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ANNUAL AUDITED REPORT

FORM X-17A-5 FEB 28 2017

PART III

Washington, DC

FACING PAGE 414

SEC FILE NUMBER
8-39029

8-39029

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 01-01-2016 AND ENDING 12-31-2016
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: **Dominion Investor Services, Inc.**

OFFICIAL USE ONLY
FIRM I.D. NO.

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

9000 Highway 2147 West, Suite 201

(No. and Street)

Horseshoe Bay

TX

78657

(City)

(State)

(Zip Code)

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

Cameron Shropshire

210-265-8050

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Davis Kinard & Co., PC

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

400 Pine Street, Suite 600

Abilene

TX

79601

(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)

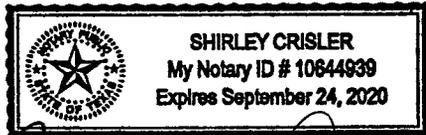
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OATH OR AFFIRMATION

I, Rix C. Smith, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Dominion Investor Services, Inc., as

of December 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:

Officers, directors and principals may have individual or related accounts, none of which have any cross interest with the broker/dealer, and all of which are fully disclosed



Shirley Crisler
Notary Public

Rix C. Smith
Signature

President **Rix C. Smith**

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).

DOMINION INVESTOR SERVICES, INC.

FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES
REQUIRED BY THE SECURITIES AND EXCHANGE COMMISSION

together with

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

FOR THE YEARS ENDED
DECEMBER 31, 2016 AND 2015
AND
SUPPLEMENTAL REPORT ON EXEMPTION REPORT

DOMINION INVESTOR SERVICES, INC.

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders
of Dominion Investor Services, Inc.

We have audited the accompanying statements of financial condition of Dominion Investor Services, Inc. (a wholly owned subsidiary of Dominion Financial Services, Inc.) as of December 31, 2016 and 2015, and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended. These financial statements are the responsibility of Dominion Investor Services, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits provide 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 Dominion Investor Services, Inc. as of December 31, 2016 and 2015, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

The supplemental information of Computation of Aggregate Indebtedness and Net Capital in Accordance with Rule 15c3-1 of the Securities and Exchange Commission has been subjected to audit procedures performed in conjunction with the audit of the Dominion Investor Services, Inc.'s financial statements. The supplemental information is the responsibility of the Dominion Investor Services, 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. §240.17a-5. In our opinion, the Computation of Aggregated Indebtedness and Net Capital in Accordance with Rule 15c3-1 of the Securities and Exchange Commission is fairly stated, in all material respects, in relation to the financial statements as a whole.

Davis Kinard & Co, PC
Certified Public Accountants

Abilene, Texas
February 24, 2017

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

Statements of Financial Condition
December 31, 2016 and 2015

	2016	2015
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 417,154	\$ 462,974
Receivable from clearing organization	143,157	124,473
Receivable from other brokers and dealers	--	15,846
Accounts receivable, other	11,220	9,255
Prepaid expenses	45,318	50,979
Total current assets	616,849	663,527
Deposit with clearing organization	50,000	50,000
Fixed assets, net of accumulated depreciation	11,512	14,867
Total assets	\$ 678,361	\$ 728,394
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accrued payroll and commissions	\$ 184,651	\$ 273,658
Accounts payable, other	15,095	16,146
Total current liabilities	199,746	289,804
Stockholders' equity:		
Common stock, \$1 par value, 1,000,000 shares authorized, 1,465 shares issued and outstanding	1,465	1,465
Paid in capital	103,942	103,942
Retained earnings	373,208	333,183
Total stockholders' equity	478,615	438,590
Total liabilities and stockholders' equity	\$ 678,361	\$ 728,394

The accompanying notes are an integral part of the financial statements.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

Statements of Income
For the Years Ended December 31, 2016 and 2015

	2016	2015
REVENUES:		
Commissions	\$ 3,655,039	\$ 4,435,199
Other income	178,147	192,749
Interest	23,858	4,334
Total revenues	3,857,044	4,632,282
EXPENSES:		
Commissions	2,811,638	3,556,601
Employee compensation and benefits	574,873	596,102
Clearing charges	119,118	122,490
General and administrative	177,181	176,832
Legal and professional	12,417	11,339
Rent	50,301	50,560
Communication	10,361	10,742
Other taxes	2,686	4,504
Depreciation	7,793	13,815
Bad debts and errors	651	781
Total expenses	3,767,019	4,543,766
Net income	\$ 90,025	\$ 88,516

