profitability between traditionally perceived “defensive” sectors and more cyclically oriented sectors. During the quarter, the market began to correct this imbalance with Technology and Industrials stocks leading performance while Utilities, Real Estate, and Consumer Staples lagged. Despite observing the beginnings of a re-rating, there is still a long way to go based on market implied profitability.

While we observed the beginnings of a logical sector rotation during the quarter, factor performance provided a muddled picture. The momentum factor turned negative, likely stemming from the sector rotation. However, the market was led by historically anomalous factors like 5 Year Beta, R&D/Sales, and Total Cash/Market Cap. Traditional valuation metrics like Price/Operating Cash Flow and EV/EBITDA remained slightly negative. We continue to expect these factors to revert to long term levels of efficacy and believe they will serve as a tailwind to future relative performance for our strategies.

As proclaimed by HGK ad nauseam, over the long run, well run businesses that compound ROI and trade at reasonable valuations will be the highest returning investments. We continue to ensure that our portfolio is best positioned to achieve long term performance. We embrace short term anomalies while taking advantage of increased dislocations to upgrade both the quality and valuation within our portfolio.

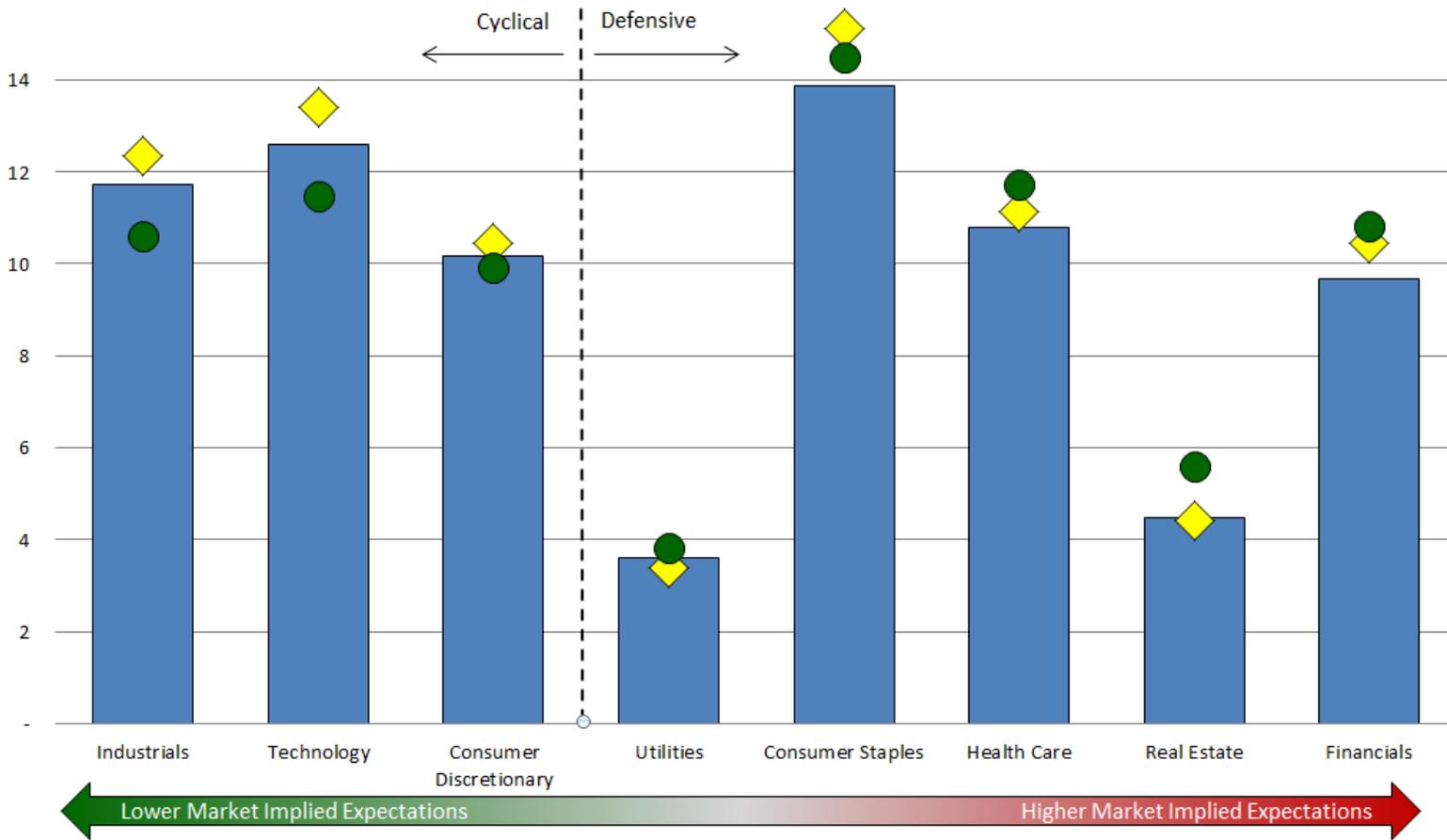
We continue to execute our disciplined investment process based on our philosophy. Perhaps now more than ever, we believe that investing in companies with strong competitive moats, which generate significant cash flow from their existing asset bases, and whose valuations imply strong upside with a significant margin of safety are the best investments for our clients. These types of fundamentally strong, undervalued firms have the opportunity to provide robust returns through turbulent market environments and permit our clients to reap the consistent returns that are independent of the headline news items of the moment.

