

SECUI



07008232

MISSION

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

10/24

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

**SEC FILE NUMBER**  
8-35271

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 08/01/06 AND ENDING 07/31/07  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: ATEL SECURITIES CORPORATION OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.) 600 California Street, 6<sup>th</sup> floor FIRM I.D. NO. \_\_\_\_\_  
(No. and Street)

San Francisco California 94108  
(City) (State) (Zip Code)

PROCESSED  
OCT 25 2007  
THOMSON  
FINANCIAL

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
Samuel Schussler 415-616-3404 (Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

**MOSS ADAMS LLP**

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

One California Street, 4<sup>th</sup> floor San Francisco California 94111  
(Address) (City) (State) (Zip Code)

CHECK ONE:

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

SECURITIES AND EXCHANGE COMMISSION  
RECEIVED  
OCT 01 2007  
BRANCH OF REGISTRATIONS  
AND  
EXAMINATIONS  
02

**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)

10/24

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, SAMUEL SCHUSSLER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of ATEL SECURITIES CORPORATION as of July 31, 2007 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:

NONE

SUBSCRIBED AND SWORN TO BEFORE ME:

THIS 26th DAY OF Sept., 2007

BY Samuel Schussler

Samuel Schussler

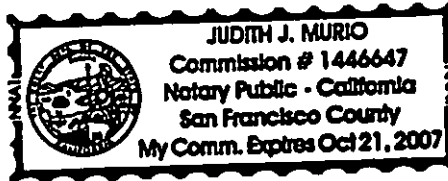
Signature

Chief Accounting Officer

Title

[Signature]  
NOTARY PUBLIC

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.
- (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).

**ATEL SECURITIES CORPORATION**

**(SEC I.D. No. 17229)**

---

**INDEPENDENT AUDITOR'S REPORT  
AND  
STATEMENT OF FINANCIAL CONDITION  
(with supplemental information)**

---

**JULY 31, 2007**

## **CONTENTS**

---

	<b>PAGE</b>
<b>INDEPENDENT AUDITOR'S REPORT</b>	1
<b>FINANCIAL STATEMENTS</b>	
Statement of financial condition	2
Notes to statement of financial condition	3 - 4
<b>SUPPLEMENTAL INFORMATION</b>	
Computation of net capital for brokers and dealers pursuant to Rule 15c3-1 under the Securities Exchange Act of 1934 (Schedule I)	5 - 6
Computation for determination of reserve requirements for brokers and dealers pursuant to Rule 15c3-3 under the Securities Exchange Act of 1934 (Schedule II)	7
Information relating to possession or control requirements under Rule 15c3-3 under the Securities Exchange Act of 1934 (Schedule III)	8

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
ATEL Securities Corporation:

We have audited the accompanying statement of financial condition of ATEL Securities Corporation (the Company) as of July 31, 2007. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement of financial condition is 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 statement referred to above presents fairly, in all material respects, the financial position of the Company as of July 31, 2007 in conformity with accounting principles generally accepted in the United States of America.

*Moss Adams LLP*

San Francisco, California  
September 26, 2007

**ATEL SECURITIES CORPORATION**  
**STATEMENT OF FINANCIAL CONDITION**  
**AS OF JULY 31, 2007**

**ASSETS**

Cash	\$	338,904
Notes receivable from parent including accrued interest		565,166
Accounts receivable		44,000
Amounts due from affiliated partnerships		25,806
Prepaid expenses		728
Total assets	\$	974,604

**LIABILITIES AND SHAREHOLDERS' EQUITY**

<b>Liabilities:</b>		
Commissions payable - third parties		123,530
Due to parent, net		26,873
Income taxes payable		5,622
Accrued liabilities		102,311
Total liabilities		258,336
 <b>Shareholder's equity:</b>		
Common stock, no par: 100,000 shares authorized		
10,000 shares issued and outstanding		260,233
Retained earnings		456,035
Total shareholder's equity		716,268
Total liabilities and shareholder's equity	\$	974,604

# ATEL Securities Corporation

## Notes to Statement of Financial Condition

July 31, 2007

### 1. Organization

ATEL Securities Corporation (the Company) was incorporated under the laws of the State of California on November 26, 1985. In February 1986, the Company was registered as a securities broker/dealer for the purpose of selling units in affiliated Funds of ATEL Financial Services, LLC (the Parent). The Company is a wholly owned subsidiary of the Parent. The financial position of the Company would be significantly different if the Company were autonomous.