The accompanying notes are an integral part of the financial statements.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

Statements of Changes in Stockholders' Equity
For the Years Ended December 31, 2016 and 2015

	<u>Common Stock</u>	<u>Paid-in Capital</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance January 1, 2015	\$ 1,465	\$ 103,942	\$ 294,667	\$ 400,074
Dividends paid	-	-	(50,000)	(50,000)
Net income		-	88,516	88,516
Balance December 31, 2015	<u>1,465</u>	<u>103,942</u>	<u>333,183</u>	<u>438,590</u>
Dividends paid	-	-	(50,000)	(50,000)
Net income	-	-	90,025	90,025
Balance December 31, 2016	<u>\$ 1,465</u>	<u>\$ 103,942</u>	<u>\$ 373,208</u>	<u>\$ 478,615</u>

The accompanying notes are an integral part of the financial statements.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

Statements of Cash Flows
For the Years Ended December 31, 2016 and 2015

	2016	2015
Cash flows from operating activities:		
Net income	\$ 90,025	\$ 88,516
Adjustments to reconcile net income to net cash generated by operating activities:		
Depreciation	7,793	13,815
Loss on sale of investment	-	70
Changes in operating assets and liabilities:		
Decrease (increase) in receivable from clearing organization	(18,684)	30,785
(Increase) decrease in receivables from brokers and dealers	15,846	(7,528)
Decrease (increase) in accounts receivable, other	(1,965)	2,606
Decrease (increase) in prepaid expenses	5,661	894
(Decrease) increase in accrued payroll and commissions	(89,007)	54,613
(Decrease) increase in other accounts payable	(1,051)	(1,637)
Net cash provided by operating activities	8,618	182,134
Cash flows from investing activities:		
Gross proceeds from sale of investments	-	458
Purchase of fixed assets	(4,438)	(13,026)
Net cash used in investing activities	(4,438)	(12,568)
Cash flows from financing activities:		
Dividends paid to parent	(50,000)	(50,000)
Net cash used in financing activities	(50,000)	(50,000)
Net decrease in cash		
Cash at beginning of year	(45,820)	119,566
Cash at end of year	462,974	343,408
	\$ 417,154	\$ 462,974

The accompanying notes are an integral part of the financial statements.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary Dominion Financial Services, Inc.)

Notes to Financial Statements

Note 1-Summary of Significant Accounting Policies

Dominion Investor Services, Inc. (the Company) was formed on December 28, 1990 and is registered with the Financial Industry Regulatory Authority (FINRA). Its brokerage accounts are insured by the Securities Investors Protection Corporation (SIPC). The Company clears its securities transactions through Hilltop Securities, a member of the New York Stock Exchange.

Reporting Entity:

Effective January 1, 2001, the parent company, Dominion Financial Services, Inc. (DFS) elected under the Internal Revenue Code to be taxed as an S-Corporation. Under those provisions, DFS does not pay federal corporate income taxes on its income, rather its stockholders are liable for individual income tax on their proportionate share of DFS's taxable income. DFS has made an election with the Internal Revenue Service to treat the Company as a qualified Subchapter S Subsidiary. As a result, for federal tax law purposes, the Company's assets, liabilities, and items of income and deduction are treated as being owned by DFS. Only DFS is required to file a tax return and that return includes the Company's assets, liabilities, and items of income and deduction. These financial statements include only the accounts of Dominion Investor Services, Inc.

Commission Revenue:

Commission revenue is recognized as of the settlement date which is generally the third business day following the trade date.

Management's Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual amounts could differ from those estimates.

Date of Management's Review:

Subsequent events were evaluated through February 24, 2017, which is the date the financial statements were available to be issued.

Note 2-Cash and Cash Equivalents

For purposes of statements of cash flows, the Company considers all highly liquid investments, with an original maturity of three months or less, to be cash equivalents.

