

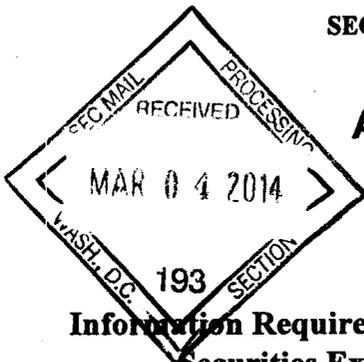
AB
3/20



SECURITIES AND
Wash

14049184

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



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

SEC FILE NUMBER
8- 50366

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 1/1/2013 AND ENDING 12/31/2013
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: RNR SECURITIES, LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

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

1802 HEMPSTEAD TPKE.

(No. and Street)

EAST MEADOW

NY

11554

(City)

(State)

(Zip Code)

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

WILLIAM V. ROMEO

516-222-8850

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

S. A. KOENIG & ASSOCIATES, CPA's P.C.

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

485 UNDERHILL BLVD., SUITE 100

SYOSSET

NY

11791

(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 acts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

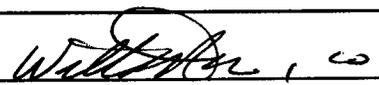
Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

NH
3/26

OATH OR AFFIRMATION

I, WILLIAM V. ROMEO, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of RNR SECURITIES, LLC, 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, except as follows:

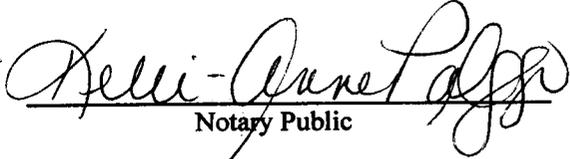
KELLI-ANNE PALAZZO
NOTARY PUBLIC
STATE OF NEW YORK
No 01PA6053000
QUALIFIED IN NASSAU COUNTY
COMMISSION EXPIRES JANUARY 2, 20 15



Signature

President

Title



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).

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)**

FINANCIAL STATEMENTS

DECEMBER 31, 2013



S. A. KOENIG & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)**

FINANCIAL STATEMENTS

DECEMBER 31, 2013

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)

CONTENTS

	<u>Page</u>
<u>Independent Auditors' Report</u>	1-2
<u>Financial Statements</u>	
Statement of Financial Condition at December 31, 2013	3
Statement of Operations for the Year Ended December 31, 2013	4
Statement of Changes in Member's Equity for the Year Ended December 31, 2013	5
Statement of Cash Flows for the Year Ended December 31, 2013	6
Notes to Financial Statements	7-12
<u>Supplementary Information</u>	
Computation of Net Capital for the Year Ended December 31, 2013	13
Computation of Reserve Formula for the Year Ended December 31, 2013	14
Reconciliation Between Audited and Unaudited Statements of Financial Condition at December 31, 2013	15
Reconciliation of Computation of Net Capital with Focus Report From X-17A-S(A) Part IIA	16
Report on Internal Control Required by SEC Rule 17a-5	17-18
Independent Accountants' Report on Applying Agreed-Upon Procedures to Entity's SIPC Assessment Reconciliation	19-20
Schedule of SIPC Assessment and Payments	21



S. A. KOENIG & ASSOCIATES CPAS, P.C.
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Members and Board of Directors of
RNR Securities, LLC
(A Limited Liability Company)
East Meadow, New York

Report on the Financial Statements

We have audited the accompanying statement of financial condition of RNR Securities, LLC (the Company) as of December 31, 2013, and the related statements of operations, changes in member's equity, and cash flows for the year then ended that are filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements 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 financial statements that are free from material misstatement, whether due to fraud and error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements 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 financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, 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 financial statements 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 financial statements.

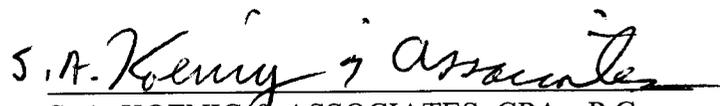
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of RNR Securities, LLC as of December 31, 2013 , and the results of its operations, changes in member's equity, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information contained in pages 13-21 is presented for purposes of additional analysis and is not a required part of the financial statements, but is supplementary information required by Rule 17a-5 under the Securities Exchange Act of 1934. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information in pages 13-21 has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information in pages 13-21 is fairly stated in all material respects in relation to the financial statements as a whole.


