



UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

SEC FILE NUMBER  
8-5727

FACING PAGE  
Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 01-01-06 AND ENDING 12-31-06  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: PLANNED FINANCIAL PROGRAMS, INC.

OFFICIAL USE ONLY  
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

734 Walt Whitman Road

(No. and Street)

Melville, N.Y.

11747

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Jeffrey S. Eisman

(631) 423-8800

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Kass & Jaffe, P.C.

(Name - if individual, state last, first, middle name)

1025 Westchester Avenue - White Plains,

(Address)

(City)

NY

(State)

10604

(Zip Code)

CHECK ONE:

Certified Public Accountant

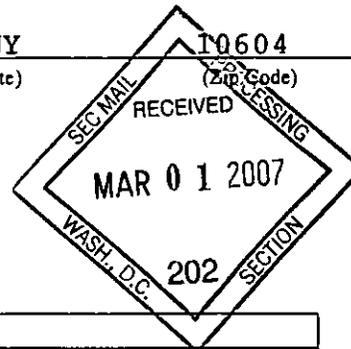
Public Accountant

Accountant not resident in United States or any of its possessions.

PROCESSED

APR 04 2007

J THOMSON  
FINANCIAL



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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

KA 3/30

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

OATH OR AFFIRMATION

I, Jeffrey S. Eisman, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of PLANNED FINANCIAL PROGRAMS, INC. as of December 31, 2006, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

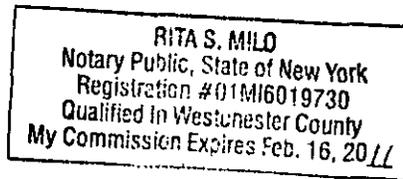
Sworn to before me this day of 2007.

Signature of Jeffrey S. Eisman

President

Title

Notary Public signature of Rita S. Milo



This report \*\* contains (check all applicable boxes):

- (a) Facing Page.
(b) Statement of Financial Condition.
(c) Statement of Income (Loss).
(d) Statement of Changes in Financial Condition.
(e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
(f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
(g) Computation of Net Capital.
(h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
(i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
(j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
(k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
(l) An Oath or Affirmation.
(m) A copy of the SIPC Supplemental Report.
(n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).



**KASS & JAFFE, PC**  
CERTIFIED PUBLIC ACCOUNTANTS

1026 WESTCHESTER AVENUE  
WHITE PLAINS, NY 10604

TELEPHONE: 914-948-7800  
FAX: 914-948-7877

February 28, 2007

Securities and Exchange Commission  
450 Fifth Street N.W.  
Washington, D.C. 20549

Securities and Exchange Commission  
233 Broadway  
New York, New York 10279

NASD Regulation, Inc. /Systems Support  
9509 Key West Avenue - 3<sup>rd</sup> Floor  
Rockville, Maryland 20850  
Att: Sherry Lawrence

We have examined the financial statement of Planned Financial Programs, Inc., for the year ended December 31, 2006 and have issued our report thereon dated February 17, 2007. As a part of our examination, we made a study and evaluation of the Company's system of internal controls to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards in the United States of America and Rule 17a-5 of the Securities and Exchange Commission. This study and evaluation included the accounting system, the procedures for safeguarding securities, and the practices and procedures followed by the Company in making periodic computation of aggregate indebtedness and net capital under Rule 17a-3 (a)(11) and the reserve required by Rule 15c3-(e).

In our opinion, there are no material inadequacies in the internal control of Planned Financial Programs, Inc. as of December 31, 2006.

Very truly yours,

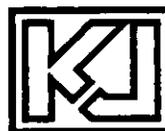
*Kass & Jaffe, P.C.*

KASS & JAFFE, P.C.  
Certified Public Accountants  
White Plains, New York

PLANNED FINANCIAL PROGRAMS, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2006



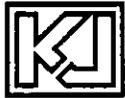
**KASS & JAFFE, PC**  
CERTIFIED PUBLIC ACCOUNTANTS

PLANNED FINANCIAL PROGRAMS, INC.

DECEMBER 31, 2006

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FAX: 914-948-7877

INDEPENDENT AUDITORS' REPORT

Planned Financial Programs, Inc.  
734 Walt Whitman Road  
Melville, New York 11747

We have audited the accompanying balance sheet of Planned Financial Programs, Inc., as of December 31, 2006 and the related statements of income and retained earnings, changes in stockholder's equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Planned Financial Programs, Inc. as of December 31, 2006, and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles in the United States of America.

*Kass & Jaffe, P.C.*

February 17, 2007  
White Plains, New York

PLANNED FINANCIAL PROGRAMS, INC.

BALANCE SHEET  
DECEMBER 31, 2006

ASSETS

CURRENT ASSETS

Cash and equivalents	\$ 58,471
Commissions receivable	50,447
Other receivable	<u>425</u>

TOTAL ASSETS \$ 109,343

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

Accrued expenses	\$ 55,966
Other payable	<u>1,020</u>

TOTAL CURRENT LIABILITIES 56,986

STOCKHOLDER'S EQUITY

Capital stock (no par value, 200 shares authorized, 100 shares issued and outstanding)	5,000
Retained earnings	<u>47,357</u>

TOTAL STOCKHOLDER'S EQUITY 52,357

TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY \$ 109,343

PLANNED FINANCIAL PROGRAMS, INC.

