

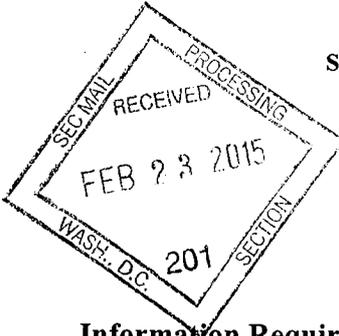


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SECURITIES

COMMISSION

Washington, D.C. 20549



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

SEC FILE NUMBER
8- 43068

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: Enterprise Equities, Inc.

OFFICIAL USE ONLY
FIRM I.D. NO.

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

11000 Broken Land Parkway

(No. and Street)

Columbia

MD

21044

(City)

(State)

(Zip Code)

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

Anna Zelinsky

410-772-2548

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

CohnReznick LLP

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

7501 Wisconsin Ave

Bethesda

MD

20814

(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)

SEC 1410 (06-02)

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2/24/15

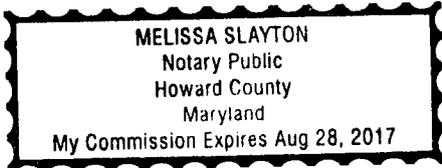
OATH OR AFFIRMATION

I, Anna Zelinsky, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Enterprise Equities, Inc., as of December 31, 2014, 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:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Anna Zelinsky  
Signature  
Chief Compliance Officer  
Title

Melissa Slayton  
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).

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

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Supplemental Schedules Required by Rule 17a-5 of the Securities and Exchange Act of 1934:	
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II - Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission December 31, 2014	11
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Report of Independent Registered Public Accounting Firm

To the Board of Directors  
Enterprise Equities, Inc.  
Columbia, Maryland

We have audited the accompanying financial statements of Enterprise Equities, Inc. (the "Company") (a wholly-owned subsidiary of Enterprise Ownership, Inc.), which comprise the statement of financial condition as of December 31, 2014, and the related statements of income, changes in stockholder'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 and supplemental information. Enterprise Equities Inc.'s management is responsible for these financial statements. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the 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. The Company is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 statements referred to above present fairly, in all material respects, the financial position of Enterprise Equities, Inc. as of 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.

The supplemental information on pages 10 to 12 has been subjected to audit procedures performed in conjunction with the audit of Enterprise Equities, Inc.'s financial statements. The supplemental information is the responsibility of the Company's management. Our audit procedures included determining whether the supplemental information reconciles 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 information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with Rule 17a-5 of the Securities Exchange Act of 1934. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.



Bethesda, Maryland  
February 6, 2015

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Statement of Financial Condition**  
**December 31, 2014**

Assets

Cash	\$ 136,685
Due from Enterprise Community Investment, Inc., net	11,666
Prepaid expenses and other assets	36,168
Income tax refund receivable	<u>4,534</u>
 Total assets	 <u><u>\$ 189,053</u></u>

Liabilities and Stockholder's Equity

Liabilities	<u>\$ -</u>
Stockholder's equity	
Common stock, par value \$1 per share - authorized, issued and outstanding, 1,000 shares	1,000
Additional paid-in capital	49,000
Retained earnings	<u>139,053</u>
 Total stockholder's equity	 <u>189,053</u>
 Total liabilities and stockholder's equity	 <u><u>\$ 189,053</u></u>

See Notes to Financial Statements.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Statement of Income**  
**Year Ended December 31, 2014**

Revenue	
Consulting fee income	\$ 383,563
	<hr/>
Total revenue	383,563
	<hr/>
Operating expenses	
Payroll and benefits	298,178
Other operating expenses	36,641
Licenses and membership fees	23,994
Professional fees	18,250
	<hr/>
Total operating expenses	377,063
	<hr/>
Income before taxes	6,500
Income tax expense	6,500
	<hr/>
Net income	\$ -
	<hr/> <hr/>