S. A. KOENIG & ASSOCIATES, CPAs, P.C.

Syosset, New York
February 24, 2014

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2013

ASSETS

ASSETS:

Cash	\$ 226,412
Securities, at fair value	85,938
Commissions receivable	178,873
Property and equipment, net	38,719
Other assets	<u>50,709</u>
Total Assets	<u><u>\$ 580,651</u></u>

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES

Accounts payable, accrued expenses and other liabilities	<u>299,373</u>
--	----------------

MEMBER'S EQUITY

Total Member's Equity	<u>281,278</u>
Total Liabilities and Member's Equity	<u><u>\$ 580,651</u></u>

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2013

REVENUES:

Commissions	\$ 2,822,528
Unrealized/realized gain (loss)	5,604
Interest and dividend income	<u>5,434</u>
	<u>2,833,566</u>

OPERATING EXPENSES:

Salaries, commissions and related expenses	2,014,711
Regulatory fees	14,312
Communications and data processing	6,899
Other operating expenses	189,114
Occupancy	40,670
Office expenses	<u>13,980</u>
	<u>2,279,686</u>

NET INCOME

\$ 553,880

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
STATEMENT OF CHANGES IN MEMBER'S EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Member's Equity</u>
Balance, January 1, 2013	200,308
Capital Distributions	(472,910)
Net income	553,880
Balance, December 31, 2013	<u><u>\$ 281,278</u></u>

RNR SECURITIES, LLC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2013

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income	\$ 553,880
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation expense	5,718
Increase in securities, at fair value	(47,038)
Increase in commission receivable	(2,320)
Increase in other assets	10,016
Increase in accounts payable, accrued expenses and other liabilities	<u>123,265</u>

NET CASH PROVIDED BY OPERATING ACTIVITIES 643,521

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchases of property and equipment	<u>(13,642)</u>
-------------------------------------	-----------------

NET CASH USED FOR INVESTING ACTIVITIES (13,642)

CASH FLOWS FROM FINANCING ACTIVITIES:

Distributions paid to members	<u>(472,910)</u>
-------------------------------	------------------

NET CASH USED FOR FINANCING ACTIVITIES (472,910)

NET INCREASE IN CASH 156,969

CASH, BEGINNING OF YEAR 69,443

CASH, END OF YEAR \$ 226,412

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS**

1 - ORGANIZATION

RNR Securities, LLC ("The Company") was organized in New York on March 27, 1997. The Company is registered as a broker-dealer with the Securities and Exchange Commission (The "SEC") and is a member of the Financial Regulatory Authority ("FINRA"). The Company is scheduled to dissolve on March 1, 2026. The Company operates pursuant to SEC Rule 15c3-3(k)(i), limiting business to the distribution of mutual funds and/or variable life insurance and annuities, and effective January 2011, the Company began distribution of REITS.

2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Company operates primarily as an introducing broker and engages in the business of providing brokerage services for customers limited to the distribution of mutual funds and variable life insurance and annuities. As a matter of normal business practice, the Company does not assume positions in securities.

Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates are used when accounting for amortization, depreciation and contingencies.

Cash and Cash Equivalents

Cash and cash equivalents consist of highly liquid debt investments with maturity of three months or less when purchased.

The Company maintains cash and cash equivalent balances at a financial institution which is insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2013, the Company did not have cash or cash equivalent balances at risk.

Securities Transactions

Securities transactions and related revenues and expenses are recorded on a trade date basis. Customers' securities transactions are reported on a settlement date with related commission income and expenses reported on a trade date basis.

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS**

2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D).

Investment Valuation

The Company's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of Fair Value Measurements.

Property and Equipment

Property and equipment is stated at cost. The costs of additions and betterments are capitalized and expenditures for repairs and maintenance are expensed in the period incurred. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income.

