

Fourth Quarter 2016

City of Ormond Beach

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

Table of Contents

Section I	Performance Update
Section II	Equity Review
Section III	Current Holdings

Ormond Beach General Employees' Pension Plan

Q4 2016 Statement of Changes

	Cash	Equity	Total
Market Value at October 1, 2016	\$287,878	\$9,355,819	\$9,643,697
Contributions / (Withdrawals)	35,147	(45,097)	(9,950)
Interest and Dividends	91	59,410	59,501
Realized Gains / (Losses)	-	276,164	276,164
Unrealized Gains / (Losses)	-	507,529	507,529
Market Value at December 31, 2016	323,116	10,153,826	10,476,942
Total Investment Return at December 31, 2016	91	843,104	843,194
Equity Rate of Return	8.93%	Russell 1000 Value	6.66%
Total Fund Rate of Return	8.66%		

Ormond Beach Police Officers' Pension Trust Fund

Q4 2016 Statement of Changes

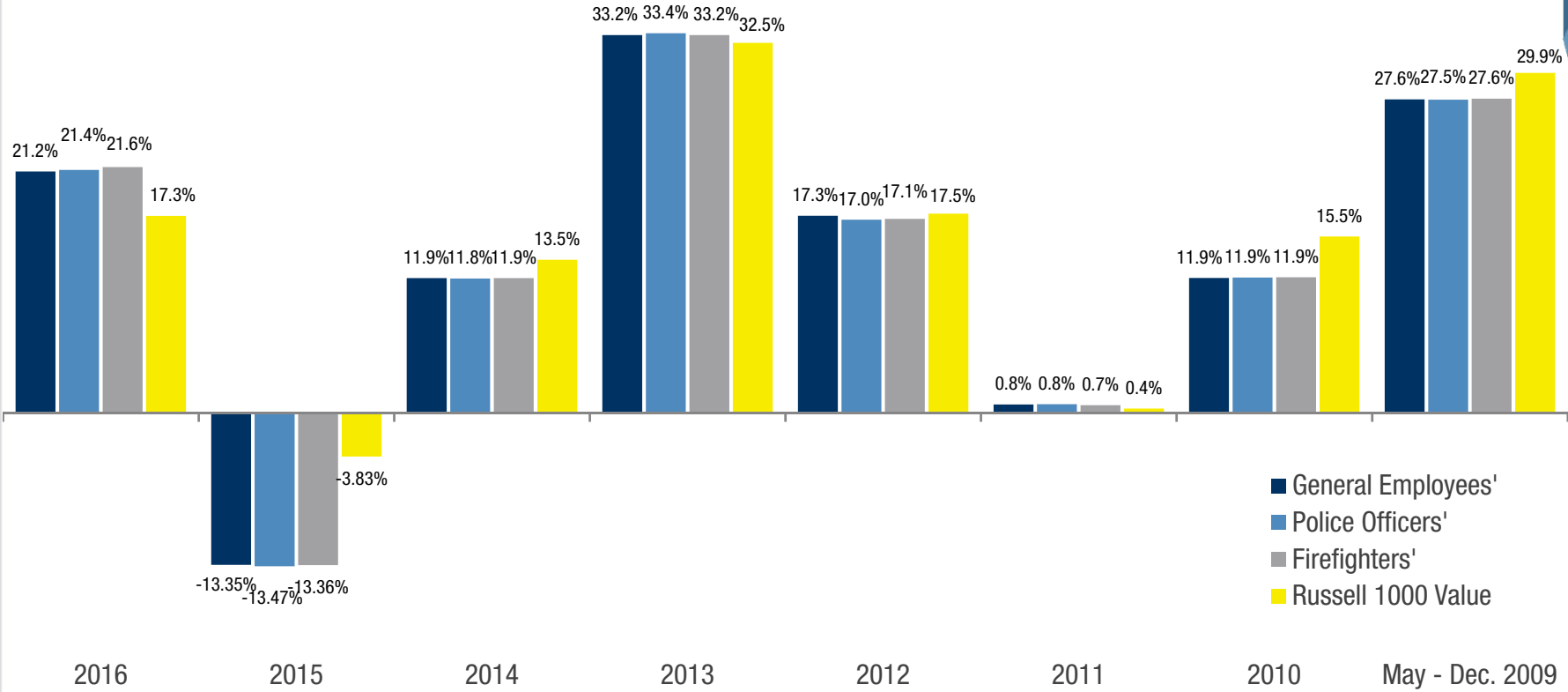
	Cash	Equity	Total
Market Value at October 1, 2016	\$177,276	\$6,614,311	\$6,791,587
Contributions / (Withdrawals)	27,246	(34,250)	(7,004)
Interest and Dividends	37	41,905	41,942
Realized Gains / (Losses)	-	203,123	203,123
Unrealized Gains / (Losses)	-	352,706	352,706
Market Value at December 31, 2016	204,559	7,177,795	7,382,354
Total Investment Return at December 31, 2016	37	597,733	597,771
Equity Rate of Return	8.97%	Russell 1000 Value	6.66%
Total Fund Rate of Return	8.72%		

