

**FORM ADV****Part II - Page 1****Uniform Application for Investment Adviser Registration****OMB APPROVAL**

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Name of Investment Adviser: <b>Prospera Investment Advisors, LLC</b>				
Address: (Number and Street)	(City)	(State)	(Zip Code)	Area Code: Telephone Number:
<b>601 West Riverside Ave., Ste 700</b>	<b>Spokane</b>	<b>WA</b>	<b>99201</b>	<b>( 509 ) 242-2319</b>

**This part of Form ADV gives information about the investment adviser and its business for the use of clients.  
The information has not been approved or verified by any government authority.**

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(Schedules A, B, C, D, and E are included with Part I of this Form, for the use of regulatory bodies, and are not distributed to clients.)

**Potential persons who are to respond to the collection of information contained in this form  
are not required to respond unless the form displays a currently valid OMB control number.**

**FORM ADV****Part II - Page 2**

Applicant:

**Prospera Investment Advisors, LLC**

SEC File Number:

**801-66259**

Date:

**3/4/10****1. A. Advisory Services and Fees.** (check the applicable boxes)

For each type of service provided, state the approximate % of total advisory billings from that service.

(See instruction below.)

Applicant:

- |                                     |     |   |     |
|-------------------------------------|-----|---|-----|
| <input checked="" type="checkbox"/> | (1) | Provides investment supervisory services . . . . .  | 99% |
| <input type="checkbox"/>            | (2) | Manages investment advisory accounts not involving investment supervisory services . . . . .  | %   |
| <input checked="" type="checkbox"/> | (3) | Furnishes investment advice through consultations not included in either service described above . . . . .  | 1%  |
| <input type="checkbox"/>            | (4) | Issues periodicals about securities by subscription . . . . .   | %   |
| <input type="checkbox"/>            | (5) | Issues special reports about securities not included in any service described above . . . . .   | %   |
| <input type="checkbox"/>            | (6) | Issues, not as part of any service described above, any charts, graphs, formulas, or other devices which clients may use to evaluate securities . . . . . | %   |
| <input checked="" type="checkbox"/> | (7) | On more than an occasional basis, furnishes advice to clients on matters not involving securities . . . . .   | 0%  |
| <input type="checkbox"/>            | (8) | Provides a timing service . . . . .   | %   |
| <input checked="" type="checkbox"/> | (9) | Furnishes advice about securities in any manner not described above . . . . .   | 0%  |

(Percentages should be based on applicant's last fiscal year. If applicant has not completed its first fiscal year, provide estimates of advisory billings for that year and state that the percentages are estimates.)

B. Does the applicant call any of the services it checked above financial planning or some similar term? . . . . .

Yes	No
<input checked="" type="checkbox"/>	<input type="checkbox"/>

C. Applicant offers investment advisory services for: (check all that apply):

- |  |   |
|--|---|
| <input checked="" type="checkbox"/> (1) A percentage of assets under management      | <input type="checkbox"/> (4) Subscription fees      |
| <input checked="" type="checkbox"/> (2) Hourly charges                               | <input checked="" type="checkbox"/> (5) Commissions |
| <input checked="" type="checkbox"/> (3) Fixed fees (not including subscription fees) | <input checked="" type="checkbox"/> (6) Other       |

D. For each checked box in A above, describe on Schedule F:

- the services provided, including the name of any publication or report issued by the adviser on a subscription basis or for a fee
- applicant's basic fee schedule, how fees are charged and whether its fees are negotiable
- when compensation is payable, and if compensation is payable before service is provided, how a client may get a refund or may terminate an investment advisory contract before its expiration date

**2. Types of Clients** - Applicant generally provides investment advice to: (check those that apply)

- |   |  |
|---|--|
| <input checked="" type="checkbox"/> A. Individuals                      | <input checked="" type="checkbox"/> E. Trusts, estates, or charitable organizations                    |
| <input type="checkbox"/> B. Banks or thrift institutions                | <input checked="" type="checkbox"/> F. Corporations or business entities other than those listed above |
| <input type="checkbox"/> C. Investment companies                        | <input checked="" type="checkbox"/> G. Other (describe on Schedule F)                                  |
| <input checked="" type="checkbox"/> D. Pension and profit sharing plans |  |

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1).

**FORM ADV****Part II - Page 3**

Applicant:

**Prospera Investment Advisors, LLC**

SEC File Number:

801- **66259**

Date:

**10/28/05****3. Types of Investments.** Applicant offers advice on the following: (check those that apply)

- |   |  |
|---|--|
| <input checked="" type="checkbox"/> A. Equity Securities  | <input checked="" type="checkbox"/> H. United States government securities |
| <input checked="" type="checkbox"/> (1) exchange-listed securities                                |  |
| <input checked="" type="checkbox"/> (2) securities traded over-the-counter                        | <input type="checkbox"/> I. Options contracts on:                          |
| <input checked="" type="checkbox"/> (3) foreign issues  | <input type="checkbox"/> (1) securities                                    |
| <input type="checkbox"/> B. Warrants  | <input type="checkbox"/> (2) commodities                                   |
| <input checked="" type="checkbox"/> C. Corporate debt securities<br>(other than commercial paper) | <input type="checkbox"/> J. Futures contracts on:                          |
| <input checked="" type="checkbox"/> D. Commercial paper   | <input type="checkbox"/> (1) tangibles                                     |
| <input checked="" type="checkbox"/> E. Certificates of deposit                                    | <input type="checkbox"/> (2) intangibles                                   |
| <input checked="" type="checkbox"/> F. Municipal securities                                       | <input type="checkbox"/> K. Interests in partnerships investing in:        |
| <input type="checkbox"/> G. Investment company securities   | <input type="checkbox"/> (1) real estate                                   |
| <input checked="" type="checkbox"/> (1) variable life insurance                                   | <input type="checkbox"/> (2) oil and gas interests                         |
| <input checked="" type="checkbox"/> (2) variable annuities  | <input type="checkbox"/> (3) other (explain on Schedule F)                 |
| <input checked="" type="checkbox"/> (3) mutual fund shares  | <input checked="" type="checkbox"/> L. Other (explain on Schedule F)       |

**4. Methods of Analysis, Sources of Information, and Investment Strategies.**

## A. Applicant's security analysis methods include: (check those that apply)

- |  |   |
|--|---|
| (1) <input type="checkbox"/> Charting    | (4) <input type="checkbox"/> Cyclical                                 |
| (2) <input type="checkbox"/> Fundamental | (5) <input checked="" type="checkbox"/> Other (explain on Schedule F) |
| (3) <input type="checkbox"/> Technical   |   |

## B. The main sources of information applicant uses include: (check those that apply)

- |   |   |
|---|---|
| (1) <input checked="" type="checkbox"/> Financial newspapers and magazines    | (5) <input type="checkbox"/> Timing services  |
| (2) <input type="checkbox"/> Inspections of corporate activities              | (6) <input type="checkbox"/> Annual reports, prospectuses, filings with the<br>Securities and Exchange Commission |
| (3) <input checked="" type="checkbox"/> Research materials prepared by others | (7) <input type="checkbox"/> Company press releases   |
| (4) <input type="checkbox"/> Corporate rating services                        | (8) <input checked="" type="checkbox"/> Other (explain on Schedule F)   |

