

Part 2B of Form ADV: *Brochure Supplement*

Kevin McPhee
205 Oser Avenue
Hauppauge, NY 11788
631-851-0918

Partners Capital Services, Inc.
205 Oser Avenue
Hauppauge, New York 11788

12/31/2015

This brochure supplement provides information about Kevin McPhee that supplements the Partners Capital Services, Inc. brochure. You should have received a copy of that brochure. Please contact Edward M. Cahill 631-851-0918 if you did not receive Partners Capital Services, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Kevin McPhee is available on FINRA's website <http://brokercheck.finra.org/>

Item 2 Educational Background and Business Experience

Full Legal Name: Kevin McPhee **Born:** 1968

Education

University of Florida - Bachelor of Science 1991
Finance/Marketing

Business Experience

- Partners Capital Services, Inc. ; Investment Advisor Representative; from 12/01/2013 to Present
- American Capital Partners, LLC; Financial Consultant; from 11/04/2008 to Present

Item 3 Disciplinary Information

History as reported on form U4:

- On 5/4/2010 FINRA Letter of Acceptance, Waiver and Consent (AWC), registration as a salesperson in the State of Illinois is subject to revocation pursuant to Section 8.E(1)(J) of the Act. Consent Agreement and Order to Dismiss.
- NASD Rule 2110, interpretative material 2310-2: executed unauthorized transactions in a customer account without their prior knowledge or consent, communicated with customer via an outside email account, without the knowledge of his firm.
- Without admitting or denying, consented to sanctions and to the entry of findings, Fined \$7,500.00, suspended from association with any FINRA member in any capacity for 5 months and required to pay restitution of \$17,654.44 plus interest. The suspension was in effect from June 21, 2010 through November 20, 2010.
- Voluntarily withdrawn application of registration from the State of Utah without admitting or denying any wrong doing and agreed not to apply for a securities license in the State of Utah at any future date regarding the allegations of fraud-using advertising and sales presentations in a deceptive or misleading manner; acting in the capacity of a supervisor without proper license; made misleading statements to Utah regulator. Mr. McPhee and Utah division agreed to settle the manner by way of this stipulation and consent order.
- Without admitting or denying the allegations of failure to follow customers instructions to sell securities, Mr. McPhee consented to censure and fined \$5,000.00
- Allegations of failure to execute; arbitration, Mr. McPhee was ordered to pay \$9,000.00 plus \$150 in arbitration filing fee and 9% interest. Claimant and Mr. McPhee entered into a stipulation of settlement to resolve differences.

- Allegations of Unsuitability, Firm denied all claims; at the advise of counsel the matter was settled to avoid the costs and fees of the defense as well as the anticipated loss of time and productivity.
- Allegations of Mismanagement, Firm denied all claims; Case settled to avoid the cost and loss of time entailed with an arbitration.
- Allegations of Errors/Charges, Failure to Supervise, Breach of Fiduciary Duty, Misrepresentation/Non Disclosures, unauthorized trading, churning, omission of facts, suitability. The firm denied all claims and was settled to avoid the cost and loss of time entailed with an arbitration.
- Allegations of unauthorized trades; complaint was based on hearsay and appeared to be a case of sour grapes. One alleged trade was done to meet a margin call as client was a frequent trader.
- Allegations of failure to follow customer instructions; Allegations denied and firm investigated complaint and found no merit.
- Allegations of unauthorized trades; complaint was denied, no longer reportable.

Bankruptcy History

Kevin McPhee has not been the subject of a bankruptcy petition.

Item 4 Other Business Activities

A. Investment-Related Activities

1. Kevin McPhee is also engaged in the following investment-related activities:

Registered representative of a broker-dealer

Mr. McPhee receives compensation as a registered representative of a broker-dealer for securities transactions.

Mr. McPhee receives compensation as a registered agent of the advisor in the form of fee(s) based on the amount of assets being advised. No compensation is received based on performance.

Insurance company or agency

Mr. McPhee receives compensation as an insurance agent of the broker-dealer in the form of commissions based on the product type and amount of the product. The products are generally life insurance products as annuities and insurance.

Mr. McPhee does not receive commissions, bonuses or other compensation on the sale of the securities or other investments products.

B. Non Investment- Related Activities

Kevin McPhee is not engaged in any other business or occupation that provides substantial compensation or involves a substantial amount of his time.

Item 5 Additional Compensation

Kevin McPhee does not receive any economic benefit from a non-advisory client for the provision of advisory services.

Item 6 Supervision

Supervisor: John Gardini

Title: Compliance

Phone Number: 631-851-0918