Ormond Beach Firefighters' Pension Trust Fund

Q4 2016 Statement of Changes

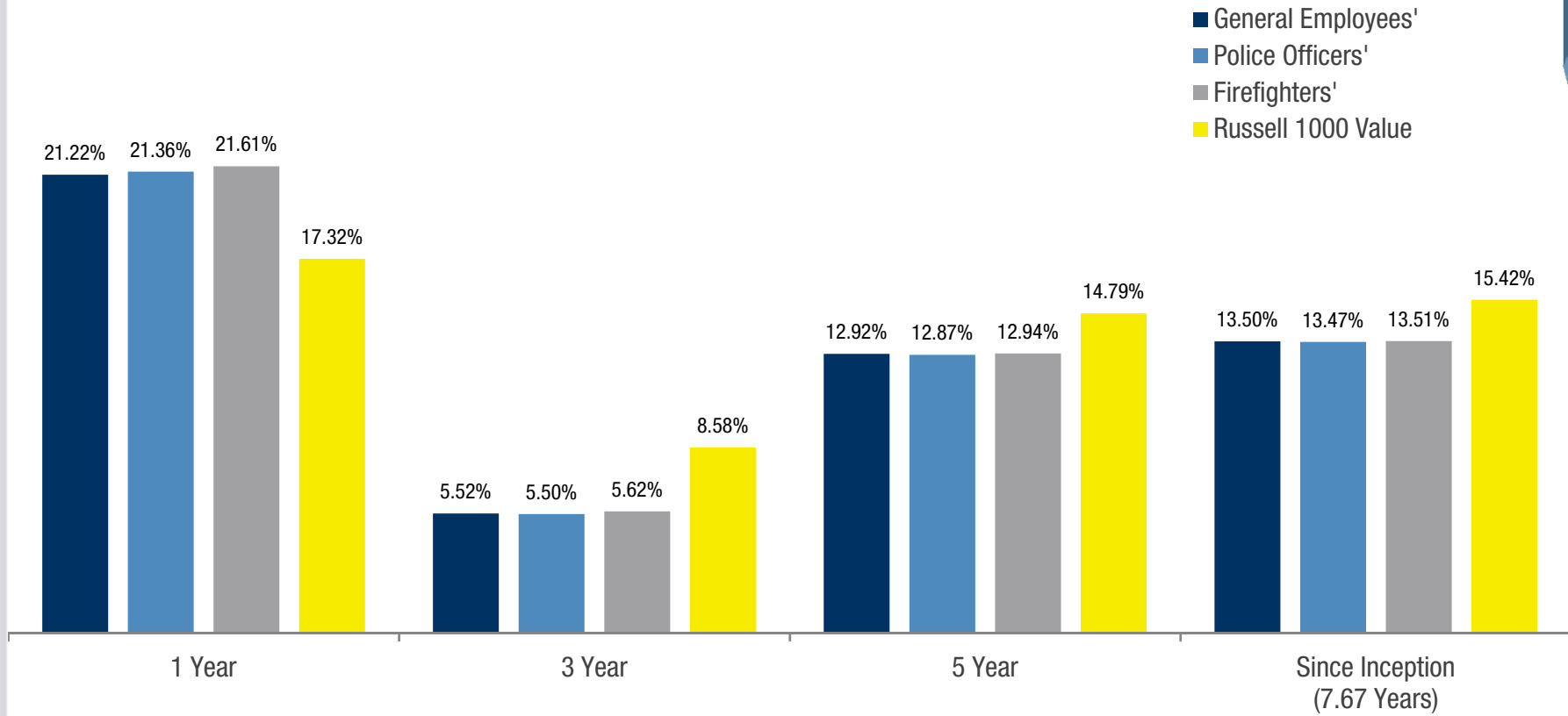
	Cash	Equity	Total
Market Value at October 1, 2016	\$181,758	\$5,605,912	\$5,787,670
Contributions / (Withdrawals)	(12,098)	6,125	(5,974)
Interest and Dividends	52	35,709	35,761
Realized Gains / (Losses)	-	158,325	158,325
Unrealized Gains / (Losses)	-	318,204	318,204
Market Value at December 31, 2016	169,712	6,124,275	6,293,987
Total Investment Return at December 31, 2016			
	52	512,238	512,290
Equity Rate of Return	9.00%	Russell 1000 Value	6.66%
Total Fund Rate of Return	8.78%		

City of Ormond Beach Calendar Year End Performance



Source: HGK Asset Management, Inc.

City of Ormond Beach Annualized Performance as of December 31, 2016



Source: HGK Asset Management, Inc.

Large Cap Value

Attribution Analysis Q4 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	9.01	9.01	100.00	6.68	6.68	0.36	1.97	2.34
Health Care	12.04	0.67	0.06	10.84	-5	-0.61	-0.12	0.71	0.59
Real Estate	--	--	--	4.69	-3.54	-0.23	0.54	--	0.54
Information Technology	13	5.93	0.69	9.72	0.62	0.04	-0.2	0.66	0.46
Materials	3.93	16.99	0.72	2.85	8.73	0.25	0.03	0.34	0.36
Energy	14.32	9.39	1.36	13.52	7.4	0.97	0.01	0.31	0.32
Consumer Staples	6.04	-2.53	-0.19	8.41	-3.36	-0.34	0.27	0.04	0.31
Consumer Discretionary	8.51	7.68	0.71	4.64	4.84	0.24	-0.06	0.26	0.2
Utilities	6.21	0.44	-0.02	6.14	0.32	-0.02	0.01	-0.01	0
Financials	24.11	22.31	5.22	25.49	21.95	5.32	-0.14	0.1	-0.04
Industrials	9.56	6.79	0.69	9.98	8.44	0.87	-0.01	-0.11	-0.12
Telecommunication Services	2.27	-11.39	-0.21	3.72	5.4	0.17	0.04	-0.33	-0.28

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	21.96	21.96	100.00	17.35	17.35	1.24	3.38	4.61
Information Technology	12.83	31.72	3.92	10.49	18.55	1.83	0.17	1.45	1.62
Health Care	12.9	14.92	2.27	11.86	3.34	0.52	-0.09	1.52	1.43
Materials	3.86	50.96	2.01	2.82	30.29	0.86	0.25	0.67	0.92
Real Estate	0.86	12.75	0.29	4.85	7.87	0.37	0.51	0.04	0.55
Financials	22.54	22.84	4.81	24.18	22.25	4.79	0.18	0.26	0.45
Industrials	10.01	24.68	2.66	9.91	23.03	2.28	0.06	0.35	0.41
Consumer Discretionary	7.98	13.37	1.31	4.69	7.95	0.4	-0.29	0.57	0.29
Telecommunication Services	2.35	2.22	0.53	3.36	23.9	0.72	0.12	-0.12	0
Consumer Staples	6.39	2.02	0.25	8.05	8.12	0.74	0.36	-0.42	-0.06
Utilities	6.77	13.96	1.21	6.68	17.06	1.3	0.03	-0.18	-0.15
Energy	13.52	19.47	2.7	13.12	26.86	3.53	-0.06	-0.78	-0.83

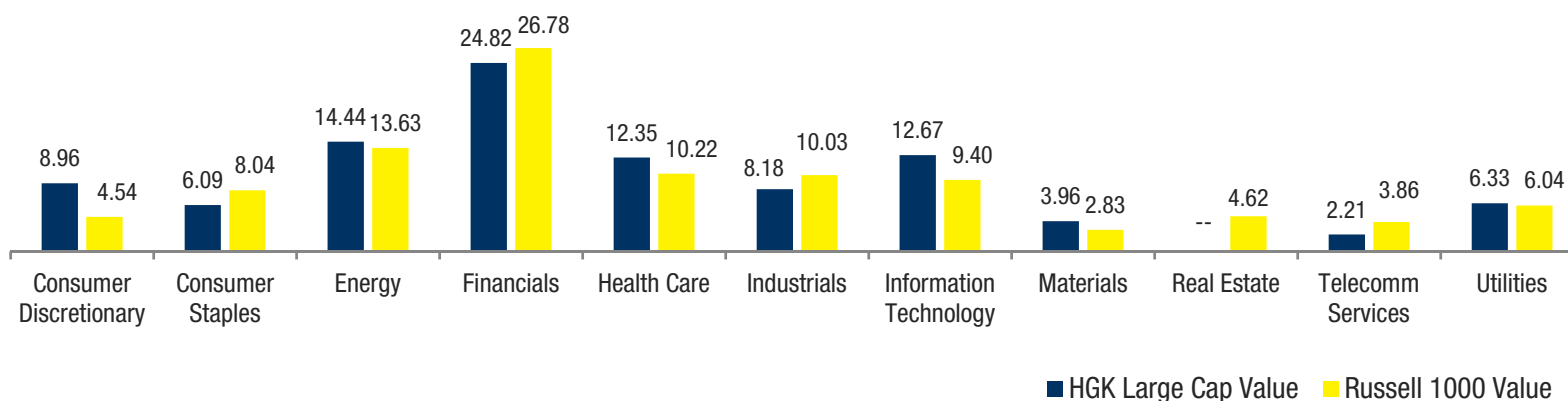
Source: FactSet

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

Large Cap Value

Portfolio Characteristics as of December 31, 2016

	Fund	Russell 1000 Value
Weighted Average Market Cap	\$95.3 billion	\$119.5 billion
Median Market Cap	\$31 billion	\$8.2 billion
Number of Holdings	50	803
P/E Ratio	15.0x	17.1x
ROE	19.5%	16.4%
Dividend Yield	2.3%	2.4%
Active Share	77.9%	--
Upside Capture (SI)	102.3%	--
Downside Capture (SI)	101.4%	--



Source: HGK Asset Management, Inc.