Michael Pendergast, CFA
CEO / CIO
HGK Asset Management, Inc.

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

CFROI by Sector

Market Data is Implying Significant Deterioration for High ROI Cyclical

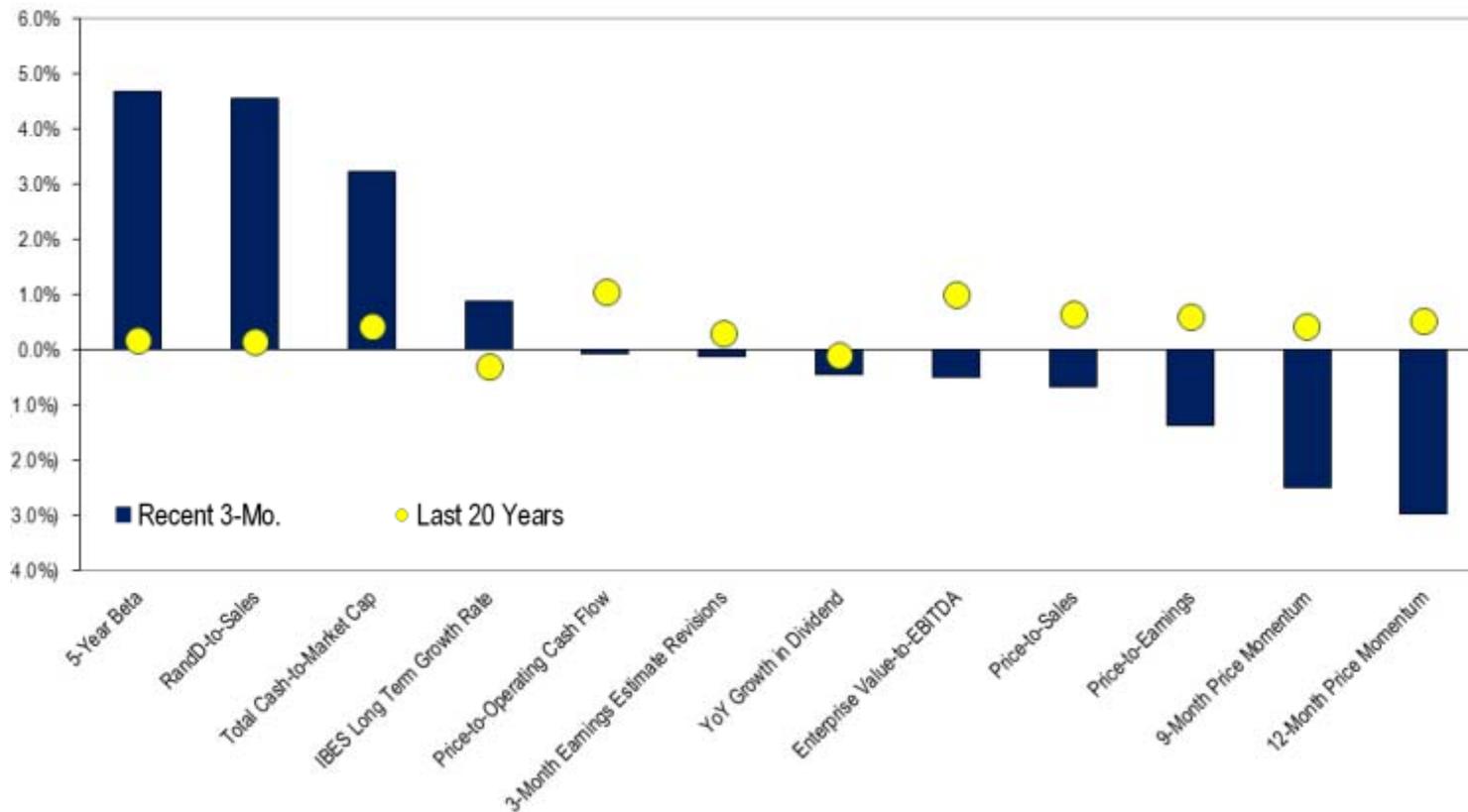


Data is equal weighted and includes all US listed companies with mkt caps > \$1 bil
 Source: HGK Asset Management, Credit Suisse

■ CFROI - 10 Year Median ◆ CFROI - Current ● CFROI - Market Implied

Factor Effectiveness: Recent 3-Months Comparison to Long Term Performance

Best vs. Worst Quintile Monthly Returns



Source: Compustat, IBES, First Call, Bernstein Analysis

For the first time since the 1960s, on the heels of QE, global bond yields trade lower than equity yields. This has driven outsized gains in low-volatility stocks (high quality, dividend paying). As a result of outperformance, valuations for these stocks have outpaced the general market and appear unsustainably high.

