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

Mail P
Section
FEB 05 2018
Washington DC
406

SEC FILE NUMBER
8-28496

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 01/01/2018 AND ENDING 12/31/2018
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Brechling Andersen Securities

AAA-Anderson Erik Brechling
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

3250 Wilshire Blvd., Suite 1750-L

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street)

Los Angeles

CA

90010

(City)

(State)

(Zip Code)

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

Erik Brechling Andersen 213-487-3360

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Brian W. Anson, CPA

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

18401 Burbank Blvd #120

Tarzana

CA

91356

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

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

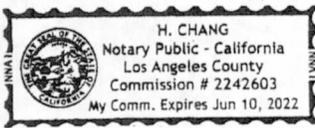
FOR OFFICIAL USE ONLY

*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)

RMS

OATH OR AFFIRMATION

I, Erik Brechling Andersen, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Brechling Andersen Securities of December 31, 2018, 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:



PLEASE SEE ATTACHED CURRENT CALIFORNIA NOTARY FORM

Erik Brechling Andersen Signature

PROPRIETOR

Title

H. Chang (H. Chang, Notary Public) 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).

California Jurat Certificate

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California

County of Los Angeles

S.S.

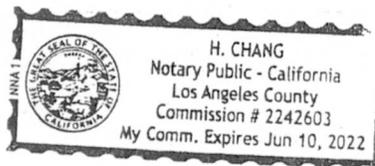
Subscribed and sworn to (or affirmed) before me on this 23rd day of January,
Month

20 19, by Erik Brechling Andersen and
Name of Signer (1)

[Signature], proved to me on the basis of
Name of Signer (2)

satisfactory evidence to be the person(s) who appeared before me.

[Signature]
Signature of Notary Public



H.Chang, Notary Public

For other required information (Notary Name, Commission No., etc.)

Seal

OPTIONAL INFORMATION

Although the information in this section is not required by law, it could prevent fraudulent removal and reattachment of this jurat to an unauthorized document and may prove useful to persons relying on the attached document.

Description of Attached Document

The certificate is attached to a document titled/for the purpose of

SEC 1410 (06-02).
Oath or Affirmation.

containing _____ pages, and dated _____

Additional Information

Method of Affiant Identification

Proved to me on the basis of satisfactory evidence:
 form(s) of identification credible witness(es)

Notarial event is detailed in notary journal on:

Page # _____ Entry # _____

Notary contact: 213-738-9714

Other

Affiant(s) Thumbprint(s) Describe: _____

BRIAN W. ANSON

Certified Public Accountant

18401 Burbank Blvd., Suite 120, Tarzana, CA 91356 • Tel. (818) 636-5660 • Fax (818) 401-8818

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Proprietor of Brechling Andersen Securities (A proprietorship)

Opinion on the Financial Statements

I have audited the accompanying statement of financial condition of Brechling Andersen Securities (A proprietorship) as of December 31, 2018, the related statements of operations, changes in proprietor's equity, and cash flows for the year then ended, and the related notes (collectively referred to as the financial statements). In my opinion, the financial statements present fairly, in all material respects, the financial position of Brechling Andersen Securities (A proprietorship) as of December 31, 2018, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of Brechling Andersen Securities (A proprietorship)'s proprietor. My responsibility is to express an opinion on Brechling Andersen Securities (A proprietorship)'s financial statements based on my audit. I am a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and am required to be independent with respect to Brechling Andersen Securities (A proprietorship) in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

I conducted my audit in accordance with the standards of the PCAOB. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. My audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. My audit also included evaluating the accounting principles used and significant estimates made by proprietor, as evaluating the overall presentation of the financial statements. I believe that my audit provides a reasonable basis for my opinion.

Supplemental Information

The information contained in Schedule I, II, and III ("Supplemental Information") has been subjected to audit procedures performed in conjunction with the audit of the Company's financial statements. The Supplemental Information is the responsibility of the Company's proprietor. My 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 my opinion on the Supplemental Information, I evaluated whether the Supplemental Information, including its form and content is presented in conformity with 17 C.F.R. § 240.17a-5. In my opinion, Schedules I, II, and III are fairly stated, in all material respects, in relation to the financial statements taken as a whole.


Brian W. Anson

Certified Public Accountant

I have served as Brechling Andersen Securities (A proprietorship)'s auditor since 2018.