## C. The investment strategies used to implement any investment advice given to clients include: (check those that apply)

- |  |  |
|--|--|
| (1) <input checked="" type="checkbox"/> Long term purchases<br>(securities held at least a year) | (5) <input type="checkbox"/> Margin transactions   |
| (2) <input checked="" type="checkbox"/> Short term purchases<br>(securities sold within a year)  | (6) <input type="checkbox"/> Option writing, including covered options,<br>uncovered options or spreading strategies |
| (3) <input checked="" type="checkbox"/> Trading (securities sold within 30 days)                 | (7) <input checked="" type="checkbox"/> Other (explain on Schedule F)  |
| (4) <input type="checkbox"/> Short sales   |  |

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Applicant:

**Prospera Investment Advisors, LLC**

SEC File Number:

**801-66259**

Date:

**9/7/07****5. Education and Business Standards.**

Are there any general standards of education or business experience that applicant requires of those involved in determining or giving investment advice to clients? . . . . .

Yes No  
☒ ☐

(If yes, describe these standards on Schedule F.)

**6. Education and Business Background.**

For:

- each member of the investment committee or group that determines general investment advice to be given to clients, or
- if the applicant has no investment committee or group, each individual who determines general investment advice given to clients (if more than five, respond only for their supervisors)
- each principal executive officer of applicant or each person with similar status or performing similar functions.

On Schedule F, give the:

- |                 |  |
|-----------------|--|
| • name          | • formal education after high school               |
| • year of birth | • business background for the preceding five years |

**7. Other Business Activities.** (check those that apply)

- ☐ A. Applicant is actively engaged in a business other than giving investment advice.
- ☐ B. Applicant sells products or services other than investment advice to clients.
- ☐ C. The principal business of applicant or its principal executive officers involves something other than providing investment advice.

(For each checked box describe the other activities, including the time spent on them, on Schedule F.)

**8. Other Financial Industry Activities or Affiliations.** (check those that apply)

- |   |  |
|---|--|
| <input type="checkbox"/> A. Applicant is registered (or has an application pending) as a securities broker-dealer.  |  |
| <input type="checkbox"/> B. Applicant is registered (or has an application pending) as a futures commission merchant, commodity pool operator or commodity trading adviser. |  |
| C. Applicant has arrangements that are material to its advisory business or its clients with a related person who is a:   |  |
| <input checked="" type="checkbox"/> (1) broker-dealer   | <input checked="" type="checkbox"/> (7) accounting firm                            |
| <input type="checkbox"/> (2) investment company   | <input type="checkbox"/> (8) law firm  |
| <input type="checkbox"/> (3) other investment adviser   | <input checked="" type="checkbox"/> (9) insurance company or agency                |
| <input type="checkbox"/> (4) financial planning firm  | <input type="checkbox"/> (10) pension consultant                                   |
| <input type="checkbox"/> (5) commodity pool operator, commodity trading adviser or futures commission merchant  | <input type="checkbox"/> (11) real estate broker or dealer                         |
| <input type="checkbox"/> (6) banking or thrift institution  | <input type="checkbox"/> (12) entity that creates or packages limited partnerships |

(For each checked box in C, on Schedule F identify the related person and describe the relationship and the arrangements.)

- D. Is applicant or a related person a general partner in any partnership in which clients are solicited to invest? . . . . .

Yes No  
☐ ☒

(If yes, describe on Schedule F the partnerships and what they invest in.)

**FORM ADV****Part II - Page 5**

Applicant:

**Prospera Investment Advisors, LLC**

SEC File Number:

801- **66259**

Date:

**11/29/07****9. Participation or Interest in Client Transactions.**

Applicant or a related person: (check those that apply)

- ☐ A. As principal, buys securities for itself from or sells securities it owns to any client.
- ☒ B. As broker or agent effects securities transactions for compensation for any client.
- ☐ C. As broker or agent for any person other than a client effects transactions in which client securities are sold to or bought from a brokerage customer.
- ☐ D. Recommends to clients that they buy or sell securities or investment products in which the applicant or a related person has some financial interest.
- ☒ E. Buys or sells for itself securities that it also recommends to clients.

(For each box checked, describe on Schedule F when the applicant or a related person engages in these transactions and what restrictions, internal procedures, or disclosures are used for conflicts of interest in those transactions.)

Describe, on Schedule F, your code of ethics, and state that you will provide a copy of your code of ethics to any client or prospective client upon request.

- 10. Conditions for Managing Accounts.** Does the applicant provide investment supervisory services, manage investment advisory accounts or hold itself out as providing financial planning or some similarly termed services *and* impose a minimum dollar value of assets or other conditions for starting or maintaining an account? . . . . .

Yes



No



(If yes, describe on Schedule F.)

- 11. Review of Accounts.** If applicant provides investment supervisory services, manages investment advisory accounts, or holds itself out as providing financial planning or some similarly termed services:

- A. Describe below the reviews and reviewers of the accounts. **For reviews**, include their frequency, different levels, and triggering factors. **For reviewers**, include the number of reviewers, their titles and functions, instructions they receive from applicant on performing reviews, and number of accounts assigned each.

**Refer to Schedule F for details.**

- B. Describe below the nature and frequency of regular reports to clients on their accounts.

**Refer to Schedule F for details.**

Applicant:

Prospera Investment Advisors, LLC

SEC File Number:

801-66259

Date:

2/13/08

**12. Investment or Brokerage Discretion.**

A. Does applicant or any related person have authority to determine, without obtaining specific client consent, the:

(1) securities to be bought or sold? . . . . .

Yes No

☒ ☐

(2) amount of the securities to be bought or sold ? . . . . .

Yes No

☒ ☐

(3) broker or dealer to be used ? . . . . .

Yes No

☐ ☒

(4) commission rates paid? . . . . .

Yes No

☒ ☐

B. Does applicant or a related person suggest brokers to clients? . . . . .

Yes No

☒ ☐

For each yes answer to A describe on Schedule F any limitations on the authority. For each yes to A(3), A(4) or B, describe on Schedule F the factors considered in selecting brokers and determining the reasonableness of their commissions. If the value of products, research and services given to the applicant or a related person is a factor, describe:

- the products, research and services
- whether clients may pay commissions higher than those obtainable from other brokers in return for those products and services
- whether research is used to service all of applicant's accounts or just those accounts paying for it; and
- any procedures the applicant used during the last fiscal year to direct client transactions to a particular broker in return for products and research services received.

**13. Additional Compensation.**

Does the applicant or a related person have any arrangements, oral or in writing, where it:

A. is paid cash by or receives some economic benefit (including commissions, equipment or non-research services) from a non-client in connection with giving advice to clients? . . . . .

