



Portfolio Statement

City of Ormond Beach General Employees' Pension Plan

Diversified Large Growth Equity

September 30, 2016

Please see the last page of this statement for important information.

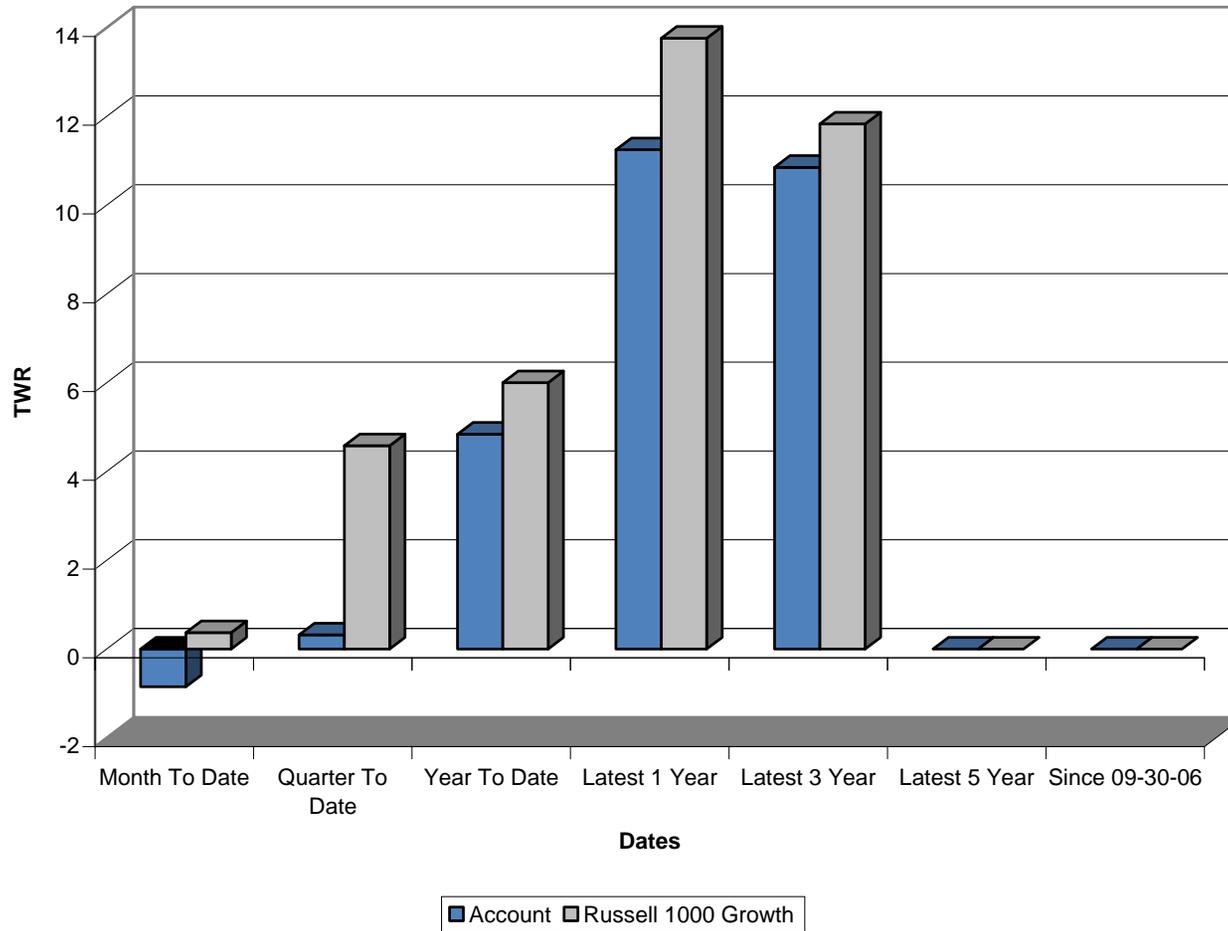
Sawgrass Asset Management
PORTFOLIO SUMMARY
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
September 30, 2016

