



Item 1 COVER PAGE

Long-Term Solutions, LLC

SEC File Number: 801 – 56865

Part 2A Brochure

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This brochure provides information about the qualifications and business practices of Long-Term Solutions, LLC (“LTS”). If you have any questions about the contents of this brochure, please contact us at (415) 321-2950 or nramsdn@longtermsolutions.org. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority. SEC registration does not carry with it requirements regarding skill or training.

Additional information about Long-Term Solutions, LLC also is available on the SEC’s website at www.adviserinfo.sec.gov.

Item 2 MATERIAL CHANGES

Not Applicable

Item 3 TABLE OF CONTENTS

Item 1	Cover Page	1
Item 2	Material Changes	2
Item 3	Table of Contents	2
Item 4	Advisory Business	3
Item 5	Fees and Compensation	5
Item 6	Performance-Based Fees and Side-by-Side Management	7
Item 7	Types of Clients	7
Item 8	Methods of Analysis, Investment Strategies and Risk of Loss	7
Item 9	Disciplinary Information	9
Item 10	Other Financial Industry Activities and Affiliations	9
Item 11	Code of Ethics, Participation or Interest in Client Transactions and Personal Trading	10
Item 12	Brokerage Practices	12
Item 13	Review of Accounts	13
Item 14	Client Referrals and Other Compensation	13
Item 14	Custody	14
Item 16	Investment Discretion	14
Item 17	Voting Client Securities	15
Item 18	Financial Information	15

Item 4 ADVISORY BUSINESS

A. Long-Term Solutions, LLC (“LTS” or “Firm”) is a limited liability company formed in 2005 in the state of Delaware and registered as an SEC Investment Adviser in April, 2006. LTS is a single member LLC owned by the Richard & Roberta Intrater Revocable Trust dated December 28, 2007.

B. LTS is engaged in the business of providing family office, wealth management and financial planning services to multiple generations of ultra high net worth families and other individuals of significant wealth. In addition, LTS is the general partner/manager to LTS Capital Partners I, LP and LTS Capital Partners II, LLC, both of which are private limited partnerships/limited liability company investments and are discussed further in Item 10 C, below. LTS’ clients may choose one service without any obligation to engage LTS for any other.

Wealth Management Services

LTS’ investment advisory client accounts are generally managed on a fully discretionary basis. This means that the client grants LTS the discretion and authority to supervise, invest and trade client assets placed under its management in a manner consistent with established client objectives and guidelines. LTS’ services are fully described in the written Wealth and Investment Services Agreement, setting forth the terms and conditions under which LTS shall manage the client's assets provided to and signed by the client

LTS generally recommends that its clients allocate their investment assets among various mutual funds, exchange traded funds or separate accounts as well as hedge funds and other private equity vehicles where appropriate, in accordance with the investment objectives of the client. Generally, LTS does not recommend individual stocks or bonds. Prior to rendering investment advisory services, LTS ascertains, in consultation with the client, the client’s financial situation, risk tolerance, and investment objective(s) as well as other pertinent information.

As part of our investment advisory services, we make available to clients certain investment benefits that may not otherwise be available to a retail investor. Such benefits include:

- Access to institutional share classes (i.e. lower cost share classes) of certain fund families;
- Access to certain fund families whose substantial minimums would normally preclude retail client investment;
- Access to sophisticated investment research not available to the public.

In general, LTS’ Investment Management Services to its Clients are implemented via the Schwab Institutional Custody platform. As a condition of having LTS provide investment advisory services via the Schwab Institutional Custody platform, Clients will enter into the

appropriate written account agreements with Charles Schwab & Co., Inc. (“Schwab”). The fees charged by Schwab may be higher or lower than those charged by other custodians.

