

# GH&A

GARCIA HAMILTON & ASSOCIATES, L.P.

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January 27, 2017

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

Dear Ms. Towey:

We have enclosed performance for the City of Ormond Beach Firefighters' Pension Trust Fund for the period ending December 31, 2016. Relevant indices have been included for comparison purposes.

At the December FOMC meeting, the Committee voted unanimously to raise the fed funds rate range by 25 basis points from 0.25%-0.50% to 0.50%-0.75%. The rate hike was only the second one so far in this tightening cycle and the first since December 2015. Although the rate increase itself was widely expected, the Fed's increase in its projection for rate hikes for 2017 from two to three was a surprise to the markets. Despite the FOMC statement which referenced gains in the job market and inflation, the Fed's GDP forecast for 2017 moved up by only 0.1% to 2.1%. This moderate level of growth, which has been about the average for the current expansion, would not typically warrant aggressive tightening from the Federal Reserve.

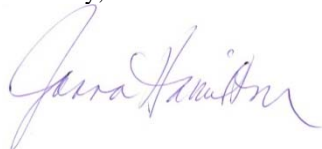
In the bond market, we saw a significant increase in rates in the fourth quarter as fears of the impact of the British referendum abated, and the results of the U.S. elections brought expectations of faster economic growth and higher inflation. The 10-year Treasury yield increased 84 basis points to end the quarter at 2.44%. The 2-year yield increased 43 basis points to 1.19% while the yield of the 30-year Treasury rose 73 basis points to 3.07%. These moves caused the 2-30 year yield spread to steepen to 188 basis points.

With the rise in rates, the bond market declined this quarter with a return of -2.98% for the Barclays Capital Aggregate Index and a return on the Barclays Capital Intermediate Government Credit Index of -2.07%. Spread product was mixed this quarter as three of the four spread sectors delivered positive excess return. The corporate sector was the leader this quarter with a whopping 185 basis points of excess return. The agency sector and asset-backed securities sector followed with 17 basis points and 3 basis points of excess return, respectively. The mortgage-backed securities sector was the laggard with a negative excess return of -39 basis points. Thus, the Barclays Capital Aggregate Index had 39 basis points of excess return this quarter.

We moved from a shorter duration to a longer duration than the benchmark index in December. We believe the significant rise in rates that occurred in the fourth quarter was overdone, and we now expect rates to move sideways-to-lower from here.

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

Sincerely,



Janna Hamilton  
Partner

Enclosure



GARCIA HAMILTON & ASSOCIATES

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

December 31, 2016

Client Use Only

See disclosures for other relevant information.

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

GARCIA HAMILTON & ASSOCIATES  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2016

| PORTFOLIO COMPOSITION | <u>Market Value</u> | <u>Pct. Assets</u> | <u>Yield</u> | CHANGE IN PORTFOLIO         |                     |
|-----------------------|---------------------|--------------------|--------------|-----------------------------|---------------------|
| EQUITIES              | 0.00                | 0.0                | 0.0          | Portfolio Value on 03-31-01 | 4,674,237.96        |
| FIXED INCOME          | 7,456,708.17        | 99.6               | 2.0          | Accrued Interest            | 14,911.66           |
| CASH & EQUIVALENTS    | 29,927.05           | 0.4                | 0.1          | Net Additions/Withdrawals   | 3,070,576.31        |
|                       |                     |                    |              | Net Transfers               | -3,367,218.95       |
|                       |                     |                    |              | Realized Gains/Losses       | -123,452.92         |
|                       |                     |                    |              | Unrealized Gains/Losses     | 87,659.09           |
|                       |                     |                    |              | Income Received             | 3,114,259.50        |
|                       |                     |                    |              | Change in Accrued Interest  | 15,662.58           |
|                       |                     |                    |              | Portfolio Value on 12-31-16 | 7,456,060.99        |
|                       |                     |                    |              | Accrued Interest            | 30,574.23           |
| <b>Total</b>          | <b>7,486,635.22</b> | <b>100.0</b>       | <b>2.0</b>   |                             | <b>7,486,635.22</b> |