Security Type	Total Cost	Market Value	Pct Assets	Est. Annual Income
Equities				
COMMON STOCK				
Consumer Discretionar	924,214	1,140,880	22.6	12,395
Consumer Staples	434,841	517,885	10.2	11,836
Financials	366,679	427,294	8.5	6,914
Health Care	771,425	917,525	18.2	6,738
Industrials	394,801	491,887	9.7	3,838
Information Technolog	923,420	1,118,295	22.1	16,173
Materials	113,262	145,331	2.9	837
Utilities	164,012	187,128	3.7	7,920
	4,092,654	4,946,224	97.9	66,651
	4,092,654	4,946,224	97.9	66,651
Cash and Equiv.				
CASH AND EQUIVS.	106,621	106,621	2.1	104
	106,621	106,621	2.1	104
TOTAL PORTFOLIO	4,199,275	5,052,845	100.0	66,755

Sawgrass Asset Management
TWR FOR SELECTED PERIODS
ANNUALIZED
GROSS OF FEES
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
September 30, 2016

	Month To Date	Quarter To Date	Year To Date	Latest 1 Year	Latest 3 Year	Latest 5 Year	Since 09-30-06
Total Account							
Account	-0.85	0.32	4.84	11.25	10.85	-	-
Russell 1000 Growth	0.37	4.58	6.00	13.76	11.83	-	-
Equities							
Account	-0.89	0.30	5.08	11.83	11.29	-	-
Russell 1000 Growth	0.37	4.58	6.00	13.76	11.83	-	-
S&P 500	0.02	3.85	7.84	15.43	11.16	-	-
Fixed Income							
Account	0.00	0.00	0.00	0.00	0.00	-	-
Cash and Equiv.							
Account	0.01	0.03	0.08	0.08	0.17	-	-
Other							
Account	0.00	0.00	0.00	0.00	0.00	-	-

Sawgrass Asset Management
TWR FOR SELECTED PERIODS
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
 September 30, 2016



Sawgrass Asset Management
PORTFOLIO APPRAISAL
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
September 30, 2016

<u>Quantity</u>	<u>Security</u>	<u>Unit Cost</u>	<u>Total Cost</u>	<u>Price</u>	<u>Market Value</u>	<u>Pct. Assets</u>
COMMON STOCK						
Consumer Discretionary						
170.0000	AUTOZONE INC COM	456.26	77,564	768.34	130,618	2.6
2,290.0000	COMCAST CORP NEW CL A	41.67	95,431	66.34	151,919	3.0
890.0000	COSTCO COMPANIES INC COM	132.12	117,589	152.51	135,734	2.7
1,000.0000	DISNEY WALT CO COM	88.50	88,496	92.86	92,860	1.8
1,600.0000	DOLLAR TREE STORES COM	78.31	125,297	78.93	126,288	2.5
1,000.0000	HOME DEPOT INC COM	85.44	85,444	128.68	128,680	2.5
1,260.0000	MCDONALDS CORP COM	106.47	134,154	115.36	145,354	2.9
610.0000	OMNICOM GROUP INC COM	82.17	50,122	85.00	51,850	1.0
1,070.0000	STARBUCKS CORP COM	58.49	62,590	54.14	57,930	1.1
1,600.0000	TJX COS INC NEW COM	54.70	87,528	74.78	119,648	2.4
			924,214		1,140,880	22.6

Sawgrass Asset Management
PORTFOLIO APPRAISAL
City of Ormond Beach General Employees' Pension Plan
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Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets
Consumer Staples						
3,360.0000	COCA COLA CO COM	39.83	133,840	42.32	142,195	2.8
1,600.0000	CVS HEALTH CORP	61.90	99,045	88.99	142,384	2.8
530.0000	DR PEPPER SNAPPLE GROUP	92.08	48,803	91.31	48,394	1.0
1,050.0000	GENERAL MILLS INC	50.90	53,445	63.88	67,074	1.3
1,580.0000	KROGER CO	25.52	40,319	29.68	46,894	0.9
710.0000	MCCORMICK & CO INC COM NON VTG	83.65	59,388	99.92	70,943	1.4
			434,841		517,885	10.2
Financials						
480.0000	BERKSHIRE HATHAWAY INC CL B	133.30	63,983	144.47	69,346	1.4
890.0000	BROADRIDGE FINL SOLUTIONS COM	66.54	59,220	67.79	60,333	1.2
1,020.0000	CBOE HLDGS INC COM	66.61	67,942	64.85	66,147	1.3
1,520.0000	MARSH & MCLENNAN COS COM	57.47	87,361	67.25	102,220	2.0
1,270.0000	MASTERCARD INC CL A	69.43	88,172	101.77	129,248	2.6
			366,679		427,294	8.5