Large Cap Value

Top Ten Holdings as of December 31, 2016

Issue	Sector	% of Portfolio
Chevron Corp.	Energy	3.60%
MetLife Inc.	Financials	2.62%
Citigroup Inc.	Financials	2.57%
State Street Corp.	Financials	2.47%
Goldman Sachs Group Inc.	Financials	2.46%
ConocoPhillips	Energy	2.41%
American Int'l Group Inc	Financials	2.38%
Apple Inc.	Information Technology	2.34%
Intel Corp.	Information Technology	2.32%
UnitedHealth Group Inc.	Health Care	2.31%
	TOTAL	25.48%

Source: HGK Asset Management, Inc.

HGK Equity Outlook

Fourth Quarter 2016

We mark the close of 2016 with a surprise and celebrate the beginning of a new year with uncertainty. For 2016, the S&P 500 gained 9.8% with Value and Small Caps fairing materially better. The surprise for 2016, for many was the outcome of the Presidential Election and the uncertainty lies around which policy changes the new regime will pursue, what the Fed's rate hike schedule will be and what their impact will be on the American economy.

Overall we see the uncertainties that lie ahead as an opportunity for active managers. Markets ended the year speculating that the new Trump government will pursue favorable tax reform, increased fiscal spending, decreased regulation, repatriation of overseas cash and enjoy less political gridlock. These types of policy change support the reflation trade that has been underway since mid-year. The result should be beneficial for active managers of Value as the rotation out of Lower Volatility shares, which have been the largest beneficiaries of falling yields in this cycle, continue to lag. Further, stock returns will continue growing less correlated and more disperse which is a positive signal for active management.

Risks to the stock market include the Federal Reserve's continued strategy of raising interest rates and uncertainty of policy for subsectors of the economy argues for an acute focus on the risk-reward of individual stocks rather than absolute return targets. The initial result of the Fed's policy action has been an increase in the strength of the U.S. Dollar versus other major currencies whose central bankers largely continue their loose monetary policy. Policy discord should mean further U.S. Dollar strength which will negatively impact foreign sales of U.S. corporations should the trend continue. Eventually higher long term rates should depress valuation of equities and perhaps eventually pose a headwind to further market advances. In addition, uncertainty around policies such as global trade relations with NAFTA, repeal of the Affordable Care Act, the US's position in the Middle East and with NATO, Infrastructure, and the readjustment of the Dodd-Frank Wall Street Reform and Consumer Protection Act will heighten volatility in the short-term providing, opportunity to patient investors.

Our sector and security positioning reflect our bias towards undervalued businesses. Interestingly, these businesses are largely beneficiaries of emerging themes such as Corporate Tax Reform, Repatriation, Reflation, Infrastructure and Deregulation which help us to create a portfolio with a strongly positively skewed risk reward profile. The Information Technology, Energy, Materials and Financials sectors are favored. Additionally, Healthcare appears inexpensive and has de-rated due to political uncertainty but retains attractive defensive characteristics. Consumer Staples, Telecom and Utilities should continue to struggle as both interest rates and increasing inflationary pressures pose headwinds.

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.

HGK Equity Outlook

Fourth Quarter 2016

We continue to believe that over the long-run, well managed businesses that compound cash flows and trade at reasonable valuations will be the highest returning investments. HGK continues 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 the quality and valuation within our portfolio.

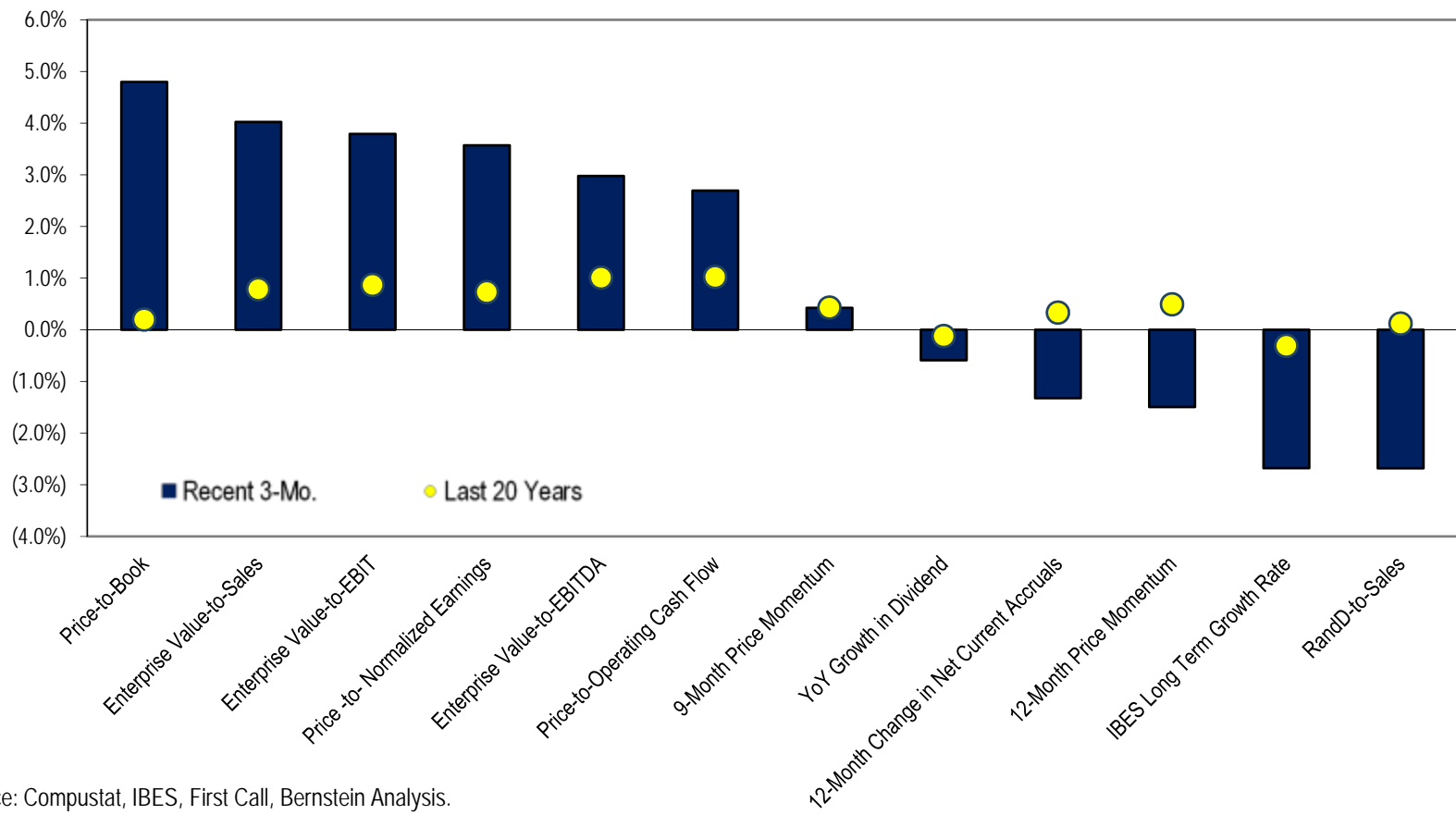
We continue to execute our disciplined investment process based on our philosophy. We believe that investing in companies with strong competitive moats, which generate significant cash flow from their existing asset bases and whose valuations imply strong upside with a significant margin of safety are the best investments for our clients. These types of fundamentally strong, undervalued firms have an opportunity to provide robust returns through market cycles 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.