Investment Oversight Services

As part of its Wealth management services, LTS may oversee assets for a client that are directly managed independently by the client or by a third party. If the Client chooses to have these assets under LTS’ oversight, and taken into account with respect to asset allocation decisions, they will be included in wealth management fee calculations

Private Investment Funds

LTS may provide investment advice regarding private investment funds. These Private Investment Funds may be ones that LTS recommends and/or ones that the client already owns or wishes to consider. LTS’ role relative to the private investment funds is limited to its initial and ongoing due diligence and investment monitoring services. If a client decides to become a private fund investor, the amount of assets invested in the funds are included as part of “AUM” for purposes of LTS calculating its investment advisory fee, except if the investment is in LTS Capital Partners series. (LTS Capital Partners series is explained below in Item 10.) LTS’ clients are under no obligation to consider or make an investment in a private investment fund. If the client invests in any private investment fund other than the LTS Capital Partners funds, LTS will not receive any referral fee, commission or other compensation for any such purchase. LTS may or may not include a non-recommended, non-selected Private Investment in its AUM for its fee calculation, depending on whether or not LTS provides ongoing due diligence and investment monitoring services. However, as discussed below in Item 10 C, for those of its clients who invest in LTS’ proprietary private equity, the value of this investment is never included in calculating its advisory fee.

Financial Planning and Consulting Services

LTS can provide specific and focused financial planning and/or consulting services (including investment and non-investment related matters, estate planning, insurance planning, tax planning etc.) on a stand-alone separate fee basis. Prior to engaging LTS to provide planning or consulting services, clients are generally required to enter into a Financial Planning or Consulting Agreement with LTS, setting forth the terms and conditions of the engagement and the fees to be charged.

Family Office Services

Clients may retain LTS to render certain Family Office Services on an ongoing basis. Such services could include general ledger accounting, preparation of financial statements, bill paying, wealth transfer and tax strategies, foundation oversight, family governance and risk management.

Third Party Professionals

To the extent requested by a client, LTS may recommend the services of other professionals for certain non-investment purposes (e.g., attorneys, accountants, insurance agents, etc.). The client is under no obligation to engage the services of any such recommended professional. LTS receives no fee or other benefit for these referrals.

Please Note: If the client engages any such recommended professional, and a dispute arises thereafter relative to such engagement, the client agrees to seek recourse exclusively from and against the engaged professional.

No Tax or Legal Advice

Neither LTS, nor any of its employees, serves LTS clients as an accountant, attorney or licensed insurance agent, and no portion of LTS' services should be considered as such service.

Client Obligations and Responsibilities

- LTS offers its clients a selection of services. Client who engage LTS for one of the services it provides are under no obligation to engage any of LTS other services.
- LTS shall not be required to verify any information received from the client or from the client's other professionals, and the Wealth and Investment Services Agreement expressly authorizes LTS to rely on information provided.
- It remains the client's responsibility to promptly notify LTS if there is ever any change in his/her/its financial situation or investment objectives for the purpose of reviewing/evaluating/revising LTS' previous recommendations and/or services.

Disclosure Statement

As of April 1, 2011 a copy of this written brochure, known as Part 2A of form ADV shall be provided to each new client prior to, or contemporaneously with, the execution of the Wealth and Investment Services Agreement or Financial Planning and Consulting Agreement. A copy of Part 2A will be mailed to all existing clients by May 30, 2011. By July 30, 2011 new clients will also receive a supplemental brochure known as Part 2B of form ADV which describes the background and experience of each LTS employee who serves on its Investment Committee and/or provides the client with direct Investment Advice. Existing clients will receive their copy of Part 2B by September 30, 2011.

C. LTS' clients may impose reasonable restrictions regarding their investments.

D. LTS does not participate in a wrap fee program.

E. As of December 31, 2010, assets under supervision were valued at over \$400 million.

Item 5 FEES AND COMPENSATION

The fees charged by LTS for its Investment Advisory, Investment Oversight, Financial Planning and Consulting, and Family Office services are set forth in LTS' written Wealth and Investment Services Agreement which is signed by its Clients. LTS believes its fees are competitive with those fees charged by other investment advisors for comparable services. However, comparable services may be available from other sources for lower fees than those charged by LTS. LTS, in its sole discretion, may reduce its fees, and/or waive or reduce its minimum asset requirements, depending on the individual client's circumstances.

A Client may choose to have fees deducted from the investment account in accordance with SEC accepted procedures. Alternatively, a Client may choose to pay for these services directly.

