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STATES
SECURITIES AND EXCHANGE COMMISSION
FORM C. 20549

OMB APPROVAL
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ED REPORT
FORM A-17A-5
PART III

SEC FILE NUMBER
8-44691

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: Tully & Holland, Incorporated

OFFICIAL USE ONLY
FIRM I.D. NO.

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

60 William Street Suite 100
(No. and Street)

Wellesley Massachusetts 02481
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Timothy W. Tully 781-239-2900
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Samet & Company PC
(Name - of individual, state last, first, middle name)

1330 Boylston Street, Chestnut Hill MA 02467
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

PROCESSED

APR 20 2007

THOMSON FINANCIAL

FOR OFFICIAL USE ONLY

*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
4/19

OATH OR AFFIRMATION

I, Timothy W. Tully, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Tully & Holland, Incorporated, 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:

Timothy W. Tully
Signature
President
Title

Sandra Sullivan
Notary Public my comm exp. 2:2009

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

- (a) Facing Page.
- (b) Statement of Financial Condition. **Amended liabilities and ownership equity section.**
- (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).

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT

PART IIA

BROKER OR DEALER Tully & Holland, Incorporated

as of 12/31/06

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS

LIABILITIES AND OWNERSHIP EQUITY

| Liabilities | A.I. Liabilities | Non-A.I. Liabilities | Total |
|--|---------------------|-------------------------|----------------------|
| 13. Bank loans payable | \$ 1045 | \$ 1255 ¹³ | \$ 1470 |
| 14. Payable to brokers or dealers: | | | |
| A. Clearance account | 1114 | 1315 | 1560 |
| B. Other | 1115 | 1305 | 1540 |
| 15. Payable to non-customers | 1155 | 1355 | 1610 |
| 16. Securities sold not yet purchased, at market value | | 1360 | 1620 |
| 17. Accounts payable, accrued liabilities, expenses and other | 69,210 | 1205 | 69,210 |
| 18. Notes and mortgages payable: | | 1385 | 1685 |
| A. Unsecured | 1210 | | 1690 |
| B. Secured | 1211 ¹² | 1390 ¹⁴ | 1700 |
| 19. E. Liabilities subordinated to claims of general creditors: | | | |
| A. Cash borrowings: | | 1400 | 1710 |
| 1. from outsiders ³ \$ 970 | | | |
| 2. includes equity subordination (15c3-1(d)) of ... \$ 980 | | | |
| B. Securities borrowings, at market value | | 1410 | 1720 |
| from outsiders \$ 990 | | | |
| C. Pursuant to secured demand note collateral agreements | | 1420 | 1730 |
| 1. from outsiders \$ 1000 | | | |
| 2. includes equity subordination (15c3-1(d)) of ... \$ 1010 | | | |
| D. Exchange memberships contributed for use of company, at market value | | 1430 | 1740 |
| E. Accounts and other borrowings not qualified for net capital purposes | | | |
| 20. TOTAL LIABILITIES | \$ 69,210 | \$ 1230 | \$ 69,210 |
| | 1230 | 1450 | 1760 |
| Ownership Equity | | | |
| 21. Sole Proprietorship | | | 1770 |
| 22. Partnership (limited partners) | 1020 ¹¹ | | 1780 |
| 23. Corporation: | | | |
| A. Preferred stock | | | 1791 |
| B. Common stock | | | 1792 |
| C. Additional paid-in capital | | | 149,198 |
| D. Retained earnings | | | 344,076 |
| E. Total | | | 493,277 |
| F. Less capital stock in treasury | | | 98,817 ¹⁶ |
| 24. TOTAL OWNERSHIP EQUITY | | | \$ 394,460 |
| 25. TOTAL LIABILITIES AND OWNERSHIP EQUITY | | | \$ 463,670 |
| | | | 1810 |

OMIT PENNIES

FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT
PART IIA

| | | |
|------------------|-------------------------------|----------------|
| BROKER OR DEALER | Tully & Holland, Incorporated | as of 12/31/06 |
|------------------|-------------------------------|----------------|

STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS

LIABILITIES AND OWNERSHIP EQUITY

| Liabilities | A.I. Liabilities | Non-A.I. Liabilities | Total |
|---|---------------------|-------------------------|-----------------|
| 13. Bank loans payable | \$ 1045 | \$ 1255 | \$ 1470 |
| 14. Payable to brokers or dealers: | | | |
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| 17. Accounts payable, accrued liabilities, expenses and other | 69,210 1205 | 1385 | 69,210 1685 |
| 18. Notes and mortgages payable: | | | |
| A. Unsecured | 1210 | | 1690 |
| B. Secured | 1211 | 1390 | 1700 |
| 19. E. Liabilities subordinated to claims of general creditors: | | | |
| A. Cash borrowings: | | 1400 | 1710 |
| 1. from outsiders, \$ 970 | | | |
| 2. includes equity subordination (15c3-1(d)) of \$ 980 | | | |
| B. Securities borrowings, at market value from outsiders \$ 990 | | 1410 | 1720 |
| C. Pursuant to secured demand note collateral agreements: | | | |
| 1. from outsiders \$ 1000 | | | |
| 2. includes equity subordination (15c3-1(d)) of \$ 1010 | | | |
| D. Exchange memberships contributed for use of company, at market value | | 1430 | 1740 |
| E. Accounts and other borrowings not qualified for net capital purposes | 1220 | 1440 | 1750 |
| 20. TOTAL LIABILITIES | \$ 69,210 1230 | \$ 1450 | \$ 69,210 1760 |
| Ownership Equity | | | |
| 21. Sole Proprietorship | | | 1770 |
| 22. Partnership (limited partners) | 1020 | | 1780 |
| 23. Corporation: | | | |
| A. Preferred stock | | | 1791 |
| B. Common stock | | | 1792 |
| C. Additional paid-in capital | | | 124,198 1793 |
| D. Retained earnings | | | 369,076 1794 |
| E. Total | | | 493,277 1795 |
| F. Less capital stock in treasury | | | (98,817) 1796 |
| 24. TOTAL OWNERSHIP EQUITY | | | \$ 394,460 1800 |
| 25. TOTAL LIABILITIES AND OWNERSHIP EQUITY | | | \$ 463,670 1810 |

OMIT PENNIES