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

Best vs. Worst Quintile Monthly Returns

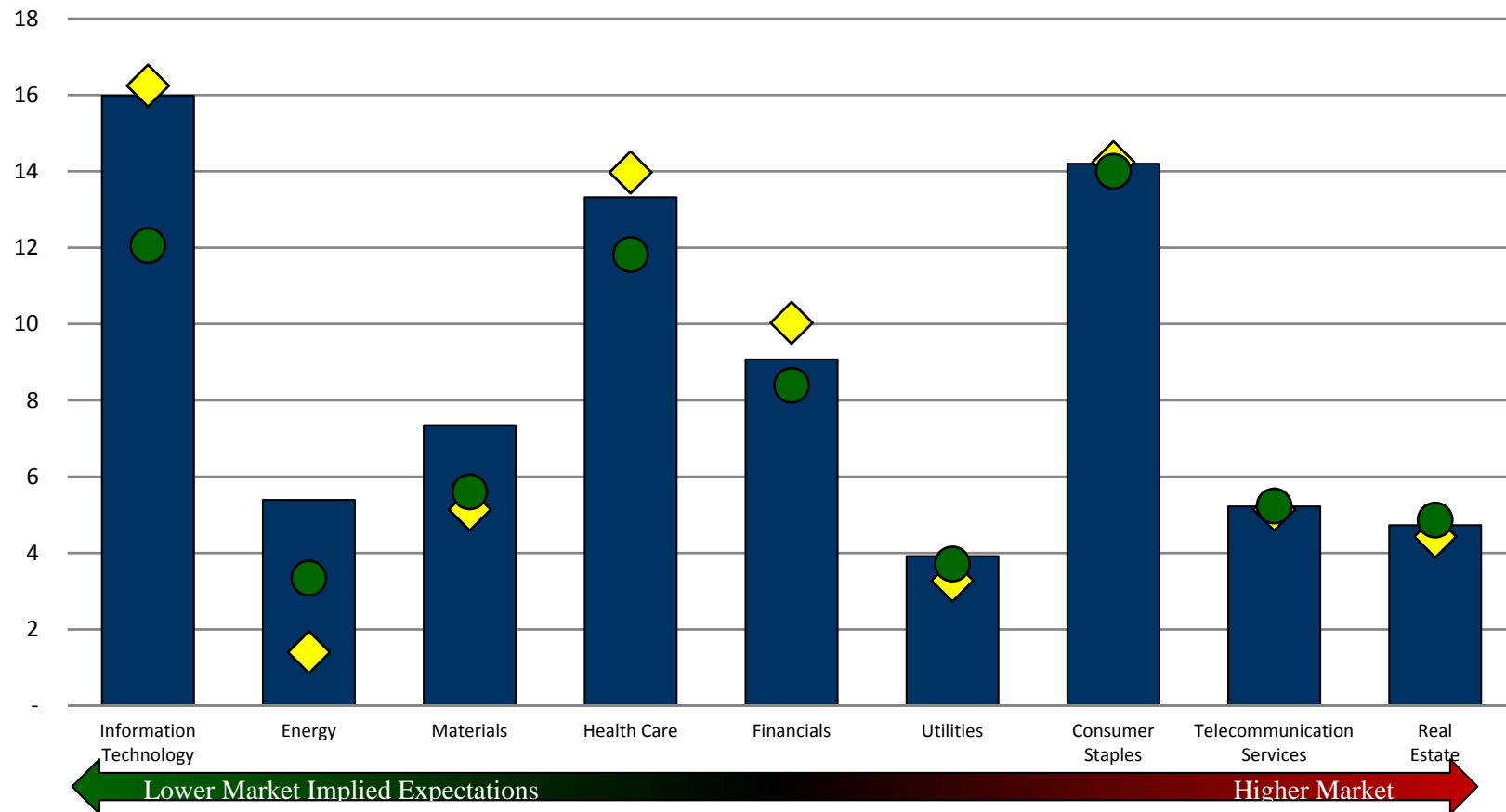


Source: Compustat, IBES, First Call, Bernstein Analysis.

Source: Compustat, IBES, First Call, Bernstein Analysis

CFROI by Sector

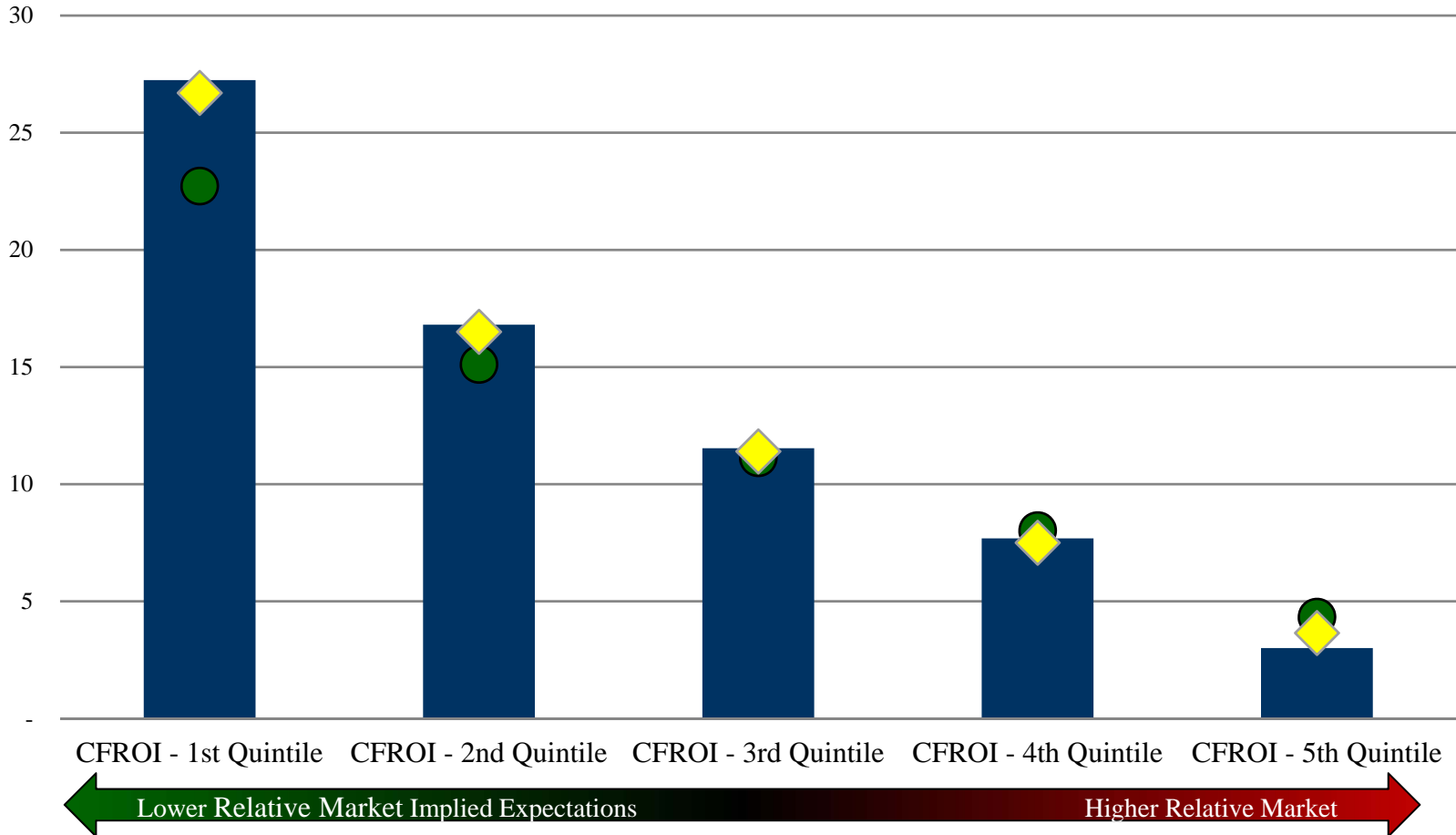
Market Data is Implying Significant Deterioration for High ROI Cyclical



