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SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

SEC  
ANNUAL AUDITED REPORT

FORM X-17A-5

PART III  
AUG 01 2016

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8- 69489

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 AUGUST 28, 2015 AND ENDING MAY 31, 2016  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: HEWINS BROKERAGE SERVICES, LLC

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

203 REDWOOD SHORES PARKWAY, SUITE 550

(No. and Street)

REDWOOD CITY

CALIFORNIA

94065

(City)

(State)

(Zip Code)

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

BRADLEY J MUELLER

608-661-2834

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

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

MARCUM, LLP

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

111 SOUTH PFINGSTEN ROAD, SUITE 300

DEERFIELD

ILLINOIS

60016

(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)

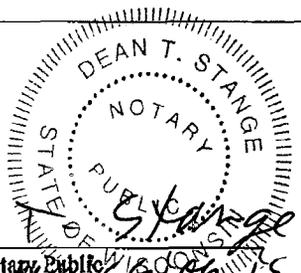
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OATH OR AFFIRMATION

I, BRADLEY J MUELLER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of HEWINS BROKERAGE SERVICES, LLC, as of MAY 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:

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



Bradley J Mueller  
Signature  
\_\_\_\_\_  
CEO/COO  
Title

Dean T. Stange  
Notary Public  
My commission is permanent.

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).

**HEWINS BROKERAGE SERVICES, LLC**

**FINANCIAL STATEMENTS**

**MAY 31, 2016**

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**Filed Pursuant to Rule 17a-5(d) Under the Securities  
Exchange Act of 1934**

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**HEWINS BROKERAGE SERVICES, LLC  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MAY 31, 2016**

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## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Member  
of Hewins Brokerage Services, LLC

We have audited the accompanying statement of financial condition of Hewins Brokerage Services, LLC as of May 31, 2016 that is filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the statement of financial condition. Hewins Brokerage Services, LLC's management is responsible for this financial statement. Our responsibility is to express an opinion on this financial statement 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 statement of financial condition is free of 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 statement of financial condition, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement of financial position presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the statement of financial condition referred to above presents fairly, in all material respects, the financial condition of Hewins Brokerage Services, LLC as of May 31, 2016 in accordance with accounting principles generally accepted in the United States of America.

*Marcum LLP*

Deerfield, Illinois  
July 29, 2016



**HEWINS BROKERAGE SERVICES, LLC  
STATEMENT OF FINANCIAL CONDITION  
AS OF MAY 31, 2016**

**ASSETS**

**Assets**

Cash	\$ 503,347
Commissions receivable	126,478
Regulatory Deposits	375
Prepaid expenses and other	<u>6,439</u>
<b>Total assets</b>	<b><u>\$ 636,639</u></b>

**LIABILITIES AND MEMBER'S EQUITY**

**Liabilities**

Accounts payable	\$ 4,975
Due to related Party	<u>33,676</u>
<b>Total liabilities</b>	<b>38,651</b>

**Member's Equity**

Member's equity	<u>\$ 597,988</u>
<b>Total liabilities and member's equity</b>	<b><u>\$ 636,639</u></b>

*The accompanying notes are an integral part of these financial statements*

**HEWINS BROKERAGE SERVICES, LLC  
NOTES TO THE STATEMENT OF FINANCIAL CONDITION  
FOR THE YEAR ENDED MAY 31, 2016**

**1. Description of Business and Summary of Significant Accounting Policies**

**Description of Business**

Hewins Brokerage Services, LLC. ("Company") is an insurance company, a securities broker-dealer registered with the Securities and Exchange Commission ("SEC") and a member of the Financial Industry Regulatory Authority ("FINRA"), a self-regulatory organization for broker-dealers. The Company became a registered broker-dealer on August 28, 2015. The Company is a wholly owned subsidiary of Hewins Holding, LLC ("Parent Company"). The Parent Company is owned by Wipfli Financial, LLC, ("WIPFLI") and WIPFLI also owns an affiliated registered investment advisor, Hewins Financial Advisors, LLC ("HFA"). The Company is registered in 2 states and is engaged in and earns commissions from the sales of fixed insurance, variable insurance, and mutual fund products.

**Cash Concentration**

Cash balances in excess of FDIC and similar insurance coverage are subject to the usual banking risks associated with funds in excess of those limits. At May 31, 2016, the Company had excess cash balances of \$247,641.

**Accounts Receivable**

Accounts receivable represents commission receivables from other broker-dealers and insurance companies.

Management anticipates no material loss from the receivable balances; therefore, no reserve was established at May 31, 2016.

**Income taxes**

The Company files a consolidated tax return with HFA as WIPFLI. The Company is an LLC and is not required to recognize income tax expense. The Members of WIPFLI will recognize tax expense.

**Use of Estimates**

The preparation of these financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that may affect certain reported amounts and disclosures in the financial statements and accompanying notes. Actual results could differ from those estimates.

**HEWINS BROKERAGE SERVICES, LLC  
NOTES TO THE STATEMENT OF FINANCIAL CONDITION  
FOR THE YEAR ENDED MAY 31, 2016**

**2. Related Party Transactions**

The Company has an expense sharing agreement with HFA for re-payment of allocated expenses. These expenses include salaries and payroll taxes, accounting and auditing, office supplies, software, and other administrative expenses. During the year ended May 31, 2016, the amount paid to HFA was \$285,194 and the amount paid to WIPFLI was \$21,750. The net amount owed to HFA at May 31, 2016 amounted to \$33,676. Additionally, the Company pays rent to a related party (see Note 4).

A percentage of the profit may be distributed to the Parent Company or HFA at the Parent Company's discretion. On January 7, 2016, a distribution in the amount of \$300,000 was made to HFA.

**3. Net Capital Requirement and Exemption**

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 that the ratio of aggregate indebtedness to net capital, both as defined, not exceed 8 to 1 until August 31, 2016 and then 15 to 1 thereafter (ratio is less for broker-dealers commencing business in its first 12 months of operation). Net capital and the related net capital ratio fluctuate on a daily basis; however, at May 31, 2016, net capital was \$464,696, which exceeded the minimum capital requirement by \$459,696. Aggregate indebtedness was \$38,651 at May 31, 2016, resulting in a ratio of aggregate indebtedness to net capital of 0.08 to 1.

Per Rule 15c3-3 of the Securities and Exchange Commission Uniform Net Capital Rule, the Company is exempt under the (k)(2)(i) exemption.

**HEWINS BROKERAGE SERVICES, LLC  
NOTES TO THE STATEMENT OF FINANCIAL CONDITION  
FOR THE YEAR ENDED MAY 31, 2016**

**4. Lease Commitments**

The Company leases approximately 300 square feet of office space from WIPFLI under the terms of an operating sublease ("the Sublease") entered into on July 20, 2015. The Company pays a monthly minimum lease payment of \$2,175. The Sublease expires when the original lease with WIPFLI (the "Prime Lease") is cancelled or terminated. The Prime Lease expires in November 2023.

Approximate future minimum rental commitments due under the Sublease are as follows:

<u>FYE</u>	<u>Amount</u>
2017	\$ 26,860
2018	27,534
2019	28,222
2020	28,932
2021	29,656
2022	30,402
2023	31,162
2024	15,906
Total	<u>\$ 218,674</u>

**5. Commitments and Contingencies**

There are no additional commitments and contingencies that would have a material impact as of May 31, 2016.

**6. Concentration of Assets**

Over ninety nine percent (99%) of the commission receivables are from ValMark.