Tarzana, California

January 24, 2019

BRECHLING ANDERSEN SECURITIES (A PROPRIETORSHIP)
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2018

Revenues:

Mutual fund, including trail commissions	\$ 1,598
Quarterly mutual fund 12(b)-1 fees	11,625
Interest income	1,702
Net unrealized gain (loss) on marketable securities	4,740
Total revenue	<u>19,665</u>

Expense:

Bank charges	42
Fidelity bond	576
FINRA assessments and fees	1,405
Professional fees	14,817
Rent	7,458
SIPC	3
Telephone	918
Total expenses	<u>25,219</u>

Income (loss) from operation (\$5,554)

See accompanying notes to the financial statements

BRECHLING ANDERSEN SECURITIES (A PROPRIETORSHIP)
STATEMENT OF PROPRIETOR'S EQUITY
DECEMBER 31, 2018

Balance, December 31, 2017	\$ 90,555
Capital contributed	8,953
Net Income (loss)	<u>(5,554)</u>
Balance, December 31, 2018	<u><u>\$ 93,954</u></u>

See accompanying notes to the financial statements

BRECHLING ANDERSEN SECURITIES (A PROPRIETORSHIP)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018

Operating activities		
Net income (loss)	\$	(5,554)
Adjustments to reconcile net income (loss) to net cash used in operating activities:		
Net unrealized gain on marketable securities		(4,740)
Dividend receivable		(440)
Other assets		(150)
Accrued expenses		(245)
Net cash used in operating activities		(11,129)
 Financing activities		
Capital contribution		8,953
Net cash provided by by financing activities		8,953
Decrease in cash		(2,176)
Cash at 12/31/17		13,868
Cash at 12/31/18	\$	11,692
 Supplementary Information:		
Cash paid for interest	\$	-
Cash paid for income taxes	\$	-

See accompanying notes to the financial statements

BRECHLING ANDERSON SECURITIES (A PROPRIETORSHIP)

Notes to Financial Statements
December 31, 2018

Note 1: GENERAL AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Business

Brechling Andersen Securities (the "Entity") is a proprietorship and registered broker-dealer maintaining its only office in Los Angeles, California. The Entity operates pursuant to the (k) (1) Exemptive provision of SEC Rule 15c3-3 and does not hold customer funds or securities. Therefore, the Entity is exempt from the computation for the determination or reserve requirements to Rule 15c3-3 as well as the disclosure of information relating to possession and control requirements pursuant to Rule 15c3-3. The business consists solely of mutual funds.

Method of Accounting

The entity maintains its records on the accrual basis of accounting.

Income Taxes

The Entity itself is not a taxpaying entity for purposes of federal and state income taxes. Such taxes of the owner are computed on his total income for all sources, and accordingly, no provision for income taxes is made in these statements.

Use of Estimates

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

Marketable Securities/ Fair Value

Unless otherwise indicated, the fair values of all reported assets and liabilities that represent financial instruments (none of which are held for trading purposes) approximate the carrying values of such amounts. The Entity primarily earns commissions on mutual funds. The Entity has about 1,500 clients located throughout the United States. No one client comprises a significant revenue source.

Revenue Recognition:

Revenue on mutual funds is recognized when received. The entity receives payment and remittance at the same time. Recent accounting standards as to revenue recognition impact most industries including broker-dealers. The complex arrangements between broker-dealers and their clients pose difficult issues for the new standards, effective in 2019 for calendar reporting non-public entities. The Entity believes that its current practices are in conformity with such requirements, albeit industry task forces continue to research specific accounting issues within these standards.

BRECHLING ANDERSON SECURITIES (A PROPRIETORSHIP)
Notes to Financial Statements
December 31, 2018

Note 1: FAIR VALUE

FASB ASC 820 defines fair value, establishes a framework for measuring fair value, and establishes a fair value hierarchy which prioritized the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820 are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Entity has the ability to access.

Level 2 inputs are inputs (other than quoted prices included within Level 1) that are observable for the asset or liability, either directly or indirectly.

Level 3 are unobservable inputs for the asset or liability and rely on the proprietor's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Entity's own data.)

Following is description of the valuation methodologies used for assets measured at fair value.

Stocks: Quoted market price at major stock markets

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Entity believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Entity's assets at fair value as of December 31, 2018:

	Assets at Fair Value as of December 31, 2018			
	Level 1	Level 2	Level 3	Total
Securities (NASD common stock)	81,570	-	-	81,570
BRECHLING ANDERSON SECURITIES (A PROPRIETORSHIP)				

Notes to Financial Statements
December 31, 2018

Note 3: OPERATING LEASE COMMITMENTS

The entity entered into a three-year lease agreement commencing April 1, 2018 for a monthly rental amount of \$625. Minimum future rental commitments are:

<u>Year Ending</u>	<u>Amount</u>
December 31, 2019	7,500
December 31, 2020	7,500
December 31, 2021	<u>1,875</u>
	\$16,875

Rent expense for year ended December 31, 2018 was \$7,458.

