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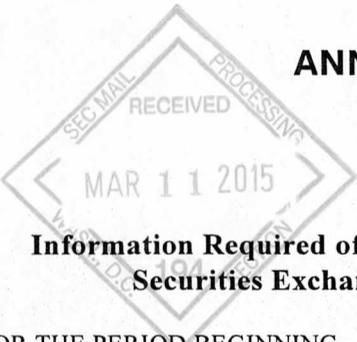


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**ANNUAL AUDITED REPORT  
FORM X-17A-5/A  
PART III**

SEC FILE NUMBER
8- 40705

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 01/01/14 AND ENDING 12/31/14  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: LTC Investment Services, Inc

OFFICIAL USE ONLY
FIRM I.D. NO.

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

1675 Broadway, Ste 500

(No. and Street)

Denver

(City)

CO

(State)

80202

(Zip Code)

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

Brice J Williams

(303) 658-3734

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

Fortner, Bayens, Levkulich and Garrison, P.C.

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

1580 Lincoln St, Ste 700

(Address)

Denver

(City)

CO

(State)

80203

(Zip Code)

**CHECK ONE:**

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

<b>FOR OFFICIAL USE ONLY</b>

\*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)

OATH OR AFFIRMATION

I, Brice J Williams, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of LTC Investment Services, INC, as of December 31, 20 14, 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:

TAMARA Y. ARMOUR  
NOTARY PUBLIC  
STATE OF COLORADO

MY COMMISSION EXPIRES 1/18/19

[Signature]

Signature

President

Title

[Signature]  
Notary Public TAMARA Y. ARMOUR

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).

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT

**LTC INVESTMENT SERVICES INC.**

DECEMBER 31, 2014

FORTNER, BAYENS, LEVKULICH  
■  
& GARRISON, P.C.

Certified Public Accountants A Professional Corporation

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT

**LTC INVESTMENT SERVICES INC.**

DECEMBER 31, 2014

**LTC INVESTMENT SERVICES, INC.**

(SEC I.D. No. 8-40705)

**Financial Statements as of and for the Year Ended December 31, 2014,  
Independent Auditors' Report and,  
Supplemental Report on Internal Control**

# **LTC INVESTMENT SERVICES, INC.**

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FORTNER, BAYENS, LEVKULICH  
▪  
& GARRISON, P.C.

**Report of Independent Registered Public Accounting Firm**

Board of Directors  
LTC Investment Services, Inc  
Denver, Colorado

***Report on the Financial Statements***

We have audited the accompanying statement of financial condition of LTC Investment Services, Inc. (the "Company") as of December 31, 2014, and the related statement of income, changes in stockholder's equity and cash flows for the year then ended, and the related notes to the financial statements, that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 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 present fairly, in all material respects, the financial position of LTC Investment Services, Inc. at December 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Report on Supplemental Schedules***

The Computation of Net Capital Under Rule 15c3-1 Of the Securities and Exchange Commission and Computation of Determination of Reserve Requirements and Information Relating to the Possession and Control Requirements Under Rule 15c-3 (the "Supplemental Schedules") has been subjected to audit procedures performed in conjunction with the audit of the Company's financial statements. The Supplemental Schedules are the responsibility of the Company's management. Our audit procedures included determining whether the Supplemental Schedules reconcile to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the Supplemental Schedules. In forming our opinion on the Supplemental Schedules, we evaluated whether the Supplemental Schedules, including its form and content is presented in conformity with 17 C.F.R. § 240.17a-5. In our opinion, the Supplemental Schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

*Fortner, Bayens, Levkulich & Garrison, P.C.*

Denver, Colorado  
February 25, 2015

1580 Lincoln Street • Suite 700 • Denver, CO 80203  
303/296-6033 • FAX 303/296-8553  
Certified Public Accountants • A Professional Corporation

**LTC INVESTMENT SERVICES, INC.**

**STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2014**

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**ASSETS**

Cash and cash equivalents	\$ 137,414
Prepaid expenses and other assets	<u>11,064</u>

**TOTAL ASSETS** \$ 148,478

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**LIABILITIES:**

Accounts payable and accrued expenses	\$ 12,077
Due to affiliates	<u>8,099</u>

Total liabilities 20,176

**STOCKHOLDER'S EQUITY:**

Common stock, no par value, authorized 50,000 shares, issued and outstanding 25,000 shares	25,000
Additional paid-in capital	145,323
Accumulated deficit	<u>(42,021)</u>

Total stockholder's equity 128,302

**TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY** \$ 148,478

See notes to financial statements.