Figure 2: Yield Suppression: Global Bond Yield is Below Div. Yield

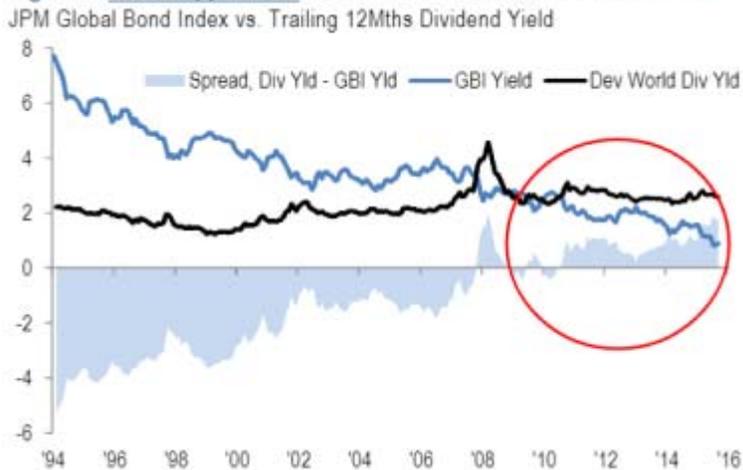
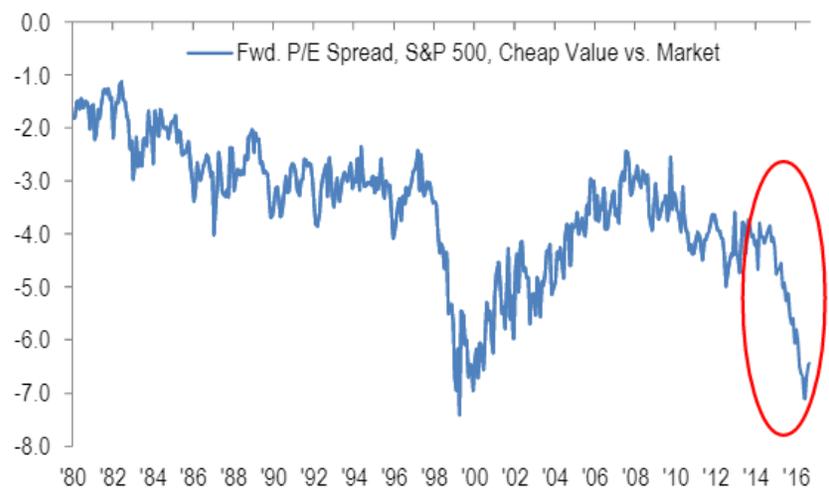


Figure 3: Low Vol - Market: 75% Up From '09 Lows To Recent Highs



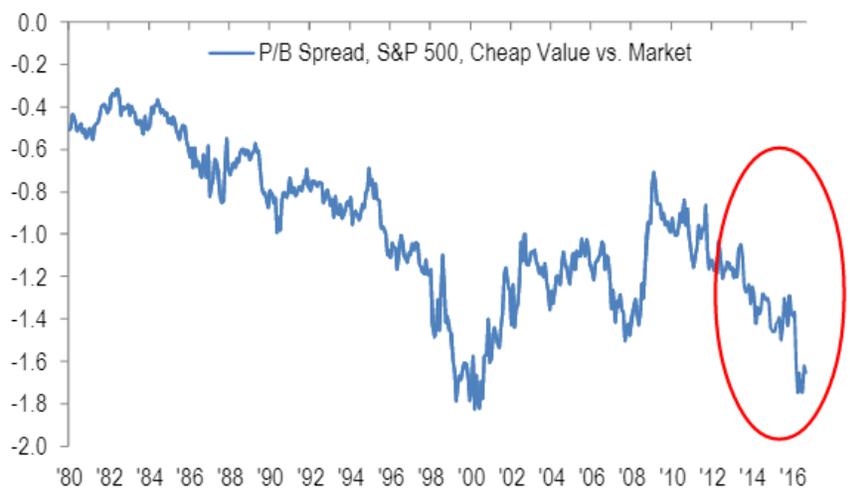
Value has experienced an extreme market dislocation. Value is as cheap as it has ever been relative to the market since the Tech-Media-Telecom bubble of the late 1990's.

Figure 27: Value - Market: Fwd. P/E Sprd - Cheapest Since TMT Bubble
Median, Quintile based, Sector-Neutral, S&P 500



Source: J.P. Morgan US Equity Strategy & Quantitative Research, Factset

Figure 28: Value - Market: P/B Spread - Cheapest Since TMT Bubble
Median, Quintile based, Sector-Neutral, S&P 500



