

**Firm Brochure
(Part 2A of Form ADV)**



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This brochure provides information about our qualifications and business practices.

If you have any questions about the contents of this brochure, please contact us by telephone or by email. 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. Registration does not imply a certain level of skill or training.

Additional information is also available on the Internet at www.adviserinfo.sec.gov

Our searchable IARD/CRD number is 133908.

**DATE
March 15, 2022**

Item 2: Material Changes

There have been no material changes since the previous release of the Firm Brochure.

Annual Update

The Material Changes section of this brochure will be updated annually when material changes occur since the previous release of the Firm Brochure and whenever there is a material change.

Full Brochure Available

Within 120 days of our fiscal year end we will deliver our annual Summary of Material Changes if there have been material changes since the last annual updating amendment. With this Summary, we also hereby offer to deliver an updated Investment Advisor Brochure upon your request at any time during the year.

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Item 4: Advisory Business

Firm Description

Parkworth Wealth Management, Inc. offers personal financial planning, investment management, tax and other wealth management services on a fee-only basis to families and individuals throughout the San Francisco Bay Area and beyond. We work with families and individuals whose financial position and situation requires a unique level of attention and who can benefit from our comprehensive, multidisciplinary approach to managing their personal finances.

Our wealth management services comprise financial planning and investment management, including needs analysis, financial goals definition and assessment, cash flow analysis, financial statement preparation, tax planning, investment management (asset allocation, investment selection, rebalancing, performance reporting), retirement planning, estate planning, charitable planning, education planning, risk management and others. Our services are holistic, covering substantially all aspects of your personal financial situation and, importantly, take into consideration the complex interactions of the many areas involved. A thorough understanding of your total assets and obligations and income and expenses is integral to the advice and services we provide.

Because we hold a special position of trust and confidence in working with clients, we hold ourselves to a fiduciary standard. As fiduciaries, we put clients' interests above all other considerations and act with undivided loyalty to our clients. This includes disclosure of how we are compensated and any conflicts of interest.

We are a strictly fee-only firm. We are not affiliated with any investment product firm or insurance company. We do not sell annuities, insurance, stocks, bonds, mutual funds, limited partnerships, or other commissioned products, nor do we receive commissions on product sales. No commissions or finder's fees in any form are accepted. Our only compensation is fees paid by clients for the service and advice we provide. This removes conflicts of interest and helps to ensure you receive impartial advice.

We do not act as a custodian of your assets. You always maintain control of your investment assets. We place trades for you under a limited power of attorney.

Other professionals such as attorneys, accountants and insurance brokers are engaged directly by you on an as-needed basis. We will disclose conflicts of interest to you in the unlikely event they should occur.

Your initial meeting, which may be by telephone or video call, is free of charge and is considered an exploratory interview to determine the extent to which financial planning and investment management services may be beneficial to you.

We were founded in 2003 as Prialta Advisors, Inc. We changed our name to Parkworth Wealth Management, Inc. in 2011.

Assets under Management

As of March 4, 2022, Parkworth Wealth Management, Inc. had regulatory assets under management of \$134,190,713.

Principal Owner

Bruce R. Barton, CFP® CFA is the sole stockholder.

Types of Advisory Services

Comprising financial planning and investment management, our holistic approach to wealth management helps to ensure that investment strategy, tax planning, cash flow and estate planning are all well integrated. Investment decisions are not made in isolation, but instead are made in the context of your overall financial plan.

Investment Management

We provide you with investment management services to meet your individual needs. We evaluate your investment return requirements and your capacity and tolerance for taking investment risk based on your goals, stage in life, financial resources, and tax situation. We use this information to develop an investment policy statement for you, and to construct and manage your investment portfolio based on that investment policy.

Portfolio construction is based first on asset allocation, and second on selection of investment vehicles to fulfill the asset allocation. Investment selections typically include no-load index mutual funds, including enhanced index mutual funds, and exchange-traded index funds (ETFs).

Other investments used in portfolio construction may include equities (stocks), options contracts, listed options, warrants, corporate debt securities, commercial paper, certificates of deposit, municipal debt securities, investment company securities (variable life insurance, variable annuities, and mutual funds shares), U. S. government securities, futures contracts, and the use of separate account managers, although our investment management practice is centered on enhanced index mutual funds and exchange-traded index funds.