Note 3-Deposits With Clearing Organizations

The Company entered into an agreement with a clearing organization, Hilltop Securities, to execute and clear securities transactions. The agreement requires that a \$50,000 deposit be maintained in an account at the clearing organization.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary Dominion Financial Services, Inc.)

Notes to Financial Statements

Note 4-Equipment

Equipment and leasehold equipment are stated at cost. Depreciation, for financial reporting purposes, is provided on the double declining balance and straight line methods over 5 to 7 years.

Changes in fixed assets are as follows:

	<u>Furniture & Equipment</u>	<u>Leasehold Improvements</u>	<u>Accumulated Depreciation</u>	<u>Net Fixed Assets</u>
Balance January 1, 2015	\$ 305,762	\$ 10,858	\$ 300,437	\$ 16,183
Additions	12,500	526	13,814	(788)
Deletions	<u>(1,029)</u>	<u> </u>	<u>(501)</u>	<u>(528)</u>
Balance December 31, 2015	317,233	11,384	313,750	14,867
Additions	<u>4,438</u>	<u>-</u>	<u>7,793</u>	<u>(3,355)</u>
Balance December 31, 2016	<u>\$ 321,671</u>	<u>\$ 11,384</u>	<u>\$ 321,543</u>	<u>\$ 11,512</u>

Note 5-Retirement Plan

The Company established a Simple Plan whereby the employees can elect to contribute through a payroll deduction. The Company will match up to 3% of the employees' earnings not to exceed their elective deferral amount. The Company's contribution to the plan was \$17,898 and \$15,795 for 2016 and 2015, respectively.

Note 6-Federal Income Taxes

Effective January 1, 2001, DFS elected under the Internal Revenue Code to be taxed as an S-Corporation and also elected to treat the Company as a Qualified Subchapter S Subsidiary of DFS. Under those provisions, DFS does not pay federal corporate income taxes on its income. As a Qualified Subchapter S Subsidiary of DFS, the Company's income is reported on DFS's tax return and its stockholders are liable for individual income tax on their proportionate share of DFS's taxable income. These financial statements include only the accounts of Dominion Investor Services, Inc. There are also no uncertain tax positions that are required to be disclosed in accordance with Financial Accounting Standards Board ASC 740-10-50-14.

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary Dominion Financial Services, Inc.)

Notes to Financial Statements

Note 7-Net Capital Requirement

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 the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (and the rule also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At December 31, 2016, the Company had net capital of \$410,565 which was \$360,565 in excess of the required net capital of \$50,000. The Company's aggregate indebtedness to net capital ratio is .49 to 1.

Note 8-Lease Commitments

Beginning February, 2013, the Company entered into a three year lease agreement with an affiliated entity with an option for a one year renewal. In February 2016, the Company utilized the option for a one year renewal. Rent expense was \$50,301 in 2016 and \$50,560 in 2015.

Note 9-Concentrations of Receivables and Deposits

Hilltop Securities (HTS) clears trades for the Company and requires that a deposit of \$50,000 be maintained at HTS for this service. The Company has other cash and investments deposited with HTS for a total of \$364,048 and \$366,190 for 2016 and 2015, respectively. In addition, HTS owes the Company for certain December trades and other miscellaneous charges in the amount of \$143,157 and \$124,473 for 2016 and 2015, respectively.

Note 10-Related Party Transactions

The Company is involved in transactions with affiliated entities. The following represents assets, liabilities, revenues and expenses with related parties:

	<u>2016</u>	<u>2015</u>
Receivable from affiliates (included in other receivables)	\$ <u>5,763</u>	\$ <u>2,110</u>
Payables to affiliates	\$ <u>241</u>	\$ <u>305</u>
Commissions payable to affiliate and registered rep shareholders	\$ <u>57,951</u>	\$ <u>69,762</u>
Commissions expense	\$ <u>695,808</u>	\$ <u>926,602</u>
Rent expense	\$ <u>48,581</u>	\$ <u>48,581</u>

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary Dominion Financial Services, Inc.)

Notes to Financial Statements

Note 11-Possession or Control Requirements

There were no material inadequacies in the procedures followed in adhering to the exemptive provisions of (S.E.C.) Rule 15c3-3 (K) (2) (ii) by promptly transmitting all customer funds and securities to the clearing broker who carries the customer accounts; therefore, the Company does not have any possession or control of customer funds or securities. Further, our independent auditors have ascertained that the conditions of the exemptions were being complied with as of the date of the audit examination and no facts came to their attention to indicate that the exemption had not been complied with during the period of their examination.