Source: J.P. Morgan US Equity Strategy & Quantitative Research, Factset

Ormond Beach General Employees' Pension Plan

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- MATERIALS -</i>								
3,700	International Paper Co.	47.98	177,526	1.90%	47.26	175,031	3.9%	0.00
3,240	Nucor Corp.	49.45	160,218	1.71%	44.98	145,860	3.0%	1,215.00
<i>TOTAL MATERIALS</i>			337,744	3.61%		320,891	3.5%	1,215.00
<i>- INDUSTRIALS -</i>								
1,400	Cummins Inc.	128.15	179,410	1.92%	116.40	163,018	3.2%	0.00
3,780	Fluor Corp.	51.32	193,990	2.07%	59.15	223,752	1.6%	793.80
1,250	General Dynamics Corp.	155.16	193,950	2.07%	70.09	87,654	2.0%	0.00
3,200	General Electric Co.	29.62	94,784	1.01%	25.36	81,286	3.1%	897.00
1,200	Parker Hannifin Corp.	125.53	150,636	1.61%	109.84	131,874	2.0%	0.00
<i>TOTAL INDUSTRIALS</i>			812,770	8.69%		687,584	2.3%	1,690.80
<i>- CONSUMER DISCRETIONARY -</i>								
3,000	Comcast Corp. (Cl A)	66.34	199,020	2.13%	60.85	182,682	1.7%	0.00
3,608	Johnson Controls Intl Plc.	46.53	167,880	1.79%	50.75	183,119	1.8%	0.00
4,190	Kohl's Corp.	43.75	183,313	1.96%	50.86	213,302	4.6%	0.00
2,780	VF Corp.	56.05	155,819	1.67%	34.78	96,730	3.0%	0.00
1,000	Whirlpool Corp.	162.16	162,160	1.73%	157.31	157,357	2.5%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			868,192	9.28%		833,190	2.7%	0.00
<i>- CONSUMER STAPLES -</i>								
5,450	Archer Daniels Midland Co.	42.17	229,827	2.46%	30.47	166,313	2.8%	0.00
2,090	CVS Caremark Corp.	88.99	185,989	1.99%	51.38	107,472	1.9%	0.00
1,340	Kimberly-Clark Corp.	126.14	169,028	1.81%	61.72	82,720	2.9%	1,232.80
<i>TOTAL CONSUMER STAPLES</i>			584,843	6.25%		356,505	2.6%	1,232.80

Ormond Beach General Employees' Pension Plan

Current Holdings as of September 30, 2016

Equities

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- HEALTH CARE -</i>								
3,300	Bristol-Myers Squibb Co.	53.92	177,936	1.90%	60.59	200,113	2.8%	0.00
1,750	Johnson & Johnson	118.13	206,728	2.21%	65.04	113,857	2.7%	0.00
1,100	McKesson Corp.	166.75	183,425	1.96%	178.30	196,188	0.7%	280.00
4,200	Pfizer Inc.	33.87	142,254	1.52%	31.05	130,603	3.5%	0.00
1,500	UnitedHealth Group Inc.	140.00	210,000	2.24%	61.80	92,739	1.8%	0.00
<i>TOTAL HEALTH CARE</i>			920,343	9.84%		733,500	2.2%	280.00
<i>- ENERGY -</i>								
4,550	ConocoPhillips	43.47	197,789	2.11%	47.70	217,154	2.3%	0.00
19	California Resources Corp	12.50	238	0.00%	2.67	51	0.0%	0.00
3,190	Chevron Corp.	102.92	328,315	3.51%	86.13	274,838	4.2%	0.00
4,700	Devon Energy Corp.	44.11	207,317	2.22%	58.40	274,704	0.5%	0.00
8,330	ENSCO International Inc.	8.50	70,805	0.76%	46.04	383,842	0.5%	0.00
11,560	Marathon Oil Corp.	15.81	182,764	1.95%	21.36	247,330	1.3%	0.00
6,000	Murphy Oil Corp.	30.40	182,400	1.95%	47.10	282,833	3.3%	0.00
2,200	Occidental Petroleum Corp.	72.92	160,424	1.71%	63.36	139,471	4.2%	1,672.00
<i>TOTAL ENERGY</i>			1,330,050	14.22%		1,820,223	2.6%	1,672.00
<i>- FINANCIAL -</i>								
4,130	American Int'l Group Inc	59.34	245,074	2.62%	41.14	170,067	2.2%	0.00
12,800	Bank of America Corp.	15.65	200,320	2.14%	13.88	178,327	1.9%	0.00
3,330	Franklin Resources Inc.	35.57	118,448	1.27%	52.34	174,443	2.0%	599.40
1,100	BERKSHIRE HATHAWAY B	144.47	158,917	1.70%	146.18	160,848	0.0%	0.00
5,100	Citigroup Inc.	47.23	240,873	2.57%	51.41	262,408	1.4%	0.00
2,940	Capital One Financial Corp.	71.83	211,180	2.26%	54.68	160,899	2.2%	0.00
1,185	Goldman Sachs Group Inc.	161.27	191,105	2.04%	149.87	177,633	1.6%	0.00
4,820	Hartford Financial Services	42.82	206,392	2.21%	22.97	110,903	2.1%	1,012.20
2,200	JPMorgan Chase & Co.	66.59	146,498	1.57%	38.87	85,561	2.9%	0.00
5,650	MetLife Inc.	44.43	251,030	2.68%	33.73	190,713	3.6%	0.00