The Wealth and Investment Services Agreement between LTS and the client will continue in effect until terminated by either party by written notice in accordance with the terms of that Agreement. Upon termination, LTS shall refund on a pro-rated basis, any unearned portion of the advisory fee which has been paid in advance.

Wealth Management and Oversight Fee

Fee's for wealth management is paid by those clients for whom LTS provides portfolio management services. In general, the fee is an annual percentage of the value of the AUM and covers a range up to 100 basis points and may be based on complexity. This fee may also be tiered so that at specified AUM breakpoints, the basis points charged decrease. These fees are based upon the then current market value of all marketable securities as of the last day of the applicable calendar quarter and are generally deducted from the Client's accounts in advance in accordance with procedures acceptable to the SEC. As stated above, fees for illiquid assets are based upon the most recent available valuation from the investment manager. The initial quarterly fee for a new client is pro-rated based upon the date the client assets are transferred to LTS' management. On occasion, LTS may also pro rate fees when net inflows and outflows exceed a certain amount.

Financial Planning and Consulting Fees

Should LTS provide stand alone Financial Planning and Consulting services, such services will be provided on a flat fee basis. The amount of the fee will depend on the nature of the services to be rendered, the amount of time required and the professionals providing the services. These fees could range from \$10,000 and up and will be billed to the client quarterly, in advance.

Family Office Services Fee

LTS offers family office services that are necessarily unique for each client it accepts. LTS negotiates a fee structure appropriate to each client based upon the complexities of the client's current financial condition, current investment structures, the multi-generational structures to be managed and the breadth of family office services required. The Family Office Fee for non investment services is an annual retainer fee, whose dollar amount is based upon the complexity of the client's financial circumstances, but could range from between \$50,000 to more than \$1,000,000 per annum. The annual retainer fee is billed quarterly, in advance and, depending on the Client's preference, could be automatically deducted or invoiced.

Custodial Fees

As discussed below, unless the client directs otherwise or due to an individual client's circumstances, LTS generally recommends that Schwab serve as the custodian for its client's investment management assets. Custodial fees are in addition to and separate from the advisory fee charged by LTS. Fees charged by Schwab and additional information on LTS' brokerage practices and be found below in Item 12.

Mutual Fund Fees

Mutual Funds incur operating expenses in connection with the management of the fund. The fund may pass some or all of these expenses through to their shareholders (the individual investors in the funds) in the form of management fees. The management fees charged vary from fund to fund. In addition, funds charge shareholders (individual investors in the funds) other types of fees such as a sales load charge or a transaction fee. These charges also vary widely among funds. As a result, even with investments in no-load mutual funds, clients will still pay management fees and other, “indirect” fees and expenses as charged by each mutual fund in which they are invested.

The custodian will provide each Client a fund prospectus for each fund in which they invest. (The prospectus is not provided through LTS.) This prospectus will provide a complete disclosure of a fund’s management and fee structure. All such fund fees are in addition to and separate from the advisory fee charged by LTS.

Item 6 PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT

LTS does not engage in side-by-side management. The only situation where LTS receives performance based fees is in conjunction with its proprietary LTS Capital Partners as described below in Item 10, Private Equity.

Item 7 TYPES OF CLIENTS

As stated above, LTS’ clients Firm’s clients include multiple generations of ultra high net worth families, their private foundations and all other financial aspects of their life. LTS generally requires a minimum asset level for investment advisory and/or investment oversight services of five million in investable assets. For its Family Office clients, LTS generally requires a minimum of 50 million of AUM. Depending on the circumstances, LTS may modify these minimum requirements.

