

1. COVER PAGE

Polaris Financial Services, Inc., is a fee only financial planning firm which incorporates investment management, financial planning and tax preparation and consulting among its services.

Polaris Financial Service, Inc. is located at

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Telephone (415) 927-0722
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Its web site is

<http://www.polarismarin.com>

Polaris Financial Services, Inc. had its start in January, 2009 and is the successor organization to Elliott R. Chernin Financial Services, which had its origin in 1985. Elliott R. Chernin is the president of Polaris Financial Services, Inc. and its officers include:

Margaret M. (Peggie) Daly	Vice President
Rebecca M. Crandall	Secretary
Anita J. Bristow	Treasurer

This brochure was prepared in December, 2010, and is not approved by the Securities and Exchange Commission or any state securities authority.

2. MATERIAL CHANGES

There are no material changes to information in its previous brochure which was completed in December, 2009, and submitted and accepted by the Securities and Exchange Commission, except for the dollar value of assets managed by Polaris Financial Services, Inc.

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4. ADVISORY BUSINESS

Polaris Financial Services, Inc. provides investment management, financial planning on a broad and general basis, including the areas of retirement and estate planning and insurance and business planning as well as tax preparation and consulting to its clients, primarily individuals. Among its clientele, however, are corporations, self employed individuals and non-profit organizations, pension and profit sharing plans, trusts and estates.

Its principal officers and shareholders are:

Elliott R. Chernin	EA, CFP™
Margaret M. Daly	CPA, CFP™
Rebecca M. Crandall	EA, CFP™

Its end of 2010 assets under management per the custodians totaled \$167,000,000.

5. FEES AND COMPENSATION

Polaris Financial Services, Inc. is a fee only firm.

Generally, fees are requested to be paid quarterly in advance and while an hourly rate may be quoted, Polaris normally engages clients on an annual retainer basis. Fees are based on the services to be rendered and dependent on the range of investment assets involved.

New clients are assessed a one time non-refundable fee based on services to be performed, which typically include all aspects of financial planning such as retirement, estate and risk planning, income tax matters, evaluations of current investments, financial objectives and risk tolerance, investment recommendations and finally, implementation. The one-time fee is discussed and agreed upon in advance and ranges between \$1,000 and \$3,000. The fee is based upon a minimum of 8 hours, for which our billing charge is \$250 per hour. This one time charge allows a client unlimited personal and telephone time.

In addition, there is an ongoing annual fee, which ranges from \$900 to \$9,000, depending on the range of investment assets under management. This fee includes investment management, financial planning and federal and state tax preparation and consulting. Our fees are non-negotiable. If an agreement is terminated, the client may receive a pro-rated refund. However, there is a minimum fee of \$900 when Polaris includes tax preparation. A pro-rated refund of any remaining fee is allowable after the \$900 amount is deducted.

A 2011 fee schedule is attached hereto.

Polaris Financial Services, Inc., engages as its principal custodian of assets the Charles Schwab organization. (Some assets, including college plan accounts, are custodiated at American Funds and a few other accounts are custodiated at T Rowe Price.). Typically, Schwab does not charge custody or account maintenance fees. Schwab does charge fees for the buying and selling of securities except in those cases where the mutual fund family elects to absorb those charges. Schwab does charge in some instances fees for the wiring of money to third party organizations and will charge a fee for the transfer of an entire account to another custodian.

Polaris Financial Services, Inc. does not earn commissions from any party; its revenues are generated entirely by its clientele. Polaris Financial Services, Inc. believes it has no conflicts of interest.

Polaris Financial Service, Inc., primarily recommends mutual funds and exchange traded funds and individual municipal bonds to its clientele. While Schwab may charge a transaction fee, all such mutual funds are “no-load” (non-commissionable). All mutual

funds and exchange traded funds charge an annual percentage of assets which varies by company. Some funds assess fees called 12b-1 fees, which pay for marketing and distribution expenses. These fees are categorized as annual operating expenses. Rule 12b-1 fees are disclosed in a mutual fund's prospectus.

Polaris Financial Services, Inc. recommends to its clients that the Charles Schwab organization act as custodian but clients may purchase the same security or investment from an unaffiliated brokerage firm.

Polaris Financial Services, Inc. normally deducts fees from client accounts. Its procedure is to issue to its clients an annual billing early in January and with the exception of clients who are billed at a minimum annual fee, the fee is deducted quarterly in advance. For clients who are billed the minimum fee, that fee is due and payable in its entirety in advance.

Annual Financial Planning and Investment Management

Portfolio value to \$100,000.....	\$ 900
Portfolio value \$100,000-\$250,000.....	\$1,900
Portfolio value \$250,000-\$500,000	\$3,500
Portfolio value \$500,000-\$750,000	\$5,500
Portfolio value \$750,000 to \$1,250,000.....	\$7,500
Portfolio value \$1,250,000 and above.....	\$9,000

- Fees are based on portfolio size, not including real estate or employer sponsored retirement plans.
- First year installation fees (new clients only) are as follows. Note these are one-time charges, *in addition* to an annual fee, and vary according to the value of portfolio assets. We do not count any assets which are not under our active management, such as employer sponsored retirement plans.