Ormond Beach General Employees' Pension Plan

Current Holdings as of September 30, 2016

Equities

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>TOTAL FINANCIAL</i>								
3,350	- cont. State Street Corp.	69.63	233,261	2.49%	47.31	158,622	2.2%	1,273.00
<i>TOTAL FINANCIAL</i>			2,203,098	23.55%		1,830,424	2.1%	2,884.60
<i>- HEALTH CARE -</i>								
2,700	HCA INC	75.63	204,201	2.18%	78.17	211,194	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			204,201	2.18%		211,194	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
1,700	Apple Inc.	113.05	192,185	2.05%	106.40	180,962	2.0%	0.00
7,400	Applied Materials Inc.	30.15	223,110	2.38%	17.95	133,148	1.3%	0.00
7,300	Cisco Systems Inc.	31.72	231,556	2.48%	21.37	156,291	3.3%	0.00
842	Dell Technologies Inc. - CL V	47.80	40,248	0.43%	0.00	0	0.7%	0.00
6,070	Intel Corp.	37.75	229,143	2.45%	27.14	164,979	2.8%	0.00
2,470	Microsoft Corp.	57.60	142,272	1.52%	32.67	80,806	2.7%	0.00
13,060	Micron Technology Inc.	17.78	232,207	2.48%	17.44	228,375	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			1,290,720	13.80%		944,561	1.9%	0.00
<i>- UTILITIES -</i>								
2,970	American Electric Power Co.	64.21	190,704	2.04%	33.44	99,439	3.7%	0.00
2,680	Entergy Corp.	76.73	205,636	2.20%	66.98	179,575	4.5%	0.00
4,810	Public Service Enterprise Gro	41.87	201,395	2.15%	31.89	153,615	3.9%	0.00
<i>TOTAL UTILITIES</i>			597,735	6.39%		432,630	4.1%	0.00

Ormond Beach General Employees' Pension Plan

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- TELECOMMUNICATION SERVIC</i>								
7,480	CenturyLink Inc.	27.43	205,176	2.19%	33.32	249,512	7.9%	0.00
<i>TOTAL TELECOMMUNICATI</i>			205,176	2.19%		249,512	7.9%	0.00
<i>TOTAL EQUITIES</i>			9,354,871	100.00%		8,420,212	2.5%	8,975.20

Ormond Beach General Employees' Pension Plan

Current Holdings as of September 30, 2016

Equities

SECTOR	MARKET VALUE	% INV TYPE	% INV. TYPE	COST VALUE	CPN/DIV YLD
***** CASH *****					
CASH	287,878.	3.0%	100.0%	287,878	0.0%
TOTAL CASH	287,878.	3.0%	100.0%	287,878	0.0%
***** EQUITIES *****					
MATERIALS	337,744.	3.5%	3.6%	320,891	3.5%
INDUSTRIALS	812,770.	8.4%	8.7%	687,584	2.3%
CONSUMER DISCRETI	868,192.	9.0%	9.3%	833,190	2.7%
CONSUMER STAPLES	584,843.	6.1%	6.3%	356,505	2.6%
HEALTH CARE	920,343.	9.5%	9.8%	733,500	2.2%
ENERGY	1,330,050.	13.8%	14.2%	1,820,223	2.6%
FINANCIAL	2,203,098.	22.8%	23.6%	1,830,424	2.1%
HEALTH CARE	204,201.	2.1%	2.2%	211,194	0.8%
INFORMATION TECH	1,290,720.	13.4%	13.8%	944,561	1.9%
UTILITIES	597,735.	6.2%	6.4%	432,630	4.1%
TELECOMMUNICATIO	205,176.	2.1%	2.2%	249,512	7.9%
TOTAL EQUITIES	9,354,871.	97.0%	100.0%	8,420,212	2.5%
TOTAL	9,642,750.	100.0%		8,708,090	2.5%

