

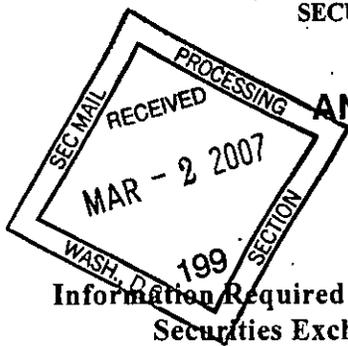
SECUR

SION



07005684

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	February 28, 2010
Estimated average burden hours per response.....	12.00



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

SEC FILE NUMBER
8-525705

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 01/01/2000 AND ENDING 12/31/2000  
MM/DD/YY MM/DD/YY

## A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: McLean Securities, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

1600 International Drive, Suite 450

(No. and Street)

McLean

(City)

VA

(State)

22102

(Zip Code)

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

(Area Code - Telephone Number)

## B. ACCOUNTANT IDENTIFICATION

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

Cocke, Szpanka & Taylor, CPAs, PC

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

1800 Robert Fulton Dr., Suite 100 Reston

(Address)

(City)

VA

(State)

20191

(Zip Code)

CHECK ONE:

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

# PROCESSED

APR 09 2007

FOR OFFICIAL USE ONLY	
THOMSON FINANCIAL	

\*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)

SEC 1410 (06-02)

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.

AD 4/15

OATH OR AFFIRMATION

I, Joseph J. Romagnoli, CPA, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of McLean Securities, LLC, 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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Joseph J. Romagnoli  
Signature

CPA

Title

[Signature]  
Notary Public

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. ~ cash flows
- (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).

**DESIGNATION OF ACCOUNTANT**  
**(Notice Pursuant to Rule 17a-5(f)(2))**

(i) Broker or Dealer

Name: McLean Securities, LLC

Address: 1660 International Drive, Suite 450  
McLean, VA 22102

Telephone: (703) 827-0200

SEC Registration Number:

NASD Registration Number:

(ii) Accounting Firm

Name: Cocke, Szpanka & Taylor, CPAs, PC

Address: 1800 Robert Fulton Drive, Suite 100  
Reston, VA 20191

Telephone: (703) 391-2000

Accountant's State Registration Number: #50317 Virginia

(iii) Audit date covered by the Agreement:

12                      31                      2006  
(Month)                      (Day)                      (Year)

(iv) The contractual commitment to conduct the broker's or dealer's annual audit -- (check one)

is for the annual audit only for the fiscal year ending 2006 \*

is of a continuing nature providing for successive annual audits.

\* if this commitment is not of a continuing nature, it will be necessary to file this form each successive year.

Pursuant to Rule 17a-5(f)(2), the above person has been designated as the independent public accountant for the above-mentioned broker or dealer. I understand that, pursuant to SEC Rule 17a-5(f)(1) the Securities and Exchange Commission will not recognize: (a) any person as a certified public accountant who is not duly registered in good standing as such under the laws of his place of residence or principal office; or (b) any person as a public accountant who is not in good standing and entitled to practice as such under the laws of his place of residence or principal office. Lastly, I understand that should the above-mentioned broker-dealer submit an audit by someone not recognized by the SEC as set forth in Rule 17a-5(f)(1), NASD may deem the audit of the broker-dealer to not have been filed.

Signature: \_\_\_\_\_

Name: \_\_\_\_\_

(By Firm's FINOP or President)

Title: \_\_\_\_\_

Date: \_\_\_\_\_

2/27/07



**COCKE, SZPANKA & TAYLOR, CPAs, PC**

**CERTIFIED PUBLIC ACCOUNTANTS**

Principals

*Charles P. Cocke, CPA  
Mary E. Szpanka, CPA  
Frances C. Taylor, CPA*

Principals

*Joseph J. Romagnoli, CPA  
Deborah E. Haines, CPA  
Carolyn K. Menzie, CPA  
Mark A. Watts, CPA*

Independent Auditor's Report

To the Members  
McLean Securities, LLC  
McLean, Virginia

We have audited the accompanying statements of financial condition of McLean Securities, LLC as of December 31, 2006 and 2005, and the related statements of income, members' equity, and cash flows for the years then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. 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 audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 audits provide 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 McLean Securities, LLC as of December 31, 2006 and 2005, and the results of its operations and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

*Cocke, Szpanka & Taylor, CPAs, PC*

January 25, 2007

STATEMENTS OF FINANCIAL CONDITION

MCLEAN SECURITIES, LLC

	December 31,	
	<u>2006</u>	<u>2005</u>
ASSETS		
CURRENT ASSETS		
Cash	<u>\$ 8,422</u>	<u>\$ 8,132</u>
LIABILITIES AND MEMBERS' EQUITY		
MEMBERS' EQUITY	<u>\$ 8,422</u>	<u>\$ 8,132</u>
	<u>\$ 8,422</u>	<u>\$ 8,132</u>

See notes to financial statements.