Yes No

☒ ☐

B. directly or indirectly compensates any person for client referrals? . . . . .

Yes No

☒ ☐

(For each yes, describe the arrangements on Schedule F.)

**14. Balance Sheet.** Applicant must provide a balance sheet for the most recent fiscal year on Schedule G if applicant:

- has custody of client funds or securities (unless applicant is registered or registering only with the Securities and Exchange Commission); or
- requires prepayment of more than \$500 in fees per client and 6 or more months in advance

Has applicant provided a Schedule G balance sheet? . . . . .

Yes No

☐ ☒

**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>		IRS Empl. Ident. No.: <b>91-2175229</b>
Item of Form (identify)	Answer	
Part II, Page 2, #1(A)	<p align="center"><b>FINANCIAL PLANNING</b></p> <p>Prospera Investment Advisors, LLC (hereinafter referred to as the applicant) offers financial planning services to clients in the form of written comprehensive or modular plans and consultations. The applicant gathers required information through in-depth personal interviews. Information gathered includes the client's current financial status, future goals and attitudes toward risk. Related documents supplied by the client are carefully reviewed to assist the applicant in determining which financial planning service is appropriate for the client.</p> <p><b><u>Comprehensive and Modular Plans</u></b></p> <p>Comprehensive and modular financial planning consists of preparing a written financial plan to assist the client in defining personal financial goals and objectives. Financial planning services may include, but are not limited to, the following:</p> <ul style="list-style-type: none"> <li>• <b>PERSONAL:</b> Family records, budgeting, personal liability, estate information and financial goals.</li> <li>• <b>TAX &amp; CASH FLOW:</b> Income tax and spending analysis and planning for past, current and future years. The applicant will illustrate the impact of various investments on the client's current income tax and future tax liability.</li> <li>• <b>DEATH &amp; DISABILITY:</b> Cash needs at death, income needs of surviving dependents, estate planning and disability income analysis.</li> <li>• <b>RETIREMENT:</b> Analysis of current strategies and investment plans to help the client achieve his/her retirement goals.</li> <li>• <b>INVESTMENTS:</b> Analysis of investment alternatives and their effect on the client's portfolio.</li> <li>• <b>BUSINESS ENTITY PLANNING:</b> Succession planning, buy/sell agreements, etc.</li> </ul> <p>At the discretion of the advisor representative, fees for comprehensive or modular financial plans may be charged on a fixed fee or hourly basis. Typically, fixed fees range from \$500 to \$10,000 and hourly fees are charged at a rate of up to \$500 per hour. Fees are negotiable based upon the specific services requested and the nature and complexity of each client's circumstance, as well as the individual performing the service. For hourly clients, an estimate of the total hours needed to complete the project will be provided to the client prior to services being rendered. If it is determined during the course of the project that more time is required to complete the service(s), the client will be contacted for approval to continue prior to services being completed. The client will be responsible for actual time expended to complete the project. At the discretion of the advisor representative, fees may be due in advance or arrears. The amount of the fee and when it is due will be disclosed to the client prior to the execution of the client agreement.</p>	

**Complete amended pages in full, circle amended items and file with execution page (page 1).**

**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>	IRS Empl. Ident. No.: <b>91-2175229</b>
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Item of Form (identify)	Answer
Part II, Page 2, #1(A) (continued)	<p><b><u>Fee/Commission Offset</u></b></p> <p>If the client chooses to implement the advice of the applicant, the client may do so through the advisor representative's capacities as registered representatives and/or independent insurance agents. When the advisor representative acts in this capacity, commissions may be earned. If commissions are earned as a result of implementing the financial planning advice, the advisor representative may waive or reduce the amount of the financial planning fee by the amount of the commissions received. In addition, if the client chooses to implement the advice of the advisor representative through one or more of the applicant's other services described, the advisor representative may waive or reduce the amount of the financial planning fee as a result of additional advisory fees being earned. Any adjustment to the financial planning fee is at the discretion of the advisor representative and will be disclosed to the client prior to implementing transactions.</p> <p><b><u>Consultations</u></b></p> <p>The client may also contract to receive investment advice from the applicant on a more limited, generic basis. This may include advice on only an isolated area or areas of concern, such as estate planning, retirement planning or any other specific topic. Fees for consultation services are charged on an hourly basis at a rate of up to \$500 per hour. Fees are negotiable, depending upon the specific services requested, the nature and complexity of each client's circumstance, as well as the individual performing the work. At the discretion of the applicant's advisor representative, fees may be paid in advance or arrears. Prior to services being provided, the client will be advised as to the amount of the fee and when it is due.</p> <p><b><u>General Audience Seminars</u></b></p> <p>On occasion, the applicant may hold seminars. These seminars may include presentations on various securities and insurance products or on financial planning strategies. Fees will be determined on a seminar-by-seminar basis, but in no instance will the fee exceed \$250 per couple or individual per day. At the discretion of the applicant's advisor representative, fees may be due in advance or arrears. The amount of the fee and when it is due will be disclosed to the client prior to the seminar.</p> <p>The general audience seminars are not intended to and will not address the individual investment needs of a particular client or a particular member of the audience. Audience members should consult with their own financial, tax or legal advisors to determine an appropriate personalized investment plan.</p> <p><b><u>Educational Workshops</u></b></p> <p>Typically, educational support and workshops are provided at no charge. However, the applicant reserves the right to charge \$225 per hour, plus out of pocket and travel expenses. Fees are negotiable, depending upon the group size and the number of workshops or programs scheduled for the employees. The educational support and workshops are not intended to, and will not address the individual investment needs of a particular client or a particular plan participant. Plan participants should consult with their own financial, tax or legal advisors to determine an appropriate personalized investment plan. If a fee is charged, it's at the discretion of the applicant's advisor representative whether the fee is due in advance or arrears. Fees and when they are due will be</p>