Item 8 METHODS OF ANALYSIS, INVESTMENT STRATEGIES AND RISK OF LOSS

LTS employs a disciplined approach to investing and constructing a portfolio which takes into account the client’s goals and objectives, time horizon, and risk tolerance. The ensuing portfolio aims to be broadly diversified across asset classes, sectors, and geographies, so as to achieve the minimum volatility per level of return. LTS uses a variety of vehicles including mutual funds, ETFs, separate accounts, and limited partnerships. Clients are primarily given access to the fund’s institutional share class, which carries the lowest fees. In arriving at the appropriate mix of investments, LTS may develop shorter-term tactical investment views which are typically structured around a long-term strategic allocation that is not changed very frequently. Using broad-market and sector analysis, LTS may modestly overweight or

underweight each asset class based upon relative attractiveness for the short-to-medium term. LTS will monitor the portfolio and adjust these weights accordingly as the market changes. In evaluating fund managers, LTS, has periodic conference calls and reviews to assess various quantitative and qualitative factors about the managers. In arriving at the appropriate mix of investments, LTS develops a medium-term investment view which is structured around a long-term strategic allocation of a conservative nature. Using broad-market and sector analysis, LTS endeavors to tactically overweight or underweight each asset class based upon relative attractiveness for the medium term. LTS will monitor the portfolio and adjust these weights accordingly as the market changes, usually on a quarterly basis. In evaluating fund managers, LTS, at a minimum, holds annual conference calls and quarterly reviews of manager performance, with emphasis placed on performance relative to the fund's most appropriate benchmark. In addition, LTS rebalances the portfolio as the percentages of the various asset classes fluctuate from their stated targets. LTS will also sell certain investments in order to take advantage of tax-losses that may have occurred in a client's portfolio, replacing them with identical or similar assets once the 30-day wash sale period has passed.

LTS has in the past used outside consultants to provide an additional layer of expertise and rigor in selecting and monitoring managers. It may do so in the future as well if circumstances warrant. The purpose of such an outside consultant is to assist and augment LTS' own research and analysis, which will assist LTC in its manager selection and evaluation process.

In helping to make portfolio allocations, LTS may also make use of mean-variance optimization if that is appropriate for the clients, given their current legacy holdings, short and longer-term objectives. This process uses as inputs the expected return and risk of each asset class as well as their correlations, which describe how the assets behave relative to each other. What follows is a hypothetical model in which the mix of various asset classes is optimized to yield the most efficient, or least risky, portfolio for each desired level of return. These inputs represent estimates based on historical values and forward-looking capital market assumptions, which are invariably imprecise and which may or may not hold in the future. The result of optimized portfolio weights, expected returns, and risk is used for illustrative purposes and to supplement our outlook based on market and sector research.

Please Note: Risk. All investments carry risk, which varies according to investment type. Investments or investment strategies are not guaranteed to adhere to any predefined level of performance. Significant losses of capital are possible. Although diversification minimizes this risk, diversification itself does not prevent losses from occurring, nor does it guarantee profitable results. The managers of the funds selected for the portfolio and their associated strategies present additional risk which varies within and across market sectors. LTS aims to minimize this additional risk by picking managers with long track records of consistent performance, sound investment philosophy and team, and diversifying across managers within each asset class.

Item 9 DISCIPLINARY INFORMATION

LTS has not been the subject of any disciplinary actions.

Item 10 OTHER FINANCIAL ACTIVITIES AND AFFILIATIONS

- A. Neither LTS nor its employees are registered or have an application pending to register, as a broker-dealer or a registered representative of a broker-dealer.
- B. Neither LTS nor its employees are registered or have an application pending to register, as a futures commission merchant, commodity pool operator, a commodity trading advisor, or a representative of the foregoing.

C. Private Equity

LTS is the general partner of LTS Capital Partners I, LP, a limited partnership that provides private equity investments to specified privately held enterprises. As general partner, LTS provides administrative, advisory and management services to the partnership. In order to invest in the limited partnership, an investor must meet certain requirements, including qualifying as a “qualified client” (as defined in Rule 205-3(d)(1) of the Advisers Act) and an “accredited investor” (as defined in Regulation D under the Securities Act of 1933).

LTS also is the company manager and series manager of LTS Capital Partners II, LLC, a limited liability company and each series that provide private equity investments for a series of specified privately held enterprises. As the manager, LTS provides administrative, advisory and management services.

LTS may recommend to its clients the purchase of Private Equity in which LTS and/or its employees have a material financial interest which creates a conflict of interest as discussed below. There is absolutely no obligation for any client to purchase any interest in LTS’ Private Equity. However, some but not all of LTS’ clients have made an investment and are limited partners and/or members of these private equity offerings.

