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OMB APPROVAL	
OMB Number:	3235-0123
Expires:	August 31, 2020
Estimated average burden hours per response.....	12.00

SEC Mail Processing

MAR 03 2020

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

SEC FILE NUMBER
8-67843

Washington, DC

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 01/01/19 AND ENDING 12/31/19  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: TPEG SECURITIES LLC

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
925 S KIMBALL AVE. SUITE 100,

(No. and Street)

SOUTHLAKE,

TEXAS

76092

(City)

(State)

(Zip Code)

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

DANIEL S. MEADER

817-310-2900

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

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

MESCH PLLC

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

600 TEXAS STREET

FORT WORTH

TEXAS

76102

(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 (11-05)

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OATH OR AFFIRMATION

I, DANIEL S. MEADER, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of TPEG SECURITIES LLC of FEBRUARY 28, 2020, 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:



[Handwritten Signature]
Signature

DANIEL S. MEADER, MANAGING MEMBER
Title

[Handwritten Signature]
Notary Public

This report\*\* contains (check all applicable boxes):

- (a) Facing Page.
(b) Statement of Financial Condition.
(c) Statement of Income (Loss) or, if there is other comprehensive income in the period(s) presented, a Statement of Comprehensive Income (as defined in §210.1-02 of Regulation S-X).
(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).



# TPEG SECURITIES, LLC

## FINANCIAL STATEMENTS, SUPPLEMENTAL INFORMATION, & INDEPENDENT AUDITOR'S REPORT

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FOR THE YEAR ENDED DECEMBER 31, 2019

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## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Members  
of TPEG Securities, LLC

### **Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of TPEG Securities, LLC as of December 31, 2019, the related statements of operations, changes in members' capital, and cash flows for the year then ended, and the related notes (collectively referred to as the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of TPEG Securities, LLC as of December 31, 2019, 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 of Opinion**

These financial statements are the responsibility of TPEG Securities, LLC's management. Our responsibility is to express an opinion on TPEG Securities, LLC's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to TPEG Securities, LLC in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we 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. Our 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. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

### **Supplemental Information**

The supplemental information contained in Schedule I - Supplemental Schedules Required by Rule 17A-5 of The Securities and Exchange Commission, Schedule II - Determination of Reserve Requirements Under Rule 15c3-3 of The Securities and Exchange Commission, Schedule III - Information Relating to the Possession or Control Requirements Under Rule 15c3-3 of The Securities and Exchange Commission has been subjected to audit procedures performed in conjunction with the audit of TPEG Securities, LLC's financial statements. The supplemental information is the responsibility of TPEG Securities, LLC'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 supplemental information contained in Schedule I - Supplemental Schedules Required by Rule 17A-5 of The Securities and Exchange Commission, Schedule II - Determination of Reserve Requirements Under Rule 15c3-3 of The Securities and Exchange Commission, Schedule III - Information Relating to the Possession or Control Requirements Under Rule 15c3-3 of The Securities and Exchange Commission is fairly stated, in all material respects, in relation to the financial statements as a whole.

*Mesa PUC*

We have served as TPEG Securities, LLC's auditor since 2016.

Fort Worth, Texas  
February 24, 2020

**TPEG Securities, LLC**  
**Statement of Financial Condition**  
**December 31, 2019**

**ASSETS**

**Current Assets**

Cash and cash equivalents \$ 182,599

**Total current assets** \$ 182,599

**Total Assets** \$ 182,599

**LIABILITIES AND MEMBERS' CAPITAL**

**Current Liabilities**

Accounts payable \$ 44,103

**Total current liabilities** \$ 44,103

**Total long-term liabilities** 0

**Total Liabilities** 44,103

**Members' Capital** 138,496

**Total Liabilities and Members' Capital** \$ 182,599

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

**TPEG Securities, LLC**  
**Statement of Operations**  
**For The Year Ended December 31, 2019**

<b>Revenue</b>		
Private placement offerings	\$ 16,767,938	
Regulatory fees	<u>25,138</u>	
<b>Total Revenue</b>		<b>\$ 16,793,076</b>
<b>Expenses</b>		
Employee compensation and benefits	9,011,656	
General operating expenses	7,553,743	
Occupancy and equipment	24,720	
Regulatory and clearance	72,715	
Technology and communication	<u>6,000</u>	
<b>Total Expenses</b>		<b><u>16,668,834</u></b>
<b>Income Before the Provisions for Income Taxes</b>		<b>124,242</b>
Provision for Income Taxes		
State	<u>41,325</u>	<u>41,325</u>
<b>Net Income</b>		<b><u><u>\$ 82,917</u></u></b>

