

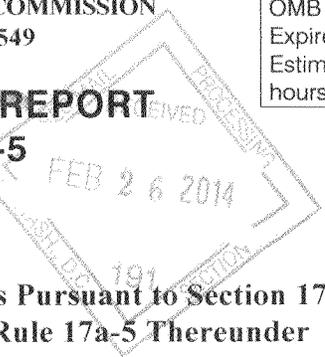


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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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



SEC FILE NUMBER
8- 52699

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 01/01/2013 AND ENDING 12/31/2013
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Employee Benefits Investment Group, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

(No. and Street)

Mandeville
(City)

LA
(State)

70448
(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Arthur Troncoso 985-624-2246
(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Colette M. Corliss, CPA, P.A.

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

1901 North 1st Street #1706 Jacksonville Beach, FL 32250
(Address) (City) (State) (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)

DD
3/18/14



Colette M. Corliss, CPA, P.A.

1901 North First Street # 1706
Jacksonville Beach, Florida 32250
(904) 241-9992

INDEPENDENT AUDITOR'S REPORT

To the Director
Employee Benefits Investment Group, Inc.
Mandeville, Louisiana

I have audited the balance sheet of Employee Benefits Investment Group, Inc. (the Company) as of December 31, 2013 and the related statements of income, cash flows and changes in shareholders' equity for the year 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. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Employee Benefits Investment Group, Inc. as of December 31, 2013 and the results of its operations and its cash flows for the year then ended, in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedule I (Schedules II, III and IV are not required for the Company) is presented for purposes on additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 under 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 my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Colette Corliss Sellers, CPA

For firm:

Colette M. Corliss, CPA, P.A.
Jacksonville Beach, Florida
February 19, 2014

Employee Benefits Investment Group, Inc.

**Balance Sheet
at December 31, 2013**

	<u>2013</u>
ASSETS	
Current Assets	
Cash in bank	\$24,128
Accounts receivable	<u>3,325</u>
Total Current Assets	27,453
Fixed Assets	
Furniture and equipment	8,333
Accumulated depreciation	<u>(8,333)</u>
Total fixed assets	-
Other Assets	
Prepaid expense and deposits	535
Total Assets	<u>\$27,988</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY	
Current Liabilities	
Payroll taxes payable	\$2,444
Commissions and other payables	<u>2,412</u>
Total current liabilities	4,856
Shareholders Equity	
Common stock, no par value	
10,000 shares authorized, issued and outstanding	23,276
Retained Earnings	<u>(144)</u>
Total Shareholders' Equity	23,132
Total Liabilities and Shareholders' Equity	<u>\$27,988</u>

See accompanying notes and independent auditor's report.

Employee Benefits Investment Group, Inc.

**Statement of Income and Retained Earnings
For the Year Ended December 31, 2013**

	<u>2013</u>
Income	
Commissions and fees	\$ 135,306
Cost of sales: Commission expense	<u>63,983</u>
Gross profit	71,323
Expenses	
Salaries and payroll taxes - officer and staff	23,200
Advertising	990
Continuing education	1,143
Contributions and gifts	100
Dues & subscriptions	12
Lease expense	5,809
Insurance	2,219
Accounting and financial audit	4,640
Licenses and taxes	83
Meals and travel	5,257
Professional services	3,022
Postage and mailing	462
Regulatory fees	6,145
Rent - office	5,885
Repairs and maintenance	534
Software license & usage	1,028
Supplies and office expense	5,045
Telephone and communications	4,858
Vehicle and travel expenses	<u>5,465</u>
Total operating expenses	75,897
Net Income	<u>(\$4,574)</u>
Retained Earnings - Beginning of Year	\$ 7,430
Net distributions to shareholder	<u>(3,000)</u>
Retained Earnings - End of Year	<u>(\$144)</u>

See accompanying notes and independent auditor's report.

Employee Benefits Investment Group, Inc.