**TIME WEIGHTED RETURN**

|                                 | <u>Quarter</u> | <u>One Year</u> | <u>Annualized Last 3 Years</u> | <u>Annualized Last 5 Years</u> | <u>Annualized Last 10 Years</u> | <u>Annualized Inception 03-31-01 To Date</u> |
|---------------------------------|----------------|-----------------|--------------------------------|--------------------------------|---------------------------------|--|
| Account                         | -1.5           | 3.1             | 3.1                            | 4.0                            | 5.6                             | N/A  |
| FIXED INCOME                    | -1.5           | 3.1             | 3.2                            | 4.1                            | 5.6                             | 5.5  |
| Barclays Capital Int Gov/Credit | -2.1           | 2.1             | 2.1                            | 1.9                            | 3.9                             | 4.2  |

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

Past performance is no guarantee of future results.



GARCIA HAMILTON & ASSOCIATES  
**PORTFOLIO SUMMARY**  
***CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED***  
***(3250000231)***  
*ormondff*  
*December 31, 2016*

| <u>Security Type</u>                | <u>Total Cost</u>   | <u>Market Value</u> | <u>Pct.<br/>Assets</u> | <u>Yield</u> | <u>Est. Annual<br/>Income</u> |
|-------------------------------------|---------------------|---------------------|------------------------|--------------|-------------------------------|
| <b>FIXED INCOME</b>                 |                     |                     |                        |              |                               |
| CORPORATE BONDS                     | 1,773,634.54        | 1,723,462.23        | 23.0                   | 2.9          | 56,356.20                     |
| GOVERNMENT BONDS                    |                     |                     |                        |              |                               |
| TREASURY                            | 2,534,260.93        | 2,489,008.70        | 33.2                   | 2.4          | 49,668.75                     |
| AGENCY -<br>NONCALLABLE             | 1,700,673.82        | 1,702,157.72        | 22.7                   | 0.7          | 14,417.13                     |
| GOVERNMENT<br>BONDS                 | 4,234,934.75        | 4,191,166.42        | 56.0                   | 1.7          | 64,085.88                     |
| MORTGAGE-BACKED<br>SECURITIES-FNMA  | 539,453.72          | 533,231.79          | 7.1                    | 1.8          | 25,904.76                     |
| MORTGAGE-BACKED<br>SECURITIES-FHLMC | 986,229.58          | 978,273.49          | 13.1                   | 1.9          | 46,131.33                     |
| Accrued Interest                    |                     | 30,574.23           | 0.4                    |              |                               |
|                                     | 7,534,252.59        | 7,456,708.17        | 99.6                   | 2.0          | 192,478.17                    |
| <b>CASH &amp; EQUIVALENTS</b>       |                     |                     |                        |              |                               |
| CASH &<br>EQUIVALENTS               | 29,927.05           | 29,927.05           | 0.4                    | 0.1          | 35.91                         |
|                                     | 29,927.05           | 29,927.05           | 0.4                    | 0.1          | 35.91                         |
| <b>TOTAL PORTFOLIO</b>              | <b>7,564,179.64</b> | <b>7,486,635.22</b> | <b>100.0</b>           | <b>2.0</b>   | <b>192,514.08</b>             |

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GARCIA HAMILTON & ASSOCIATES  
 PORTFOLIO APPRAISAL  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
 ormondff  
 December 31, 2016