See Notes to Financial Statements.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Statement of Changes in Stockholder's Equity**  
**Year Ended December 31, 2014**

	<u>Common stock</u>	<u>Additional paid-in capital</u>	<u>Retained earnings</u>	<u>Total stockholder's equity</u>
Balance, December 31, 2013	\$ 1,000	\$ 49,000	\$ 139,053	\$ 189,053
Net income	-	-	-	-
Balance, December 31, 2014	<u>\$ 1,000</u>	<u>\$ 49,000</u>	<u>\$ 139,053</u>	<u>\$ 189,053</u>

See Notes to Financial Statements.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Statement of Cash Flows**  
**Year Ended December 31, 2014**

Cash flows from operating activities	
Net income	\$ -
Adjustments to reconcile net income to net cash used in operating activities	
Changes in assets and liabilities:	
Increase in prepaid expenses and other assets	(914)
Increase in income tax refund receivable	(3,025)
Increase in due from Enterprise Community Investment, Inc., net	<u>(26,063)</u>
Net cash used in operating activities	(30,002)
Cash, beginning of year	<u>166,687</u>
Cash, end of year	<u>\$ 136,685</u>
Supplemental disclosure of cash flow information	
Payments made for income taxes	<u>\$ 9,935</u>

See Notes to Financial Statements.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Notes to Financial Statements**  
**Year Ended December 31, 2014**

**Note 1 - Organization and summary of significant accounting policies**

**Organization and business**

Enterprise Equities, Inc. ("we", "us" or "Company") is incorporated in the State of Delaware and is a wholly-owned subsidiary of Enterprise Ownership, Inc. ("EOI"). Enterprise Community Investment, Inc. ("Enterprise") is the sole stockholder of EOI. Enterprise Community Partners, Inc., a nonprofit publicly supported charitable foundation, is the sole stockholder of Enterprise.

We were established as a captive broker-dealer registered with the Securities and Exchange Commission ("SEC") for the purpose of selling direct participation equity interests in real estate limited partnerships. We are a member of the Financial Industry Regulatory Authority ("FINRA"). Our business is conducted primarily through Enterprise, as we have no employees of our own.

We are a registered FINRA Broker Dealer in 29 states throughout the United States of America and the District of Columbia.

**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 judgments that affect the reported amounts of assets and liabilities and disclosures of contingencies at the date of the financial statements and revenues and expenses recognized during the reporting period. Actual results could differ from those estimates.

**Cash equivalents**

All highly liquid investments with original maturities of three months or less are considered to be cash equivalents. As of December 31, 2014, we had no items that could be considered cash equivalents.

**Consulting fee income**

Consulting fee income is recognized as earned when services are provided.

**Note 2 - Income taxes**

We have an unwritten tax-sharing agreement with EOI. Pursuant to the unwritten agreement, we are included in the consolidated federal income tax return filed by EOI, and we pay or receive an amount equal to the federal income tax expense or benefit we would have recognized had we filed a separate federal income tax return. Income tax expense incurred for the year ended December 31, 2014 was \$6,500. Taxes are primarily composed of minimum state franchise taxes not based on income.

Our federal tax returns, including those filed as part of the consolidated Enterprise or EOI returns, remain subject to examination for 2010 and subsequent years. We also generally remain subject to the examination of our various state income tax returns for a period of four to five years from the date the return was filed.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Notes to Financial Statements**  
**Year Ended December 31, 2014**

In accordance with the accounting guidance for uncertainty in income taxes, we have examined the likelihood that our tax positions would be challenged in an audit conducted by the taxing authorities. We believe that it is more likely than not that our tax positions would withstand audit and, as a result, we have recorded no liability for taxes, interest or penalties that result from uncertain tax positions.