**Complete amended pages in full, circle amended items and file with execution page (page 1).**



**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>	IRS Empl. Ident. No.: <b>91-2175229</b>
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Item of Form (identify)	Answer
Part II, Page 2, #1(A) (continued)	<p>disclosed to client prior to the workshop.</p> <p><b><u>General Fee Information</u></b></p> <p>Under no circumstances will the applicant require a fee payment of more than \$500, more than six months in advance.</p> <p><b><u>Termination</u></b></p> <p>Financial planning and consultation services may be terminated by either party by providing written notice. If services are terminated within five business days of executing the client agreement, services will be terminated without penalty. Clients requesting a refund after the initial five business days will be required to meet with the advisor representative who provided the financial planning service(s) and/or the President of Prospera Investment Advisors, LLC. At the discretion of the President or the advisor representative, a refund may be granted. Any collected but unearned fees for services will be promptly refunded to the client.</p> <p style="text-align: center;"><b>ASSET MANAGEMENT</b></p> <p><b><u>Financial Advisors Program /LifeGuide Program</u></b></p> <p>The applicant offers investment management services, which includes providing continuous advice to the client based on the individual needs of the client, through Securities America Advisors, Inc.'s (SAA), Financial Advisors Program (FAP) and/or LifeGuide Program (LifeGuide). SAA is an SEC registered investment advisor. SAA's FAP and/or LifeGuide are wrap-fee programs providing investment advisory services and execution of client transactions for which the specified fee (or fees) is not based directly upon transactions in the client's account. Under FAP and LifeGuide, the applicant will assist the client in establishing an FAP or LifeGuide Account (the Account) with SAA. All brokerage transactions in the Account will be processed by Securities America, Inc. (SAI), an affiliated broker/dealer of SAA. The brokerage transactions will then be cleared through National Financial Services, LLC (NFS) pursuant to a clearing arrangement established by SAI with NFS. SAA has also entered into agreements with various insurance companies that allow for the management and valuation of the client's variable annuity account(s) within SAA's FAP and/or LifeGuide. The custody of all funds and securities will be maintained by NFS, insurance companies or other custodians. At no time will SAA, SAI, the applicant or its advisor representatives act as custodian of the account or have direct access to the client's funds and/or securities.</p> <p>The annual management fees charged for this service will be negotiated with each client, with 3% being the maximum management fee that may be charged to the client, unless the Account only has mutual funds and then the maximum will be 2.25%. SAA retains up to 20 basis points (.20%) of the annual management fee for FAP Accounts, and up to 15% of the annual management fee for LifeGuide Accounts.</p> <p>A complete description of FAP and related fees and charges are described in SAA's Financial Advisors Program Schedule H Disclosure Brochure which will be given to all clients prior to or at the time an FAP Account is established. A complete description of LifeGuide and related fees and charges are described in SAA's LifeGuide Program Schedule H Disclosure Brochure which will be given to all clients prior to or at the time a LifeGuide Account is established.</p>

**Complete amended pages in full, circle amended items and file with execution page (page 1).**

**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>	IRS Empl. Ident. No.: <b>91-2175229</b>
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Item of Form (identify)	Answer
Part II, Page 2, #1(A) (continued)	<p><b><u>Genworth Program</u></b></p> <p>The Genworth Program (Genworth) is sponsored by Genworth Financial Wealth Management, a registered investment advisor. Genworth has two components. The first is an Asset Allocation System that the applicant may use to manage the client assets made up of model portfolios provided by a number of institutional investment strategists which are based on the information, research, asset allocation methodology and investment strategies of these investment strategists. The second component is Private Managed Account Program, where the applicant introduces clients to investment managers who provide discretionary management of individual portfolios of equity and/or fixed income securities.</p> <p>Genworth client fees are payable quarterly, in advance, based on average assets under management during the previous quarter. Included as part of the client fee paid to the applicant, is an amount to be reallocated to Genworth, SAA, investment strategists and others as the Genworth program fee.</p> <p>Genworth fees will not exceed 2.25%.</p> <p>Custodian fees may be charged separately from Genworth client fees.</p> <p>A complete description of Genworth and related fees and charges are described in Genworth Financial Wealth Management's Schedule H Disclosure Brochure, which will be given to all clients prior to or at the time an account is established.</p> <p><b><u>Retirement Opportunities Program</u></b></p> <p>The applicant provides Investment Advisory Services, defined as giving advice to employee benefit plans subject to the <i>Employee Retirement Income Security Act of 1974</i>, as amended, and that are qualified under Section 401(a) of the <i>Internal Revenue Code of 1986</i>, as amended (the Plan). These services are provided through SAA's Retirement Opportunities, a program that SAA developed to provide qualified retirement plans with investment advisory services. SAA is an SEC registered investment advisor. SAA, the applicant and its advisor representatives will not act as Plan custodians. Custody of all assets, funds and securities will be maintained by qualified independent custodians. The current Retirement Opportunities custodian used by the applicant is Fidelity Brokerage Services, LLC.</p> <p>The Plan Sponsor will designate and appoint the applicant as its agent and attorney-in-fact, with full power and authority and without further approval of the Plan sponsor, to make and execute in the name and on behalf of the Plan sponsor, all agreements, instruments and other documents and to take all such other action which the client considers necessary or advisable to carry out their advisory duties. The applicant's advisor representatives shall have the responsibility and discretionary authority to:</p> <ul style="list-style-type: none"> <li>(a) Recommend model portfolios to the Plan sponsor for inclusion as investment options available to participants under the Plan; (b) Maintain the model portfolios including the investing, rebalancing of assets, changing of the asset allocations or changing the underlying model portfolios.</li> </ul>

**Complete amended pages in full, circle amended items and file with execution page (page 1).**

**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)

1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>	IRS Empl. Ident. No.: <b>91-2175229</b>
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Item of Form (identify)	Answer
Part II, Page 2, #1(A) (continued)	<ul style="list-style-type: none"> <li>Recommend, maintain and periodically update the list of mutual funds to the Plan sponsor for inclusion as investment options available to plan participants.</li> <li>Provide other investment advisory services to the Plan as agreed to by the applicant and the Plan sponsor.</li> </ul> <p>The Plan sponsor expressly retains the right to vote all proxies which are solicited for securities held by the Plan. SAA, the applicant and their advisor representatives are expressly precluded from the voting of proxies solicited by the issuers of securities held by the Plan. However, the applicant will assist the Plan by answering questions the Plan may have regarding proxy and voting procedures.</p> <p>A Service Provider (SP) will provide various administrative services to the Plan, including among other things, facilitating plan participant investment decisions such as the selection and modification of their investment elections.</p> <p><b><u>Managed Opportunities Program</u></b></p> <p>The applicant has established a relationship with SAA, a registered investment advisor, to participate in the Managed Opportunities Program (Managed Opportunities). Managed Opportunities is a wrap-fee program developed by SAA that provides clients with the opportunity to establish mutual fund portfolios, separate account portfolios and unified managed account portfolios developed by third party money managers that are registered as investment advisors (collectively referred to as sub-advisors). The applicant's representatives act as referral parties when referring clients into the mutual fund portfolios, separate account portfolios and unified managed account portfolios options in Managed Opportunities. One sub-advisor is Brecek &amp; Young Advisors, Inc., an affiliated subsidiary of SAA. All other sub-advisors in this program are not affiliates of SAA or the applicant. In addition, SAA's Managed Opportunities is provided with administrative, web site, transaction order entry services and other services by Oberon Financial Technology, Inc (Oberon), a registered investment advisor and other sub-advisors. In addition, Managed Opportunities offers advisor directed portfolios through which the applicant will work with and advise clients in the selection of investments constituting a portion of Managed Opportunities.</p> <p>Client portfolios may be managed by SAA or other sub-advisors that SAA has established relationships with. The client will grant SAA and the sub-advisors limited discretionary authority with respect to the purchase and sale of securities in mutual fund portfolios, separate account portfolios and unified managed account portfolios and will grant the applicant discretionary authority with respect to the initial Managed Opportunities master account and advisor directed portfolios.</p> <p>The applicant will solicit the services of SAA through Managed Opportunities. The applicant will not refer a client to SAA unless SAA and the sub-advisors are registered or are exempt from registration as investment advisors in the client's state of residence. Clients will grant SAA the discretionary authority to select one or more sub-advisors to provide administrative, web site, performance reporting, transaction order entry and other services to SAA and clients. SAA currently has a relationship with Oberon, a registered investment advisor, to provide these services. Clients establishing Managed Opportunities accounts will receive Oberon's Disclosure Brochure in addition to SAA and the applicant's Disclosure Brochures.</p>