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

**TPEG Securities, LLC**  
**Statement of Changes in Members' Capital**  
**For The Year Ended December 31, 2019**

<b>Beginning Capital</b>	\$ 55,579
Net income for the year ended December 31, 2019	<u>82,917</u>
<b>Ending Capital</b>	<u><u>\$ 138,496</u></u>

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

**TPEG Securities, LLC**  
**Statement of Cash Flows**  
**For The Year Ended December 31, 2019**

<b>Cash Flows from Operating Activities</b>		
Net income	\$	82,917
Adjustments to reconcile net income to net cash provided by operating activities:		
Increase (Decrease) in:		
Accounts payable	\$	17,213
Total adjustments		<u>17,213</u>
Net cash provided by operating activities		<u>100,130</u>
<b>Net Increase in Cash</b>		<b>100,130</b>
Cash and cash equivalents at beginning of year		<u>82,469</u>
<b>Cash and cash equivalents at end of year</b>	<b>\$</b>	<b><u><u>182,599</u></u></b>
 <b>Supplemental Disclosures of Cash Flow Information:</b>		
 <b>Cash Paid During the Year for</b>		
Interest	\$	0
Taxes		<u>22,350</u>
<b>Total</b>	<b>\$</b>	<b><u><u>22,350</u></u></b>

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

**TPEG Securities, LLC**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 1: Description of Business**

TPEG Securities, LLC (the "Company") is limited liability company organized in the State of Texas on October 15, 2007. The Company is a registered member of the Financial Industry Regulatory Authority ("FINRA") as a broker/dealer, and with the Securities and Exchange Commission ("SEC") under the Federal Securities Exchange Act of 1934 ("Act").

The Company acts as a dealer/investment advisor for certain private placement offerings and does not maintain discretionary accounts for its customers.

**Note 2: Summary of Significant Accounting Policies**

**Basis of accounting**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) which is required by the SEC and FINRA.

**Use of estimates**

The presentation of the financial statements in conformity with GAAP 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.

**Cash and cash equivalents**

Cash and cash equivalents include investments with maturities at the time of acquisition of three months or less. The Company has not designated any other assets as cash equivalents in determining the net change in cash in the statements of cash flows.

**Credit risk**

The Company maintains deposits at a financial institution which may at times exceed amounts covered by insurance provided by the U.S. Federal Deposit Insurance Corporation ("FDIC"). The Company has not experienced any losses related to amounts in excess of FDIC limits.

**Recent accounting pronouncements**

In May 2014, the FASB issued Accounting Standards Update 2014-09, *Revenue from Contracts with Customers* (Topic 606) ("ASU 2014-09"), which impacts virtually all aspects of an entity's revenue recognition. ASU 2014-09 supersedes the revenue recognition requirements in Topic 605, *Revenue Recognition*, as well as most industry-specific guidance, and significantly enhances comparability of revenue recognition practices across entities and industries by providing a principles-based comprehensive framework for addressing revenue recognition issues.

**TPEG Securities, LLC**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Significant Accounting Policies (Continued)**

**Recent accounting pronouncements (continued)**

In order for a provider of promised goods or services to recognize as revenue the consideration that it expects to receive in exchange for the promised goods or services, the provider should apply the following five steps: (1) identify the contract with a customer(s); (2) identify the performance obligations in the contract; (3) determine the transaction price; (4) allocate the transaction price to the performance obligations in the contract; and (5) recognize revenue when (or as) the entity satisfies a performance obligation. ASU 2014-09 also specifies the accounting for some costs to obtain or fulfill a contract with a customer and provides enhanced disclosure requirements. ASU 2014-09 is effective for annual periods beginning after December 15, 2017. The Company adopted the guidance effective January 1, 2018.