Private Equity Fees and Costs

All fees paid by the limited partners/members are more fully described in the offering memorandum and subscription agreements for each of the Private Equity offerings. Each kind of fee is more particularly described below.

Private Equity Management Fees

In its capacity as Company Manager or General Partner, LTS charges each of the private equity entities a management fee equal to 1% of the total Capital Contributions committed. This Management Fee is billed annually in advance to each of the series of LTS Capital Partners II, LLC. For LTS Capital Partners I, LP, the Management Fee is accrued annually and payments of the Management Fee will be paid from future distributions by the partnership. For those advisory clients who have invested in LTS’ private equity, LTS does not include the value of these investments when calculating its Investment Advisory fee.

Private Equity Costs and Expenses

Under the terms of the Partnership/Operating Agreements, LTS may receive reimbursement for certain expenses of LTS incurred such as legal, accounting, filing, tax and other expenses.

Private Equity Carried Interest

LTS is entitled to receive from each private equity offering a participating distribution equal to 20% of the remaining proceeds and/or net income, attributable to any portfolio investment, AFTER payment of accrued management fees and expense reimbursements and 100% return of capital to the limited partners/members.

Risk. Risks inherent in Private Equity investments are highlighted and outlined in detail in the private placement memorandums received and acknowledged by Client prior to investment.

Valuation. For purposes of determining the value of all private investment LTS will use either the initial purchase and/or the most recent valuation provided by the fund sponsor. It is possible that such value could be significantly more or less than the original purchase price.

Conflict of Interest

As discussed above, LTS will receive management fees, costs and expenses and a participating distribution from its proprietary Private Equity investments. LTS is aware of its fiduciary responsibility to its clients and makes certain that all Private Equity investor clients are advised and informed of the risks inherent in such an investment. LTS also makes certain that all clients know that investment in its proprietary Private Equity is entirely voluntary and that a client's decision not to participate does not have any effect on the other services that the client may be receiving.

**Item 11 CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT
TRANSACTIONS AND PERSONAL TRADING**

Please see the response to Item 10 with respect to LTS' participation and interest in its Private Equity offerings.

LTS has adopted a Code of Ethics, which serves to establish a standard of business conduct for all of LTS' employees that is based upon fundamental principles of openness, integrity, honesty and trust. A copy of LTS' Code of Ethics is available upon request.

In accordance with Section 204A of the Investment Advisers Act of 1940, LTS also maintains and enforces written policies reasonably designed to prevent the misuse of material non-public information by LTS or its employees.

As a part of its Code of Ethics, LTS maintains a policy relative to personal securities transactions among its employees. It is LTS' policy that any recommended investment opportunities be offered first to the Firm's clients before the LTS or its employees may act on them. As LTS does not generally recommend for its clients, the purchase of individual securities, there is very little potential for conflicts related to personal trading. Nevertheless, employees of LTS may buy or sell securities that are also recommended to its clients potentially creating a situation where LTS and/or employees of the firm could be in a position to materially benefit from the sale or purchase of those securities. This situation creates a potential conflict of interest although minimal as LTS primarily trades in mutual funds which are generally not influenced by such trades. In order to address this possibility, LTS has implemented a Personal Securities Transaction Policy to review and monitor the personal securities transactions and securities holdings of LTS' employees. Each quarter, all LTS employees must submit a record of their personal securities transactions to the Chief Compliance Officer for her review. In addition, LTS' Securities Transaction Policy requires that all employees provide the Chief Compliance Officer with a written report of their current securities holdings within ten (10) days after becoming an employee. Additionally, all employees must provide the Chief Compliance Officer with a written report of their current securities holdings at least once each twelve (12) month period.

A copy of LTS' code of ethics and policies related to employee personal trading are made available to any requesting client or prospective client.

Conflict of Interest: LTS' Chief Compliance Officer acts as the Chief Compliance Officer for other registered Investment Advisors. This presents potential conflicts of interest. The Chief Compliance Officer has access to each company's confidential information and is in a position to reveal this information inappropriately. Each Company is aware of this possibility and has decided to trust that she would not disclose any such confidential information. In the unlikely event of a dispute, between these parties, the Chief Compliance Officer would be placed in a difficult position. To avoid such a conflict the Chief Compliance Officer has informed each firm that she will refrain from acting on behalf of either party.