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**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

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Item of Form (identify)	Answer	
Part II, Page 2, #1(A) (continued)	<p>The applicant will be available to meet with clients on a continuous basis. Clients should be aware that the applicant will be paid solicitor/referral fees by SAA for recommending mutual fund portfolios, separate account portfolios and unified managed account portfolios to clients. SAA will also share fees with the sub-advisors. The amount of compensation the applicant receives for recommending one Managed Opportunities portfolio over another portfolio may vary. Therefore, a potential conflict of interest may exist because these circumstances may result in the applicant having a financial incentive to recommend one portfolio over another. However, portfolios will be selected and recommended to clients based on each individual client's needs, goals and objectives.</p> <p>A complete description of Managed Opportunities and related fees and charges are described in SAA's Managed Opportunities Schedule H Disclosure Brochure which will be given to all clients prior to or at the time a Managed Opportunities Account is established.</p> <p><b><u>Independent Managed Assets Program</u></b></p> <p>The applicant may establish agreements with third party money managers offering a wide range of advisory services, including asset allocation, market timing and portfolio management. The applicant may select the services of money managers in SAA's Independent Managed Assets Program (IMAP). The applicant will solicit the services of the recommended third-party money managers. The applicant's advisor representatives will not refer the client to a money manager unless the money manager is registered or exempt from registration as an investment advisor in the client's state of residence. The client may select a recommended money manager based on the client's needs. The applicant's advisor representatives will be available to meet with the client on a continuous basis.</p> <p>The client should be aware that the solicitor or sub-advisor fees paid to the applicant differ among recommended money manager programs. There are conflicts of interest which may affect the independent judgment of the applicant in the recommendation of one money manager program over another. The applicant will be compensated by a solicitor's fee or sub-advisor fee paid to the applicant by the recommended money manager. When the applicant uses an SAA IMAP money manager, SAA will receive a portion of the solicitor fee, a marketing override or an administrative fee for providing administrative and marketing services.</p>	
Part II, Page 2, #2(G)	The applicant may provide advice to municipalities and other organizations not previously specified.	
Part II, Page 3, #3(L)	<p>The applicant may also provide advice on exchange-traded index products such as Spiders, Diamonds, Webs, as well as "Baskets" and similar grouped securities investments.</p> <p>When the applicant uses the Private Account Management Program, the applicant introduces the client to investment managers who provide discretionary management of individual portfolios of equity and/or fixed income securities.</p>	
Part II, Page 3, #4(A)5, 4(B)8 & 4(C)7	<p>The applicant uses materials prepared by a variety of other sources such as Morningstar, Ibbotson and Standard and Poor's.</p> <p>Model mutual fund and variable annuity asset allocation portfolio programs, provided by a number</p>	

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Part II, Page 4, #5	of institutional investment managers and strategists, may be used when managing the client's assets.
Part II, Page 4, #6	<p>Advisor representatives associated with the applicant must possess all required licenses, and appropriate business experience. The applicant prefers the following designations; CPA, PFS, CFP® or CFA. However, these designations are not a requirement.</p> <p><b>Bruce Bushman</b> <b>Date of Birth: 10/1958</b></p> <p><b>Education:</b> University of Iowa - BA in Finance</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 6/05 to Present Prospera Wealth Management - President - 6/05 to Present Prospera Insurance Solutions, LLC - Agent - 6/05 to Present Securities America, Inc. - Registered Representative - 9/05 to Present Cap Pro Brokerage Services, Inc. - Registered Representative - 7/05 to 9/05 Fixed Annuity Specialist Team - Representative - 9/04 to 6/05 Acacia Life Insurance Company - Agent - 5/04 to 6/05 Ameritas Investment Corporation - Registered Representative - 5/04 to 6/05 Unemployed - 12/03 to 5/04 Metropolitan Investment Securities, Inc. - Nat'l Sales Manager - 7/03 to 12/03 Metropolitan Financial Services, Inc. - Nat'l Sales Manager - 3/02 to 12/03 Metropolitan Investment Securities, Inc. - Nat'l Sales Manager - 3/02 to 7/02 American Express Financial Advisors, Inc. - Registered Representative - 5/83 to 2/02</p> <p><b>Dominic Zamora</b> <b>Date of Birth: 06/1961</b></p> <p><b>Education:</b> Boise State University - BBA in Aviation Gonzaga University - JD</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 6/02 to Present Prospera Insurance Solutions, LLC - Agent - 6/02 to Present Securities America, Inc. - Registered Representative - 9/05 to Present LeMasters &amp; Daniels, PLLC - Certified Public Accountant, part owner - 9/97 to Present Cap Pro Brokerage Services, Inc. - Registered Representative - 7/05 to 9/05</p> <p><b>Paul Merz</b> <b>Date of Birth: 12/1956</b></p> <p><b>Education:</b> Yakima Valley Community College - Attended 1978-1980 &amp; 1994-1995 City University - 2004 received Certified Financial Planner™ (CFP®) designation.</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 1/06 to Present Prospera Insurance Solutions, LLC - Agent - 1/06 to Present</p>

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Item of Form (identify)	Answer	
Part II, Page 4, #6 (continued)	<p>Securities America, Inc. - Registered Representative - 1/06 to Present Salomon Smith Barney, Inc. - Registered Representative - 10/97 to 1/06</p> <p><b>Robert Welsh</b> <b>Date of Birth: 02/1944</b></p> <p><b>Education:</b> Texas A&amp;M University - BA Sociology/Philosophy Texas A&amp;M University - MUP - Master of Urban &amp; Regional Planning</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 1/06 to Present Prospera Insurance Solutions, LLC - Agent - 12/05 to Present Securities America, Inc. - Registered Representative - 12/05 to Present Unemployed - 07/05 to 12/05 Northwestern Mutual Investment Services, LLC - 7/99 to 7/05</p> <p><b>Matthew Foust</b> <b>Date of Birth: 04/1972</b></p> <p><b>Education:</b> Spokane Falls Community College Gonzaga University - BA Accounting</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 11/06 to Present Securities America, Inc. - Registered Representative - 11/06 to Present The Northwestern Mutual Life Insurance Company - 12/01 to 11/06 Northwestern Mutual Investment Services, LLC - Registered Representative - 1/02 to 11/06 Gonzaga University - Student - 9/98 to 11/01</p> <p><b>Ronald D. Coate</b> <b>Date of Birth: 07/1959</b></p> <p><b>Education:</b> Boise State University - BBA Accounting</p> <p><b>Business Background:</b> Prospera Investment Advisors, LLC - Advisor Representative - 05/2008 to Present Securities America, Inc. - Registered Representative - 05/2008 to Present Cambridge Investment Research Advisors, Inc. - Advisor Representative - 01/2006 to 05/2008 Cambridge Investment Research, Inc - Registered Representative - 01/2006 to 05/2008 Multi Financial Securities Corporation - Registered Representative - 07/1993 to 12/2005</p> <p><b>Ardis R. Ribail</b> <b>Date of Birth: 02/1958</b></p> <p><b>Education:</b> Eastern Washington University - Majored in Professional Accounting &amp; Management Information Systems</p>	