SCHEDULE I

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

**Computation of Aggregate Indebtedness and Net Capital in Accordance with Rule 15c3-1 of the
Securities and Exchange Commission
December 31, 2016**

1	Total ownership equity from the statement of financial condition	\$	478,615
2	Deduct ownership equity not allowable for net capital		-
3	Total ownership equity qualified for net capital		478,615
4	Add:		
	A. Liabilities subordinated to the claims of general creditors		
	Allowable for the computation of net capital		-
	B. Other (deductions) or allowable credits		-
5	Total capital and allowable subordinated liabilities		478,615
6	Deductions and/or charges:		
	A. Total non-allowable assets from the statement of financial condition:		
	Receivables from brokers and dealers	\$	-
	Other assets		(68,050)
			<u>(68,050)</u>
	B. Secured demand note deficiency		-
	C. Commodity futures contracts and spot commodities-proprietary capital charges		-
	D. Other deductions or charges		-
7	Other additions and/or allowable credits		-
8	Net capital before haircuts on security positions		410,565
9	Haircuts on securities (computed, where applicable, pursuant to 15c3-1f):		
	A. Contractual securities commitments		-
	B. Subordinated securities borrowings		-
	C. Trading and investment securities:		
	1 Exempted securities		-
	2 Debt securities		-
	3 Options		-
	4 Other securities		-
	D. Undue concentration		-
	E. Other		-
10	Net capital	\$	<u>410,565</u>

SCHEDULE I
(continued)

DOMINION INVESTOR SERVICES, INC.
(A Wholly Owned Subsidiary of Dominion Financial Services, Inc.)

**Computation of Aggregate Indebtedness and Net Capital in Accordance with Rule 15c3-1 of the
Securities and Exchange Commission
December 31, 2016**

Items included in the statement of financial condition:	
Accrued payroll and benefits	\$ 184,651
Other liabilities	15,095
Total aggregate indebtedness	\$ <u>199,746</u>
Computation of basic net capital requirement	
Minimum net capital at 6 2/3%	\$ <u>13,316</u>
Minimum net capital requirement	\$ <u>50,000</u>
Excess net capital	\$ <u>360,565</u>
Net capital	\$ <u>410,565</u>
Ratio: aggregate indebtedness to net capital	49%

Note: There are no material differences between the above computation and the computation of net capital as of December 31, 2016 previously filed by Dominion Investor Services, Inc. on Form X-17A-5.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholders
of Dominion Investor Services, Inc.

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Dominion Investor Services, Inc. identified the following provisions of 17 C.F.R. §15c3-3(k) under which Dominion Investor Services, Inc. claimed an exemption from 17 C.F.R. §240.15c3-3(k)(2)(ii) (the "exemption provisions") and (2) Dominion Investor Services, Inc. stated that Dominion Investor Services, Inc. met the identified exemption provisions throughout the most recent fiscal year without exception. Dominion Investor Services, Inc.'s 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 Dominion Investor 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 provisions set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

Davis Kinard & Co, PC
Certified Public Accountants

Abilene, Texas
February 24, 2017

DOMINION

INVESTOR SERVICES, INC.

Member FINRA and SIPC

February 16, 2017

EXEMPTION REPORT

It is our best knowledge and belief that Dominion Investor Services, Inc., a licensed Broker/Dealer, is exempt from the filing requirement of Rule 15c3-3 as identified in paragraph (k)(2)(ii).

Dominion Investor Services, Inc. as an introducing Broker/Dealer:

- Clears all transactions with and for customers on a fully disclosed basis with Hilltop Securities, Inc.
- Promptly transmits all customer funds and securities to Hilltop Securities, Inc. which carries all of the accounts of such customers and maintains and preserves such books and records pertaining thereto.

Dominion Investor Services, Inc. believes it has met the identified exemption provision throughout the year ended December 31, 2016 and to the date of this report, without exception.

Regards,

DOMINION INVESTOR SERVICES, INC.