Depreciation and amortization of property and equipment is provided utilizing both the straight-line and accelerated methods over the estimated useful lives of the respective assets as follows:

Website development costs	3 years
Computer equipment	5 years
Furniture and fixtures	7 years
Leasehold improvements	20 years

Income Taxes

Provisions for federal and state income taxes have not been provided for because the Limited Liability Company (LLC) is classified as a partnership for income tax purposes and will not be subject to income tax. As such the LLC's income or loss and credits are passed through to the member and are reported on the member's income tax returns.

The Company follows the uncertainty in income taxes standards. The Company does not have an unrecognized tax benefits. The Company also evaluated its tax positions as of December 31, 2013 and reached the same conclusion.

The Company files income tax returns in the U.S. federal jurisdiction and New York State. The Company is no longer subject to U.S. federal, state and local examinations by tax authorities for the years before 2009.

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS

2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D).

Commissions and Income Recognition

Commissions and related expenses are recorded on a trade-date basis as securities transactions occur.

Subsequent Events

In preparing these financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through February 24, 2014, the date the financial statements were issued. There were no significant subsequent events or transactions which required recognition or disclosure in the financial statements.

3 - INVESTMENTS

Investments at December 31, 2013 are stated at estimated fair value as summarized as follows:

	<u>Fair Value</u>
Mutual funds	<u>\$ 85,938</u>

Investment income from investments above for the year ended December 31, 2013 is as follows:

Interest and dividend income	\$ 5,434
Unrealized/realized gain (loss)	<u>5,604</u>
	<u>\$ 11,038</u>

4 - FAIR VALUE MEASUREMENTS

FASB ASC 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS**

4 - FAIR VALUE MEASUREMENTS (CONT'D).

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Company has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the assets or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2013.

Mutual funds: Valued at the closing price reported on the active market on which the individual securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflect of future fair values. Furthermore, while the Company believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS**

4 - FAIR VALUE MEASUREMENTS (CONT'D).

The following table sets forth by level, within the fair value hierarchy, the Company's assets at fair value as of December 31, 2013.

	<u>Assets at Fair Value as of December 31, 2013</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds	\$ 85,938	\$ -0-	\$ -0-	\$ -0-
Total assets at fair value	<u>\$ 85,938</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

5 - PROPERTY AND EQUIPMENT

Computer equipment	\$ 22,594
Furniture and fixtures	7,326
Leasehold improvements	<u>18,838</u>
	48,758
Less: Accumulated depreciation and amortization	<u>10,039</u>
	<u>\$ 38,719</u>

Depreciation and amortization expense related to property and equipment amounted to \$5,717 for the year ended December 31, 2013 .

6 - RELATED PARTY

The Company shares its offices with R&R Financial Planners, Inc., a party related through majority common ownership of its managing member. There is an expense sharing arrangement with the related party based on usage. For the year ended December 31, 2013, the Company paid \$6,503 to the related party for shared expenses. In addition, the Company leases its offices from its Managing Member (See Note 8).

7 - 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. At December 31, 2013, the Company has net capital of \$138,723 which was \$118,765 in excess of its minimum required net capital of \$5,000. The Company's net capital ratio was 2.16 to 1.

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
NOTES TO FINANCIAL STATEMENTS**

8 - COMMITMENTS AND CONTINGENCIES

The Company leases office space from the managing member, William V. Romeo. Future minimum lease payments under the lease are as follows:

2014	\$ 50,664
2015	40,032
2016	<u>12,250</u>
	<u>\$ 102,946</u>

Rent expense charged to operations amounted to \$40,670 which was included in occupancy for the year ended December 31, 2013.

9 - CONCENTRATION OF CREDIT RISK

In the normal course of business, the Company enters into financial transactions where the risk of potential loss due to changes in market or failures of the other party to the transaction to perform exceeds the amounts recorded for the transactions.

The Company's policy is to continuously monitor its exposure to market and counter-party risk through the use of a variety of financial position and credit exposure reporting and control procedures. In addition, the Company has a policy of reviewing the customer and/or other counter-party with which it conducts its business.

As of December 31, 2013, there were no significant customer accounts having unsecured debit balances that presented any risk.