Data is equal weighted and includes all US listed companies
 Source: HGK Asset Management, Credit Suisse

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

Low Expectations for Quality within Large Caps Market Data is Implying Relatively Pessimistic Expectations for Highly Profitable Companies



Data is equal weighted and includes all US listed companies with mkt caps greater than \$10b

■ CFROI - Current

● CFROI - Market Implied Forward

Ormond Beach General Employees' Pension Plan

Current Holdings as of December 31, 2016

SECTOR	MARKET VALUE	% INV TYPE	% INV. TYPE	COST VALUE	CPN/DIV YLD
***** CASH *****					
CASH	323,109.	3.1%	100.0%	323,109	0.0%
TOTAL CASH	323,109.	3.1%	100.0%	323,109	0.0%
***** EQUITIES *****					
MATERIALS	405,979.	3.9%	4.0%	350,082	2.7%
INDUSTRIALS	817,841.	7.8%	8.1%	687,865	1.8%
CONSUMER DISCRETI	913,193.	8.7%	9.0%	824,461	2.7%
CONSUMER STAPLES	619,394.	5.9%	6.1%	415,593	2.8%
HEALTH CARE	1,039,560.	9.9%	10.2%	844,944	2.2%
ENERGY	1,463,991.	14.0%	14.4%	1,820,435	2.4%
FINANCIAL	2,509,162.	24.0%	24.7%	1,817,919	1.6%
HEALTH CARE	222,060.	2.1%	2.2%	232,669	0.8%
INFORMATION TECH	1,282,946.	12.3%	12.6%	947,739	2.0%
UTILITIES	646,567.	6.2%	6.4%	482,432	4.1%
TELECOMMUNICATIO	223,056.	2.1%	2.2%	286,551	9.1%
TOTAL EQUITIES	10,143,748.	96.9%	100.0%	8,710,689	2.4%
TOTAL	10,466,857.	100.0%		9,033,798	2.3%

Ormond Beach General Employees' Pension Plan

Current Holdings as of December 31, 2016

<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>								
2,100	International Paper Co.	53.06	111,426	1.10%	47.31	99,436	3.5%	0.00
3,140	Nucor Corp.	59.52	186,893	1.84%	45.26	142,257	2.5%	1,185.35
2,000	RPM International Inc.	53.83	107,660	1.06%	54.14	108,388	2.2%	0.00
<i>TOTAL MATERIALS</i>			405,979	4.00%		350,082	2.7%	1,185.35
<i>- INDUSTRIALS -</i>								
800	Cummins Inc.	136.67	109,336	1.08%	116.40	93,153	3.0%	0.00
3,780	Fluor Corp.	52.52	198,526	1.96%	59.15	223,752	1.6%	793.80
1,150	General Dynamics Corp.	172.66	198,559	1.96%	70.09	80,642	1.8%	0.00
800	Lear Corp.	132.37	105,896	1.04%	135.40	108,356	0.9%	0.00
1,200	Snap-On Inc.	171.27	205,524	2.03%	151.58	181,961	1.7%	0.00
<i>TOTAL INDUSTRIALS</i>			817,841	8.06%		687,865	1.8%	793.80
<i>- CONSUMER DISCRETIONARY -</i>								
3,200	Comcast Corp. (Cl A)	69.05	220,960	2.18%	61.00	195,344	1.8%	880.00
2,608	Johnson Controls Intl Plc.	41.19	107,424	1.06%	45.42	118,467	2.4%	902.00
3,590	Kohl's Corp.	49.38	177,274	1.75%	50.86	182,758	4.1%	0.00
3,380	VF Corp.	53.35	180,323	1.78%	38.57	130,436	3.1%	0.00
1,250	Whirlpool Corp.	181.77	227,213	2.24%	157.92	197,456	2.2%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			913,193	9.00%		824,461	2.7%	1,782.00
<i>- CONSUMER STAPLES -</i>								
5,050	Archer Daniels Midland Co.	45.65	230,533	2.27%	30.47	154,107	2.6%	0.00
2,990	CVS Caremark Corp.	78.91	235,941	2.33%	59.74	178,766	2.5%	0.00
1,340	Kimberly-Clark Corp.	114.12	152,921	1.51%	61.72	82,720	3.4%	1,232.80
<i>TOTAL CONSUMER STAPLES</i>			619,394	6.11%		415,593	2.8%	1,232.80