In August 2018, the FASB issued ASU 2018-13, Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement. ASU 2018-13 removes or modifies certain current disclosures and adds additional disclosures. The changes are meant to provide more relevant information regarding valuation techniques and inputs used to arrive at measures of fair value, uncertainty in the fair value measurements, and how changes in fair value measurements impact an entity's performance and cash flows. Certain disclosures in ASU 2018-13 will need to be applied on a retrospective basis and others on a prospective basis. Early adoption is permitted. The Company expects to adopt the provisions of this guidance on January 1, 2020 and is currently evaluating the impact that ASU 2018-13 will have on its related disclosures.

**Note 3: Revenue Recognition**

Revenue from contracts with customers consists entirely of commission income. The recognition and measurement of revenue is based on the assessment of individual contract terms. Significant judgment is required to determine whether performance obligations are satisfied at a point in time or over time; how to allocate transaction prices where multiple performance obligations are identified; when to recognize revenue based on the appropriate measure of the Company's progress under the contract; and whether constraints on variable consideration should be applied due to uncertain future events.

The Company earns revenue on the sale of interests in private placement offerings in the period in which customer subscriptions to such offerings are funded, upon the Company reaching the minimum subscription requirement of such offerings. Revenue is recognized on a settlement basis as this is the date that services are rendered, and the performance obligations have been satisfied. There were no unsatisfied performance obligations at December 31, 2019.

**Note 4: Fair Value Measurement**

The carrying value of cash and cash equivalents and accounts payable approximate fair value due to the short maturity of these instruments.

**TPEG Securities, LLC**  
**Notes to Financial Statements**  
**For The Year Ended December 31, 2019**

**Note 5: Related Party Transactions**

The Company shares office space, personnel, and other general expenses with a business owned and operated by the members of the Company. The Company reimburses the related entity \$3,060 per month to cover their allocation of expenses. The Company also pays transaction fees to the same related entity which totaled \$7,435,952 for the year ended December 31, 2019.

**Note 6: Net Capital Requirements**

The Company is subject to the SEC Uniform Net Capital Rule (rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed certain limits. As of December 31, 2019, the Company was in compliance with both their minimum net capital and ratio of aggregate indebtedness requirements.

**Note 7: Income Taxes**

The Company is not a tax paying entity for federal income tax purposes, and thus no income tax expense has been recorded in the financial statements. The Company's taxable income is passed through its members' personal and business income tax returns.

The Company is subject to the Texas franchise tax, and total franchise tax accrued for the year ended December 31, 2019 was \$35,712.

The Company has also adopted the provisions of ASC Topic 740 (*Income Taxes*) relating to unrecognized tax benefits on January 1, 2009. This standard addresses the financial statement recognition, measurement and disclosure of uncertain tax positions, and requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will be sustained upon examination. Because the Company is a partnership for federal income tax purposes, and therefore not a tax paying entity, there are no liabilities recorded for uncertain tax positions for the year ended December 31, 2019.

The Company is no longer subject to U.S. Federal income tax examinations by tax authorities for years before 2016 or subject to Texas franchise tax examinations for years before 2014.

**Note 8: Subordinated Liabilities**

There were no liabilities which were subordinated to the claims of general creditors at December 31, 2019.

**Note 9: Subsequent Events**

Management evaluated subsequent events through the date the financial statements were available for issue, February 24, 2020. There were no material subsequent events that need to be disclosed to keep the financial statements from being misleading.