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
SUPPLEMENTARY INFORMATION
COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15C3-1
AS OF DECEMBER 31, 2013**

COMPUTATION OF NET CAPITAL

Total member's equity		\$ 281,278
Less: Nonallowable assets		
Commissions receivables-net of offsetting payable	40,236	
Property, equipment, and software, net	38,719	
Other assets	50,709	
		129,664
Net Capital before haircuts on securities positions (tentative net capital)		\$ 151,614
Haircuts on Securities		
Securities positions	12,891	
		12,891
Net Capital		138,723
CONSOLIDATED COMPUTATION OF BASIC NET CAPITAL REQUIRED		
Minimum net capital required 6-2/3% of \$299,373 pursuant to Rule 15C3-1		19,958
Minimum dollar net capital requirement of reporting broker/dealer		5,000
Minimum net capital requirements of broker/dealer		19,958
EXCESS NET CAPITAL		118,765
EXCESS NET CAPITAL AT 1,000%		108,786
AGGREGATE INDEBTEDNESS		299,373
RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL		2.16

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
SUPPLEMENTARY INFORMATION
COMPUTATION OF RESERVE FORMULA PURSUANT TO RULE 15C-3
FOR THE YEAR ENDED DECEMBER 31, 2013**

EXEMPTION CLAIMED UNDER RULE 15C3-3(k)(2)(i)

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
SUPPLEMENTARY INFORMATION
RECONCILIATION BETWEEN THE AUDITED AND UNAUDITED
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2013**

ASSETS			
	<u>Audited</u>	Focus Report <u>Unaudited</u>	<u>Difference</u>
CURRENT ASSETS:			
Cash	\$ 226,412	\$ 226,412	\$ -0-
Securities at fair value	85,938	74,900	(c) 11,038
Commissions receivable	178,873	168,719	(a) 10,154
Property and equipment, net	38,719	34,556	(d)(e) 4,163
Other assets	<u>50,709</u>	<u>46,068</u>	(b) <u>4,641</u>
Total Assets	<u>\$ 580,651</u>	<u>\$ 550,655</u>	<u>\$ 29,996</u>

LIABILITIES AND MEMBER'S EQUITY

LIABILITIES:

Accounts payable, accrued expenses and other liabilities	\$ 299,373	\$ 287,286	(f) \$ 12,087
--	------------	------------	---------------

MEMBER'S EQUITY:

Total member's equity	<u>281,278</u>	<u>263,369</u>	(g) <u>17,909</u>
-----------------------	----------------	----------------	-------------------

Total Liabilities and Member's Equity

	<u>\$ 580,651</u>	<u>\$ 550,655</u>	<u>\$ 29,996</u>
--	--------------------------	--------------------------	-------------------------

(a) Additional audit adjustment based on detailed analysis for commission earned in December 2013 inadvertently not recorded as a commission receivable for \$10,154 on focus report.

(b) Adjustments to various prepaid expenses which were recorded as an estimate on focus report.

(c) Adjustment for \$5,604 unrealized gain and \$5,434 of dividend income on securities held unrecorded by broker on focus reports.

(d) Adjustment for \$3,633 to convert depreciation expense from tax basis to GAAP basis.

(e) Adjustment to record \$530 for reclass for equipment not recorded by broker on focus reports.

(f) Audit adjustment of \$8,067 for under accrual of commissions payable overstated by broker on focus report, and \$4,020 of miscellaneous other accrued expenses unrecorded by broker on focus report.

(g) Summary of all adjustments listed above.

RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
SUPPLEMENTARY INFORMATION
RECONCILIATION OF COMPUTATION OF NET CAPITAL
WITH FOCUS REPORT FORM X-17A-5(A), PART IIA
AS OF DECEMBER 31, 2013

Net capital as reported on the Focus Report, Part IIA	\$ 96,793
Adjustments	<u>41,930</u>
Net capital as adjusted and as reported per audited financial statements	<u>\$ 138,723</u>

The difference between the auditors' net capital and the net capital reported by the broker is primarily due to the differences shown on page 15 of the audited financial statements. In addition the broker in advertently did not make a \$35,763 adjustment for offsetting payables to non-allowable 12B1 commission receivables. This is reflected on the computation of net capital pursuant to rule 15C3-1 on page 13 of the audited financial statements. In addition, the audited report reflects the (adjusted) actual balances and revised estimates available subsequent to the previous filing. In order for RNR Securities, LLC to file Form X-17a-5(a) in a timely manner, certain amounts require estimates.



