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SEC SECURITIES AND EXCHANGE COMMISSION  
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ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

SEC FILE NUMBER  
8-31173

Washington DC  
409

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 04/01/15 AND ENDING 03/31/16  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Coordinated Capital Securities, Inc.

OFFICIAL USE ONLY  
FIRM I.D. NO.

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

704 River Place

(No. and Street)

Madison

WI

53716

(City)

(State)

(Zip Code)

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

Tracy Williams

(608) 221 4545

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

Baker Tilly Virchow Krause, LLP

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

777 E Wisconsin Ave, 32nd Fl

Milwaukee

WI

53202

(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)

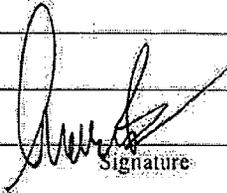
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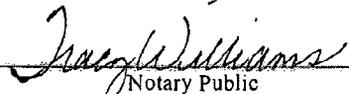
*AMB*

OATH OR AFFIRMATION

I, Mari J. Buechner, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Coordinated Capital Securities, Inc., as of March 31, 2016, 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:

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

  
\_\_\_\_\_  
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).

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

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**BAKER TILLY**

Baker Tilly Virchow Krause, LLP  
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United States of America

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors  
Coordinated Capital Securities, Inc.  
Madison, Wisconsin

We have audited the accompanying statement of financial condition of Coordinated Capital Securities, Inc. (a wholly-owned subsidiary of Coordinated Capital Holdings, Inc.) as of March 31, 2016, and the related statements of income (loss), stockholder's equity, and cash flows for the year then ended. These financial statements are the responsibility of Coordinated Capital Securities, Inc.'s management. 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 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. 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 Coordinated Capital Securities, Inc. as of March 31, 2016, 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 contained in pages 10-11 has been subjected to audit procedures performed in conjunction with the audit of Coordinated Capital Securities, Inc.'s financial statements. The supplemental information is the responsibility of Coordinated Capital Securities, Inc.'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 17 C.F.R. § 240.17a5. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Baker Tilly Virchow Krause, LLP*

Milwaukee, Wisconsin  
May 23, 2016

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

STATEMENT OF FINANCIAL CONDITION  
As of March 31, 2016

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**ASSETS**

Cash and cash equivalents	\$ 408,177
Commissions receivable	394,948
Deposit with clearing broker	28,441
Intangible asset	<u>42,000</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 873,566</u></b>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**LIABILITIES**

Commissions payable	\$ 273,097
Accrued expenses	<u>28,605</u>
Total liabilities	<u>301,702</u>

**STOCKHOLDER'S EQUITY**

Common stock, \$1 par value; 56,000 shares authorized; 6,000 shares issued and outstanding	6,000
Additional paid-in capital	244,476
Retained earnings	<u>321,388</u>
Total Stockholder's Equity	<u>571,864</u>

<b>TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY</b>	<b><u>\$ 873,566</u></b>
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See accompanying notes to financial statements.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

STATEMENT OF LOSS  
For the Year Ended March 31, 2016

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**REVENUE**

Commissions	\$ 6,953,902
Other income	<u>735,590</u>
Total revenue	<u>7,689,492</u>

**OPERATING EXPENSES**

Commissions, other compensation and related benefits	5,992,680
Management fees and incentive bonuses	1,300,000
Clearing and execution costs	164,835
Other operating expenses	<u>241,135</u>
Total operating expenses	<u>7,698,650</u>

**NET LOSS** \$ (9,158)

See accompanying notes to financial statements.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

**STATEMENT OF STOCKHOLDER'S EQUITY**  
For the Year Ended March 31, 2016

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	<u>Common Stock</u>	<u>Additional Paid-in Capital</u>	<u>Retained Earnings</u>	<u>Total Stockholder's Equity</u>
BALANCES, April 1, 2015	\$ 6,000	\$ 244,476	\$ 330,546	\$ 581,022
Net Loss			(9,158)	(9,158)
BALANCES, March 31, 2016	<u>\$ 6,000</u>	<u>\$ 244,476</u>	<u>\$ 321,388</u>	<u>\$ 571,864</u>

See accompanying notes to financial statements.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