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- MATERIALS -</i>								
2,600	International Paper Co.	47.98	124,748	1.89%	47.23	122,893	3.9%	0.00
2,300	Nucor Corp.	49.45	113,735	1.72%	44.96	103,499	3.0%	862.50
<i>TOTAL MATERIALS</i>			238,483	3.61%		226,392	3.5%	862.50
<i>- INDUSTRIALS -</i>								
1,000	Cummins Inc.	128.15	128,150	1.94%	117.15	117,188	3.2%	0.00
2,600	Fluor Corp.	51.32	133,432	2.02%	59.51	154,835	1.6%	546.00
900	General Dynamics Corp.	155.16	139,644	2.11%	71.72	64,574	2.0%	0.00
2,200	General Electric Co.	29.62	65,164	0.99%	25.29	55,735	3.1%	621.00
900	Parker Hannifin Corp.	125.53	112,977	1.71%	110.17	99,194	2.0%	0.00
<i>TOTAL INDUSTRIALS</i>			579,367	8.76%		491,525	2.3%	1,167.00
<i>- CONSUMER DISCRETIONARY -</i>								
2,100	Comcast Corp. (Cl A)	66.34	139,314	2.11%	61.08	128,362	1.7%	0.00
2,572	Johnson Controls Intl Plc.	46.53	119,675	1.81%	50.74	130,533	1.8%	0.00
3,000	Kohl's Corp.	43.75	131,250	1.98%	50.84	152,661	4.6%	0.00
2,000	VF Corp.	56.05	112,100	1.70%	36.15	72,323	3.0%	0.00
725	Whirlpool Corp.	162.16	117,566	1.78%	156.33	113,369	2.5%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			619,905	9.37%		597,248	2.7%	0.00
<i>- CONSUMER STAPLES -</i>								
3,750	Archer Daniels Midland Co.	42.17	158,138	2.39%	30.24	113,574	2.8%	0.00
1,450	CVS Caremark Corp.	88.99	129,036	1.95%	52.58	76,296	1.9%	0.00
900	Kimberly-Clark Corp.	126.14	113,526	1.72%	66.21	59,605	2.9%	828.00
<i>TOTAL CONSUMER STAPLES</i>			400,699	6.06%		249,474	2.6%	828.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- HEALTH CARE -</i>								
2,300	Bristol-Myers Squibb Co.	53.92	124,016	1.88%	60.57	139,427	2.8%	0.00
1,200	Johnson & Johnson	118.13	141,756	2.14%	65.00	78,015	2.7%	0.00
725	McKesson Corp.	166.75	120,894	1.83%	177.76	128,910	0.7%	196.00
2,900	Pfizer Inc.	33.87	98,223	1.49%	31.06	90,199	3.5%	0.00
1,100	UnitedHealth Group Inc.	140.00	154,000	2.33%	63.37	69,736	1.8%	0.00
<i>TOTAL HEALTH CARE</i>			638,889	9.66%		506,288	2.3%	196.00
<i>- ENERGY -</i>								
3,300	ConocoPhillips	43.47	143,451	2.17%	49.10	162,142	2.3%	0.00
14	California Resources Corp	12.50	175	0.00%	2.67	37	0.0%	0.00
2,250	Chevron Corp.	102.92	231,570	3.50%	87.07	195,972	4.2%	0.00
3,300	Devon Energy Corp.	44.11	145,563	2.20%	59.98	198,060	0.5%	0.00
6,200	ENSCO International Inc.	8.50	52,700	0.80%	45.87	284,623	0.5%	0.00
8,100	Marathon Oil Corp.	15.81	128,061	1.94%	21.36	173,331	1.3%	0.00
4,200	Murphy Oil Corp.	30.40	127,680	1.93%	48.42	203,542	3.3%	0.00
1,600	Occidental Petroleum Corp.	72.92	116,672	1.76%	63.45	101,590	4.2%	1,216.00
<i>TOTAL ENERGY</i>			945,872	14.30%		1,319,297	2.6%	1,216.00
<i>- FINANCIAL -</i>								
2,900	American Intl Group Inc	59.34	172,086	2.60%	41.21	119,627	2.2%	0.00
9,000	Bank of America Corp.	15.65	140,850	2.13%	13.87	125,259	1.9%	0.00
2,400	Franklin Resources Inc.	35.57	85,368	1.29%	52.37	125,793	2.0%	432.00
800	BERKSHIRE HATHAWAY B	144.47	115,576	1.75%	146.23	117,021	0.0%	0.00
3,700	Citigroup Inc.	47.23	174,751	2.64%	51.83	191,928	1.4%	0.00
2,100	Capital One Financial Corp.	71.83	150,843	2.28%	54.26	114,035	2.2%	0.00
850	Goldman Sachs Group Inc.	161.27	137,080	2.07%	154.12	131,032	1.6%	0.00
3,400	Hartford Financial Services	42.82	145,588	2.20%	22.91	78,030	2.1%	714.00
1,550	JPMorgan Chase & Co.	66.59	103,215	1.56%	36.70	56,907	2.9%	0.00
4,000	MetLife Inc.	44.43	177,720	2.69%	33.28	133,207	3.6%	0.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>TOTAL FINANCIAL</i>	- cont.							
2,400	State Street Corp.	69.63	167,112	2.53%	48.36	116,178	2.2%	912.00
<i>TOTAL FINANCIAL</i>			1,570,188	23.74%		1,309,018	2.1%	2,058.00
<i>- HEALTH CARE -</i>								
1,900	HCA INC	75.63	143,697	2.17%	78.22	148,708	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			143,697	2.17%		148,708	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
1,200	Apple Inc.	113.05	135,660	2.05%	106.57	127,947	2.0%	0.00
5,200	Applied Materials Inc.	30.15	156,780	2.37%	17.88	93,162	1.3%	0.00
5,100	Cisco Systems Inc.	31.72	161,772	2.45%	21.48	109,738	3.3%	0.00
590	Dell Technologies Inc. - CL V	47.80	28,202	0.43%	0.00	0	0.7%	0.00
4,300	Intel Corp.	37.75	162,325	2.45%	27.13	116,822	2.8%	0.00
1,800	Microsoft Corp.	57.60	103,680	1.57%	32.19	58,029	2.7%	0.00
9,200	Micron Technology Inc.	17.78	163,576	2.47%	17.26	159,192	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			911,995	13.79%		664,889	1.9%	0.00
<i>- UTILITIES -</i>								
2,100	American Electric Power Co.	64.21	134,841	2.04%	32.34	68,002	3.7%	0.00
1,900	Entergy Corp.	76.73	145,787	2.20%	67.12	127,570	4.5%	0.00
3,300	Public Service Enterprise Gro	41.87	138,171	2.09%	31.81	105,112	3.9%	0.00
<i>TOTAL UTILITIES</i>			418,799	6.33%		300,683	4.1%	0.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- TELECOMMUNICATION SERVICE</i>								
5,300	CenturyLink Inc.	27.43	145,379	2.20%	33.48	177,641	7.9%	0.00
<i>TOTAL TELECOMMUNICATI</i>			<u>145,379</u>	<u>2.20%</u>		<u>177,641</u>	<u>7.9%</u>	<u>0.00</u>
<i>TOTAL EQUITIES</i>			<u>6,613,273</u>	<u>100.00%</u>		<u>5,991,164</u>	<u>2.5%</u>	<u>6,327.50</u>