Mutual fund and exchange-traded fund companies charge each fund shareholder an investment management fee that is disclosed in the fund prospectus. Custodians may charge a transaction fee for the purchase of some mutual funds. Custodians also may charge a transaction fee for stock, bond and other securities trades. We do not receive any direct compensation, , from fund companies or custodians.

We provide advice on and may help clients invest in, and supervise their investments in, alternative investments such as real estate, venture capital, private equity, managed futures, hedge funds and trust deeds. We may also advise clients on employer sponsored retirement plan investments or assist with other special projects, for example, with implementation of hedging strategies for concentrated stock positions.

We provide advice on tax efficient investing, estate planning and charitable planning, which requires knowledge of federal and state income and estate tax law.

We will allow you to impose restrictions on investing in certain securities.

We do not invest in wrap fee programs or manage assets for any wrap fee accounts.

We do not invest in initial public offerings (IPOs).

We generally recommend that Fidelity Institutional Wealth Services serves as the custodian for your investment management assets.

On more than an occasional basis, we furnish advice to clients on matters not involving securities, such as financial planning matters, taxation issues, and trust services that often include estate planning.

Financial Planning

Generally, we prepare and implement a financial plan for each client, and monitor the financial plan on an ongoing basis. Your financial plan will assess the likelihood of you achieving your goals and objectives dependent on various personal and financial assumptions, including portfolio design, lifestyle, work and

retirement plans, pursuit of charitable and family goals, and normal savings and consumption behavior. Depending on your needs, your financial plan may also address elements of tax and estate planning and insurance, including life, disability, health and long-term care insurance.

Depending on the complexity and depth of interest or need, we may suggest you also consult with other professionals unrelated to us, including estate planning attorneys, tax accountants and insurance agents. We receive no compensation from any such referrals.

We offer financial planning advice on an ongoing basis. This advice may be triggered based on discussions initiated by you or by needs that have come to our attention as a result of changes in your situation or external factors. Examples include advice about mortgage refinancing, college savings plans, retirement plans, tax planning, and estate planning issues.

Tailored Relationships

The goals and objectives for each client are documented in our client relationship management system, financial planning software, clients' files and folders, and other formats. Investment policy statements are created that reflect clients' stated investment goals and objectives.

Clients may impose restrictions on investing in certain securities or types of securities.

Type of Agreements

The following agreements define the typical client relationships.

Retainer Agreement

We provide the majority of our services on an annual retainer fee basis. The annual retainer fee encompasses annual financial plan review and update; investment management services including asset allocation, investment selection and implementation, investment portfolio monitoring and rebalancing, performance reporting, and investment policy statement review; tax planning; annual net worth statement preparation; review of estate and charitable instruments; and other services.

Project-based Planning Engagements

Occasionally we develop stand-alone financial plans on a project basis to address unique client circumstances. For example, a client might require planning in advance of an expected liquidity event, after which time the client anticipates transitioning to our retainer services. We will not provide discretionary investment management services as part of a stand-alone financial planning project.

Hourly Planning Engagements

Occasionally we provide selected financial planning and advisory services on an hourly basis for clients who need advice on a limited scope of work. Hourly services may include preparation of portions of a financial plan, tax planning, researching particular client issues and offering general financial advice and guidance, which may include investment advice. We will not provide discretionary investment management services on an hourly basis.

Termination of Agreement

Retainer agreements and projects to prepare financial plans are cancelable with 30 days written notice by the client or us, at the sole discretion of either party. Upon cancellation of the retainer agreement or financial planning project by the client, prepaid fees will be prorated for services rendered as of the cancellation date and any unused portion of the prepaid fee will be returned to client.

Important Disclosures

Limitations on Consulting Services

We may provide financial planning and related consulting services regarding non-investment related matters, such as estate planning, tax planning, insurance, etc. You should note that we do not serve as an attorney, accountant, or insurance agency, and no portion of our services should be construed as legal, accounting, or insurance brokerage services.

Accordingly, we do not prepare estate planning documents or sell insurance products. To the extent requested by a client, we may recommend the services of other professionals for certain non-investment implementation purpose. However, clients are reminded that they are under no obligation to engage the services of any such recommended professional. The client retains absolute discretion over all such implementation decisions and is free to accept or reject any of our recommendations.