Portfolio value to \$250,000	\$1,000
Portfolio value \$250,000-\$500,000	\$1,500
Portfolio value \$500,000-\$1,000,000	\$2,500
Portfolio value \$1,000,000 and above	\$3,000

- Above fees include preparation of your tax returns and financial planning in general.
- Fees are based on assets held at previous year's end and may be adjusted quarterly.
- Charles Schwab & Co. will remit the fee to us, drawn from your money market account quarterly. No security position will be affected. **However, sufficient cash needs to be in the account to cover the quarterly fee.**
- Should our services be terminated during the course of the year, and we have prepared tax returns, our minimum fee of \$900 will be subtracted from the annual retainer, then a prorata portion of any remaining amount will be refunded.

6. PERFORMANCE BASED FEES

Polaris Financial Services, Inc. does not participate in performance based fees.

7. TYPES OF CLIENTS

Polaris Financial Services, Inc. particularly caters to individuals and self employed individuals and as a result does not require any minimum amount of assets to qualify as a client. As indicated elsewhere, Polaris Financial Services, Inc. does count among its clients corporations, non-profit organizations, pension and profit sharing plans and trusts and estates.

8. ANALYSIS, STRATEGIES AND LOSS

Polaris Financial Services, Inc. conducts a client needs analysis while taking into account a client's risk tolerance to arrive at a strategic allocation, that is, whether a portfolio should be comprised of equities only or some combination of equities and bonds. As changes occur in the economy or in a client's objectives and risk tolerances, or in a client's circumstances, tactical allocations are made. Polaris relies on the long term performance records of the investment companies it recommends, requiring certain standards of performance in 3, 5 and 10 year rolling periods against benchmarks and peer group performance. Polaris will recommend whenever possible an investment process known as dollar cost averaging by which a fixed amount of money is invested every month, and typically recommends a diversified portfolio, to include most major asset classes.

Polaris Financial Services does not engage in frequent trading and cautions its clients against investing for the short term and advises all clients that investing in any kind of securities involves risk of loss. Polaris cautions its clients that investing in any security carries risk of loss, and it cautions investors that investing in equities normally carries more risk of loss and more volatility than investing in bonds, though both kinds of investments are always subject to loss. Risk of loss is particularly enhanced when investing for short terms. Polaris does not engage in market timing in any way.

9. DISCIPLINARY ACTIONS

Polaris Financial Services, Inc. has no legal or disciplinary events against the company or any of its officers or employees.

10. OTHER BUSINESS ACTIVITIES AND AFFILIATION

Polaris Financial Services, Inc., in addition to its investment management and financial planning activities, also engages in tax preparation and consulting under the auspices of Polaris Tax and Accounting, Inc, a separate corporation whose principal shareholder is Margaret M. Daly, CPA, also a Vice President of Polaris Financial Services, Inc. Clients are under no obligation to obtain tax or accounting services through Polaris Tax and Accounting, Inc. Any purely accounting services are referred to Polaris Tax and Accounting, Inc.

Elliott R. Chernin holds a securities license designated as a series 7 and is affiliated with a broker-dealer, Financial Telesis, Inc., a regional broker-dealer located in San Rafael, CA. For past securities business transacted through Financial Telesis, Inc., Elliott Chernin receives trailing fees of .0025%, often referred to as 12b (1) fees. These are not used to offset any fees that Polaris may assess. Elliott Chernin does not transact any new business or open any new accounts through Financial Telesis, Inc.

Neither Polaris Financial Services, Inc., nor Polaris Tax and Accounting, Inc. have any affiliation with Financial Telesis, Inc. Polaris is a fee only investment advisory firm that does not and will not receive residual or new commissions.

11. CODE OF ETHICS, PERSONAL TRADING AND PARTICIPATION IN CLIENT TRADING

Polaris has developed a Code of Ethics (the “Code”) which covers its employees, Investment Advisory Representatives and the registered and non-registered assistants of its Investment Advisory Representatives (“Covered Persons”). The Code requires that all Covered Persons conduct all business dealings in an ethical fashion, and encourages all Covered Persons to meet not only the technical requirements of the Code but also its spirit. Under the Code, Covered Persons have an affirmative duty of care, loyalty and honesty and must act in the best interests of their clients. Polaris’ code requires Covered Persons to comply with all federal securities laws. In addition, Covered Persons are prohibited from defrauding, misleading or manipulating a client in any way in connection with the purchase or sale of a security. Further, Covered Persons may not favor the interests of one client over the other. In the course of normal business, Covered Persons may receive confidential information concerning clients and potential clients. The general rule as discussed in the Code is that this information should never be communicated to anyone other than Investment Advisory Representatives, assistants and employees of Polaris who need to know, and where appropriate, to the participants involved in a specific transaction. The Code has strict guidelines regarding personal securities transactions, designed to ensure that Covered Persons are not misusing their inside positions at clients’ expense. Covered Persons are specifically prohibited from profiting personally, directly or indirectly, as a result of knowledge about a security or transaction. To enable Polaris to monitor compliance with the Code, Polaris requires that Covered Persons provide Polaris with duplicate copies of confirmations and statements for accounts held at financial institutions other than Charles Schwab and American Funds.. A copy of the Code of Ethics is available upon request.