Ormond Beach General Employees' Pension Plan

Current Holdings as of December 31, 2016

<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>- HEALTH CARE -</i>								
3,700	Bristol-Myers Squibb Co.	58.44	216,228	2.13%	59.79	221,420	2.7%	0.00
2,050	Johnson & Johnson	115.21	236,181	2.33%	71.80	147,232	2.8%	0.00
1,500	McKesson Corp.	140.45	210,675	2.08%	168.58	252,949	0.8%	364.00
4,200	Pfizer Inc.	32.48	136,416	1.34%	31.05	130,603	3.9%	0.00
1,500	UnitedHealth Group Inc.	160.04	240,060	2.37%	61.80	92,739	1.6%	0.00
<i>TOTAL HEALTH CARE</i>			1,039,560	10.25%		844,944	2.2%	364.00
<i>- ENERGY -</i>								
5,050	ConocoPhillips	50.14	253,207	2.50%	47.39	239,457	2.0%	0.00
19	California Resources Corp	21.29	405	0.00%	2.67	51	0.0%	0.00
3,190	Chevron Corp.	117.70	375,463	3.70%	86.13	274,838	3.7%	0.00
4,500	Devon Energy Corp.	45.67	205,515	2.03%	57.62	259,470	0.5%	0.00
8,330	ENSCO International Inc.	9.72	80,968	0.80%	46.04	383,842	0.4%	0.00
11,660	Marathon Oil Corp.	17.31	201,835	1.99%	20.72	242,060	1.2%	0.00
6,100	Murphy Oil Corp.	31.13	189,893	1.87%	46.06	281,246	3.2%	0.00
2,200	Occidental Petroleum Corp.	71.23	156,706	1.54%	63.36	139,471	4.3%	1,672.00
<i>TOTAL ENERGY</i>			1,463,991	14.43%		1,820,435	2.4%	1,672.00
<i>- FINANCIAL -</i>								
3,830	American Int'l Group Inc	65.31	250,137	2.47%	41.14	157,713	2.0%	0.00
2,800	Allstate Corp.	74.12	207,536	2.05%	71.02	199,002	1.8%	0.00
9,300	Bank of America Corp.	22.10	205,530	2.03%	13.88	129,566	1.4%	0.00
3,330	Franklin Resources Inc.	39.58	131,801	1.30%	52.34	174,443	2.0%	666.00
1,300	BERKSHIRE HATHAWAY B	162.98	211,874	2.09%	145.72	189,495	0.0%	0.00
4,500	Citigroup Inc.	59.43	267,435	2.64%	51.41	231,537	1.1%	0.00
2,440	Capital One Financial Corp.	87.24	212,866	2.10%	54.68	133,535	1.8%	0.00
1,085	Goldman Sachs Group Inc.	239.45	259,803	2.56%	149.87	162,643	1.1%	0.00
4,820	Hartford Financial Services	47.65	229,673	2.26%	22.97	110,903	1.9%	1,108.60
5,050	MetLife Inc.	53.89	272,145	2.68%	33.73	170,460	3.0%	0.00

Ormond Beach General Employees' Pension Plan

Current Holdings as of December 31, 2016

<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.							
3,350	State Street Corp.	77.72	260,362	2.57%	47.31	158,622	2.0%	1,273.00
<i>TOTAL FINANCIAL</i>			2,509,162	24.74%		1,817,919	1.6%	3,047.60
<i>- HEALTH CARE -</i>								
3,000	HCA INC	74.02	222,060	2.19%	77.51	232,669	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			222,060	2.19%		232,669	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
2,100	Apple Inc.	115.82	243,222	2.40%	107.32	225,470	2.0%	0.00
7,400	Applied Materials Inc.	32.27	238,798	2.35%	17.95	133,148	1.2%	0.00
7,900	Cisco Systems Inc.	30.22	238,738	2.35%	22.00	174,104	3.4%	0.00
6,670	Intel Corp.	36.27	241,921	2.38%	27.84	185,990	2.9%	0.00
1,570	Microsoft Corp.	62.14	97,560	0.96%	32.67	51,362	2.5%	0.00
10,160	Micron Technology Inc.	21.92	222,707	2.20%	17.44	177,664	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			1,282,946	12.65%		947,739	2.0%	0.00
<i>- UTILITIES -</i>								
3,370	American Electric Power Co.	62.96	212,175	2.09%	36.81	124,193	3.7%	0.00
2,980	Entergy Corp.	73.47	218,941	2.16%	67.27	200,557	4.7%	0.00
4,910	Public Service Enterprise Gro	43.88	215,451	2.12%	32.07	157,682	3.7%	0.00
<i>TOTAL UTILITIES</i>			646,567	6.37%		482,432	4.1%	0.00

Ormond Beach General Employees' Pension Plan

Current Holdings as of December 31, 2016

<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>
9,380	CenturyLink Inc.	23.78	223,056	2.20%	30.50	286,551	9.1%	0.00
<i>TOTAL TELECOMMUNICATI</i>			223,056	2.20%		286,551	9.1%	0.00
<i>TOTAL EQUITIES</i>			10,143,748	100.00%		8,710,689	2.4%	10,077.55

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of December 31, 2016

<u>SECTOR</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>% INV. TYPE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>
***** CASH *****					
CASH	204,575.	2.8%	100.0%	204,575	0.0%
TOTAL CASH	204,575.	2.8%	100.0%	204,575	0.0%
***** EQUITIES *****					
MATERIALS	285,896.	3.9%	4.0%	246,477	2.7%
INDUSTRIALS	590,247.	8.0%	8.2%	500,527	1.8%
CONSUMER DISCRETI	644,494.	8.7%	9.0%	584,082	2.7%
CONSUMER STAPLES	430,477.	5.8%	6.0%	295,211	2.8%
HEALTH CARE	737,969.	10.0%	10.3%	598,284	2.2%
ENERGY	1,034,507.	14.0%	14.4%	1,313,897	2.4%
FINANCIAL	1,772,725.	24.0%	24.7%	1,290,679	1.7%
HEALTH CARE	155,442.	2.1%	2.2%	163,025	0.8%
INFORMATION TECH	907,413.	12.3%	12.7%	669,769	2.0%
UTILITIES	454,583.	6.2%	6.3%	337,397	4.1%
TELECOMMUNICATIO	156,948.	2.1%	2.2%	202,593	9.1%
TOTAL EQUITIES	7,170,700.	97.2%	100.0%	6,201,942	2.4%
TOTAL	7,375,275.	100.0%		6,406,517	2.3%

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of December 31, 2016

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- MATERIALS -</i>								
1,500	International Paper Co.	53.06	79,590	1.11%	47.27	70,968	3.5%	0.00
2,200	Nucor Corp.	59.52	130,944	1.83%	45.25	99,637	2.5%	830.50
1,400	RPM International Inc.	53.83	75,362	1.05%	54.14	75,872	2.2%	0.00
<i>TOTAL MATERIALS</i>			285,896	3.99%		246,477	2.7%	830.50
<i>- INDUSTRIALS -</i>								
600	Cummins Inc.	136.67	82,002	1.14%	117.15	70,313	3.0%	0.00
2,600	Fluor Corp.	52.52	136,552	1.90%	59.51	154,835	1.6%	546.00
800	General Dynamics Corp.	172.66	138,128	1.93%	71.72	57,399	1.8%	0.00
600	Lear Corp.	132.37	79,422	1.11%	135.40	81,268	0.9%	0.00
900	Snap-On Inc.	171.27	154,143	2.15%	151.85	136,713	1.7%	0.00
<i>TOTAL INDUSTRIALS</i>			590,247	8.23%		500,527	1.8%	546.00
<i>- CONSUMER DISCRETIONARY -</i>								
2,200	Comcast Corp. (Cl A)	69.05	151,910	2.12%	61.18	134,694	1.8%	605.00
1,872	Johnson Controls Intl Plc.	41.19	77,108	1.08%	45.41	85,031	2.4%	643.00
2,600	Kohl's Corp.	49.38	128,388	1.79%	50.84	132,307	4.1%	0.00
2,400	VF Corp.	53.35	128,040	1.79%	39.48	94,793	3.1%	0.00
875	Whirlpool Corp.	181.77	159,049	2.22%	156.82	137,258	2.2%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			644,494	8.99%		584,082	2.7%	1,248.00
<i>- CONSUMER STAPLES -</i>								
3,550	Archer Daniels Midland Co.	45.65	162,058	2.26%	30.24	107,516	2.6%	0.00
2,100	CVS Caremark Corp.	78.91	165,711	2.31%	60.95	128,089	2.5%	0.00
900	Kimberly-Clark Corp.	114.12	102,708	1.43%	66.21	59,605	3.4%	828.00
<i>TOTAL CONSUMER STAPLES</i>			430,477	6.00%		295,211	2.8%	828.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of December 31, 2016