STATEMENTS OF INCOME

MCLEAN SECURITIES, LLC

	Year Ended December 31,	
	<u>2006</u>	<u>2005</u>
INCOME	\$ 326,374	\$ 689,019
EXPENSES		
Consulting	164,232	349,955
Miscellaneous	<u>110</u>	<u>118</u>
TOTAL EXPENSES	<u>164,342</u>	<u>350,073</u>
NET INCOME	<u>\$ 162,032</u>	<u>\$ 338,946</u>

See notes to financial statements.

STATEMENTS OF MEMBERS' EQUITY

MCLEAN SECURITIES, LLC

BALANCE, DECEMBER 31, 2004	\$ 20,982
Net income	338,946
Withdrawals	<u>( 351,796)</u>
BALANCE, DECEMBER 31, 2005	8,132
Net income	162,032
Withdrawals	<u>( 161,742)</u>
BALANCE, DECEMBER 31, 2006	<u>\$ 8,422</u>

See notes to financial statements.

STATEMENTS OF CASH FLOWS

MCLEAN SECURITIES, LLC

	Year Ended December 31,	
	<u>2006</u>	<u>2005</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income	\$ 162,032	\$ 338,946
Adjustments to reconcile net income to net cash provided by operating activities:		
Effect of changes in income and expense accruals:		
Accounts receivable	0	35,000
Accounts payable	<u>0</u>	<u>( 22,750)</u>
<b>NET CASH PROVIDED BY OPERATING EXPENSES</b>	162,032	351,196
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Withdrawals of equity	<u>( 161,742)</u>	<u>( 351,796)</u>
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<u>( 161,742)</u>	<u>( 351,796)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	290	( 600)
Cash, beginning of year	<u>8,132</u>	<u>8,732</u>
<b>CASH, END OF YEAR</b>	<u>\$ 8,422</u>	<u>\$ 8,132</u>

SUPPLEMENTAL DISCLOSURES

None

See notes to financial statements.

## NOTES TO FINANCIAL STATEMENTS

### MCLEAN SECURITIES, LLC

December 31, 2006 and 2005

#### NOTE A - SIGNIFICANT ACCOUNTING POLICIES

McLean Securities, LLC (the Company) is a registered NASD broker-dealer that provides investment banking services in connection with its affiliate, The McLean Group, LLC. The Company does not have custody of client accounts. The Company's registration as a broker-dealer with the SEC became effective on October 27, 2000.

The Company uses accrual basis accounting for financial statement purposes and cash basis for income tax reporting. Securities transactions and related commissions revenue and expenses are accrued on a settlement date basis. All customers' trades are cleared through unrelated entities acting as clearing houses. Consulting services are recognized as services are provided.

The Company qualifies under Rule 15c3-3(k)(2)(i) from the Securities and Exchange Commission Customer Protection Rule (Rule 15c3-3). Accordingly, the supplemental schedule of Information Relating to Possession or Control Requirements for Brokers and Dealers Pursuant to Rule 15c3-3 is not applicable.

The Company considers securities with maturities of three months or less, when purchased, to be cash equivalents.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Securities owned are carried at fair market value as allowed by NASD regulations, and unrealized gains or losses are reflected in income. No securities were held at December 31, 2006 and 2005.

Allowance for bad debts on accounts receivable is made in amounts required to maintain adequate allowance to cover anticipated bad debts. Accounts receivable are charged against the allowance when it is determined that payment will not be received. At year end, the allowance is evaluated by management based on review of the accounts receivable.

#### NOTE B - INCOME TAXES

The Company is a limited liability company, which is taxed as a partnership. Accordingly, no provision has been made for federal and state income taxes on income recognized, since these taxes are the responsibility of the members.

## NOTES TO FINANCIAL STATEMENTS

### MCLEAN SECURITIES, LLC

December 31, 2006 and 2005

#### NOTE C - LIABILITIES SUBORDINATED TO GENERAL CREDITORS

The Company had no liabilities that were subordinated to general creditors at either December 31, 2006 or 2005.

#### NOTE D - RELATED PARTY TRANSACTIONS

The Company has an agreement with The McLean Group, LLC (the Group), a related limited liability company, that the Group will pay all operating and non-operating expenses in connection with the conduct of the affiliates' businesses, except fee-sharing disbursements which the broker-dealer is required to pay. This agreement became effective September 1, 2001, and the Group has fully indemnified the Company against any liability or responsibility for such expenses.

During 2006 and 2005, capital transfers made to the Group totaled \$161,742 and \$351,796.

During 2006 and 2005, consulting fees (guaranteed payments) paid to members totaled \$11,647 and \$62,565.