Employees of Polaris Financial Services, Inc. may purchase and sell the same mutual funds and exchange traded funds it recommends to its clients. No employee has any material interest in any of its recommendations. Polaris believes that no conflicts of interest exist. However, employees may not take positions contrary to those recommended to clients (for example, selling an investment product while recommending that a client buy that product). All transactions will be placed with the client’s best interest in mind and in accordance with the SEC, FINRA and State requirements.

12. BROKERAGE PRACTICES

Polaris Financial Services, Inc. recommends that its clients utilize the services of Charles Schwab and Co., Inc. as the custodial broker-dealer for assets held in their investment advisory accounts. Schwab provides services such as account maintenance, money market accounts, self directed securities, purchases and sales. Polaris believes that Schwab fees are reasonable and equitable but makes no assessment of these except to note they are generally competitive.

Schwab provides Polaris with access to its institutional trading and operations services, which are typically not available to Schwab retail customers. These services generally are available to independent investment advisors at no charge to them so long as a total of at least \$10 million of the advisor's clients' account assets are maintained at Schwab.

Schwab's services to independent financial advisors include research, brokerage, custody, access to mutual funds and other investments that are otherwise available only to institutional investors or should require a significantly higher minimum initial investment. Schwab Institutional also makes available to Polaris other products and services that benefit the firm but may not directly benefit its clients' accounts. These include software and other technology that provide access to client account data (such as trade confirmations and account statements), facilitate trade execution, provide research, pricing information and other market data, facilitate payment of our fees from clients' accounts, and assist with back office support, record keeping and client reporting. Many of these services may be used to service all or a substantial number of Polaris accounts, including accounts not maintained at Schwab Institutional. Schwab Institutional may also provide Polaris with other services intended to help the firm manage and further develop its business enterprise. These services may include consulting, publications and presentations on practice management, information technology, business succession, regulatory compliance and marketing. In addition, Schwab Institutional may discount or waive fees it would otherwise charge for some of these services or pay all or a part of the fees of a third-party providing these services to Polaris. Polaris believes that most securities custodians provides these services to advisors and also believes the value of these services is not material.

Polaris Financial Services, Inc. believes that any benefit received from Schwab benefits its clientele as a whole and therefore no client fees are reduced for any such benefit. Polaris believes its clients enjoy competitive pricing on the purchase of any securities and all clients benefit alike.

Polaris Financial Services, Inc. does not receive referrals from Schwab.

Since Polaris does not recommend individual securities except individual municipal bonds, it does not engage in aggregate purchases. Mutual funds and Exchange Traded Fund and Municipal Bonds are purchased for clients at Schwab's published prices.

13. ACCOUNT REVIEW

Polaris representatives review client portfolios monthly as well as the mutual fund performance against market indexes and within peer groups. On a semi annual basis, Polaris Representatives review asset allocation. Cash balances are reviewed monthly. Generally, Polaris Representatives meet with clients on at least an annual basis or more frequently at the request of the client.

If and when Polaris Representatives become aware of a client's change in economic circumstances or in objectives or in risk tolerance, we will recommend either an in-person or a telephone meeting, according to the wishes of the client.

Polaris Financial Services, Inc. provides its clients a quarterly report of assets custodiated at Schwab. This report shows clients the security held, the number of shares, their value and whether the security performance represents a plus or minus value from previous year end.

14. REFERRALS OR OTHER COMPENSATION

Polaris Financial Services, Inc., relies almost entirely on its clientele for referrals and no compensation is awarded. Occasionally, a professional colleague, such as an accountant or attorney, may refer a client to Polaris. No compensation is awarded. Polaris does not receive any prizes or awards of any kind from any professional, such as an attorney, that it may refer clients to.

15. CUSTODY

Schwab issues written reports monthly to clients of Polaris Financial Services, Inc. Additionally, clients may access their account information directly from Schwab on its web site. Polaris always recommends that clients review their account statements for accuracy.

The quarterly reports that Polaris Financial Services, Inc. generates for clients are separate from those generated by Schwab.

16. INVESTMENT DISCRETION

Polaris Financial Services does not have discretion over any client account.

17. PROXY VOTING

Polaris Financial Services, Inc. will request that clients vote their own proxies or that they engage another party to determine how the proxies should be voted. Polaris will not provide proxy-voting services.

18. FINANCIAL INFORMATION

Polaris Financial Services, Inc. does not have discretionary authority over client assets. It does not require prepayment of more than \$1,200 in fees per client in advance and has not been party to any bankruptcy petition.