**Statement Of Cash Flows
For the Year Ended December 31, 2013**

	<u>2013</u>
Cash Flows from Operating Activities	
Net income	(\$4,574)
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	-
(Increase) decrease in accounts receivable	772
(Decrease) increase in accounts payable	<u>(70)</u>
Net cash provided (used) by operating activities	(3,872)
Cash Flows from Investing Activities	
Purchases of equipment	<u>0</u>
Net cash provided (used) by investing activities	0
Cash Flows from Financing Activities:	
Net distributions to shareholder	<u>(3,000)</u>
Net cash provided (used) by financing activities	(3,000)
Increase (Decrease) in cash	(6,872)
Cash and cash equivalents at beginning of year	<u>31,000</u>
Cash and cash equivalents at end of year	<u>\$24,128</u>
Supplemental Disclosure Of Cash Payments Made For:	
Interest paid	\$ -

See accompanying notes and independent auditor's report.

Employee Benefits Investment Group, Inc.

**Statement of Changes in Shareholders' Equity
For the Year Ended December 31, 2013**

	<u>Common Stock</u>		<u>Additional Paid-</u>	<u>Retained</u>	<u>Total</u>
	<u># Shares</u>	<u>Amount</u>	<u>in Capital</u>	<u>Earnings</u>	<u>Shareholders'</u>
Balances on January 1, 2013	10,000	\$ 23,276		\$ 7,430	\$ 30,706
Net income				(4,574)	(4,574)
Sub total				-	-
Distribution to shareholder				<u>2,856</u>	<u>26,132</u>
				(3,000)	(3,000)
Balance on December 31, 2013	10,000	<u>\$ 23,276</u>	<u>\$ -</u>	<u>\$ (144)</u>	<u>\$ 23,132</u>

See accompanying notes and independent auditor's report.

EMPLOYEE BENEFITS INVESTMENT GROUP, INC.
Notes to Financial Statements
December 31, 2013

Note 1 – Organization and Nature of Business

Employee Benefits Investment Group, Inc. (EBIG) is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of various exchanges and the Financial Industry Regulatory Authority, Inc. (FINRA). The Company was incorporated under the laws of the State of Florida in on April 20, 2000 and is licensed to do business in Florida and sixteen other states. The Company became a Louisiana Corporation in 2010. EBIG's customer base mainly is comprised of civil service and military personnel. The company does not carry security accounts for customers or perform custodial functions relating to customer securities at this time.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

The financial statements and accompanying notes are prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The computation of net capital was prepared using allowable assets and aggregate indebtedness concepts as prescribed by the Securities and Exchange Commission Uniform Net Capital rule.

Concentrations of Credit Risk

Concentrations of risk with respect to sales income were moderately low in 2013. The Company's customer base during the year and the customers' dispersion across stable industries lessened the risk. Employee Benefits Investment Group, Inc. receives payment from large established mutual fund firms and credit worthy insurance companies within fifteen days after customer contracts are executed. Therefore, outstanding receivables were settled during the following month.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and disclosures. Although these estimates are based on management's best knowledge of current events and actions the Company may undertake in the future, actual results could differ from the estimates.

Property and Equipment

Property and equipment items are stated at the lower of cost or fair value on the date usage began. Expenditures for maintenance and repairs are charged to expense as incurred. Improvements that extend the useful life of property and equipment are capitalized. Depreciation is computed using straight-line methods over useful lives of five years for furniture, fixtures, and equipment.

Income Taxes

Employee Benefits Investment Group, Inc. is a Sub-chapter S corporation; therefore there is no provision for income taxes. Income is passed through to the shareholder and taxes are paid at the appropriate individual taxpayer rates.

Statement of Cash Flows

For purposes of the Statement of Cash flows, the Company has defined cash equivalents as highly liquid investments, with original matures of less than ninety days that are not held for sale in the ordinary course of business.

EMPLOYEE BENEFITS INVESTMENT GROUP, INC.
Notes to Financial Statements
December 31, 2013

Note 3 – Commissions Receivable/Payable

Amounts receivable for commissions to EBIG and commissions payable to EGIB representatives at December 31, 2013, consist of the following:

	<u>Receivable</u>	<u>Payable</u>
Fees and commissions	\$3,325	\$2,412

Note 4 - Schedule of Fixed Assets and Accumulated Depreciation

Property and equipment are summarized by major classifications as follows:

	<u>2013</u>
Furniture and equipment	\$6,559
Office equipment	<u>1,774</u>
Total property and equipment	8,333
Less accumulated depreciation	<u>(8,333)</u>
	<u>\$0</u>

Note 5 - Leasing Arrangements

The Company conducted its operations from leased facilities in Jacksonville, Florida from 2005 through April of 2010. The Company moved to Mandeville, Louisiana, leasing an office through the end of the year 2011, currently leasing month by month. Net rent expense for 2013 was \$5,885.