**STATEMENT OF CASH FLOWS**  
For the Year Ended March 31, 2016

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<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Net loss	\$ (9,158)
Adjustments to reconcile net loss to net cash flows used in operating activities	
Changes in operating assets and liabilities	
Commissions receivable	11,126
Commissions payable	(114,554)
Accrued expenses	<u>(7,064)</u>
Net cash flows used by operating activities	<u>(119,650)</u>
<b>Net Change in Cash and Cash Equivalents</b>	<b>(119,650)</b>
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>527,827</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b><u>\$ 408,177</u></b>

See accompanying notes to financial statements.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

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**NOTE 1 - Summary of Significant Accounting Policies**

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*Nature of Operations*

Coordinated Capital Securities, Inc. (the "Company") is a Wisconsin corporation formed on December 8, 1982 for the purpose of conducting business in financial services. The Company offers mutual funds, variable insurance products, college savings plans and alternative investments with investment companies and sponsors throughout the United States. The Company also offers securities on a fully disclosed basis through its clearing firm. The Company is a state-registered investment advisor and also provides discount brokerage services through its division, Coltrane Securities. The Company is a wholly-owned subsidiary of Coordinated Capital Holdings, Inc. (the "Parent").

*Cash and Cash Equivalents*

The Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. At times, these may exceed federally insured limits. As a result, the Company is exposed to custodial credit risk.

*Commissions Receivable*

The Company uses the allowance method to account for uncollectible commissions receivable. The Company estimates the allowance based on historical collection experience and a review of the current status of commissions receivable. As of March 31, 2016, no allowance for doubtful accounts is provided as all receivables are considered collectible.

*Intangible Asset*

The customer list is carried at the total carrying amount. Each year the Company reviews the list and assesses the active customer base to determine if an impairment is necessary. No impairment was considered necessary as of March 31, 2016.

*Commission Revenue*

The Company recognizes revenue at the time new applications are completed and submitted or at the time the commissions are received for existing account transactions. Transactions involving registered traded securities in brokerage accounts are processed through a clearing broker-dealer and commissions are recorded on a trade date basis.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

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**NOTE 1 - Summary of Significant Accounting Policies (cont.)**

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*Income Taxes*

The Company is included in the consolidated return of the Parent. The Company pays the income tax for which they are liable.

The Company recognizes and measures its unrecognized tax benefits in accordance with FASB ASC 740, *Income Taxes*. Under that guidance the Company assesses the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. The measurement of unrecognized tax benefits is adjusted when new information is available, or when an event occurs that requires a change. There were no such positions as of March 31, 2016. The Company accrues interest and penalties related to such positions through management fee paid to the Parent. As of March 31, 2016 the Company had no accrued interest and penalties. With few exceptions, the Company is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for the years before 2012.

*Exemptive Provision*

With respect to all securities transactions, the Company operates under the provisions of paragraph (k)(2)(ii) of Rule 15c3-3 of the Securities and Exchange Commission. Essentially, the requirements of paragraph (k)(2)(ii) provide that the Company clear all transactions on behalf of customers on a fully-disclosed basis with a clearing broker-dealer and promptly transmit all customer funds and securities to the clearing broker-dealer. The clearing broker-dealer carries all of the accounts of the customers and maintains and preserves all related books and records as are customarily kept by a clearing broker-dealer.

As a result of the provisions disclosed in the preceding paragraph, the Company is exempt from the remaining provisions of Rule 15c3-3.

*Guarantees and Indemnifications*

In the normal course of its business, the Company indemnifies and guarantees certain service providers, such as clearing and custody agents against specified potential losses in connection with their acting as an agent of, or providing services to, the Company or its affiliates. The Company also indemnifies some clients against potential losses incurred in the event specified third-party service providers, including subcustodians and third-party brokers, improperly executed transactions. The maximum potential amount of future payments that the Company could be required to make under these indemnifications cannot be estimated. However, the Company believes that it is unlikely it will have to make material payments under these arrangements and has not recorded any contingent liability in the financial statements for these indemnifications.

*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.

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

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**NOTE 2 - Net Capital Requirements**

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The Company is subject to the Securities and Exchange Commission uniform net capital rule (Rule 15c3-1), which requires the maintenance of a minimum amount of net capital and that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Rule 15c3-1 also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1.

As of March 31, 2016, the Company had net capital of \$486,261 which was \$436,261 in excess of its net capital requirement of \$50,000. The Company's net capital ratio as of March 31, 2016 was .62 to 1.