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Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets
Health Care						
970.0000	ABBOTT LABS COM	35.45	34,383	42.29	41,021	0.8
990.0000	ABBVIE INC. COM	49.94	49,436	63.07	62,439	1.2
840.0000	CELGENE CORP COM	111.65	93,783	104.53	87,805	1.7
1,100.0000	DANAHER CORP COM	43.68	48,045	78.39	86,229	1.7
500.0000	EXPRESS SCRIPTS HOLDING CO COM	64.84	32,422	70.53	35,265	0.7
1,030.0000	JOHNSON & JOHNSON COM	91.42	94,161	118.13	121,674	2.4
1,070.0000	LABORATORY AMER HLDGS COM NEW	120.14	128,547	137.48	147,104	2.9
560.0000	MCKESSON CORP	133.08	74,527	166.75	93,380	1.8
300.0000	SCHEIN HENRY INC COM	168.49	50,548	162.98	48,894	1.0
950.0000	UNITED HEALTHCARE CORP COM	119.66	113,675	140.00	133,000	2.6
610.0000	VARIAN MEDICAL SYSTEMS INC	85.08	51,897	99.53	60,713	1.2
			771,425		917,525	18.2

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PORTFOLIO APPRAISAL
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September 30, 2016

Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets
Industrials						
370.0000	3M CO	136.80	50,617	176.23	65,205	1.3
2,000.0000	EXPEDITORS INTL WASH COM	45.82	91,639	51.52	103,040	2.0
320.0000	FEDEX CORP COM	149.84	47,949	174.68	55,898	1.1
550.0000	FORTIVE CORP COM	28.45	15,646	50.90	27,995	0.6
920.0000	HONEYWELL INTL INC COM	75.73	69,676	116.59	107,263	2.1
1,630.0000	VERISK ANALYTICS INC	73.17	119,274	81.28	132,486	2.6
			394,801		491,887	9.7
Information Technology						
300.0000	ALPHABET INC CL A	592.75	177,825	804.06	241,218	4.8
2,390.0000	APPLE INC	88.42	211,335	113.05	270,189	5.3
1,330.0000	CITRIX SYS INC COM	77.03	102,453	85.22	113,343	2.2
274.0000	DELL TECHNOLOGIES INC COM CL V	47.20	12,933	47.80	13,097	0.3
2,860.0000	INTEL CORP COM	33.73	96,477	37.75	107,965	2.1
4,530.0000	MICROSOFT CORP COM	49.63	224,834	57.60	260,928	5.2
2,840.0000	ORACLE CORPORATION	34.35	97,563	39.28	111,555	2.2
			923,420		1,118,295	22.1

Sawgrass Asset Management
PORTFOLIO APPRAISAL
City of Ormond Beach General Employees' Pension Plan
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Quantity	Security	Unit Cost	Total Cost	Price	Market Value	Pct. Assets
Materials						
710.0000	ECOLAB INC COM	70.74	50,227	121.72	86,421	1.7
1,410.0000	FASTENAL CO COM	44.71	63,035	41.78	58,910	1.2
			113,262		145,331	2.9
Utilities						
3,600.0000	VERIZON COMMUNICATIONS COM	45.56	164,012	51.98	187,128	3.7
			4,092,654		4,946,224	97.9
CASH AND EQUIVS.						
	Delayed Interest		21		21	0.0
	Dividend Accrual		2,717		2,717	0.1
	Regions Trust Cash Sweep		103,883		103,883	2.1
			106,621		106,621	2.1
TOTAL PORTFOLIO			4,199,275		5,052,845	100.0

Sawgrass Asset Management
INCOME AND EXPENSES
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
From 09-01-16 Through 09-30-16