Note 4: NET CAPITAL REQUIREMENTS

The Entity is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ration of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Net capital and aggregate indebtedness change day to day, but on December 31, 2018 the Entity had net capital of \$75,348, which was \$70,348 in excess of its required net capital of 5,000, and the Entity's ratio of aggregate indebtedness to net capital was 0.00 to 1, which is less than the 15 to 1 maximum ratio required of a broker/dealer.

Note 5: SUBSEQUENT EVENTS

The proprietor has reviewed the results of operations for the period of time from its year end December 31, 2018 through January 25, 2019 the date the financial statements were available to be issued, and have determined that no adjustments are necessary to the amounts reported in the accompanying financial statements nor have any subsequent events occurred, the nature of which would require disclosure.

BRECHLING ANDERSEN SECURITIES (A PROPRIETORSHIP)
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2018

Computation of Net Capital under Rule 15c3-1 of the Securities and Exchange Commission:

Total Stockholders' equity from financial condition	\$ 93,954
Deduction and charges:	
Non-allowable other assets	<u>252</u>
Net capital before haircut charges	93,702
Haircut on securities:	
Marketable securities	(12,236)
Undue concentration	<u>(6,118)</u>
Net Capital	<u>\$ 75,348</u>
Aggregate Indebtedness:	-
Computation of Basic Net Capital Requirement:	
Minimum net capital required	\$ 5,000
Net capital	<u>75,348</u>
Excess net capital	<u>\$ 70,348</u>

*There was no changes from the filed Focus Report and this audit report.

BRECHLING ANDERSON SECURITIES (A PROPRIETORSHIP)

Schedule II
Determination of Reserve Requirements
Under Rule 15c3-3 of the Securities and Exchange Commission
December 31, 2018

The Entity is exempt from the Reserve Requirement of computation according to the provision of Rule 15c3-3(k)(2)(i).

Schedule III
Information Relating to Possession or Control
Requirements Under Rule 15c3-3
December 31, 2018

The Entity is exempt from the Rule 15c3-3 as it relates to possession and Control requirements under the (k)(2)(i) exemptive provision.

Assertions Regarding Exemption Provisions

I, as proprietor of management of Brechling Andersen Securities (A proprietorship) ("the entity"), am responsible for compliance with the annual reporting requirements under Rule 17a-5 of the Securities Exchange Act of 1934. Those requirements compel a broker or dealer to file annual reports with the Securities Exchange Commission (SEC) and the broker or dealer's designated examining authority (DEA). One of the reports to be included in the annual filing is an exemption report prepared by an independent public accountant based upon a review of assertions provided by the broker or dealer. Pursuant to that requirement, the management of the Company hereby makes the following assertions:

Identified Exemption Provision:

The Company claims exemption from the custody and reserve provisions of Rule 15c3-3 by operating under the exemption provided by Rule 15c3-3, Paragraph (k)(2)(i)

Statement Regarding Meeting Exemption Provision:

The Company met the identified exemption provision without exception throughout the period ending: January 1, 2018 through December 31, 2018.

Brechling Andersen Securities (A proprietorship) By:

Erik Brechling Andersen
(Name)

January 24, 2019
(Date)

BRIAN W. ANSON

Certified Public Accountant

18401 Burbank Blvd., Suite 120, Tarzana, CA 91356 • Tel. (818) 636-5660 • Fax (818) 401-8818

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

Proprietor
Brechling Andersen Securities (A proprietorship)
Los Angeles, California

I have reviewed proprietor's statements, included in the accompanying Exemption Report in which (1) Brechling Andersen Securities (A proprietorship), identified the following provisions of 17 C.F.R. §15c3-3(k) under which Brechling Andersen Securities (A proprietorship) claimed an exemption from 17 C.F.R. §240.15c3-3: (k)(2)(i) (the "exemption provision") and (2) Brechling Andersen Securities (A proprietorship), stated that Brechling Andersen Securities (A proprietorship), met the identified exemption provision throughout the most recent fiscal year without exception. Brechling Andersen Securities (A proprietorship's) proprietor is responsible for compliance with the exemption provision and its statements.

My 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 Brechling Andersen Securities (A proprietorship)'s compliance with the exemption provision. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on proprietor's statements. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to proprietor'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)(i) of Rule 15c3-3 under the Securities Exchange Act of 1934.



Brian W. Anson
Certified Public Accountant
Tarzana, California
January 24, 2019

SEC
Mail Processing
Section

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Washington DC
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BRECHLING ANDERSEN SECURITIES (A PROPRIETORSHIP)

**FINANCIAL STATEMENTS
AND
ACCOMPANYING SUPPLEMENTARY INFORMATION**

REPORT PURSUANT TO SEC RULE 17a-5(d)

**FOR THE YEAR ENDED
DECEMBER 31, 2018**