Retirement Rollovers

A client or prospective client leaving an employer typically has four options regarding an existing retirement plan (and may engage in a combination of these options): (i) leave the money in the former employer's plan, if permitted, (ii) roll over the assets to the new employer's plan, if one is available and rollovers are permitted, (iii) roll over to an Individual Retirement Account ("IRA"), or (iv) cash out the account value (which could, depending upon the client's age, result in adverse tax consequences). If we recommend that a client roll over their retirement plan assets into an account to be managed by us, such a recommendation creates a conflict of interest if we will earn new or increased compensation as a result of the rollover. Furthermore, if we provide a recommendation as to whether a client should engage in a rollover or not, we would be acting as a fiduciary within the meaning of Title I of the Employee Retirement Income Security Act and/or the Internal Revenue Code, as applicable. No client is under any obligation to roll over retirement plan assets.

Mutual Funds and Exchange Traded Funds

We may allocate investment assets to mutual funds and exchange traded funds ("ETFs") that are not available directly to the public, we may also allocate investment assets to publicly available mutual funds and ETFs that the client could purchase without engaging us as their investment adviser. However, if a client or prospective client determines to purchase publicly available mutual funds or ETFs without engaging us as an investment adviser, the client or prospective client would not receive the benefit of our initial and ongoing investment advisory services with respect to management of the asset.

Other mutual funds and ETFs, such as those issued by Dimensional Fund Advisors ("DFA"), are generally only available through selected registered investment advisers. We may allocate client investment assets to DFA mutual funds or ETFs. Therefore, upon the termination of our services to a client, restrictions regarding transferability and/or additional purchases of, or reallocation among DFA funds generally apply.

Cash Positions

We continue to treat cash as an asset class. As such, unless otherwise agreed, all cash positions (money markets, etc.) shall continue to be included as part of assets under management for purposes of calculating our advisory fee. At any specific point in time, depending upon perceived or anticipated market conditions or events, we may maintain cash positions for defensive purposes. In addition, while assets are

maintained in cash, such amounts could miss market advances. Depending upon current yields, at any point in time, our advisory fee could exceed the interest paid by the client's money market fund.

Socially Responsible Investing Limitations

Socially Responsible Investing involves the incorporation of Environmental, Social and Governance considerations into the investment due diligence process ("ESG"). There are potential limitations associated with allocating a portion of an investment portfolio in ESG securities (i.e., securities that have a mandate to avoid, when possible, investments in such products as alcohol, tobacco, firearms, oil drilling, gambling, etc.). The number of these securities may be limited when compared to those that do not maintain such a mandate. ESG securities could underperform broad market indices. Investors must accept these limitations, including potential for underperformance. Correspondingly, the number of ESG mutual funds and exchange traded funds are few when compared to those that do not maintain such a mandate. As with any type of investment, including any investment and/or investment strategies recommended and/or undertaken by us, there can be no assurance that investment in ESG securities or funds will be profitable, or prove successful.

ByAllAccounts

In conjunction with the services provided by ByAllAccounts, Inc., we may also provide periodic comprehensive reporting services which can incorporate all of the client's investment assets, including those investment assets that are not part of the assets we manage (the "Excluded Assets").

Unless otherwise specifically agreed to, in writing, our service relative to the Excluded Assets is limited to reporting only. The sole exception to the above shall be if we are specifically engaged to monitor or allocate the assets within the client's 401(k) account maintained away at the custodian directed by the client's employer. As such, we do not maintain any trading authority for the Excluded Assets. Rather, the client or the client's designated other investment professional(s) maintain supervision, monitoring and trading authority for the Excluded Assets. If we are asked to make a recommendation as to any Excluded Assets, the client is under absolutely no obligation to accept the recommendation, and we shall not be responsible for any implementation error (timing, trading, etc.) relative to the Excluded Assets. In the event the client desires that we provide investment management services for the Excluded Assets, the client may engage us to do so.

Portfolio Activity

We have a fiduciary duty to provide services consistent with the client's best interest. As part of our investment advisory services, we will review client portfolios on an ongoing basis to determine if any changes are necessary based upon various factors, including, but not limited to, investment performance, fund manager tenure, style drift, account additions/withdrawals, and/or a change in the client's investment objective. Based upon these factors, there may be extended periods of time when we determine that changes to a client's portfolio are neither necessary nor prudent. Clients nonetheless remain subject to the fees described in below during periods of account inactivity.

Client Obligations

In performing our services, we shall not be required to verify any information received from the client or from the client's other professionals, and are expressly authorized to rely thereon. Moreover, each client is advised that it remains their responsibility to promptly notify us if there is ever any change in their financial situation or investment objectives for the purpose of reviewing, evaluating or revising our previous recommendations or services.