Ex-Date	Pay-Date	Security	Amount
COMMON STOCK			
09-07-16	09-20-16	UNITED HEALTHCARE CORP COM	594
09-08-16	10-03-16	FEDEX CORP COM	88
09-09-16	10-05-16	DR PEPPER SNAPPLE GROUP	281
09-13-16	10-01-16	BROADRIDGE FINL SOLUTIONS COM	294
09-13-16	10-03-16	COCA COLA CO COM	1,176
09-16-16	10-17-16	ECOLAB INC COM	248
09-20-16	10-10-16	OMNICOM GROUP INC COM	335
09-28-16	10-28-16	DANAHER CORP COM	137
			3,154
CASH AND EQUIVS.			
09-30-16	09-30-16	Regions Trust Cash Sweep	21
			21
INVESTMENT MANAGEMENT FEES			
09-30-16	09-30-16	Management Fees	6,857
			6,857
NET INCOME			-3,682

Sawgrass Asset Management
PURCHASE AND SALE
City of Ormond Beach General Employees' Pension Plan
Diversified Large Growth Equity
From 09-01-16 To 09-30-16

Trade Date	Settle Date	Quantity	Security	Unit Price	Amount
PURCHASES					
09-26-16	09-29-16	40.0000	ALPHABET INC CL A	802.01	32,080
09-16-16	09-21-16	220.0000	CELGENE CORP COM	108.05	23,770
09-26-16	09-29-16	100.0000	DISNEY WALT CO COM	92.24	9,224
09-02-16	09-08-16	320.0000	DOLLAR TREE STORES COM	83.53	26,731
09-16-16	09-21-16	380.0000	DOLLAR TREE STORES COM	80.83	30,715
09-26-16	09-29-16	100.0000	FEDEX CORP COM	175.64	17,564
09-26-16	09-29-16	120.0000	HONEYWELL INTL INC COM	116.75	14,010
09-26-16	09-29-16	320.0000	INTEL CORP COM	36.75	11,760
09-16-16	09-21-16	160.0000	MASTERCARD INC CL A	99.11	15,857
09-26-16	09-29-16	320.0000	ORACLE CORPORATION	39.03	12,489
					194,201
SALES					
09-16-16	09-16-16	0.1916	DELL TECHNOLOGIES INC COM CL V	49.58	9
09-06-16	09-09-16	1,210.0000	EMC CORP - C/A 9/7/16--Acquired by DVMT	29.03	35,127
09-07-16	09-07-16	2,460.0000	EMC CORP - C/A 9/7/16--Acquired by DVMT	24.05	59,163
					94,299

Sawgrass Asset Management
BROKER COMMISSIONS
From 07-01-16 to 09-30-16

<u>Portfolio</u>	<u>Implied</u>	<u>Explicit</u>	<u>Total</u>
Bank of New York			
Lynch, Jones & Ryan			
City of Ormond Beach General	0.00	224.64	224.64
Employees' Pension Plan			
SUBTOTAL	<u>0.00</u>	<u>224.64</u>	<u>224.64</u>
TOTAL	0.00	224.64	224.64
Goldman Sachs Exe&Clearing			
Rosenblatt Securities Inc.			
City of Ormond Beach General	0.00	143.20	143.20
Employees' Pension Plan			
SUBTOTAL	<u>0.00</u>	<u>143.20</u>	<u>143.20</u>
TOTAL	0.00	143.20	143.20
Themis Trading LLC			
Themis Trading			
City of Ormond Beach General	0.00	244.00	244.00
Employees' Pension Plan			
SUBTOTAL	<u>0.00</u>	<u>244.00</u>	<u>244.00</u>
TOTAL	0.00	244.00	244.00

Sawgrass Asset Management
BROKER COMMISSIONS
From 07-01-16 to 09-30-16

<u>Portfolio</u>	<u>Implied</u>	<u>Explicit</u>	<u>Total</u>
Newport EMS/Instinet			
Newport EMS/Instinet			
City of Ormond Beach General	0.00	262.76	262.76
Employees' Pension Plan			
SUBTOTAL	<u>0.00</u>	<u>262.76</u>	<u>262.76</u>
TOTAL	0.00	262.76	262.76
GRAND TOTAL	0.00	874.60	874.60