**TPEG Securities, LLC**  
**Schedule I - Supplemental Schedules Required by Rule 17A-5**  
**Of The Securities and Exchange Commission**  
**As Of December 31, 2019**

**Computation of Net Capital:**

Total stockholders' equity	\$	138,496
Add: subordinated liabilities		0
 Total capital and allowable subordinated liabilities	 \$	 138,496
 Deductions and/or charges:		
Non-allowable assets		0
 Net capital before haircuts on securities positions		 138,496
 Haircut on securities		0
 <b>Net Capital</b>	 <b>\$</b>	 <b>138,496</b>

**Computation of Basic Net Capital Requirement**

Minimum net capital required - 6.67% of aggregate indebtedness	\$	2,942
 Minimum dollar net capital requirement of reporting broker or dealer	 \$	 5,000
 Excess net capital	 \$	 133,496
 Net capital less greater of 10% of aggregate indebtedness or 120% of minimum net capital requirement	 \$	 132,496

See independent auditor's report on supplemental schedule.

**TPEG Securities, LLC**  
**Schedule I - Computation of Net Capital Under Rule 15c3-1 of The**  
**Securities and Exchange Commission (Continued)**  
**As Of December 31, 2019**

**Computation of Aggregate Indebtedness**

Total liabilities	\$	44,103
Less: exclusions		<u>0</u>
Aggregated Indebtedness	\$	<u><u>44,103</u></u>
Percentage of aggregate indebtedness to net capital		<u><u>31.84%</u></u>

**Reconciliation with Company's Allowable Net Capital**

Net capital, as reported in Company's unaudited Focus Report	\$	138,496
Audit adjustments		<u>0</u>
Adjusted net capital	\$	<u><u>138,496</u></u>

There is no material difference in the above computation and the Company's net capital, as reported in Company's Part IIA (unaudited) FOCUS report as of December 31, 2019.

See independent auditor's report on supplemental schedule.

**TPEG Securities, LLC  
Schedules II and III  
December 31, 2019**

**Schedule II – Computation For Determination of Reserve Requirements  
Under Rule 15c3-3 Of The Securities and Exchange Commission**

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 pursuant to paragraph (k)(2)(i) of the Rule.

**Schedule III – Information Relating to The Possession or Control Requirements  
Under Rule 15c3-3 Of The Securities and Exchange Commission**

The Company is exempt from the provisions of Rule 15c3-3 under the Securities Exchange Act of 1934 pursuant to paragraph (k)(2)(i) of the Rule.



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Members  
of TPEG Securities, LLC

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

*Mesch PLLC*

Fort Worth, Texas  
February 24, 2020



925 S. Kimball Avenue • Suite 100 • Southlake, Texas 76092  
817.310.2900 • Fax 817.310.2916

[www.trinityPEG.com](http://www.trinityPEG.com)

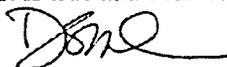
### TPEG Securities, LLC's Assertion

TPEG Securities, LLC (the Company) is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. §240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

1. The Company claimed an exemption from 17 C.F.R. §240.15c3-3 under the following provisions of 17 C.F.R. §240.15c3-3 (k)(2)(i).
2. The Company met the identified exemption provisions in 17 C.F.R. §240.15c3-3 (k)(2)(i) for the most recent fiscal year without exception.

TPEG Securities, LLC

I, Daniel S. Meader, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By:   
Managing Member

February 24, 2020



**REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**  
**ON APPLYING AGREED-UPON PROCEDURES**

Members of TPEG Securities, LLC

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, which were agreed to by TPEG Securities, LLC and the Securities Investor Protection Corporation (SIPC) with respect to the accompanying General Assessment Reconciliation (Form SIPC-7) of TPEG Securities, LLC for the year ended December 31, 2019, solely to assist you and SIPC in evaluating TPEG Securities, LLC's compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7). TPEG Securities, LLC's management is responsible for TPEG Securities, LLC'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, noting no differences;
- 2) Compared the Total Revenue amount reported on the Annual Audited Report Form X-17A-5 Part III for the year ended December 31, 2019 with the Total Revenue amount reported in Form SIPC-7 for the year ended December 31, 2019, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
- 4) Recalculated 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 with the applicable instructions of the Form SIPC-7. 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.

*Mesa PUC*

Fort Worth, Texas  
February 24, 2020