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- HEALTH CARE -</i>								
2,600	Bristol-Myers Squibb Co.	58.44	151,944	2.12%	59.65	155,219	2.7%	0.00
1,400	Johnson & Johnson	115.21	161,294	2.25%	71.68	100,382	2.8%	0.00
1,100	McKesson Corp.	140.45	154,495	2.15%	166.08	182,748	0.8%	252.00
2,900	Pfizer Inc.	32.48	94,192	1.31%	31.06	90,199	3.9%	0.00
1,100	UnitedHealth Group Inc.	160.04	176,044	2.46%	63.37	69,736	1.6%	0.00
<i>TOTAL HEALTH CARE</i>			737,969	10.29%		598,284	2.2%	252.00
<i>- ENERGY -</i>								
3,500	ConocoPhillips	50.14	175,490	2.45%	48.85	171,091	2.0%	0.00
14	California Resources Corp	21.29	298	0.00%	2.67	37	0.0%	0.00
2,250	Chevron Corp.	117.70	264,825	3.69%	87.07	195,972	3.7%	0.00
3,150	Devon Energy Corp.	45.67	143,861	2.01%	59.07	186,199	0.5%	0.00
6,200	ENSCO International Inc.	9.72	60,264	0.84%	45.87	284,623	0.4%	0.00
8,200	Marathon Oil Corp.	17.31	141,942	1.98%	20.76	170,494	1.2%	0.00
4,300	Murphy Oil Corp.	31.13	133,859	1.87%	47.37	203,890	3.2%	0.00
1,600	Occidental Petroleum Corp.	71.23	113,968	1.59%	63.45	101,590	4.3%	1,216.00
<i>TOTAL ENERGY</i>			1,034,507	14.43%		1,313,897	2.4%	1,216.00
<i>- FINANCIAL -</i>								
2,700	American Int'l Group Inc	65.31	176,337	2.46%	41.21	111,376	2.0%	0.00
2,000	Allstate Corp.	74.12	148,240	2.07%	71.10	142,291	1.8%	0.00
6,600	Bank of America Corp.	22.10	145,860	2.03%	13.87	91,857	1.4%	0.00
2,400	Franklin Resources Inc.	39.58	94,992	1.32%	52.37	125,793	2.0%	480.00
900	BERKSHIRE HATHAWAY B	162.98	146,682	2.05%	145.89	131,345	0.0%	0.00
3,200	Citigroup Inc.	59.43	190,176	2.65%	51.83	165,992	1.1%	0.00
1,700	Capital One Financial Corp.	87.24	148,308	2.07%	54.26	92,314	1.8%	0.00
750	Goldman Sachs Group Inc.	239.45	179,588	2.50%	154.12	115,617	1.1%	0.00
3,400	Hartford Financial Services	47.65	162,010	2.26%	22.91	78,030	1.9%	782.00
3,600	MetLife Inc.	53.89	194,004	2.71%	33.28	119,887	3.0%	0.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of December 31, 2016

<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.							
2,400	State Street Corp.	77.72	186,528	2.60%	48.36	116,178	2.0%	912.00
<i>TOTAL FINANCIAL</i>			1,772,725	24.72%		1,290,679	1.7%	2,174.00
<i>- HEALTH CARE -</i>								
2,100	HCA INC	74.02	155,442	2.17%	77.58	163,025	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			155,442	2.17%		163,025	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
1,500	Apple Inc.	115.82	173,730	2.42%	107.38	161,142	2.0%	0.00
5,200	Applied Materials Inc.	32.27	167,804	2.34%	17.88	93,162	1.2%	0.00
5,600	Cisco Systems Inc.	30.22	169,232	2.36%	22.21	124,589	3.4%	0.00
4,700	Intel Corp.	36.27	170,469	2.38%	27.79	130,829	2.9%	0.00
1,100	Microsoft Corp.	62.14	68,354	0.95%	32.19	35,462	2.5%	0.00
7,200	Micron Technology Inc.	21.92	157,824	2.20%	17.26	124,585	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			907,413	12.65%		669,769	2.0%	0.00
<i>- UTILITIES -</i>								
2,400	American Electric Power Co.	62.96	151,104	2.11%	35.98	86,461	3.7%	0.00
2,100	Entergy Corp.	73.47	154,287	2.15%	67.48	141,757	4.7%	0.00
3,400	Public Service Enterprise Gro	43.88	149,192	2.08%	32.07	109,179	3.7%	0.00
<i>TOTAL UTILITIES</i>			454,583	6.34%		337,397	4.1%	0.00

Ormond Beach Police Officers' Pension Trust Fund

Current Holdings as of December 31, 2016

<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>
6,600	CenturyLink Inc.	23.78	156,948	2.19%	30.65	202,593	9.1%	0.00
<i>TOTAL TELECOMMUNICATI</i>			156,948	2.19%		202,593	9.1%	0.00
<i>TOTAL EQUITIES</i>			7,170,700	100.00%		6,201,942	2.4%	7,094.50

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of December 31, 2016

<u>SECTOR</u>	<u>MARKET VALUE</u>	<u>% INV TYPE</u>	<u>% INV. TYPE</u>	<u>COST VALUE</u>	<u>CPN/DIV YLD</u>
***** CASH *****					
CASH	169,712.	2.7%	100.0%	169,712	0.0%
TOTAL CASH	169,712.	2.7%	100.0%	169,712	0.0%
***** EQUITIES *****					
MATERIALS	241,951.	3.8%	4.0%	208,539	2.7%
INDUSTRIALS	507,737.	8.1%	8.3%	420,225	1.8%
CONSUMER DISCRETI	548,876.	8.7%	9.0%	493,278	2.7%
CONSUMER STAPLES	370,806.	5.9%	6.1%	250,217	2.8%
HEALTH CARE	629,343.	10.0%	10.3%	513,721	2.2%
ENERGY	874,993.	13.9%	14.3%	1,090,145	2.4%
FINANCIAL	1,520,148.	24.2%	24.8%	1,103,562	1.6%
HEALTH CARE	133,236.	2.1%	2.2%	139,948	0.8%
INFORMATION TECH	773,034.	12.3%	12.6%	571,898	2.0%
UTILITIES	383,309.	6.1%	6.3%	283,227	4.1%
TELECOMMUNICATIO	134,833.	2.1%	2.2%	172,987	9.1%
TOTAL EQUITIES	6,118,267.	97.3%	100.0%	5,247,745	2.4%
TOTAL	6,287,979.	100.0%		5,417,458	2.3%