Item 12 BROKERAGE PRACTICES

Schwab Relationship

LTS generally recommends that investment management accounts be maintained at Charles Schwab & Co., Inc. ("Schwab"). Prior to engaging LTS to provide investment management services, the client will be required to enter into a formal Wealth and Investment Services Agreement with LTS, and a separate custodial/clearing agreement with Schwab. The client will pay Schwab certain transaction fees, described below, and these fees are in addition to the fees the client will pay to LTS.

Factors that LTS considers in recommending Schwab include historical relationship with LTS, financial strength, reputation, execution capabilities, pricing, and service.

Trading Practices

All of LTS' internal trading (as opposed to trading done in client's separate accounts) is done at Schwab. Internal transactions for each client account will be effected independently.

Transaction fees

LTS has been able to negotiate reduced fixed transaction fee pricing for its investment platform at a lower cost than retail pricing. LTS does not engage in asset based pricing. The one exception to this are the Parametric tax loss harvesting strategies in which trading is done frequently and in such quantities that asset based pricing is more cost effective for the client than the standard fee schedule.

Best Execution

All fees paid by LTS' clients shall comply with LTS' duty to obtain best execution. However, on rare occasion, a client may pay fees that are higher than another qualified custodian might charge to effect the same transaction. In seeking best execution, the determinative factor for LTS is not the lowest possible transaction cost, but whether the transaction represents the best overall qualitative execution, taking into consideration the full range of custodial services, including execution capability, market impact cost, commission rates, financial strength and responsiveness. In other words, is the fee reasonable in relation to the value of the services received? Accordingly, although LTS will seek competitive rates, it may not necessarily obtain the lowest possible rates for client account transactions.

Although not a material consideration in LTS' decision to utilize the services of Schwab, LTS may receive, without cost (and/or at a discount) support services and/or products, certain of which assist LTS to better monitor and service client accounts maintained at such institutions. Included within the support services that may be obtained by LTS may be pricing information and market data, software and other technology that provide access to client account data, compliance and/or practice management-related publications, discounted or gratis consulting services, discounted and/or gratis attendance at conferences, meetings, and other educational and/or social events, marketing support, computer hardware and/or software and/or other products used by LTS in furtherance of its investment advisory business operations. Schwab may provide LTS with minimal investment related research which is immaterial to LTS' decision to use Schwab as a broker.

As indicated above, certain of the support services and/or products that may be received may assist LTS in managing and administering client accounts. Others do not directly provide such assistance, but rather assist LTS to manage its business.

LTS' clients do not pay more for investment transactions effected and/or assets maintained at Schwab as a result of this arrangement. There is no corresponding commitment made by LTS to Schwab or any other any entity to invest any specific amount or percentage of client assets in any specific mutual funds, securities or other investment products as result of the above arrangement.

Soft Dollars and Payment of Referral Fees

LTS does not accept any soft dollar arrangements, nor compensate any broker/dealer/custodian for client referrals.

Directed Brokerage

LTS does not generally accept directed brokerage arrangements (when a client requires that account transactions be effected through a specific broker-dealer/custodian). In the instance when a client chooses to maintain a relationship with another custodian, the client will negotiate terms and arrangements for their account with that custodian, and LTS will not seek better execution services or prices from other broker-dealers/custodians. As a result, a client may pay higher commissions or other transaction costs or greater spreads, or receive less favorable net prices, on transactions for the account than would otherwise be the case. However, LTS will oversee any such outside relationships and may make recommendations to the client. These outside accounts may or may not be included in our assets under supervision fee depending on the level of LTS required oversight.

Item 13 REVIEW OF ACCOUNTS

A. For those clients to whom LTS provides investment supervisory services, LTS provides a quarterly report. The report includes current holdings as of the report date (end of the calendar quarter), historical performance of the client portfolio versus applicable benchmarks and a custom blended benchmark, the management fee invoice, and a disclosure page. In addition, the year end or 12/31 quarterly reports also include realized gain-loss, income, and expense reports for each account as applicable.

