

*
mk

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

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	March 31, 2016
Estimated average burden hours per response.....	12.00



14046074

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

SEC
Mail Processing
Section

FEB 27 2014

SEC FILE NUMBER
8- 66095

FACING PAGE

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

Washington DC
405

REPORT FOR THE PERIOD BEGINNING 01-01-13 AND ENDING 12-31-13
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Everence Securities, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

1110 North Main Street

(No. and Street)

Goshen

(City)

Indiana

(State)

46528

(Zip Code)

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

Kerri D. Lyle

574.533.9511

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

BKD, LLP

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

200 East Main Street, Suite 700

(Address)

Fort Wayne

(City)

Indiana

(State)

46802

(Zip Code)

CHECK ONE:

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

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)

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.

02
3/20/14

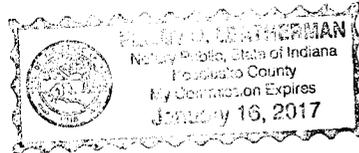
OATH OR AFFIRMATION

I, Kerri D. Lyle, swear (or affirm) that to the best of my knowledge and belief the accompanying financial statements and supplementary information pertaining to the firm of Everence Securities, Inc. as of December 31, 2013, 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.

Kerri D. Lyle
Signature

Secretary/Treasurer
Title

Peggy D. Leatherman
Notary Public



This report contains: (check all applicable boxes)

- (xx) (a) Facing Page.
- (xx) (b) Statement of Financial Condition.
- () (c) Statement of Income (Loss).
- () (d) Statement of Cash Flows.
- () (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- () (f) Statement of Changes in Liabilities Subordinated to claims of Creditors.
- () (g) Computation of Net Capital.
- () (h) Computation for Determination of Reserve Requirement 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.
- (xx) (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.

**Report of Independent Registered Public Accounting Firm
and Financial Statement
December 31, 2013**

†

SEC
000000

Everence Securities, Inc.

**Report of Independent Registered Public Accounting Firm
and Financial Statement
December 31, 2013**

**SEC
Mail Processing
Section**

FEB 27 2014

**Washington DC
405**

BKD^{LLP}
CPAs & Advisors

Everence Securities, Inc.

December 31, 2013

Contents

Report of Independent Registered Public Accounting Firm	1
--	----------

Financial Statements

Statement of Financial Condition	3
Notes to Financial Statements.....	7

Report of Independent Registered Public Accounting Firm

Board of Directors
Everence Securities, Inc. (a wholly owned
subsidiary of Everence Holdings, Inc.)
Goshen, Indiana

Report on the Financial Statement

We have audited the accompanying statement of financial condition of Everence Securities, Inc., (Company), a wholly owned subsidiary of Everence Holdings, Inc. as of December 31, 2013, and the related notes to the statement of financial condition.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of the statement of financial condition in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the statement of financial condition is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the statement of financial condition 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement of financial condition. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement of financial condition, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the statement of financial condition in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the statement of financial condition.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the statement of financial condition referred to above presents fairly, in all material respects, the financial position of Everence Securities, Inc. as of December 31, 2013, in accordance with accounting principles generally accepted in the United States of America.

BKD, LLP

Fort Wayne, Indiana
February 19, 2014

Everence Securities, Inc.
Statement of Financial Condition
December 31, 2013

Assets

Cash	\$ 215,461
Accounts receivable	2,538
Accounts receivable from affiliates	253
Prepaid expenses	<u>334</u>
Total assets	<u>\$ 218,586</u>

Liabilities and Stockholder's Equity

Liabilities

Accounts payable	\$ 599
Accounts payable to affiliates	<u>2,787</u>
Total liabilities	<u>3,386</u>

Stockholder's Equity

Common stock, no par value	
100,000 shares authorized,	
150 shares issued and outstanding	150,000
Additional paid-in capital	275,000
Accumulated deficit	<u>(209,800)</u>
Total stockholder's equity	<u>215,200</u>
Total liabilities and stockholder's equity	<u>\$ 218,586</u>

Everence Securities, Inc.

Notes to Financial Statement

December 31, 2013

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations

Everence Securities, Inc. (Company), a wholly owned subsidiary of Everence Holdings, Inc. (EHL), operates as a revenue-sharing broker dealer in order to receive gross dealer (wholesale) concessions directly from ProEquities, Inc. and load retention fees from Praxis Mutual Funds. Commission revenue related to gross dealer concessions represents approximately 82% of the Company's total revenue in 2013, 100% of which is from ProEquities, Inc. (an unrelated broker dealer). Revenue related to load retention represents approximately 18% of the Company's total revenue in 2013. The Company is a registered broker dealer with the Securities and Exchange Commission (SEC) and a member of the Financial Industry Regulatory Authority (FINRA).

Use of Estimates

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

Cash

At December 31, 2013, the Company's cash accounts did not exceed federally insured amounts.

Accounts Receivable

Accounts receivable consist mainly of commissions earned in December from ProEquities, Inc. Accounts receivable are generally received within 30 days of the time earned. The Company believes all outstanding amounts are fully collectible and has, therefore, not established an allowance for doubtful accounts.

Income Taxes

The Company files consolidated federal and state income tax returns with EHL. The Company pays to EHL, or is reimbursed by EHL, based on the amount of taxes or benefits determined as if the Company filed separate returns, as computed on a regular tax basis. Currently the only differences between the financial statement and tax bases of assets and liabilities are tax loss carryforwards and a full valuation allowance has been recorded against them.

Uncertain tax positions are recognized if it is more likely than not, based on the technical merits, that the tax position will be realized or sustained upon examination. The term more likely than not means a likelihood of more than 50%; the terms examined and upon examination also include resolution of the related appeals or litigation processes, if any. A tax position that meets the more-likely-than-not recognition threshold is initially and subsequently measured as the largest amount of tax benefit that has a greater than 50% likelihood of being realized upon settlement with a

Everence Securities, Inc.
Notes to Financial Statement
December 31, 2013

taxing authority that has full knowledge of all relevant information. The determination of whether or not a tax position has met the more-likely-than-not recognition threshold considers the facts, circumstances and information available at the reporting date and is subject to the management's judgment. With a few exceptions, the Company is no longer subject to U.S. federal, state and local or non-U.S. income tax examinations by tax authorities for years before 2010.

Note 2: Transactions With Affiliates

The Company is a member of an affiliated group of organizations serviced by Everence Services, LLC (ESVC) and Mennonite Church Buildings, Inc. (MCB) which collectively provide administrative, management and property and equipment services. Charges for such services are based on an allocation of actual costs incurred by the affiliates.

The Company has an agreement with ECAP, whereby ECAP provides distribution and sales services for licensed registered representatives for the purposes of selling securities offered through ProEquities, Inc.

Note 3: Regulatory 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, may not exceed 15 to 1. In addition, equity capital may not be withdrawn if the resulting net capital ratio would exceed 10 to 1. At December 31, 2013, the Company had net capital of \$214,445 which exceeded the minimum required amount by \$209,445, and the Company's ratio of aggregate indebtedness to net capital was .016 to 1.