| Quantity                    | Security  | Unit Cost | Total Cost   | Price  | Market Value | Pct. Assets | Unit Income | Annual Income | Yield |
|-----------------------------|---|-----------|--------------|--------|--------------|-------------|-------------|---------------|-------|
| <b>CORPORATE BONDS</b>      |   |           |              |        |              |             |             |               |       |
| 145,000                     | Berkshire Hathaway Floater<br>1.653% Due 03-15-19 | 101.35    | 146,957.50   | 101.28 | 146,861.22   | 2.0         | 1.653       | 2,397.49      | 1.1   |
| 265,000                     | American Express Floater<br>1.667% Due 05-26-20   | 100.69    | 266,825.85   | 100.54 | 266,433.65   | 3.6         | 1.667       | 4,417.71      | 1.5   |
| 200,000                     | Metlife Inc.<br>4.368% Due 09-15-23               | 109.66    | 219,328.74   | 107.61 | 215,220.00   | 2.9         | 4.368       | 8,736.00      | 3.1   |
| 165,000                     | JP Morgan<br>3.875% Due 02-01-24                  | 108.39    | 178,838.09   | 103.64 | 171,002.70   | 2.3         | 3.875       | 6,393.75      | 3.3   |
| 200,000                     | Morgan Stanley<br>3.875% Due 04-29-24             | 105.47    | 210,932.00   | 102.56 | 205,114.00   | 2.7         | 3.875       | 7,750.00      | 3.5   |
| 170,000                     | Goldman Sachs<br>3.850% Due 07-08-24              | 105.65    | 179,608.61   | 102.08 | 173,534.47   | 2.3         | 3.850       | 6,545.00      | 3.5   |
| 270,000                     | Aflac Inc.<br>3.625% Due 11-15-24                 | 107.23    | 289,517.10   | 102.92 | 277,883.73   | 3.7         | 3.625       | 9,787.50      | 3.2   |
| 55,000                      | Berkshire Hathaway<br>3.125% Due 03-15-26         | 103.41    | 56,875.50    | 99.35  | 54,642.77    | 0.7         | 3.125       | 1,718.75      | 3.2   |
| 210,000                     | Wells Fargo Sub<br>4.100% Due 06-03-26            | 107.02    | 224,751.15   | 101.32 | 212,769.69   | 2.8         | 4.100       | 8,610.00      | 3.9   |
|                             | Accrued Interest                                  |           |              |        | 10,494.71    | 0.1         |             |               |       |
|                             |   |           | 1,773,634.54 |        | 1,733,956.95 | 23.2        |             | 56,356.20     | 2.9   |
| <b>GOVERNMENT BONDS</b>     |   |           |              |        |              |             |             |               |       |
| <b>TREASURY</b>             |   |           |              |        |              |             |             |               |       |
| 730,000                     | U S Treasury<br>2.000% Due 02-15-25               | 102.33    | 746,977.32   | 97.33  | 710,495.13   | 9.5         | 2.000       | 14,600.00     | 2.4   |
| 985,000                     | U S Treasury<br>2.125% Due 05-15-25               | 99.77     | 982,759.39   | 98.03  | 965,607.32   | 12.9        | 2.125       | 20,931.25     | 2.4   |
| 870,000                     | U S Treasury<br>1.625% Due 02-15-26               | 92.47     | 804,524.22   | 93.44  | 812,906.25   | 10.9        | 1.625       | 14,137.50     | 2.4   |
|                             | Accrued Interest                                  |           |              |        | 13,436.33    | 0.2         |             |               |       |
|                             |   |           | 2,534,260.93 |        | 2,502,445.03 | 33.4        |             | 49,668.75     | 2.4   |
| <b>AGENCY - NONCALLABLE</b> |   |           |              |        |              |             |             |               |       |
| 200,000                     | FHLB Floater<br>0.847% Due 08-09-17               | 100.00    | 200,000.03   | 100.14 | 200,276.40   | 2.7         | 0.847       | 1,694.00      | 0.6   |
| 265,000                     | FHLMC Floater<br>0.720% Due 11-13-17              | 100.00    | 265,000.00   | 100.06 | 265,166.95   | 3.5         | 0.720       | 1,908.00      | 0.6   |
| 190,000                     | FHLB Floater<br>0.722% Due 12-07-17               | 100.01    | 190,017.10   | 100.09 | 190,174.99   | 2.5         | 0.722       | 1,371.80      | 0.6   |
| 520,000                     | FNMA Floater<br>0.944% Due 03-21-18               | 100.12    | 520,601.09   | 100.21 | 521,089.92   | 7.0         | 0.944       | 4,910.26      | 0.8   |