Disclosure Statement

A copy of our written Brochure and Client Relationship Summary, as set forth on Part 2A of Form ADV and Form CRS respectively, shall be provided to each client prior to, or contemporaneously with, the execution of an advisory agreement.

Item 5: Fees and Compensation

Description

Annual retainer fees are calculated based on a percentage of the market value of the client's investment portfolio. All services described above are included for this amount. Annual retainer fees are calculated annually and billed quarterly in advance in equal installments according to the following schedule:

| Market Value of Investments | Annual Fee |
|-----------------------------|------------|
| The first \$1,000,000 | 1.00% |
| The next \$2,000,000 | 0.75% |
| The next \$2,000,000 | 0.60% |
| Over \$5,000,000 | 0.45% |

Financial Planning

In addition to the annual retainer fee, we charge an initial fee for financial plan preparation which varies based on the complexity of each client's unique situation. Generally, the initial financial planning fee is \$3,000.

Fee Billing

Clients are provided a fee quotation in writing. The initial financial plan preparation fee is due upon initiation of work. Also upon initiation of work, clients are billed for the first quarterly payment of the annual retainer fee, prorated for services to be rendered during the remainder of the quarter. The account set-up fee, if any, is billed upon completion of account set-up tasks.

We perform a variety of administrative tasks at the beginning of each client relationship. If, in the initial evaluation of a client's situation, we determine that the process to consolidate, coordinate and establish the client's investment accounts will require an unusual level of administrative work, we may charge an additional account set-up fee. The account set-up fee will be charged either as a stated amount of money or as an hourly fee, as we and you agree at that the time.

Where we are helping clients invest in alternative investments or assisting with special projects, we may negotiate an additional fixed annual retainer fee with clients for these extra activities or projects.

Financial plans are available on a project fee basis. Fees for preparation of a financial plan only (i.e., no implementation of recommendations) depend on the complexity of the client's financial situation and typically range from \$3,000 to \$10,000. Client financial needs and goals, number and value of client assets and obligations, client income and number of income sources, amount and character of client expenses, and estate and tax planning considerations affect the complexity of the financial planning process. Clients are provided with a written quotation for the cost of a financial plan. Clients are required to make a payment equal to 50% of the fee to initiate work on the project. A final payment of 50% is due upon presentation of the completed financial plan.

We will send a statement to you showing the amount of the fee, the value of your assets upon which the fee was based, and the specific manner in which the fee was calculated, (b) disclose to you that it is your responsibility to verify the accuracy of the fee calculation and that the custodian will not determine whether the fee is properly calculated, and (c) send a bill to the custodian indicating only the amount of the fee to be paid by the custodian.

We will adjust our quarterly billing to address net intra-quarter additions and/or withdrawals to or from your account in excess of \$100,000. Should an adjustment be necessary, we shall either add or deduct from the following quarter's fee, based upon the intra-quarter addition or withdrawal and the number of days remaining in the quarter at the time of the addition or withdrawal.

Our fees on an hourly basis depend on the hourly billing rate or rates of the staff members performing your work. Our hourly billing rates range from \$180 per hour to \$360 per hour.

All fees are negotiable, including initial financial plan preparation and account set-up fees, annual retainer fees and project fees. Clients may bear other fees and expenses, including custodian fees and brokerage costs in addition to the fees noted above.

Other Fees

Custodians may charge transaction fees on purchases or sales of certain mutual funds, exchange-traded funds and other securities. These transaction charges are usually small and incidental to the purchase or sale of a security. The selection of the security is more important than the nominal fee that the custodian charges to buy or sell the security.

Expense Ratios

Mutual funds and exchange-traded funds generally charge a management fee for their services as investment managers. The management fee is called an expense ratio. For example, an expense ratio of 0.30 means that the mutual fund company charges 0.3% for their services. These fees are in addition to the fees paid by you to us.

Performance figures quoted by fund companies in various publications are after their fees have been deducted.

Item 6: Performance-Based Fees

Sharing of Capital Gains

Our fees are not based on a share of capital gains or capital appreciation of managed securities.

We do not use a performance-based fee structure because of the potential conflict of interest. Performance-based compensation may create an incentive for the adviser to recommend an investment that may carry a higher degree of risk than is appropriate for your situation.