Important Information

- *This statement includes information and data obtained from third party sources, which we believe to be reliable. However, we cannot guarantee the accuracy or completeness of such information.*
- *We strongly encourage you to compare this statement with that received directly from your custodian. Please refer to your custodian for official cost basis and tax reporting.*
- *Unless otherwise indicated, performance data is reported gross of investment management fees.*
- *Performance results for periods of longer than one year are annualized.*
- *Detailed information about our Firm is contained in our ADV Part 2 (Disclosure Brochure) which may be obtained by phoning us at (904)493-5500.*

Stock Market: Quarter in Review

- The equity markets posted another modest quarterly gain (S&P 500 +3.9 %) in the third quarter as the major large cap indices finally broke above the top end of the range that had contained prices for the better part of two years.
- The action after the breakout was relatively tame as the indices clung to the new support created by the old highs of the previous range. However, the tone under the surface was one of risk seeking despite the tepid price advance so far.
- Factor performance was tilted heavily toward higher beta and higher price volatility as greater variability and smaller cap names were generally rewarded in the more speculative market. The spread between small caps and large caps was one of the largest in some time and indicative of the reach for risk that was characteristic of the quarter.
- Growth continued to outpace value as top sector performers were information technology, financials, and materials while the relative laggards were utilities, consumer staples, and healthcare.

Stock Market: The Quarter Ahead

- Stocks enter the fourth quarter at an interesting juncture in an advance that is now in its eighth year and has recently broken out to new highs after spending a couple of years digesting the historic gains off the 2009 lows. Whether this breakout is the start of a new leg up or a false break has not been settled yet given the market's reluctance to build on the gains.
- The rush into more cyclically oriented sectors and issues is supportive for further gains after a period in which the markets have risen with the help of more defensive leadership. The lack of greater confirmation from other indices moderates the strength of this bullish signal.
- Despite earnings and economic growth that have been less than stellar, the equity markets have remained buoyant with the help of historically low interest rates and the reach for yield.
- The inability of the major indices to exhibit any significant momentum after reaching new all-time highs leaves open the possibility that the recent rush to embrace risk could reverse dramatically if the markets begin to sell off in any meaningful way from current levels.
- Valuations remain elevated given the economic and earnings growth backdrop creating a higher risk/lower reward environment for equities.
- Despite the increase in risk seeking by investors, expectations for gains through the end of the year and beyond should remain modest due to a generally unfavorable environment for an extended advance and the increased risk of a greater pullback.

3 rd Quarter Scorecard		Table 1
Index	Quarter	1 Year
S&P 500	3.9	15.4
Russell 1000	4.0	14.9
Russell 2000	9.1	15.5
Russell 3000	4.4	15.0
Russell 3000 Growth	4.9	13.6
Russell 3000 Value	3.9	16.4
Barclays Capital US Aggregate	0.5	5.2
3 Month T-Bills	0.1	0.3

Source: Bloomberg & Russell Investments



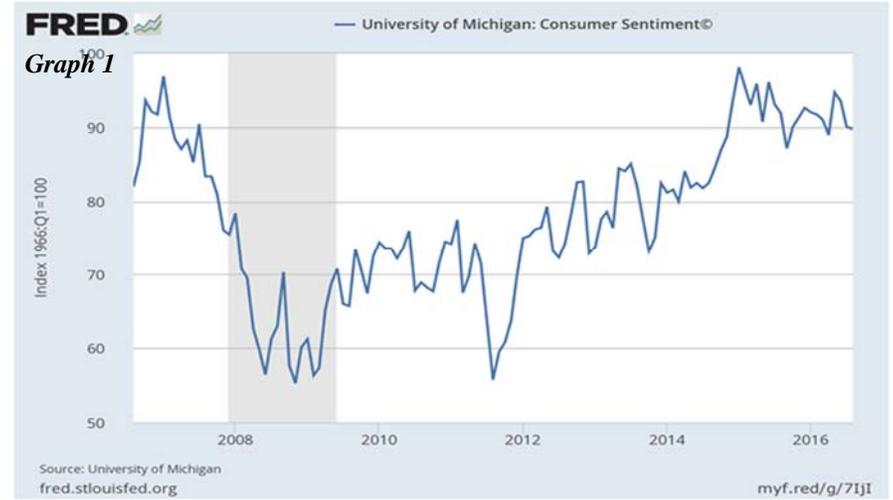
Fixed Income Markets

It's the Economy, Stupid!