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 PORTFOLIO APPRAISAL  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST FUND-FIXED (3250000231)**  
**ormondff**  
 December 31, 2016

| Quantity                                | Security  | Unit Cost | Total Cost   | Price  | Market Value | Pct. Assets | Unit Income | Annual Income | Yield |
|---|---|-----------|--------------|--------|--------------|-------------|-------------|---------------|-------|
| 130,000                                 | FFCB Floater<br>0.916% Due 03-26-18                           | 100.02    | 130,028.60   | 100.19 | 130,249.99   | 1.7         | 0.916       | 1,190.94      | 0.8   |
| 395,000                                 | FFCB Floater<br>0.846% Due 05-25-18<br>Accrued Interest       | 100.01    | 395,027.00   | 100.05 | 395,199.47   | 5.3         | 0.846       | 3,342.13      | 0.8   |
|   |   |           |              |        | 640.18       | 0.0         |             |               |       |
|   |   |           | 1,700,673.82 |        | 1,702,797.91 | 22.7        |             | 14,417.13     | 0.7   |
|   | GOVERNMENT BONDS Total  |           | 4,234,934.75 |        | 4,205,242.94 | 56.2        |             | 64,085.88     | 1.7   |
| <b>MORTGAGE-BACKED SECURITIES-FNMA</b>  |   |           |              |        |              |             |             |               |       |
| 985,000.00                              | FNMA Pool #AD0662<br>5.500% Due 01-01-25                      | 109.53    | 75,790.78    | 107.63 | 74,479.32    | 1.0         | 5.500       | 3,805.86      | 2.2   |
| 230,000.00                              | FNMA Pool #AL8215<br>5.000% Due 06-01-26                      | 107.75    | 196,316.45   | 106.80 | 194,587.41   | 2.6         | 5.000       | 9,109.81      | 1.6   |
| 4,945,000.00                            | FNMA Pool #745418<br>5.500% Due 04-01-36<br>Accrued Interest  | 113.20    | 267,346.50   | 111.86 | 264,165.06   | 3.5         | 5.500       | 12,989.09     | 1.8   |
|   |   |           |              |        | 2,158.73     | 0.0         |             |               |       |
|   |   |           | 539,453.72   |        | 535,390.52   | 7.2         |             | 25,904.76     | 1.8   |
| <b>MORTGAGE-BACKED SECURITIES-FHLMC</b> |   |           |              |        |              |             |             |               |       |
| 145,000.00                              | FHLMC Pool #G15718<br>5.500% Due 12-01-24                     | 108.05    | 111,335.33   | 106.26 | 109,499.22   | 1.5         | 5.500       | 5,667.39      | 1.6   |
| 360,000.00                              | FHLMC Pool #G15743<br>5.000% Due 06-01-26                     | 107.19    | 280,938.36   | 106.39 | 278,853.36   | 3.7         | 5.000       | 13,105.00     | 1.5   |
| 375,000.00                              | FHLMC Pool #G30892<br>5.500% Due 04-01-30                     | 111.56    | 345,941.22   | 110.80 | 343,567.49   | 4.6         | 5.500       | 17,054.80     | 2.0   |
| 355,000.00                              | FHLMC Pool #G60134<br>4.500% Due 06-01-36<br>Accrued Interest | 108.31    | 248,014.67   | 107.59 | 246,353.42   | 3.3         | 4.500       | 10,304.13     | 2.5   |
|   |   |           |              |        | 3,844.28     | 0.1         |             |               |       |
|   |   |           | 986,229.58   |        | 982,117.77   | 13.1        |             | 46,131.33     | 1.9   |
| <b>CASH &amp; EQUIVALENTS</b>           |   |           |              |        |              |             |             |               |       |
|   | Regions Trust Cash Sweep                                      |           | 29,927.05    |        | 29,927.05    | 0.4         | 0.120       | 35.91         | 0.1   |
|   |   |           | 29,927.05    |        | 29,927.05    | 0.4         |             | 35.91         | 0.1   |
| <b>TOTAL PORTFOLIO</b>                  |   |           | 7,564,179.64 |        | 7,486,635.22 | 100.0       |             | 192,514.08    | 2.0   |