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

SECTOR	MARKET VALUE	% INV TYPE	% INV. TYPE	COST VALUE	CPN/DIV YLD
***** CASH *****					
CASH	177,276.	2.6%	100.0%	177,276	0.0%
TOTAL CASH	177,276.	2.6%	100.0%	177,276	0.0%
***** EQUITIES *****					
MATERIALS	238,483.	3.5%	3.6%	226,392	3.5%
INDUSTRIALS	579,367.	8.5%	8.8%	491,525	2.3%
CONSUMER DISCRETI	619,905.	9.1%	9.4%	597,248	2.7%
CONSUMER STAPLES	400,699.	5.9%	6.1%	249,474	2.6%
HEALTH CARE	638,889.	9.4%	9.7%	506,288	2.3%
ENERGY	945,872.	13.9%	14.3%	1,319,297	2.6%
FINANCIAL	1,570,188.	23.1%	23.7%	1,309,018	2.1%
HEALTH CARE	143,697.	2.1%	2.2%	148,708	0.8%
INFORMATION TECH	911,995.	13.4%	13.8%	664,889	1.9%
UTILITIES	418,799.	6.2%	6.3%	300,683	4.1%
TELECOMMUNICATIO	145,379.	2.1%	2.2%	177,641	7.9%
TOTAL EQUITIES	6,613,273.	97.4%	100.0%	5,991,164	2.5%
TOTAL	6,790,548.	100.0%		6,168,440	2.5%

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- MATERIALS -</i>								
2,200	International Paper Co.	47.98	105,556	1.88%	47.07	103,653	3.9%	0.00
1,910	Nucor Corp.	49.45	94,450	1.69%	45.22	86,460	3.0%	716.25
<i>TOTAL MATERIALS</i>			200,006	3.57%		190,112	3.5%	716.25
<i>- INDUSTRIALS -</i>								
800	Cummins Inc.	128.15	102,520	1.83%	115.15	92,148	3.2%	0.00
2,260	Fluor Corp.	51.32	115,983	2.07%	58.88	133,178	1.6%	474.60
750	General Dynamics Corp.	155.16	116,370	2.08%	68.11	51,107	2.0%	0.00
1,900	General Electric Co.	29.62	56,278	1.00%	25.35	48,258	3.1%	529.00
715	Parker Hannifin Corp.	125.53	89,754	1.60%	109.64	78,425	2.0%	0.00
<i>TOTAL INDUSTRIALS</i>			480,905	8.58%		403,116	2.3%	1,003.60
<i>- CONSUMER DISCRETIONARY -</i>								
1,800	Comcast Corp. (Cl A)	66.34	119,412	2.13%	60.82	109,550	1.7%	0.00
2,138	Johnson Controls Intl Plc.	46.53	99,481	1.77%	50.89	108,823	1.8%	0.00
2,700	Kohl's Corp.	43.75	118,125	2.11%	49.40	133,500	4.6%	0.00
1,650	VF Corp.	56.05	92,483	1.65%	35.47	58,549	3.0%	0.00
550	Whirlpool Corp.	162.16	89,188	1.59%	154.71	85,113	2.5%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			518,689	9.25%		495,535	2.7%	0.00
<i>- CONSUMER STAPLES -</i>								
3,250	Archer Daniels Midland Co.	42.17	137,053	2.45%	30.58	99,533	2.8%	0.00
1,250	CVS Caremark Corp.	88.99	111,238	1.98%	49.92	62,456	1.9%	0.00
750	Kimberly-Clark Corp.	126.14	94,605	1.69%	62.31	46,738	2.9%	690.00
<i>TOTAL CONSUMER STAPLES</i>			342,895	6.12%		208,727	2.6%	690.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- HEALTH CARE -</i>								
2,000	Bristol-Myers Squibb Co.	53.92	107,840	1.92%	60.57	121,244	2.8%	0.00
1,025	Johnson & Johnson	118.13	121,083	2.16%	64.15	65,774	2.7%	0.00
625	McKesson Corp.	166.75	104,219	1.86%	177.89	111,211	0.7%	168.00
2,500	Pfizer Inc.	33.87	84,675	1.51%	31.06	77,760	3.5%	0.00
950	UnitedHealth Group Inc.	140.00	133,000	2.37%	68.51	65,109	1.8%	0.00
<i>TOTAL HEALTH CARE</i>			550,817	9.83%		441,097	2.3%	168.00
<i>- ENERGY -</i>								
2,700	ConocoPhillips	43.47	117,369	2.09%	48.43	130,833	2.3%	0.00
12	California Resources Corp	12.50	150	0.00%	2.68	32	0.0%	0.00
1,920	Chevron Corp.	102.92	197,606	3.53%	85.80	164,798	4.2%	0.00
2,800	Devon Energy Corp.	44.11	123,508	2.20%	58.56	164,095	0.5%	0.00
5,000	ENSCO International Inc.	8.50	42,500	0.76%	45.89	229,652	0.5%	0.00
6,980	Marathon Oil Corp.	15.81	110,354	1.97%	21.10	147,495	1.3%	0.00
3,630	Murphy Oil Corp.	30.40	110,352	1.97%	47.70	173,300	3.3%	0.00
1,300	Occidental Petroleum Corp.	72.92	94,796	1.69%	63.11	82,101	4.2%	988.00
<i>TOTAL ENERGY</i>			796,635	14.21%		1,092,305	2.6%	988.00
<i>- FINANCIAL -</i>								
2,460	American Int'l Group Inc	59.34	145,976	2.60%	41.32	101,760	2.2%	0.00
7,600	Bank of America Corp.	15.65	118,940	2.12%	13.88	105,896	1.9%	0.00
1,990	Franklin Resources Inc.	35.57	70,784	1.26%	52.51	104,571	2.0%	358.20
700	BERKSHIRE HATHAWAY B	144.47	101,129	1.80%	146.30	102,447	0.0%	0.00
3,000	Citigroup Inc.	47.23	141,690	2.53%	51.53	154,713	1.4%	0.00
1,750	Capital One Financial Corp.	71.83	125,703	2.24%	56.31	98,626	2.2%	0.00
785	Goldman Sachs Group Inc.	161.27	126,597	2.26%	150.05	117,817	1.6%	0.00
2,890	Hartford Financial Services	42.82	123,750	2.21%	23.19	67,149	2.1%	606.90
1,350	JPMorgan Chase & Co.	66.59	89,897	1.60%	38.81	52,420	2.9%	0.00
3,330	MetLife Inc.	44.43	147,952	2.64%	33.56	111,839	3.6%	0.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>TOTAL FINANCIAL</i>	- cont.							
2,080	State Street Corp.	69.63	144,830	2.58%	46.64	97,110	2.2%	790.40
<i>TOTAL FINANCIAL</i>			1,337,248	23.86%		1,114,348	2.0%	1,755.50
<i>- HEALTH CARE -</i>								
1,700	HCA INC	75.63	128,571	2.29%	78.06	132,790	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			128,571	2.29%		132,790	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
1,000	Apple Inc.	113.05	113,050	2.02%	105.96	106,014	2.0%	0.00
4,400	Applied Materials Inc.	30.15	132,660	2.37%	17.97	79,218	1.3%	0.00
4,400	Cisco Systems Inc.	31.72	139,568	2.49%	21.34	94,082	3.3%	0.00
499	Dell Technologies Inc. - CL V	47.80	23,852	0.43%	0.00	0	0.7%	0.00
3,600	Intel Corp.	37.75	135,900	2.42%	27.05	97,535	2.8%	0.00
1,460	Microsoft Corp.	57.60	84,096	1.50%	32.93	48,142	2.7%	0.00
7,800	Micron Technology Inc.	17.78	138,684	2.47%	17.54	137,182	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			767,810	13.70%		562,174	1.9%	0.00
<i>- UTILITIES -</i>								
1,790	American Electric Power Co.	64.21	114,936	2.05%	32.72	58,648	3.7%	0.00
1,620	Entergy Corp.	76.73	124,303	2.22%	66.80	108,252	4.5%	0.00
2,850	Public Service Enterprise Gro	41.87	119,330	2.13%	31.77	90,658	3.9%	0.00
<i>TOTAL UTILITIES</i>			358,568	6.40%		257,558	4.1%	0.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