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of December 31, 2016

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>-- MATERIALS --</i>								
1,200	International Paper Co.	53.06	63,672	1.04%	47.14	56,617	3.5%	0.00
1,910	Nucor Corp.	59.52	113,683	1.86%	45.45	86,889	2.5%	721.03
1,200	RPM International Inc.	53.83	64,596	1.06%	54.14	65,033	2.2%	0.00
<i>TOTAL MATERIALS</i>			241,951	3.95%		208,539	2.7%	721.03
<i>-- INDUSTRIALS --</i>								
500	Cummins Inc.	136.67	68,335	1.12%	115.15	57,593	3.0%	0.00
2,260	Fluor Corp.	52.52	118,695	1.94%	58.88	133,178	1.6%	474.60
750	General Dynamics Corp.	172.66	129,495	2.12%	68.11	51,107	1.8%	0.00
500	Lear Corp.	132.37	66,185	1.08%	135.40	67,723	0.9%	0.00
730	Snap-On Inc.	171.27	125,027	2.04%	151.49	110,625	1.7%	0.00
<i>TOTAL INDUSTRIALS</i>			507,737	8.30%		420,225	1.8%	474.60
<i>-- CONSUMER DISCRETIONARY --</i>								
1,900	Comcast Corp. (Cl A)	69.05	131,195	2.14%	60.95	115,882	1.8%	522.50
1,538	Johnson Controls Intl Plc.	41.19	63,350	1.04%	45.55	70,063	2.4%	534.50
2,200	Kohl's Corp.	49.38	108,636	1.78%	49.40	108,778	4.1%	0.00
2,050	VF Corp.	53.35	109,368	1.79%	39.50	81,020	3.1%	0.00
750	Whirlpool Corp.	181.77	136,328	2.23%	156.67	117,534	2.2%	0.00
<i>TOTAL CONSUMER DISCRETIONARY</i>			548,876	8.97%		493,278	2.7%	1,057.00
<i>-- CONSUMER STAPLES --</i>								
3,050	Archer Daniels Midland Co.	45.65	139,233	2.28%	30.58	93,408	2.6%	0.00
1,850	CVS Caremark Corp.	78.91	145,984	2.39%	59.45	110,071	2.5%	0.00
750	Kimberly-Clark Corp.	114.12	85,590	1.40%	62.31	46,738	3.4%	690.00
<i>TOTAL CONSUMER STAPLES</i>			370,806	6.06%		250,217	2.8%	690.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of December 31, 2016

QUANTITY (UNITS)	SECURITY DESCRIPTION	MARKET PRICE	MARKET VALUE	% INV TYPE	COST PRICE	COST VALUE	CPN/DIV YLD	ACCR DVD
<i>- HEALTH CARE -</i>								
2,200	Bristol-Myers Squibb Co.	58.44	128,568	2.10%	59.90	131,898	2.7%	0.00
1,225	Johnson & Johnson	115.21	141,132	2.31%	71.93	88,141	2.8%	0.00
900	McKesson Corp.	140.45	126,405	2.07%	167.52	150,813	0.8%	224.00
2,500	Pfizer Inc.	32.48	81,200	1.33%	31.06	77,760	3.9%	0.00
950	UnitedHealth Group Inc.	160.04	152,038	2.48%	68.51	65,109	1.6%	0.00
TOTAL HEALTH CARE			629,343	10.29%		513,721	2.2%	224.00
<i>- ENERGY -</i>								
3,000	ConocoPhillips	50.14	150,420	2.46%	48.03	144,187	2.0%	0.00
12	California Resources Corp	21.29	255	0.00%	2.68	32	0.0%	0.00
1,920	Chevron Corp.	117.70	225,984	3.69%	85.80	164,798	3.7%	0.00
2,700	Devon Energy Corp.	45.67	123,309	2.02%	57.26	154,731	0.5%	0.00
5,000	ENSCO International Inc.	9.72	48,600	0.79%	45.89	229,652	0.4%	0.00
6,980	Marathon Oil Corp.	17.31	120,824	1.97%	20.52	143,514	1.2%	0.00
3,630	Murphy Oil Corp.	31.13	113,002	1.85%	47.10	171,130	3.2%	0.00
1,300	Occidental Petroleum Corp.	71.23	92,599	1.51%	63.11	82,101	4.3%	988.00
TOTAL ENERGY			874,993	14.30%		1,090,145	2.4%	988.00
<i>- FINANCIAL -</i>								
2,260	American Int'l Group Inc	65.31	147,601	2.41%	41.32	93,487	2.0%	0.00
1,700	Allstate Corp.	74.12	126,004	2.06%	71.08	120,914	1.8%	0.00
5,600	Bank of America Corp.	22.10	123,760	2.02%	13.88	78,029	1.4%	0.00
1,990	Franklin Resources Inc.	39.58	78,764	1.29%	52.51	104,571	2.0%	398.00
800	BERKSHIRE HATHAWAY B	162.98	130,384	2.13%	145.91	116,770	0.0%	0.00
2,700	Citigroup Inc.	59.43	160,461	2.62%	51.53	139,241	1.1%	0.00
1,450	Capital One Financial Corp.	87.24	126,498	2.07%	56.31	81,718	1.8%	0.00
685	Goldman Sachs Group Inc.	239.45	164,023	2.68%	150.05	102,809	1.1%	0.00
2,890	Hartford Financial Services	47.65	137,709	2.25%	23.19	67,149	1.9%	664.70
3,030	MetLife Inc.	53.89	163,287	2.67%	33.56	101,764	3.0%	0.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of December 31, 2016

<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.	77.72	161,658	2.64%	46.64	97,110	2.0%	790.40
<i>TOTAL FINANCIAL</i>			1,520,148	24.85%		1,103,562	1.6%	1,853.10
<i>- HEALTH CARE -</i>								
1,800	HCA INC	74.02	133,236	2.18%	77.70	139,948	0.8%	0.00
<i>TOTAL HEALTH CARE</i>			133,236	2.18%		139,948	0.8%	0.00
<i>- INFORMATION TECHNOLOGY -</i>								
1,300	Apple Inc.	115.82	150,566	2.46%	107.03	139,209	2.0%	0.00
4,400	Applied Materials Inc.	32.27	141,988	2.32%	17.97	79,218	1.2%	0.00
4,700	Cisco Systems Inc.	30.22	142,034	2.32%	21.87	102,989	3.4%	0.00
4,000	Intel Corp.	36.27	145,080	2.37%	27.84	111,542	2.9%	0.00
960	Microsoft Corp.	62.14	59,654	0.98%	32.93	31,655	2.5%	0.00
6,100	Micron Technology Inc.	21.92	133,712	2.19%	17.54	107,284	0.0%	0.00
<i>TOTAL INFORMATION TECHNOLOGY</i>			773,034	12.63%		571,898	2.0%	0.00
<i>- UTILITIES -</i>								
1,990	American Electric Power Co.	62.96	125,290	2.05%	35.75	71,237	3.7%	0.00
1,750	Entergy Corp.	73.47	128,573	2.10%	66.98	117,264	4.7%	0.00
2,950	Public Service Enterprise Gro	43.88	129,446	2.12%	32.07	94,726	3.7%	0.00
<i>TOTAL UTILITIES</i>			383,309	6.26%		283,227	4.1%	0.00

Ormond Beach Firefighters' Pension Trust Fund

Current Holdings as of December 31, 2016

<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>
5,670	CenturyLink Inc.	23.78	134,833	2.20%	30.46	172,987	9.1%	0.00
<i>TOTAL TELECOMMUNICATI</i>			134,833	2.20%		172,987	9.1%	0.00
<i>TOTAL EQUITIES</i>			6,118,267	100.00%		5,247,745	2.4%	6,007.73