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GARCIA HAMILTON & ASSOCIATES  
PURCHASE AND SALE  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST**  
**FUND-FIXED (3250000231)**  
*ormondff*  
From 10-01-16 To 12-31-16

| <b>Trade Date</b> | <b>Settle Date</b> | <b>Quantity</b> | <b>Security</b>                                   | <b>Unit Price</b> | <b>Amount</b> |
|-------------------|--------------------|-----------------|---|-------------------|---------------|
| <b>PURCHASES</b>  |                    |                 |   |                   |               |
| 11-22-2016        | 11-28-2016         | 145,000         | Berkshire Hathaway Floater<br>1.653% Due 03-15-19 | 101.35            | 146,957.50    |
| 11-09-2016        | 11-14-2016         | 240,000         | U S Treasury<br>2.125% Due 05-15-25               | 101.82            | 244,368.75    |
| 11-15-2016        | 11-18-2016         | 235,000         | U S Treasury<br>2.125% Due 05-15-25               | 99.64             | 234,155.47    |
| 11-17-2016        | 11-21-2016         | 30,000          | U S Treasury<br>2.125% Due 05-15-25               | 99.45             | 29,835.94     |
| 11-21-2016        | 11-25-2016         | 40,000          | U S Treasury<br>2.125% Due 05-15-25               | 98.81             | 39,525.00     |
| 11-30-2016        | 12-02-2016         | 40,000          | U S Treasury<br>2.125% Due 05-15-25               | 98.34             | 39,337.50     |
| 12-09-2016        | 12-13-2016         | 40,000          | U S Treasury<br>2.125% Due 05-15-25               | 97.80             | 39,118.75     |
| 12-12-2016        | 12-15-2016         | 100,000         | U S Treasury<br>2.125% Due 05-15-25               | 97.58             | 97,578.13     |
| 12-13-2016        | 12-16-2016         | 190,000         | U S Treasury<br>2.125% Due 05-15-25               | 97.68             | 185,591.41    |
| 12-15-2016        | 12-20-2016         | 210,000         | U S Treasury<br>1.625% Due 02-15-26               | 92.25             | 193,725.00    |
| 12-19-2016        | 12-22-2016         | 40,000          | U S Treasury<br>1.625% Due 02-15-26               | 92.58             | 37,031.25     |
| 12-21-2016        | 12-28-2016         | 40,000          | U S Treasury<br>1.625% Due 02-15-26               | 92.48             | 36,993.75     |
| 12-22-2016        | 12-27-2016         | 60,000          | U S Treasury<br>1.625% Due 02-15-26               | 92.50             | 55,500.00     |
| 12-22-2016        | 12-28-2016         | 80,000          | U S Treasury<br>1.625% Due 02-15-26               | 92.47             | 73,975.00     |
| 12-23-2016        | 12-28-2016         | 65,000          | U S Treasury<br>1.625% Due 02-15-26               | 92.60             | 60,191.02     |
| 12-23-2016        | 12-29-2016         | 200,000         | U S Treasury<br>1.625% Due 02-15-26               | 92.61             | 185,218.75    |

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PURCHASE AND SALE  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST**  
**FUND-FIXED (3250000231)**  
*ormondff*  
From 10-01-16 To 12-31-16

| Trade Date   | Settle Date | Quantity  | Security                                 | Unit Price | Amount       |
|--------------|-------------|-----------|--|------------|--------------|
| 12-27-2016   | 12-30-2016  | 20,000    | U S Treasury<br>1.625% Due 02-15-26      | 92.36      | 18,471.88    |
| 12-27-2016   | 12-30-2016  | 85,000    | U S Treasury<br>1.625% Due 02-15-26      | 92.41      | 78,551.95    |
| 12-28-2016   | 01-03-2017  | 40,000    | U S Treasury<br>1.625% Due 02-15-26      | 92.51      | 37,003.12    |
| 12-28-2016   | 01-03-2017  | 30,000    | U S Treasury<br>1.625% Due 02-15-26      | 92.87      | 27,862.50    |
|              |             |           |  |            | 1,860,992.67 |
| <b>SALES</b> |             |           |  |            |              |
| 11-15-2016   | 11-17-2016  | 85,000    | FHLB Floater<br>0.675% Due 09-05-17      | 100.09     | 85,077.35    |
| 11-21-2016   | 11-23-2016  | 150,000   | FHLB Floater<br>0.675% Due 09-05-17      | 100.05     | 150,073.50   |
| 11-23-2016   | 11-28-2016  | 185,000   | FHLB Floater<br>0.705% Due 12-05-17      | 100.05     | 185,099.90   |
| 12-13-2016   | 12-15-2016  | 165,000   | FHLB Floater<br>0.847% Due 08-09-17      | 100.17     | 165,283.31   |
| 12-15-2016   | 12-19-2016  | 165,000   | FHLB Floater<br>0.847% Due 08-09-17      | 100.16     | 165,270.11   |
| 12-22-2016   | 12-27-2016  | 75,000    | FHLB Floater<br>0.847% Due 08-09-17      | 100.16     | 75,122.48    |
| 12-27-2016   | 12-29-2016  | 35,000    | FHLB Floater<br>0.847% Due 08-09-17      | 100.15     | 35,054.25    |
| 12-28-2016   | 12-30-2016  | 35,000    | FHLB Floater<br>0.847% Due 08-09-17      | 100.15     | 35,054.25    |
| 11-21-2016   | 11-23-2016  | 50,000    | FHLMC Floater<br>0.720% Due 11-13-17     | 100.04     | 50,020.00    |
| 10-14-2016   | 10-18-2016  | 9,890.93  | FNMA Pool #890042<br>5.500% Due 07-01-22 | 107.41     | 10,623.47    |
| 10-14-2016   | 10-18-2016  | 49,954.58 | FNMA Pool #890042<br>5.500% Due 07-01-22 | 107.41     | 53,654.34    |