B. All clients (in person or via telephone) are encouraged to review with LTS financial planning issues (to the extent applicable), investment objectives and account performance together with any personal or financial changes at least on an annual basis. LTS may also conduct account reviews upon the occurrence of a triggering event, such as a change in client investment objectives and/or financial situation, market corrections, mutual fund management changes and client requests.

C. Clients are also provided monthly statements directly from their custodian that summarizes the beginning and ending values of the assets as well as all transaction activity during the month. In addition to the monthly report, clients get trade confirmations from the custodian whenever trades are executed in their accounts.

Item 14 CLIENT REFERRALS AND OTHER COMPENSATION

A. As referenced in Item 12.A.1 above, LTS may receive an indirect economic benefit from Schwab without cost (and/or at a discount), such as support services and/or products from Schwab.

LTS' clients do not pay more for investment transactions effected and/or assets maintained at Schwab as a result of this arrangement. There is no corresponding commitment made by LTS to Schwab or any other any entity to invest any specific amount or percentage of client assets in any specific mutual funds, securities or other investment products as result of the above arrangement.

B. LTS does not have any solicitor arrangements.

Item 15 CUSTODY

LTS has the ability, each quarter, to deduct its Investment Advisory fees directly from its client's accounts. LTS' clients receive account statements directly from the qualified custodian. LTS also sends its clients quarterly account statements that it has prepared. The LTS statements urge the client to compare that statement with the statements received from the qualified custodian. LTS' reports also notify the client that it is their responsibility to verify the accuracy of the LTS fee and that the custodian does not perform this function. LTS performs periodic testing to ensure that its fees are charged in accordance with the client's Agreement.

Item 16 INVESTMENT DISCRETION

Discretionary and Non-Discretionary Management

As discussed above in Item 4, the Firm's clients may choose to engage LTS on a discretionary or non-discretionary basis. In either case, the client will sign a Wealth and Management Services Agreement which specifies which kind of service that LTS will render.

Discretionary

Generally, LTS client accounts are managed on a fully discretionary basis wherein the client grants LTS the discretion and authority to supervise, invest and trade client assets placed under its management in a manner consistent with established client objectives and guidelines. Prior to LTS assuming discretionary authority over a client's account, the client shall be required to execute a Wealth and Management Services Agreement, naming LTS as the client's attorney and agent in fact, granting LTS full authority to buy, sell, or otherwise effect investment transactions involving the assets in the client's name found in the discretionary account. When engaged on a discretionary basis, LTS may change the basic client approved equity/fixed income ratio, the sub asset allocations and the investment funds in the client's account without client approval.

Non-discretionary

With respect to its non-discretionary asset consulting services, LTS generally maintains ongoing responsibility to make recommendations, based upon the needs of the client. If such recommendations are accepted by the client, LTS is responsible for arranging or effecting the purchase or sale. For non-discretionary clients, LTS may not make changes.

Item 17 VOTING CLIENT SECURITIES

A. As stated in its Wealth and Investment Services Agreement, LTS does not vote client proxies. Clients maintain exclusive responsibility for: (1) directing the manner in which proxies solicited by issuers of securities owned by the client shall be voted, and (2) making all elections relative to any mergers, acquisitions, tender offers, bankruptcy proceedings or other type events pertaining to the client's investment assets.

B. Clients will receive their proxies or other solicitations directly from their custodian. Clients may contact LTS to discuss any questions they may have with a particular solicitation.

Item 18 FINANCIAL INFORMATION

A. LTS does not solicit fees of more than \$1,200 per client, six months or more in advance.

B. LTS is unaware of any financial condition that is reasonably likely to impair its ability to meet its contractual commitments relating to its discretionary authority over certain client accounts.

C. LTS has not been the subject of a bankruptcy petition.

ANY QUESTIONS: LTS' Chief Compliance Officer, Naomi Ramsden Esq., remains available to address any questions that a client or prospective client may have regarding the above disclosures, conflicts of interest and other arrangements.