#### NOTE E - NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 and subparagraph (2) of rule 15c3-1 further requires all brokers not generally carrying customers' accounts to maintain net capital of not less than \$5,000 or one-fifteenth of the Company's aggregate indebtedness, whichever is greater. The Company's aggregate indebtedness to net capital ratio was 0 to 1. As of December 31, 2006, the Company had net capital as defined of \$8,422, which was \$3,422 in excess of its required net capital of \$5,000.

#### NOTE F - SUBSEQUENT EVENTS

One of the Company's transactions was in its final negotiations as of December 31, 2006. The settlement for the transaction did not occur until January 2007. Therefore, \$150,000 of gross revenue from the deal was recognized in January 2007.



**COCKE, SZPANKA & TAYLOR, CPAs, PC**

**CERTIFIED PUBLIC ACCOUNTANTS**

Principals

*Charles P. Cocke, CPA  
Mary E. Szpanka, CPA  
Frances C. Taylor, CPA*

Principals

*Joseph J. Romagnoli, CPA  
Deborah E. Haines, CPA  
Carolyn K. Menzie, CPA  
Mark A. Watts, CPA*

Independent Auditor's Report  
On Other Financial Information

To the Members  
McLean Securities, LLC  
McLean, Virginia

We have audited the accompanying financial statements of McLean Securities, LLC as of and for the years ended December 31, 2006 and 2005, respectively, and have issued our report thereon dated January 25, 2007. Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements but is supplementary information required by rule 17a-5 of the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit 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.

*Cocke, Szpanka & Taylor, CPAs, PC*

January 25, 2007

OTHER FINANCIAL INFORMATION

MCLEAN SECURITIES, LLC

MCLEAN, VIRGINIA

December 31, 2006 and 2005

COMPUTATION OF NET CAPITAL

MCLEAN SECURITIES, LLC

December 31, 2006

Total members' equity	\$	8,422
Deduct: Non-allowable assets		0
Add: Liabilities subordinated to claims of general creditors		<u>0</u>
	NET CAPITAL	<u>\$ 8,422</u>

See auditor's report on other financial information.

NET CAPITAL RECONCILIATION

MCLEAN SECURITIES, LLC

December 31, 2006

In accordance with Rule 17A-5(d)(4), we are reporting the following differences that we found when comparing our report on the computation of net capital under Rule 15c3-1 with the focus report as filed by McLean Securities, LLC for the year ended December 31, 2006.

DIFFERENCES WITH FOCUS REPORT      \$ 0

See auditor's report on other financial information.



**COCKE, SZPANKA & TAYLOR, CPAs, PC**

**CERTIFIED PUBLIC ACCOUNTANTS**

**Principals**

*Charles P. Cocke, CPA  
Mary E. Szpanka, CPA  
Frances C. Taylor, CPA*

**Principals**

*Joseph J. Romagnoli, CPA  
Deborah E. Haines, CPA  
Carolyn K. Menzie, CPA  
Mark A. Watts, CPA*

**Independent Auditor's Report on Internal Accounting  
Control Required by SEC Rule 17a-5**

To the Members  
McLean Securities, LLC  
McLean, Virginia

In planning and performing our audit of the financial statements of McLean Securities, LLC (the Company) for the years ended December 31, 2006 and 2005, respectively, we considered its internal control, including control activities for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), we have made a study of the practices and procedures followed by the Company including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making the quarterly securities examinations, counts, verifications and comparisons.
2. Recordation of differences required by rule 17a-13.
3. Complying with the requirements for prompt payment for securities under section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System.

The management of the Company is responsible for establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of controls and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the Commission's above-mentioned objectives. Two of the objectives of internal control and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that the transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control or the practices and procedures referred to above, error or fraud may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control components does not reduce to a relatively low level the risk that error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving internal control, including control activities for safeguarding securities, that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at December 31, 2006 and 2005 to meet the SEC's objectives.

This report is intended solely for the information and use of management, the Securities and Exchange Commission, the New York Stock Exchange and other regulatory agencies that rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than these specified parties.

Cocke, Szpanka & Taylor, CPAs, PC

January 25, 2007



**COCKE, SZPANKA & TAYLOR, CPAs, PC**

CERTIFIED PUBLIC ACCOUNTANTS

INFORMATION RELATING TO POSSESSION OR  
CONTROL REQUIREMENTS FOR BROKERS AND DEALERS  
PURSUANT TO RULE 15c3-3

MCLEAN SECURITIES, LLC

December 31, 2006

The Company qualifies under Rule 15c3-3(k)(2)(i) from the Securities and Exchange Commission Customer Protection Rule (Rule 15c3-3). Accordingly, the supplemental schedule of Information Relating to Possession or Control Requirements for Brokers and Dealers Pursuant to Rule 15c3-3 is not applicable.

See auditor's report on other financial information.

END