Rix C. Smith
President

**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON APPLYING AGREED-
UPON PROCEDURES ON SCHEDULE OF ASSESSMENTS AND PAYMENTS (FORM SIPC-7)**

To the Board of Directors and Stockholders
of Dominion Investor Services, Inc.

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and with the SIPC Series 600 Rules, we have performed the procedures enumerated below with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2016, which were agreed to by Dominion Investor Services, Inc. and the Securities and Exchange Commission, Financial Regulatory Authority, Inc. and SIPC, solely to assist you and the other specified parties in evaluating the Dominion Investor Services, Inc.'s compliance with the applicable instructions of Form SIPC-7. The Dominion Investor Services, Inc.'s management is responsible for the Dominion Investor Services, Inc.'s compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). 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 in Form SIPC-7 with respective cash disbursement records entries in the general ledger, noting no differences;
- 2) Compared the amounts reported on the audited Form X-17A-5 (FOCUS Report) for the year ended December 31, 2016 with the amounts reported in Form SIPC-7 for the year ended December 31, 2016, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences; and
- 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.

Davis Kinard & Co, PC
Certified Public Accountants

Abilene, Texas
February 24, 2017

SIPC-7

(33-REV 7/10)

SECURITIES INVESTOR PROTECTION CORPORATION

P.O. Box 92185 Washington, D.C. 20090-2185
202-871-8300

General Assessment Reconciliation

For the fiscal year ended 12/31/2016

(Read carefully the instructions in your Working Copy before completing this Form)

SIPC-7

(33-REV 7/10)

TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

2020*****2794*****MIXED AADC 220
39029 FINRA DEC
DOMINION INVESTOR SERVICES INC.
9000 HIGHWAY 2147 UNIT 201
HORSESHOE BAY TX 78657-6256

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

Cameron Shropshire 210-265-8050

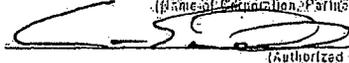
- 2. A. General Assessment (Item 2e from page 2) \$ 1,818
- B. Less payment made with SIPC-6 filed (exclude interest) (814)
7/29/2016
Date Paid
- C. Less prior overpayment applied ()
- D. Assessment balance due or (overpayment) 1,004
- E. Interest computed on late payment (see instruction E) for _____ days at 20% per annum _____
- F. Total assessment balance and interest due (or overpayment carried forward) \$ 1,004
- G. PAYMENT: the box
Check mailed to P.O. Box Funds W/rd
Total (must be same as F above) \$ 1,004
- H. Overpayment carried forward \$()

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent hereby that all information contained herein is true, correct and complete.

Dominion Investor Services, Inc.

(Name of Corporation, Partnership or other organization)



(Authorized Signature)

Dated the 21st day of February, 2017

Vice-President

(Title)

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

SIPC REVIEWER

Dates:
Postmarked Received Reviewed

Calculations Documentation Forward Copy

Exceptions: _____

Disposition of exceptions: _____

**DETERMINATION OF "SIPC NET OPERATING REVENUES"
AND GENERAL ASSESSMENT**

Amounts for the fiscal period
beginning 1/1/2016
and ending 12/31/2016

Eliminate cents

Item No:

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

\$ 3,857,042

2b. Additions:

(1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.

(2) Net loss from principal transactions in securities in trading accounts.

(3) Net loss from principal transactions in commodities in trading accounts.

(4) Interest and dividend expense deducted in determining Item 2a.

(5) Net loss from management of or participation in the underwriting or distribution of securities.

(6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.

(7) Net loss from securities in investment accounts.

Total additions

2c. Deductions:

(1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security futures products.

3,025,052

(2) Revenues from commodity transactions.

(3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.

95,293

(4) Reimbursements for postage in connection with proxy solicitation.

(5) Net gain from securities in investment accounts.

(6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.

(7) Direct expenses of printing, advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act).

(8) Other revenue not related either directly or indirectly to the securities business.
(See Instruction C).

(Deductions in excess of \$100,000 require documentation)

(9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.

(ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 0960).

\$ 9,528

Enter the greater of the (i) or (ii)

9,528

Total deductions

3,129,873

2d. SIPC Net Operating Revenues

\$ 727,169

2e. General Assessment @ .0025

\$ 1,818

(to page 1, line 2.A.)



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