**LTC INVESTMENT SERVICES, INC.**

**STATEMENT OF INCOME**  
**YEAR ENDED DECEMBER 31, 2014**

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REVENUE:

Commissions and fees	\$ 165,867
Other	<u>26</u>
Total revenue	<u>165,893</u>

EXPENSES:

Salaries and related expenses	58,974
Trading costs	98,378
Occupancy and other	4,032
Professional fees, dues, and subscriptions	<u>11,947</u>
Total expenses	<u>173,331</u>

NET LOSS \$ (7,438)

See notes to financial statements.

**LTC INVESTMENT SERVICES, INC.**

**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY**  
**YEAR ENDED DECEMBER 31, 2014**

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	<u>Common Stock</u>		<u>Additional</u>	<u>Retained</u>	<u>Total</u>
	<u>Shares</u>	<u>Amount</u>	<u>Paid-In</u>	<u>Earnings</u>	<u>Stockholder's</u>
			<u>Capital</u>	<u>(Accumulated</u>	<u>Equity</u>
				<u>Deficit)</u>	
BALANCE - January 1, 2014	25,000	\$ 25,000	\$ 145,323	\$ (34,583)	\$ 135,740
Net Loss	-	-	-	(7,438)	(7,438)
BALANCE - December 31, 2014	<u>25,000</u>	<u>\$ 25,000</u>	<u>\$ 145,323</u>	<u>\$ (42,021)</u>	<u>\$ 128,302</u>

See notes to financial statements.

**LTC INVESTMENT SERVICES, INC.**

**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2014**

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CASH FLOWS FROM OPERATING ACTIVITIES:	
Net loss	\$ (7,438)
Changes in assets and liabilities:	
Prepaid expenses and other assets	46,108
Accounts payable and accrued expenses	1,556
Due to and from affiliates	<u>(22,279)</u>
Net cash used by operating activities	<u>17,947</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	17,947
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>119,467</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 137,414</u>

See notes to financial statements.

## LTC INVESTMENT SERVICES, INC.

### NOTES TO FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2014

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#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Organization** — LTC Investment Services, Inc. (the “Company”) was incorporated under the laws of the State of Colorado on July 15, 1988, and is registered as a broker-dealer in that state. Through November 2009, the Company was a direct wholly owned subsidiary of Affinity Group, Inc. (“Affinity”). Affinity was a direct wholly owned subsidiary of Fiserv, Inc. On December 1, 2009, Affinity was sold to Robert Beriault Holdings, Inc. (“RBHI”). At the same time, Affinity transferred its ownership of the Company to RBHI and the Company was converted from a Subchapter C Corporation to a Subchapter S Corporation. The Company is a wholly owned subsidiary of RBHI. RBHI also owns Lincoln Trust Company (“LTC”), which is also considered a related party of the Company.

The Company is a fully disclosed broker/dealer and as such holds no customer funds or securities. All trades are transacted through clearing brokers.

**Cash and Cash Equivalents** — The Company considers all cash and investments in money market mutual funds to be cash and cash equivalents.

**Commissions** — Commission revenue and related expense are recorded on a trade date basis.

**Income Taxes** — The Company has elected to be taxed under the provisions of Subchapter S of the Internal Revenue Code. Under those provisions, the Company neither pays income taxes on its taxable income nor is allowed a net operating loss carry-over or carry-back as a deduction. Instead, the shareholders of the Company include their respective shares of the Company’s consolidated taxable income or loss in their individual income tax returns. The Company files a consolidated income tax return with RBHI.

**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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Basis of Presentation** — The financial statements include significant related party transactions. Given RBHI and LTC’s level of involvement, these financial statements may not be indicative of the results of operations if the Company were a stand-alone entity.

**Subsequent Events** — The Company has evaluated subsequent events for recognition and disclosure through February 25, 2015, which is the date the financial statements were available to be issued.

#### 2. RESTRICTED DEPOSIT

The Company has a Clearing Agent Agreement with a clearing broker/dealer which requires a deposit of \$50,000. The entire deposit will be returned to the Company upon cancellation of the agreement. Interest earned on the deposit is received by the Company.

**3. NET CAPITAL REQUIREMENTS**

As a registered broker dealer the Company is subject to the Uniform Net Capital Rule (Rule 15c3-1) under the Securities Exchange Act of 1934 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, 2014, the Company had regulatory net capital of \$127,142 which was \$77,172 in excess of its required net capital of \$50,000. The Company's ratio of aggregate indebtedness to net capital was 0.16 to 1 at December 31, 2014.