The reports of the economic demise are greatly exaggerated. The United States is still growing. By its broadest measure, Gross Domestic Product, the US economy has tallied six and a half years of uninterrupted growth. The benefits of this extended period of expansion can be seen across most other measures of economic vitality. Currently, unemployment is holding at 4.9%, a level many deem to be full employment. New job creation as measured by non-farm payrolls is averaging 232,000 new jobs per month last quarter. This combination of low unemployment and new jobs being created faster than the growth in working aged population inevitably leads to inflation. As such, earnings have been increasing faster than the Federal Reserve's 2% line-in-the-sand for the last six quarters. To put it in the simplest terms, more workers earn more money. Increasing earnings brings confidence. The most recent measure of consumer confidence is at highs not seen since pre-recession (see Graph #1). Higher earnings with higher confidence brings inflation. Core consumer price index (less the volatile food and energy sectors) has measured above 2% all year long (see Graph #2).

If your summer vacation kept you away from the television, social media and internet consider yourself lucky. For the rest of us it was twenty-four / seven of Yellen and Clinton and Trump, oh my! The Federal Reserve passed at raising interest rates in March over fears of a China slowdown. Again, they passed in June over Brexit fears. Today, three Federal Open Market Committee members officially dissented, preferring to raise the Fed Funds target by 25 basis points. In addition, eight of the twelve Federal Reserve Bank presidents asked for an increase in the discount rate. We should consider ourselves warned. The FOMC might avoid hiking in November as their meeting date is but one week prior to the Presidential Election.

As for the two candidates, the first debate provided stark contrast. One candidate proposes a lengthy laundry list of big government projects to stimulate growth sure to balloon the deficit. The other proposes huge tax cuts to stimulate growth sure to balloon the deficit. Ignoring the long-run Piper, who eventually gets paid, works for a while. In the short-term, this spending finds its way into the stock market (see Graph #3). Which plan creates the virtuous cycle will take some time. Time, I hope, the Piper gives us.

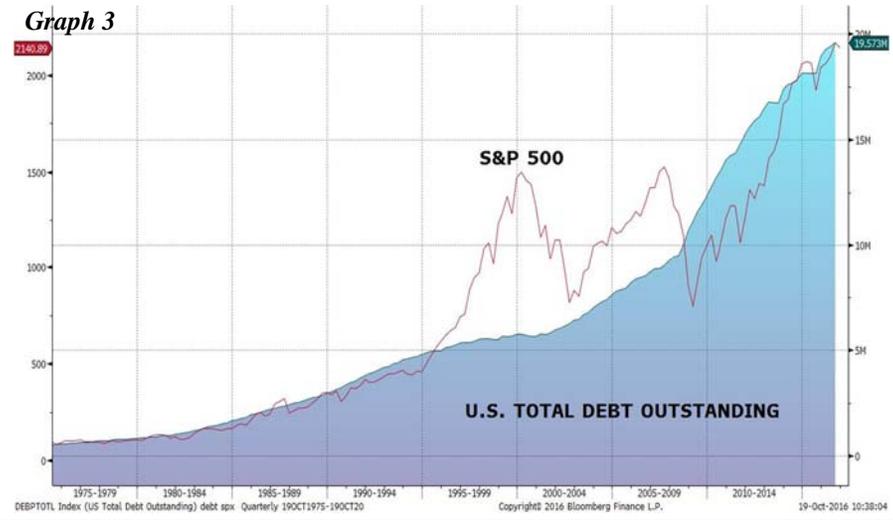


Source: University of Michigan



Source: U.S. Bureau of Labor Statistics

Interest Rate Summary				Table 2	
	9/30/15	6/30/16	9/30/16	Qtr Change	12-Month Change
3 Month T-Bills	0.0	0.3	0.3	0.0	0.3
5 Year Treasury	1.4	1.0	1.1	0.2	-0.2
10 Year Treasury	2.0	1.5	1.6	0.1	-0.4
30 Year Treasury	2.9	2.3	2.3	0.0	-0.5
5 Year Corporate ('A')	2.4	1.8	1.9	0.1	-0.5
10 Year Corporate ('A')	3.4	2.6	2.6	0.0	-0.8
30 Year Fixed Rate Mortg.	3.8	3.5	3.3	-0.2	-0.5



Source: Bloomberg