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Item of Form (identify)	Answer
Part II, Page 4, #6 (continued)	<p><b>Business Background:</b>  Prospera Investment Advisors, LLC - Advisor Representative - 08/2008 to Present  Securities America, Inc. - Registered Office Assistant - 07/2008 to 08/2008  Ribail Advisory Services - Owner - 01/2008 to Present  Prospera Investment Advisors, LLC - Solicitor - 07/2006 to 08/2008  Securities America, Inc. - Registered Representative - 03/2008 to 03/2008  Ribail, Stauffer &amp; Assoc. - Owner - 01/2000 to 12/2007  LeMaster &amp; Daniels, PLLC - Certified Public Accountant - Member - 06/1996 to 12/1999</p> <p><b>Arnita C. Dukes</b> <b>Date of Birth: 08/1967</b></p> <p><b>Education:</b>  Robert Morris College – Business/Accounting Diploma</p> <p><b>Business Background:</b>  Prospera Investment Advisors, LLC - Advisor Representative - 12/2008 to Present  Securities America, Inc. - Registered Representative - 09/2005 to Present  Prospera Brokerage Solutions, LLC - Registered Representative - 03/2006 to Present  Acacia Life Insurance Company - Agent - 05/2004 to 06/2005  Ameritas Investment Corp - Registered Representative - 07/2004 to 01/2005  Ameritas Variable Life Insurance Company - Agent - 07/2004 to 01/2005  Ameritas Life Insurance Company - Agent - 05/2004 to 01/2005  Metropolitan Investment Securities, Inc. - Brokerage Services Specialist - 08/2000 to 05/2004</p> <p><b>Jamie E. Fontaine</b> <b>Date of Birth: 11/1971</b></p> <p><b>Education:</b>  Wenatchee Valley College – Associates Degree</p> <p><b>Business Background:</b>  Prospera Investment Advisors, LLC - Advisor Representative - 02/2010 to Present  Securities America, Inc. - Registered Representative - 01/2010 to Present  Chase Investment Services - Registered Representative - 05/2009 to 02/2010  WM Financial Services -Sales Associates - 02/2001 to 05/2009  Washington Mutual Bank - New Account Accounts Annuity Sales – 12/1993 to 02/2001  Hampton Orchards – Manager – 01/1980 - Present</p> <p><b>Jeanette Fiore</b> <b>Date of Birth: 07/1962</b></p> <p><b>Education:</b>  Columbia Basin College - Attended 1980, 1996 and 1999</p> <p><b>Business Background:</b>  Prospera Investment Advisors, LLC - Advisor Representative - 01/2010 to Present  Securities America, Inc. - Registered Representative - 01/2010 to Present  U.S. Bancorp Investments, Inc. – Financial Consultant - 01/2006 to 01/2010  Wells Fargo Investments – Financial Consultant – 06/2004 to 12/2005</p>

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Part II, Page 4, #8(C)1	<p>Prospera Investment Advisors, LLC is under common ownership with Prospera Brokerage Solutions, LLC, which is a registered broker/dealer with FINRA. Prospera Brokerage Solutions, LLC is a limited use broker/dealer. Prospera Brokerage Solutions, LLC will not establish any accounts through this broker/dealer. All client accounts will be established through SAI. Bruce Bushman is dually registered as a representative with Prospera Brokerage Solutions, LLC and SAI and will conduct his business through SAI.</p> <p>Prospera Investment Advisors, LLC does not have a related person that is a broker/dealer, but its associated persons are registered representatives of SAI, a full-service broker/dealer, member FINRA/SIPC. When placing securities transactions through SAI in their capacity as registered representatives, they may earn sales commissions.</p>	
Part II, Page 4, #8(C)7	<p>Prospera Investment Advisors, LLC is a wholly owned subsidiary of Prospera Wealth Management, LLC. Prospera Wealth Management, LLC, is in turn a wholly owned subsidiary of the L&amp;D Group, LLC. Dominic Zamora is an advisor representative of the applicant and an employee and owner of LeMaster &amp; Daniels, PLLC (a certified public accountant firm) and is engaged in the practice of accounting as a Certified Public Account. LeMaster &amp; Daniels and the L&amp;D Group are owned by the same individuals. Clients needing CPA services may be referred to LeMaster &amp; Daniels, PLLC. The clients are under no obligation to use the services provided by LeMaster &amp; Daniels, PLLC.</p>	
Part II, Page 4, #8(C)9	<p>Prospera Investment Advisors, LLC has an affiliation with Prospera Insurance Solutions, LLC. The advisor representatives of Prospera Investment Advisors, LLC, may be licensed as insurance agents with Prospera Insurance Solutions, LLC. In addition, the advisor representatives may also be licensed with several life, disability and/or other insurance companies. The applicant's advisor representatives may recommend insurance products offered by these companies. If advisory clients purchase these products through licensed affiliates of the applicant, the agents receive normal commissions. Thus, a conflict of interest exists between the applicant's interests and those of the client. The clients are under no obligation to purchase products either through the applicant or through any affiliated insurance company.</p>	
Part II, Page 5, #9(B)	<p>The applicant's advisor representatives, as registered representatives, sell securities to any client for commissions. This could present a potential conflict of interest, since the advisor representatives could receive fees and commissions, if the client chooses to implement the recommendations of the advisor representatives in their capacities as registered representatives. The client is free to select any broker/dealer they wish to implement recommendations.</p>	
Part II, Page 5, #9(E)	<p>The applicant or its associated persons may buy or sell securities or have an interest or position in a security for their personal account which they also recommend to clients. The applicant is and shall continue to be in compliance with <i>The Insider Trading and Securities Fraud Enforcement Act of 1988</i>. It is the express policy of the applicant that no person employed by the applicant may purchase or sell any security prior to a transaction(s) being implemented for an advisory account, which is designed to prevent such employees from benefiting from transactions placed on behalf of advisory accounts.</p> <p>As these situations represent a conflict of interest, the applicant has established the following restrictions in order to ensure its fiduciary responsibilities:</p> <p>1. An officer or employee of the applicant shall not buy or sell securities for their personal</p>	