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**NOTE 3 - Off Balance Sheet Risk**

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As discussed in Note 1, the Company's customer securities transactions are introduced on a fully disclosed basis with its clearing broker-dealer. The clearing broker-dealer is responsible for the execution, collection and payment of funds and, receipt and delivery of securities relative to customer transactions. Off-balance sheet risk exists with respect to these transactions due to the possibility that the customers may be unable to fulfill their contractual commitments, wherein the clearing broker-dealer may charge any losses it incurs to the Company. The Company seeks to minimize this risk through procedures designed to monitor the credit worthiness of its customers.

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**NOTE 4 - Related Party Transactions**

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The Company is wholly-owned by the Parent. Through common ownership/management, the Company is also affiliated with Coordinated Capital Consultants of Wisconsin, Inc., and Coordinated Partners, Inc. Coordinated Partners, Inc. is the general partner of several limited partnerships.

During the year ended March 31, 2016, the Company paid management fees of \$960,000 to the Parent. Included in these fees were reimbursements for office space, administrative assistance, and other miscellaneous operating expenses. The Company also paid an incentive bonus of \$340,000 to the Parent based on capital levels of the Company, which is included in management fees and incentive bonuses on the Statement of Loss.

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**NOTE 5 - Fair Value Measurements**

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Accounting guidance for fair value establishes 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 are as follows:

- Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

**NOTE 5 - Fair Value Measurements (cont.)**

- Level 3 – Significant unobservable inputs (including the Company's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a description of the valuation methodologies used by the Company for investments measured at fair value:

*Cash and cash equivalents.* These securities are valued based on quoted prices in an active market and are classified within Level 1 of the valuation hierarchy.

The following is a summary of the valuation hierarchy used for the Company's cash equivalents as of March 31, 2016:

	Level 1	Level 2	Level 3	Total Fair Value
Cash and cash equivalents	\$ 408,177	\$ -	\$ -	\$ 408,177
	<u>\$ 408,177</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408,177</u>

**NOTE 6 – Subsequent Events**

The Company has evaluated subsequent events through May 23, 2016, which is the date that the financial statements were approved and available to be issued. No subsequent events were noted.

**SUPPLEMENTAL INFORMATION**

**COORDINATED CAPITAL SECURITIES, INC.**  
(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

SCHEDULE I - COMPUTATION OF NET CAPITAL RULE 15c3-1 OF THE SECURITIES AND  
EXCHANGE COMMISSION CAPITAL RULE  
As of March 31, 2016

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**AGGREGATE INDEBTEDNESS**

Commission payable	\$ 273,097
Accrued expenses	<u>28,605</u>
Total Aggregate Indebtedness	<u>\$ 301,702</u>
Minimum required net capital (based on aggregate indebtedness)	<u>\$ 20,113</u>

**NET CAPITAL**

Stockholder's equity	\$ 571,864
Deductions:	
Non-allowable commissions receivable	43,034
Haircuts on investments	569
Other long-term assets	<u>42,000</u>
Net Capital	486,261
Net capital requirement (Minimum)	<u>50,000</u>
Capital in excess of minimum requirement	<u>\$ 436,261</u>
Ratio of aggregate indebtedness to net capital	<u>.62 to 1</u>

There were no material differences between the above calculation and the Company's calculation of net capital as reflected on the unaudited Form 17a-5, Part IIA.

**COORDINATED CAPITAL SECURITIES, INC.**

(A Wholly-Owned Subsidiary of Coordinated Capital Holdings, Inc.)

**SCHEDULE II - COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS UNDER  
RULE 15c3-3 (EXEMPTION) AND INFORMATION FOR POSSESSION OR CONTROL  
REQUIREMENTS UNDER RULE 15c3-3 (EXEMPTION) OF THE SECURITIES AND EXCHANGE  
COMMISSION  
As of March 31, 2016**

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**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS UNDER RULE 15c3-3**

Coordinated Capital Securities, Inc. is exempt from Rule 15c3-3 under the provision of Rule 15c3-3(k)(2)(ii).

**INFORMATION RELATING TO THE POSSESSION OR CONTROL REQUIREMENTS UNDER RULE 15c3-3**

Coordinated Capital Securities, Inc. is exempt from Rule 15c3-3 under the provision of Rule 15c3-3(k)(2)(ii).