**4. RELATED-PARTY TRANSACTIONS**

At December 31, 2014, the Company had outstanding payables to LTC of \$1,819 for invoices that were paid by LTC on behalf of the Company and \$1,423 for payroll expenses.

Lincoln Trust Company also allocates a portion of office rent expense to the Company based upon the amount of space the Company occupies. LTC charged the Company \$4,032 in 2014 under this arrangement, and the Company has rent payable to LTC of \$1,008 at December 31, 2014.

**5. EMPLOYEE BENEFITS**

**Profit-Sharing and Savings Plan** — Employees participate in a two-part profit-sharing and savings plan. The plan covers substantially all employees with no service requirement. Contributions to the plan consist of the employee portion, and may include a matching employer amount, and a discretionary contribution which is tied to the profit performance of the Company. Employees are completely vested in the employer match and discretionary contributions after two years of service. Expense attributable to the plan in 2014 amounted to \$1,432.

\* \* \* \* \*

**SUPPLEMENTAL SCHEDULES**

**LTC INVESTMENT SERVICES, INC.**

**COMPUTATION OF NET CAPITAL FOR BROKERS AND DEALERS PURSUANT  
TO RULE 15c3-1 UNDER THE SECURITIES AND EXCHANGE ACT OF 1934  
AS OF DECEMBER 31, 2014**

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AGGREGATE INDEBTEDNESS - Accounts payable and accrued expenses	<u>\$ 20,176</u>
MINIMUM NET CAPITAL REQUIRED - Greater of 6-2/3% of aggregate indebtedness or \$50,000 minimum	<u>\$ 50,000</u>
STOCKHOLDER'S EQUITY	128,302
NONALLOWABLE ASSETS	<u>-</u>
NET CAPITAL BEFORE HAIRCUT ON INVESTMENT	128,302
HAIRCUT ON INVESTMENT	<u>1,160</u>
NET CAPITAL	<u>\$ 127,142</u>
NET CAPITAL IN EXCESS OF REQUIREMENT	<u>\$ 77,142</u>
RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL	<u>0.16 to 1</u>

No material differences exist between the above net capital contribution and the corresponding computation included in the Company's unaudited Revised Form X-17-A-5 Part IIA filing as of December 31, 2014 filed on January 27, 2015. Accordingly, no reconciliation is necessary.

**LTC INVESTMENT SERVICES, INC.**

**COMPUTATION FOR DETERMINATION OF RESERVE  
REQUIREMENTS AND INFORMATION RELATING TO THE  
POSSESSION AND CONTROL REQUIREMENTS UNDER RULE 15C3-3  
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2014**

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LTC Investment Services, Inc., relies on Section K (2)(ii) of the Securities and Exchange Commission Rules 15c3-3 to exempt them from the provisions of these rules.

**FORTNER, BAYENS, LEVKULICH  
■  
& GARRISON, P.C.**

**Report of Independent Registered Public Accounting Firm on Exemption Provisions  
Required by Rule 17a-5 of the Securities and Exchange Commission**

Board of Directors  
LTC Investment Services, Inc  
Denver, Colorado

We have reviewed management's statements, included in the accompanying LTC Investment Services, Inc.'s Exemption Report, in which (1) LTC Investment Services, Inc. identified the following provisions of 17 C.F.R. § 15c3-3(k) under which LTC Investment Services, Inc. claimed an exemption from 17 C.F.R. § 240.15c3-3(k)(2)(ii) and (2) LTC Investment Services, Inc. stated that LTC Investment Services, Inc. met the identified exemption provisions throughout the most recent fiscal year without exception. LTC Investment Services, Inc. management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about LTC Investment Services, Inc.'s compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the conditions set forth in paragraph (k)(2)(ii), of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Fortner, Bayens, Levkulich & Garrison, P.C.*

Denver, Colorado  
February 25, 2015

**1580 Lincoln Street • Suite 700 • Denver, CO 80203  
303/296-6033 • FAX 303/296-8553  
Certified Public Accountants • A Professional Corporation**



Investment Services

LTC Investment Services, Inc.  
(formerly Fiserv Brokerage Services, Inc.)

### LTC Investment Services, Inc. Exemption Report

LTC Investment Services, Inc. (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission. This Exemption Report was prepared as required by 17 C.F.R. § 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. § 240.15c3-3 (k)(2)(ii).

The Company met the identified exemption provisions in 17 C.F.R. § 240.15c3-3(k) throughout the most recent fiscal year without exception.

#### LTC Investment Services, Inc.

I, Brice J. Williams, swear that, to my best knowledge and belief, this Exemption Report is true and correct.

Brice J. Williams,  
President

February 25, 2015