### 2. Significant Accounting Policies and Basis of Presentation

The financial statements of the Company have been prepared in accordance with accounting principles generally accepted in the United States (GAAP).

#### Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

#### Cash

Cash includes cash balances at a financial institution in a standard noninterest-bearing account.

#### Income Taxes

The Company provides deferred income taxes under the liability method of accounting. Under this method, deferred tax assets and liabilities are determined based on differences between the financial reporting and tax basis of assets and liabilities and are measured using the enacted tax rates and laws that are in effect. As of July 31, 2007, there were no differences between the financial reporting and the income tax basis of assets and liabilities.

### 3. Capital Requirement

Under the net capital provisions of Rule 15c3-1 of the Securities Exchange Act of 1934, the Company is required to maintain a minimum net capital, equivalent to the greater of \$5,000 or 1/15th of aggregate indebtedness, as those terms are defined by the rules of the Securities Exchange Commission (the SEC). Net capital at July 31, 2007 was \$204,098, which exceeded minimum net capital requirements by \$190,617. The ratio of aggregate indebtedness to net capital was approximately 0.66 to 1.

# ATEL Securities Corporation

## Notes to Statement of Financial Condition

July 31, 2007

### **4. Regulatory Requirements**

In management's opinion, the Company was exempt from the provisions of the SEC's customer protection Rule 240 15c3-3 for the year ended July 31, 2007 because it does not hold customer funds or securities.



**ATEL SECURITIES CORPORATION**

**COMPUTATION OF NET CAPITAL FOR BROKERS AND DEALERS PURSUANT TO  
RULE 15C3-1 UNDER THE SECURITIES EXCHANGE ACT OF 1934 (SCHEDULE I)  
JULY 31, 2007**

---

**COMPUTATION OF NET CAPITAL**

SHAREHOLDER'S EQUITY	\$716,268
COMMISSIONS PAYABLE TO BDS – ADDED BACK TO NET WORTH	<u>123,530</u>
	<u>839,798</u>
LESS:	
Total nonallowable assets – A/R and prepaid expenses	85,700
Note receivable	<u>550,000</u>
Total nonallowable assets	<u>635,700</u>
NET CAPITAL BEFORE HAIRCUTS ON SECURITIES POSITION	<u>204,098</u>
NET CAPITAL	<u>\$204,098</u>
MINIMUM NET CAPITAL REQUIRED (6-2/3% OF TOTAL AGGREGATE INDEBTEDNESS)	8,987
MINIMUM DOLLAR REQUIREMENT	5,000
NET CAPITAL REQUIREMENT	8,987
EXCESS NET CAPITAL	195,111
EXCESS NET CAPITAL @1000% (NET CAPITAL – 10% OF AGGREGATE INDEBTEDNESS)	190,617

**ATEL SECURITIES CORPORATION**

**COMPUTATION OF NET CAPITAL FOR BROKERS AND DEALERS PURSUANT TO  
RULE 15C3-1 UNDER THE SECURITIES EXCHANGE ACT OF 1934 (SCHEDULE I)  
JULY 31, 2007 (continued)**

---

**COMPUTATION OF AGGREGATE INDEBTEDNESS**

Total aggregate indebtedness liabilities included in statement of financial condition	134,806
<b>TOTAL AGGREGATE INDEBTEDNESS</b>	<b>134,806</b>
<b>RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL</b>	<b>0.66 to 1</b>
 <b>OTHER RATIOS</b>	
<b>PERCENTAGE OF DEBT TO DEBT EQUITY</b>	<b>0.00%</b>

There are no material differences between the amounts presented above and the amounts presented in the Company's July 31, 2007 FOCUS Part II Report

**ATEL SECURITIES CORPORATION**

**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS FOR  
BROKERS AND DEALERS PURSUANT TO RULE 15c3-3 UNDER THE SECURITIES  
EXCHANGE ACT OF 1934 (SCHEDULE II)**

**JULY 31, 2007**

---

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934, as all the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraph (k)(2)(ii) in the Rule.

**A TEL SECURITIES CORPORATION**

**INFORMATION RELATING TO POSSESSION OR CONTROL REQUIREMENTS  
UNDER RULE 15c3-3 OF THE SECURITIES EXCHANGE ACT OF 1934  
(SCHEDULE III)  
JULY 31, 2007**

---

The company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934, as all the Company's activities are limited to those set forth in the conditions for exemption appearing in paragraph (k)(2)(ii) in the Rule.

*END*