STATEMENT OF INCOME AND RETAINED EARNINGS  
FOR THE YEAR ENDED DECEMBER 31, 2006

INCOME	
Commissions	\$ 467,584
Less - commission expenses	<u>449,572</u>
<u>TOTAL INCOME</u>	18,012
OPERATING EXPENSES	
Stationary, printing, postage and office	1,038
Rent	<u>4,080</u>
<u>TOTAL OPERATING EXPENSES</u>	<u>5,418</u>
<u>PROFIT FROM OPERATIONS</u>	12,594
OTHER INCOME	
Dividends and interest	<u>1,914</u>
<u>INCOME BEFORE PROVISION FOR INCOME TAXES</u>	14,508
PROVISIONS FOR INCOME TAXES	
State Income Taxes	<u>100</u>
<u>NET INCOME</u>	14,408
<u>RETAINED EARNINGS</u> - Beginning	48,656
<u>DISTRIBUTIONS</u>	<u>(15,707)</u>
<u>RETAINED EARNINGS</u> - Ending	\$ <u>47,357</u>

PLANNED FINANCIAL PROGRAMS, INC.

STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY  
FOR THE YEAR ENDED DECEMBER 31, 2006

Stockholder's equity - December 31, 2005	\$ 53,656
Net income - Year ended December 31, 2006	14,408
Distributions	<u>(15,707)</u>
<u>STOCKHOLDER'S EQUITY - DECEMBER 31, 2006</u>	\$ <u>52,357</u>

PLANNED FINANCIAL PROGRAMS, INC.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2006

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income \$ 14,408

Adjustments to Reconcile Net Income to  
Net Cash Provided by Operating Activities:

Increase in commissions receivable (2,779)  
Increase in accrued expenses 736

TOTAL ADJUSTMENTS TO NET INCOME (2,043)

NET CASH PROVIDED BY OPERATING ACTIVITIES 12,365

CASH FLOWS FROM FINANCING ACTIVITIES:

Distributions to stockholder (15,707)

NET DECREASE IN CASH AND CASH EQUIVALENTS (3,342)

CASH AND EQUIVALENTS - BEGINNING 61,813

CASH AND EQUIVALENTS - ENDING \$ 58,471

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid during the period for:

Interest \$ -0-

Taxes \$ 100

PLANNED FINANCIAL PROGRAMS, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Business

Planned Financial Programs, Inc. was incorporated in August of 1991. The Company's only source of income is from commissions on the sale of mutual funds and variable annuities.

Use of Estimates

The Company prepares their financial statements using generally accepted accounting principles (GAAP), which require management to make estimates and assumptions that affect reported amounts and disclosures. Actual results could differ from those estimates.

Cash Equivalents

The Company considers all highly liquid investments that are readily convertible to known amounts of cash and are so near to their maturity that they present an insignificant risk of changes in value because of changes in interest rates to be cash equivalents.

Income Taxes

The Company has elected to file its corporate income tax returns under the appropriate "S" Corporation provision of the Federal and State laws and, therefore, incurs no Federal income tax and only minimal State Franchise tax on its taxable income. Instead the shareholders are liable for individual taxes on their respective shares of the Company's taxable income.

Concentrations

The Company received 86% of its commissions from four brokerage firms.

Allowance for Doubtful Receivables

The Company has no allowance for commissions' receivable. It considers commissions receivable to be fully collectible within one year.



**KASS & JAFFE, PC**  
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1025 WESTCHESTER AVENUE  
WHITE PLAINS, NY 10604

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FAX: 914-948-7877

INDEPENDENT AUDITORS' REPORT ON  
SUPPLEMENTAL INFORMATION

Planned Financial Programs, Inc.  
734 Walt Whitman Road  
Melville, New York 11747

Our report on our audit of the basic financial statements of Planned Financial Programs, Inc. for 2006 appears on page 1. That audit was made for purposes of forming an opinion on the basic financial statements taken as a whole. The computation of net capital is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Kass & Jaffe, P.C.*

White Plains, New York  
February 17, 2007

PLANNED FINANCIAL PROGRAMS, INC.

COMPUTATION OF NET CAPITAL  
AS OF DECEMBER 31, 2006

Cash in banks		\$ 58,471
Sundry assets		<u>50,872</u>
Total Assets		109,343
Less - current liabilities		<u>(56,986)</u>
Net capital before haircuts on securities		52,357
Haircuts		
Other securities		-0-
Undue concentration		<u>-0-</u>
Net Capital		52,357
Statutory net capital requirement	\$ <u>5,000</u>	
Aggregate indebtedness	\$ <u>56,986</u>	
Aggregate indebtedness net capital requirements	\$ <u>3,799</u>	
Higher of net capital requirements		<u>(5,000)</u>
<u>Excess net capital</u>		\$ <u>47,357</u>

**END**