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PURCHASE AND SALE  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST**  
**FUND-FIXED (3250000231)**  
*ormondff*  
From 10-01-16 To 12-31-16

| Trade Date                | Settle Date | Quantity | Security                                  | Unit Price | Amount       |
|---------------------------|-------------|----------|---|------------|--------------|
| 12-22-2016                | 12-28-2016  | 35,000   | Goldman Sachs<br>3.850% Due 07-08-24      | 101.58     | 35,554.40    |
| 12-27-2016                | 12-30-2016  | 75,000   | Goldman Sachs<br>3.850% Due 07-08-24      | 101.40     | 76,048.50    |
| 12-23-2016                | 12-29-2016  | 105,000  | JP Morgan<br>3.875% Due 02-01-24          | 102.86     | 108,001.95   |
| 12-23-2016                | 12-29-2016  | 70,000   | Metlife Inc.<br>4.368% Due 09-15-23       | 107.03     | 74,924.50    |
| 12-19-2016                | 12-22-2016  | 50,000   | Morgan Stanley<br>3.875% Due 04-29-24     | 101.84     | 50,918.50    |
| 12-28-2016                | 01-03-2017  | 30,000   | Morgan Stanley<br>3.875% Due 04-29-24     | 102.08     | 30,624.60    |
| 10-06-2016                | 10-11-2016  | 35,000   | Wells Fargo Sub<br>4.100% Due 06-03-26    | 105.27     | 36,845.90    |
| 12-22-2016                | 12-28-2016  | 65,000   | Wyeth LLC<br>6.450% Due 02-01-24          | 121.00     | 78,650.00    |
|                           |             |          |   |            | 1,501,901.31 |
| <b>PRINCIPAL PAYDOWNS</b> |             |          |   |            |              |
| 10-01-2016                | 10-01-2016  | 3,542.50 | FHLMC Pool #G15718<br>5.500% Due 12-01-24 | 100.00     | 3,542.50     |
| 11-01-2016                | 11-01-2016  | 3,546.86 | FHLMC Pool #G15718<br>5.500% Due 12-01-24 | 100.00     | 3,546.86     |
| 12-01-2016                | 12-01-2016  | 3,403.10 | FHLMC Pool #G15718<br>5.500% Due 12-01-24 | 100.00     | 3,403.10     |
| 10-01-2016                | 10-01-2016  | 8,974.72 | FHLMC Pool #G15743<br>5.000% Due 06-01-26 | 100.00     | 8,974.72     |
| 11-01-2016                | 11-01-2016  | 9,867.19 | FHLMC Pool #G15743<br>5.000% Due 06-01-26 | 100.00     | 9,867.19     |
| 12-01-2016                | 12-01-2016  | 8,988.13 | FHLMC Pool #G15743<br>5.000% Due 06-01-26 | 100.00     | 8,988.13     |
| 10-01-2016                | 10-01-2016  | 5,420.27 | FHLMC Pool #G30892<br>5.500% Due 04-01-30 | 100.00     | 5,420.27     |