Note 6 – Common Stock & Changes to Shareholder Equity

At December 31, 2013 there were 10,000 authorized and issued shares of common stock, owned entirely by the Company's President.

Note 7 – Net Capital Requirements

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness (AI) to net capital, both as defined, shall not exceed fifteen to one during the second year and each succeeding year in business. The Company's AI ratio to net capital was 0.21 to 1.00, or \$16,597 in excess of that requirement. At December 31, 2013, the Company had net capital of \$22,597 which was \$17,597 in excess of the required net capital of \$5,000.

Note 8 – Reconciliation of Net Capital to the FOCUS report

A reconciliation of the computation of Net Capital under Rule 15c3-3 between the audited financial statements and the required and submitted fourth quarter unaudited FOCUS report was performed. The audited computation was equal to the unaudited computation on the FOCUS. The audited computation is presented in the supplementary information in Schedule I.

Note 9 – Exemption from rule 15c3-3

As explained in the independent auditor's report on Internal Control, the Company is claiming an Exemption from SEC Rule 15c3-3. Therefore, the schedules usually required with the audit report have not been included (i.e.: Schedules II & III), as they are not applicable to the Company's operations. Schedule IV has been omitted because the Company does not trade on any Commodity Exchanges.

SUPPLEMENTARY INFORMATION

**Pursuant to Rule 17a-5 of the
Securities and Exchange Act of 1934**

As of December 31, 2013

Employee Benefits Investment Group, Inc.
Computation of Net Capital Under Rule 15c3-1 of the
Securities and Exchange Commission
as of December 31, 2013

	<u>2013</u>
Total shareholders' equity	\$23,132
Deduct shareholders' equity not allowable for net capital	<u>0</u>
Total shareholders' equity qualified for net capital	23,132
 Deductions for nonallowable assets:	
Furniture and equipment	-
Other assets	<u>535</u>
 Net Capital	\$22,597
 Aggregate indebtedness (AI)	
Current liabilities	4,856
Total aggregate indebtedness	\$4,856
 Computation of basic net capital requirement, greater of:	
1) Minimum net capital required (=AI * 6 ^{2/3} %) :	
Company	\$324
2) Minimum net capital requirement of reporting broker	\$5,000
 Excess net capital	\$17,597
 Excess net capital at 1,000% of AI	\$16,597
 Ratio: Aggregate indebtedness to net capital	<u>21.49%</u>
 Reconciliation with company's computation (included in Part II of Form X-17A-5 as of December 31, 2011)	
Net capital as reported in Company's Part II (unaudited) FOCUS report	\$22,597
 Audit adjustment to record accounts receivable - to extent of commissions payable	2,412
Audit adjustment to record accrued commissions payable	<u>0</u>
 Net capital computed above	\$25,009

See accompanying notes and independent auditor's report.



Colette M. Corliss, CPA, P.A.

1901 North First Street # 1706
Jacksonville Beach, Florida 32250
(904) 241-9992

INDEPENDENT AUDITOR'S REPORT

To the Director
Employee Benefits Investment Group, Inc.
Mandeville, Louisiana

In planning and performing my audit of the financial statements of Employee Benefits Investment Group, Inc. (the Company) for the year ended December 31, 2013, I considered its internal control, including control activities for safeguarding securities, in order to determine my auditing procedures for the purpose of expressing my 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 I 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 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, I did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examination, 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 SEC'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 transactions are executed in accordance with management's authorization and recorded properly to permit the 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.

My 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 one or more of the internal control components does not reduce to a relatively low level the risk

that misstatements 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. I noted no matters involving internal control that I consider to be material weaknesses as defined above.

I 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 my study, I believe the Company's practices and procedures were adequate at December 31, 2013, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, the NASD 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.

Colette Corliss Sellers, CPA

For firm:

Colette M. Corliss, CPA, P.A.
Jacksonville Beach, Florida
February 19, 2014