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	<p>portfolio(s) where their decision is substantially derived, in whole or in part, by reason of his/her possession of material non-public information. No person of the applicant shall prefer his/her own interest to that of the advisory client.</p> <p>2. The applicant maintains a list of all securities holdings for itself, and anyone associated with the applicant with access to advisory recommendations. These holdings are reviewed on a regular basis by an appropriate officer/individual of the applicant.</p> <p>3. All clients are fully informed that certain individuals may receive separate compensation when effecting transactions during the implementation process.</p> <p>4. The applicant requires that all of its officers or employees must act in accordance with all applicable Federal and State regulations governing registered investment advisory practices.</p> <p>5. Any individual not in observance of the above may be subject to termination or other sanctions.</p> <p>According to the <i>Investment Advisers Act of 1940</i>, an investment advisor is considered a fiduciary. As a fiduciary, it is an investment advisor's responsibility to provide fair and full disclosure of all material facts. In addition, an investment advisor has a duty of utmost good faith to act solely in the best interest of each client. The applicant and its associated persons have a fiduciary duty to all clients. The applicant has established a Code of Ethics, which all associated persons must read and then execute an acknowledgement agreeing that they understand and agree to comply with the applicant's Code of Ethics. The applicant and associated persons' fiduciary duty to the client is considered the core underlying principle for the applicant's Code of Ethics and represents the expected basis for all associated persons' dealings with the client. The applicant has the responsibility to make sure that the interest of the client is placed ahead of it or its associated persons' own investment interests. All associated persons will conduct business in an honest, ethical and fair manner. All associated persons will comply with all federal and state securities laws at all times. Full disclosure of all material facts and potential conflicts of interest will be provided to the client prior to services being conducted. All associated persons have a responsibility to avoid circumstances that might negatively affect or appear to affect the associated persons' duty of complete loyalty to their client. This section is only intended to provide current clients and potential clients with a description of the applicant's Code of Ethics. If current clients or potential clients wish to review the applicant's Code of Ethics in its entirety, a copy may be requested from any of the applicant's associated persons. A copy will be provided within 30 business days.</p> <p>Part II, Page 5, #10</p> <p>SAA's recommended minimum investment amount for establishing and maintaining an FAP Account is \$25,000 and \$50,000 to establish and maintain a LifeGuide Account. Exceptions may be granted to these minimums upon request.</p> <p>The minimum investment required for Genworth accounts is generally \$50,000 and \$250,000 for Private Managed Accounts. Exceptions may be granted to the minimums at the discretion of Genworth and the applicant.</p> <p>As a general rule, the minimum Plan size that will be accepted into the Retirement Opportunities is \$1,000,000. Smaller Plans may be accepted on an exception basis. Exceptions may be granted to</p>

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Part II, Page 5, #11A	<p>this minimum upon request.</p> <p>As a general rule, SAA requires a minimum of \$50,000 to establish and maintain Managed Opportunities mutual fund portfolios, \$100,000 for separate account portfolios, \$250,000 for unified managed account portfolios and \$50,000 for advisor directed portfolios. All minimums are negotiable at the discretion of the applicant and SAA.</p> <p>Since financial planning and consultation services terminate upon presentation of the plan or completion of the consultation, no ongoing reviews are performed. The applicant recommends that clients have their financial situation reviewed at least annually. Additional fees may be charged and the client may be required to sign a new contract.</p> <p>Managed accounts and accounts held with other money managers will be reviewed on a quarterly basis.</p> <p>SAA reviews the performance information in Managed Opportunities accounts to determine its accuracy. Performance information provided by SAA is believed to be accurate but cannot be guaranteed. Fund and other securities values and other information are obtained from third parties. Managed Opportunities accounts are reviewed as needed by SAA supervisors, SAI principals and the applicant's representatives. Triggering factors for reviews may include material market, economic or political events, changes in clients' personal or financial situations or performance of the accounts in general. The applicant urges clients to compare performance reports you receive from the applicant with account statements you receive directly from the custodian. Inquiries or concerns regarding your account including performance reports should be directed to the applicant.</p> <p>Triggering factors include new investments by clients, withdrawal of assets and any other event that would require portfolio rebalancing or adjustment.</p> <p>Each advisor representative is responsible for the review of their client accounts.</p>
Part II, Page 5, #11B	<p>The client will receive statements at least quarterly from the investment company, broker/dealer, clearing firm or money manager at which the individual client's account is maintained.</p> <p>The client participating in Genworth will receive monthly account statements, transaction ledgers and quarterly reports showing the investment performance of their account from Genworth.</p> <p>SP will furnish to Plan Sponsor consolidated performance reports of the model portfolios in the Plan on at least a quarterly basis. Fund values and other information are obtained from third parties. SP, SAA and the applicant do not guarantee the accuracy of information from third parties. Plan reports are reviewed as needed by the applicant.</p> <p>Clients participating in Managed Opportunities will be able to view daily and quarterly performance reports on a web site prepared on behalf of SAA by Oberon which will describe the performance, holdings and other activity in the clients' Managed Opportunities accounts. During any month in which there is activity in Managed Opportunities accounts, clients will receive monthly statements from the account custodian or clearing firm showing the activity in the clients' accounts as well as positions held in the accounts at month end. Clients will also receive a confirmation of each purchase and sale transaction that occurs within Managed Opportunities accounts unless clients</p>

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Part II, Page 6, #12(A)1, 2 & 4	<p>provide SAA with written authorization to suppress confirm delivery. If there is no activity in the account, clients will receive statements no less than quarterly from the account custodian or clearing firm.</p> <p>Upon receiving written authorization from the client, the applicant's advisor representatives may manage the client's assets. When they do, they limit their discretionary authority by prohibiting themselves from withdrawing funds and/or securities from the client's accounts except when written authorization has been provided to have fees automatically deducted from a clients account and paid directly to the applicant.</p> <p>The applicant offers clients model portfolios composed by a group of independent investment strategists in the Genworth Program. The independent investment strategists have no direct relationship with the applicant or the client, make no analysis of clients' circumstances or objectives and do not tailor the models portfolios to any specific client's needs. The applicant's advisor representatives will assist the client in selecting the model portfolio(s) that best suit the client's objectives. The client then specifically directs the account to be invested in accordance with the chosen model portfolio. When the client selects the model portfolio, the client further directs that the account be automatically adjusted to reflect any adjustment in the model portfolio by the investment strategist. This client authorization would result in the purchase and sale of certain mutual funds or transfers between variable annuity sub-accounts without further authorization by the client at such time as the investment strategist changes the composition of the selected model portfolio. The applicant or its advisor representatives have no authority to cause any purchase or sale of securities in any client account, or change the model portfolio or to direct the account to be invested in any manner other than as previously authorized by the client.</p> <p>When managing assets through Retirement Opportunities, the Plan sponsor will designate and appoint the applicant as its agent and attorney-in-fact, with full power and authority and without further approval of the Plan sponsor, to make and execute in the name and on behalf of the Plan Sponsor, all agreements, instruments and other documents, and to take all such other action which the applicant considers necessary or advisable to carry out their advisory duties. With respect to investment advisory services, the applicant will recommend model portfolios to the Plan sponsor for inclusion as investment options available to participants under the Plan, and maintain the model portfolios including the investing, rebalancing of assets, changing of the asset allocations or changing the underlying model portfolios. In addition, the applicant will recommend, maintain and periodically update the list of mutual funds to the Plan sponsor for inclusion as investment options available to the plan participants. Use of discretionary authority does not give the applicant authority to withdraw funds and/or securities from the Plan assets other than for advisory fees due.</p>	
Part II, Page 6, #12(B)	<p>If the client wishes to implement the applicant's advice the client is free to select any broker they wish and are so informed. If the client wishes to have the applicant's advisor representatives implement the advice in their capacity as registered representatives, their broker/dealer, SAI will be used. SAI has a wide range of approved securities products for which SAI performs due diligence in selecting. SAI's registered representatives are required to adhere to these products when implementing securities transactions through SAI. Commissions charged for these products may be higher or lower than commissions the client may be able to obtain if transactions were implemented through another broker/dealer.</p>	