S. A. KOENIG & ASSOCIATES CPAS, P.C.

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

REPORT ON INTERNAL CONTROL REQUIRED BY SEC RULE 17a-5

To the Members and Board of Directors of
RNR Securities, LLC
(A Limited Liability Company)
East Meadow, New York

In planning and performing our audit of the financial statements of RNR Securities, LLC (the Company), as of and for the year ended December 31, 2013, in accordance with auditing standards generally accepted in the United States of America, we considered the Company's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we do not express an opinion on the effectiveness of the Company's 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 consideration of control activities for safeguarding securities. This study included 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 quarterly securities examinations, counts, verifications, and comparisons and recordation of differences required by Rule 17a-13.
2. 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 an internal control structure 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 internal control structure policies and procedures 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 an internal control structure 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 preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or fraud may occur and may not be detected. Also, protection 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.

A deficiency in *internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Company's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. We did not identify any deficiencies in internal control and 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 purpose 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, 2013 to meet the SEC's objectives.

This report is intended solely for the information and use of Board of Directors, management, the SEC, Financial Industry Regulatory Authority (FINRA), and other regulatory agencies which 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.


S. A. KOENIG & ASSOCIATES, CPAs, P.C.

Syosset, New York
February 24, 2014



S. A. KOENIG & ASSOCIATES CPAS, P.C.
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES RELATED TO
ENTITY'S SIPC ASSESSMENT RECONCILIATION

To The Members and Board of Directors of
RNR Securities, LLC
(A Limited Liability Company)
East Meadow, New York

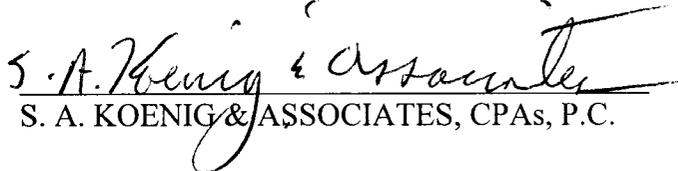
In accordance with Rule 17a-5(e)(4) under the Securities and Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments Transitional Assessment Reconciliation (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2013, which were agreed to by RNR Securities, LLC and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., and SIPC, solely to assist you and the other specified parties in evaluating RNR Securities, LLC's compliance with the applicable instructions of the Transitional Assessment Reconciliation (Form SIPC-7). RNR Securities, LLC's management is responsible for RNR Securities, LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

1. Compared the listed assessment payments on Form SIPC-7 with respective cash disbursements records, entries in the company's cash disbursement journals and the general ledger noting no differences;
2. Compared the Total Revenue amounts of the audited Form X-17A-5 for the year ended December 31, 2013 to the Schedule of SIPC Assessment and Payments, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2013, noting no differences;
3. Compared any adjustments reported in Form SIPC-7 with the Schedule of SIPC Assessment and Payments, noting no differences;
4. Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related Schedule of SIPC Assessment and Payments supporting the adjustments noting no differences.

5. Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed noting no differences.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.


S. A. KOENIG & ASSOCIATES, CPAs, P.C.

Syosset, New York
February 24, 2014

**RNR SECURITIES, LLC
(A LIMITED LIABILITY COMPANY)
SUPPLEMENTARY INFORMATION
SCHEDULE OF SIPC ASSESSMENT AND PAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Total revenue	<u>\$ 2,833,566</u>
Deductions:	
Net income from securities in investment accounts	5,604
Other revenue not related either directly or indirectly to the securities business	<u>5,434</u>
Total deductions	<u>11,038</u>
SIPC net operating revenues	2,822,528
General assessment @ .0025	7,056
Payments	
Date: Check #: Form:	
7/30/2013 6760 SIPC-6	<u>3,037</u>
Total payments	<u>3,037</u>
Assessment balance due or (overpayment)	<u>4,019</u>
Interest computed on late payment at 20% per annum	<u>-</u>
Total assessment balance and interest due	<u><u>\$ 4,019</u></u>