Item 7: Types of Clients

Description

Generally, we provide wealth management services to families and individuals. We may also provide advisory services to pension and profit sharing plans, trusts, estates, charitable organizations, corporations or other entities, primarily in connection with our work on behalf of families and individuals.

Client relationships vary in scope and length of service. We value long-term relationships with our clients and believe our accumulated experience with a client's needs, goals and lifestyle increases the value of our advice over time.

Account Minimums

We provide financial planning and investment management services including needs analysis, financial goals definition and assessment, cash flow analysis, financial statement preparation, tax planning, investment management, retirement planning, estate planning, charitable planning, education planning, risk management and others. Services are holistic, covering substantially all aspects of a client's personal financial situation. Our minimum fee for the above services includes a minimum initial planning fee of \$3,000, which we may adjust depending on your situation.

Item 8: Methods of Analysis, Investment Strategies and Risk of Loss

Methods of Analysis

We use a variety of security analysis methods include charting, fundamental analysis, technical analysis, and cyclical analysis.

Our main sources of information include financial newspapers and magazines, inspections of corporate activities, research materials prepared by others (e.g., Fidelity research services and research provided by mutual fund and exchange-traded fund companies, and other investment product companies), corporate rating services, annual reports, prospectuses, filings with the Securities and Exchange Commission, and company press releases.

Other sources of information that we may use include Morningstar mutual fund and stock information and public Internet financial websites.

Investment Strategies

The core of our investment approach is known as asset class investing. Asset classes are groups of investments with similar characteristics that behave similarly in the market. Examples of asset classes are small stocks, large stocks, cash, bonds, international stocks, and emerging markets stocks. Asset allocation is the process of combining asset classes in different proportions to create portfolios.

Research examining eighty years of capital market history indicates that the structure of a portfolio is the primary determinant of its performance. In particular, asset allocation decisions between stocks and bonds, small and large stocks, and value and growth stocks to a large extent determine the performance of broadly diversified portfolios. These characteristics have been verified in markets worldwide and continue to the present. Asset allocation and structuring client portfolios based on these findings is central to our investment approach.

In selecting specific asset class investments to build portfolios, we prefer broadly diversified, passively-managed investments such as index mutual funds, including enhanced index mutual funds, and exchange traded funds in publicly-traded securities markets.

We work to limit investment expenses and we use investment management techniques which minimize the impact of taxes. Fund expenses and taxes reduce your return; lowering expenses and minimizing taxes effectively increases your investment return. Lowering expenses and minimizing income, capital gains and estate taxes can lead to significant increases in net worth when compounded over many years.

For traditional asset classes, we invest in low expense, no-load, passively-managed index mutual funds, including enhanced index mutual funds, and exchange traded funds which are tax efficient. In addition, we have access to quality institutional mutual funds with low expenses and high tax efficiency.

When possible and cost effective, we include alternative asset classes such as real estate, commodities, venture capital, private equity and hedge funds in portfolios to increase return and further diversify. Alternative asset classes have investment characteristics different from traditional asset classes which gives them their potential for higher return and their diversifying benefits. Because alternative asset classes are actively managed, we focus on investing with intelligent, hardworking and ethical managers having proven track records and sound ideas for generating an economic return.

We rebalance client portfolios to maintain their asset allocations as asset class components change in value over time. Rebalancing allows us to maintain the proper risk level in a client portfolios. For example, a hypothetical portfolio holds 70% stocks and 30% bonds. After a period of time, the stocks increase in value to represent 75% of the portfolio and bonds decrease in value to represent 25% of the portfolio. The overall risk of the portfolio has increased because the portfolio is now holding more of the risky stocks. To reduce the risk of the portfolio and return the portfolio to the original target asset allocation, we rebalance the portfolio, selling stocks and buying bonds until the portfolio is again comprised 70% of stocks and 30% of bonds.

Much of investment management industry practice and academic research in financial economics has arisen to meet the needs of institutional investors such as pension funds and university endowments. The needs of individual investors are more complex and require additional consideration. Individual investors face numerous complicated tax and estate laws and changing cash flow needs from their portfolios over their lifetimes. We believe we have put into practice the best current thinking about how to maximize wealth for individual investors and we continue our active study of this area.

Our comprehensive approach to wealth management addresses the additional complexities facing individual investors by ensuring that investment strategy, tax planning, cash flow and estate planning are all well integrated. Investment decisions are not made in isolation, but instead are made in the context of a client's overall financial plan.