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

**GARCIA HAMILTON & ASSOCIATES**  
**PURCHASE AND SALE**  
**CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST**  
**FUND-FIXED (3250000231)**  
*ormondff*  
*From 10-01-16 To 12-31-16*

| <b>Trade Date</b> | <b>Settle Date</b> | <b>Quantity</b> | <b>Security</b>                           | <b>Unit Price</b> | <b>Amount</b> |
|-------------------|--------------------|-----------------|---|-------------------|---------------|
| 11-01-2016        | 11-01-2016         | 8,197.02        | FHLMC Pool #G30892<br>5.500% Due 04-01-30 | 100.00            | 8,197.02      |
| 12-01-2016        | 12-01-2016         | 4,738.99        | FHLMC Pool #G30892<br>5.500% Due 04-01-30 | 100.00            | 4,738.99      |
| 10-01-2016        | 10-01-2016         | 7,805.48        | FHLMC Pool #G60134<br>4.500% Due 06-01-36 | 100.00            | 7,805.48      |
| 11-01-2016        | 11-01-2016         | 7,457.59        | FHLMC Pool #G60134<br>4.500% Due 06-01-36 | 100.00            | 7,457.59      |
| 12-01-2016        | 12-01-2016         | 4,210.09        | FHLMC Pool #G60134<br>4.500% Due 06-01-36 | 100.00            | 4,210.09      |
| 10-01-2016        | 10-01-2016         | 6,017.42        | FNMA Pool #745418<br>5.500% Due 04-01-36  | 100.00            | 6,017.42      |
| 11-01-2016        | 11-01-2016         | 6,026.62        | FNMA Pool #745418<br>5.500% Due 04-01-36  | 100.00            | 6,026.62      |
| 12-01-2016        | 12-01-2016         | 5,451.07        | FNMA Pool #745418<br>5.500% Due 04-01-36  | 100.00            | 5,451.07      |
| 10-01-2016        | 10-01-2016         | 298.84          | FNMA Pool #890042<br>5.500% Due 07-01-22  | 100.00            | 298.84        |
| 10-01-2016        | 10-01-2016         | 1,509.28        | FNMA Pool #890042<br>5.500% Due 07-01-22  | 100.00            | 1,509.28      |
| 10-01-2016        | 10-01-2016         | 513.13          | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 513.13        |
| 10-01-2016        | 10-01-2016         | 1,349.57        | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 1,349.57      |
| 11-01-2016        | 11-01-2016         | 431.96          | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 431.96        |
| 11-01-2016        | 11-01-2016         | 1,136.08        | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 1,136.08      |
| 12-01-2016        | 12-01-2016         | 527.20          | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 527.20        |
| 12-01-2016        | 12-01-2016         | 1,386.57        | FNMA Pool #AD0662<br>5.500% Due 01-01-25  | 100.00            | 1,386.57      |
| 10-01-2016        | 10-01-2016         | 5,124.85        | FNMA Pool #AL8215<br>5.000% Due 06-01-26  | 100.00            | 5,124.85      |

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**GARCIA HAMILTON & ASSOCIATES**  
**PURCHASE AND SALE**  
***CITY OF ORMOND BEACH FIREFIGHTERS' PENSION TRUST***  
***FUND-FIXED (3250000231)***  
***ormondff***  
*From 10-01-16 To 12-31-16*

| <b>Trade Date</b> | <b>Settle Date</b> | <b>Quantity</b> | <b>Security</b>                          | <b>Unit Price</b> | <b>Amount</b> |
|-------------------|--------------------|-----------------|--|-------------------|---------------|
| 11-01-2016        | 11-01-2016         | 4,355.93        | FNMA Pool #AL8215<br>5.000% Due 06-01-26 | 100.00            | 4,355.93      |
| 12-01-2016        | 12-01-2016         | 4,997.87        | FNMA Pool #AL8215<br>5.000% Due 06-01-26 | 100.00            | 4,997.87      |
|                   |                    |                 |  |                   | 115,278.33    |

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## Client Report Disclosures

### **PERFORMANCE DATA**

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