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<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

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1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV: <b>Prospera Investment Advisors, LLC</b>		IRS Empl. Ident. No.: <b>91-2175229</b>
Item of Form (identify)	Answer	
Part II, Page 6, #13(A)	<p>The applicant's advisor representatives sell securities and insurance products, in their separate capacities as registered representatives and independent insurance agents, for sales commissions. Some of the advice offered by the advisor representatives may involve investments in mutual fund products. Load and no-load mutual funds may pay annual distribution charges sometimes referred to as 12(b)-1 fees. The advisor representatives may receive a portion of the 12(b)-1 fees from some investment companies in their separate capacities as registered representatives. The client should be aware that these 12(b)-1 fees come from fund assets, and thus, indirectly from the client's assets. The receipt of these fees could represent an incentive for registered representatives to recommend funds with 12(b)-1 fees or higher 12(b)-1 fees over funds with no fees or lower fees, therefore creating a potential conflict of interest.</p> <p>The applicant will use the support services of SAA and Genworth, registered investment advisors, when managing assets in Genworth Programs. When doing so, SAA and Genworth will receive a portion of the fees charged to the client.</p> <p>The applicant may refer clients to SAA through its Managed Opportunities Program. SAA will work with Oberon and other sub-advisors when managing the client's assets. The applicant's advisor representatives will not refer clients to SAA unless SAA, Oberon and other sub-advisors are registered or exempt from registration as investment advisors in each client's state of residence. SAA will pay the applicant's portion of the client fees for referrals. In addition, SAA will share fees with Oberon and other sub-advisors.</p> <p>The applicant may select and monitor third party money managers to manage the client assets, including money managers in SAA's IMAP. When soliciting for money managers, the applicant will receive a portion of the fees paid to the money manager. SAA may also receive a portion of the fee or a marketing override for fees paid to IMAP approved money managers.</p> <p>The applicant from time to time may receive expense reimbursement for travel and/or marketing expenses from distributors of investment and/or insurance products. Travel expense reimbursements are typically a result of attendance at due diligence and/or investment training events hosted by product sponsors. Marketing expense reimbursements are typically the result of informal expense sharing arrangements in which product sponsors may underwrite costs incurred for marketing such as advertising, publishing and seminar expenses. Although receipt of these travel and marketing expense reimbursements are not predicated upon specific sales quotas, the product sponsor reimbursements are typically made by those sponsors for whom sales have been made or it is anticipated sales will be made.</p> <p>The applicant or SAA may invest a portion of client's assets in mutual funds, variable annuities or exchange traded funds (ETFs) and charges an investment management fee on client's assets invested in these securities. Therefore, clients may pay two levels of fees for the management of their assets, one directly to the applicant or SAA and one indirectly to the managers of the mutual funds, ETFs or variable annuities held in their portfolios.</p>	
Part II, Page 6, #13(B)	<p>The applicant enters into agreements with solicitors (referring parties) to refer clients to the applicant. If a referred client enters into an investment advisory agreement with the applicant, a cash referral fee is paid to the referring party, which is based upon a percentage of the client advisory fees that are generated. The referral agreements between any referring party and the applicant will not result in any charges to the client in addition to the normal level of advisory fees</p>	

**Complete amended pages in full, circle amended items and file with execution page (page 1).**

**Schedule F of  
Form ADV  
Continuation Sheet for Form ADV Part II**

Applicant:	SEC File Number:	Date:
<b>Prospera Investment Advisors, LLC</b>	<b>801-66259</b>	<b>10/13/10</b>

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	<p>charged. The referral agreements between applicant and referring parties are in compliance with regulations as set out in 17 CFR Section 275.206(4)-3.</p> <p style="text-align: center;"><b>ADDITIONAL BUSINESS AND INDUSTRY ACTIVITIES OR AFFILIATIONS</b></p> <p>The advisor representatives of the applicant are engaged in other professions besides providing investment advice. They are registered representatives of SAI. They may also be independently licensed insurance agents. They may receive commissions when selling securities and insurance products.</p> <p>As President of Prospera Wealth Management, LLC, Bruce Bushman spends approximately 50% of his time on this activity. In addition, he spends 10% of his time on securities activities and 10% of his time on insurance activities.</p> <p>Dominic Zamora spends 10% of his time providing CPA services to clients. In addition, he spends approximately 10% of his time on insurance activities, and 5% of his time on securities activities.</p> <p>Paul Merz spends approximately 20% of his time providing securities services to clients and 10% of his time on insurance activities.</p> <p>Robert Welsh spends approximately 20% of his time on securities activities and 30% of his time on insurance activities.</p> <p>Matt Foust spends approximately 40% of his time on securities activities and 20% of his time on insurance activities.</p> <p>Ronald Coate spends approximately 30% of his time on securities activities and 10% of his time on insurance activities.</p> <p>Jamie Fontaine spends approximately 90% of her time on securities activities and 9% of her time on insurance activities. She spends a minimal amount of time managing Hampton Orchards.</p> <p>Jeanette Fiore spends approximately 40% of her time on securities activities and 20% of her time on insurance activities.</p> <p>Currently, Ardis Ribail spends the majority of his time on accounting activities.</p> <p>Arnita Dukes spends about 40% of her time on operations and compliance activities for broker/dealer and insurance clients.</p> <p>The applicant may have relationships with nonaffiliated investment advisors. The applicant may use the services of SAA, through its FAP and/or LifeGuide, when managing assets and, when doing so, SAA will receive a portion of the fees.</p> <p>The applicant may use the services of SAA through its Retirement Opportunities Program when managing assets and when doing so, SAA will receive a portion of the fees.</p> <p>The applicant will not utilize any advisor unless the advisor is properly registered with the SEC or</p>

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	appropriate state authority. In addition, advisors will not be utilized unless such advisors are properly registered or are exempt from registration as investment advisors in each client's state of residence. The applicant also has a relationship with SAA who will provide back office and administrative support services to the applicant. When doing so, SAA will receive a portion of the management fee or an administrative fee for the services provided. This fee will be charged as a portion of the applicant's fee and will not be an additional fee billed to the client.	

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