**Note 3 - Net capital requirement**

We are required to comply with the Uniform Net Capital Rule of the Securities and Exchange Commission ("SEC"). This rule prohibits us from engaging in any securities transaction should "aggregate indebtedness" exceed 15 times "net capital" as those terms are defined in the rule, or if net capital falls below the required amount of \$5,000. We may declare dividends or acquire certain non-liquid assets only to the extent that net capital is in excess of such requirements. In computing net capital, items not readily convertible into cash are excluded. At December 31, 2014, our net capital was \$136,685, which was \$131,685 in excess of its minimum requirement of \$5,000.

**Note 4 - Exemption from rule 15c3-3**

We are claiming an exemption under Rule 15c3-3(k)(2)(i) from the requirements of computing the reserve requirements and presenting information for possession or control requirements.

**Note 5 - Due from Enterprise Community Investment, Inc.**

We have a consulting agreement with Enterprise, under which we provide advice to Enterprise with respect to structuring real estate transactions and offerings designed to promote and develop affordable housing. Costs incurred by us for the benefit of Enterprise are charged to Enterprise. During the year ended December 31, 2014, these costs totaled \$383,563. The agreement with Enterprise will continue until terminated by either us or Enterprise with 30 days notice.

As we have no employees of our own, all of our costs are paid for by Enterprise, and we reimburse Enterprise or its affiliates for the costs incurred on behalf of us. Payroll and benefit costs are allocated to us based on the time spent in performing these activities by Enterprise's employees. All other costs incurred with Enterprise are allocated to us on an actual or usage basis.

The amount due from Enterprise is noninterest bearing and payable on demand. Any and all amounts owed by us to Enterprise and/or its affiliates are subordinate to all of our other debt and obligations to other parties. As of December 31, 2014, \$11,666 is due from Enterprise.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Notes to Financial Statements**  
**Year Ended December 31, 2014**

**Note 6 - Major customer**

Our sole source of revenue is through providing consulting services to Enterprise via our consulting agreement with Enterprise as identified in Note 5.

**Note 7 - Subsequent events**

Events that occur after the balance sheet date but before the financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the Statement of Financial Condition date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the Statement of Financial Condition date require disclosure in the accompanying notes. Management evaluated the activity of the Company through February 6, 2015 (the date the financial statements were available to be issued) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Schedule I- Computation of Net Capital Under Rule 15c3-1 of the Securities and  
Exchange Commission  
December 31, 2014**

COMPUTATION OF NET CAPITAL

<u>Line</u>		
1. Total Ownership equity from statement of financial condition	\$	189,053
5. Total capital and allowable subordinated liabilities		189,053
6. Deduction: Nonallowable assets		<u>(52,368)</u>
10. Net Capital	\$	136,685
11. Minimum net capital required (6 2/3% of aggregated indebtedness)	\$	-
12. Minimum net capital requirement of reporting broker dealer	\$	5,000
13. Net capital requirement	\$	<u>5,000</u>
14. Excess net capital	\$	<u><u>131,685</u></u>

COMPUTATION OF AGGREGATE INDEBTEDNESS

19. Total aggregate indebtedness from statement of financial condition	\$	<u>-</u>
20. Percentage of aggregate indebtedness to net capital		<u><u>0%</u></u>

There are no differences between this computation and that filed by us on SEC Form X-17A-5 as of December 31, 2014.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Schedule II- Computation for Determination of Reserve Requirements**  
**Under Rule 15c3-3 of the Securities and Exchange Commission**  
**December 31, 2014**

The Company is exempt from Rule 153c-3 of the Securities and Exchange Commission under paragraph (k)(2)(i) of the Rule.

**Enterprise Equities, Inc.**  
**(A Wholly-Owned Subsidiary of Enterprise Ownership, Inc.)**

**Schedule IV- Information Relating to Possession or Control Requirements Under Rule  
15c3-3 of the Securities and Exchange Commission  
December 31, 2014**

The Company does not carry securities accounts for customers or perform custodial functions relating to customer securities.

The Company is exempt from Rule 15c3-3 of the Securities and Exchange Commission under paragraph (k)(2)(i) of the Rule.