<u>QUANTITY (UNITS)</u>	<u>SECURITY DESCRIPTION</u>	<u>MARKET PRICE</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>COST PRICE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>	<u>ACCR DVD</u>
<i>- TELECOMMUNICATION SERVIC</i>								
4,470	CenturyLink Inc.	27.43	122,612	2.19%	33.48	149,824	7.9%	0.00
<i>TOTAL TELECOMMUNICATI</i>			122,612	2.19%		149,824	7.9%	0.00
<i>TOTAL EQUITIES</i>			5,604,756	100.00%		5,047,587	2.5%	5,321.35

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of September 30, 2016

Equities

SECTOR	MARKET VALUE	% INV TYPE	% INV. TYPE	COST VALUE	CPN/DIV YLD
***** CASH *****					
CASH	181,758.	3.1%	100.0%	181,758	0.0%
TOTAL CASH	181,758.	3.1%	100.0%	181,758	0.0%
***** EQUITIES *****					
MATERIALS	200,006.	3.5%	3.6%	190,112	3.5%
INDUSTRIALS	480,905.	8.3%	8.6%	403,116	2.3%
CONSUMER DISCRETI	518,689.	9.0%	9.3%	495,535	2.7%
CONSUMER STAPLES	342,895.	5.9%	6.1%	208,727	2.6%
HEALTH CARE	550,817.	9.5%	9.8%	441,097	2.3%
ENERGY	796,635.	13.8%	14.2%	1,092,305	2.6%
FINANCIAL	1,337,248.	23.1%	23.9%	1,114,348	2.0%
HEALTH CARE	128,571.	2.2%	2.3%	132,790	0.8%
INFORMATION TECH	767,810.	13.3%	13.7%	562,174	1.9%
UTILITIES	358,568.	6.2%	6.4%	257,558	4.1%
TELECOMMUNICATIO	122,612.	2.1%	2.2%	149,824	7.9%
TOTAL EQUITIES	5,604,756.	96.9%	100.0%	5,047,587	2.5%
TOTAL	5,786,514.	100.0%		5,229,346	2.4%