Risk of Loss

Your capacity and willingness to bear risk are particularly important factors in the design of your investment portfolio. After reviewing your current financial situation and objectives we understand your capacity to bear risk. Your financial plan further indicates how much risk you can and need to take in order to meet your future commitments, whether retirement, educational, or charitable. And after getting to know you personally, we also understand your temperament with respect to investment volatility. Your investment portfolio design and ongoing management reflect all of these important factors.

All investment programs have certain risks that are borne by the investor. Our investment approach constantly keeps the risk of loss in mind.

Investors face the following investment risks:

Interest-rate Risk: Fluctuations in interest rates may cause investment prices to fluctuate. For example, when interest rates rise, yields on existing bonds become less attractive, causing their market values to decline.

Market Risk: The price of a security, bond, or mutual fund may drop in reaction to tangible and intangible events and conditions. This type of risk is caused by external factors independent of a security's particular underlying circumstances. For example, political, economic and social conditions may trigger market events.

Inflation Risk: When any type of inflation is present, a dollar today will not buy as much as a dollar next year, because purchasing power is eroding at the rate of inflation.

Currency Risk: Overseas investments are subject to fluctuations in the value of the dollar against the currency of the investment's originating country. This is also referred to as exchange rate risk.

Reinvestment Risk: This is the risk that future proceeds from investments may have to be reinvested at a potentially lower rate of return (i.e., interest rate). This primarily relates to fixed income securities.

Business Risk: These risks are associated with a particular industry or a particular company within an industry. For example, oil-drilling companies depend on finding oil and then refining it, a lengthy process, before they can generate a profit. They carry a higher risk of profitability than an electric company, which generates its income from a steady stream of customers who buy electricity no matter what the economic environment is like.

Liquidity Risk: Liquidity is the ability to readily convert an investment into cash. Generally, assets are more liquid if many traders are interested in a standardized product. For example, Treasury Bills are highly liquid, while real estate properties are not.

Financial Risk: Excessive borrowing to finance a business' operations increases the risk of profitability, because the company must meet the terms of its obligations in good times and bad. During periods of financial stress, the inability to meet loan obligations may result in bankruptcy and/or a declining market value.

Borrowing Against Assets/Risks

A client who has a need to borrow money could determine to do so by using:

- Margin -The account custodian or broker-dealer lends money to the client. The custodian charges the client interest for the right to borrow money, and uses the assets in the client's brokerage account as collateral; and,
- Pledged Assets Loan - In consideration for a lender (i.e., a bank, etc.) to make a loan to the client, the client pledges its investment assets held at the account custodian as collateral;

These above-described collateralized loans are generally utilized because they typically provide more favorable interest rates than standard commercial loans. These types of collateralized loans can assist with a pending home purchase, permit the retirement of more expensive debt, or enable borrowing in lieu of liquidating existing account positions and incurring capital gains taxes. However, such loans are not without potential material risk to the client's investment assets. The lender (i.e. custodian, bank, etc.) will have recourse against the client's investment assets in the event of loan default or if the assets fall below a certain level. For this reason, we do not recommend such borrowing unless it is for specific short-term purposes (i.e. a bridge loan to purchase a new residence). We do not recommend such borrowing for investment purposes (i.e. to invest borrowed funds in the market). Regardless, if the client was to determine to utilize margin or a pledged assets loan, the following economic benefits would inure to us:

- by taking the loan rather than liquidating assets in the client's account, we continue to earn a fee on such account assets; and,
- if the client invests any portion of the loan proceeds in an account to be managed by us, we will receive an advisory fee on the invested amount; and,
- if our advisory fee is based upon the higher margined account value, we will earn a correspondingly higher advisory fee. This could provide us with a disincentive to encourage the client to discontinue the use of margin.

The Client must accept the above risks and potential corresponding consequences associated with the use of margin or a pledged assets loans.

Item 9: Disciplinary Information

Legal and Disciplinary

The firm and its employees have not been involved in legal or disciplinary events related to past or present investment clients.

Item 10: Other Financial Industry Activities and Affiliations

Financial Industry Activities

We are not involved in any other financial industry activities.

Affiliations

We have no arrangements that are material to our advisory business or our clients with any other entity.

Item 11: Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

Code of Ethics

We maintain a code of ethics which requires that all personnel act with integrity, competence, dignity and in an ethical manner when dealing with the public, clients, prospective clients, employers and employees. The code of ethics places upon us the duty to exercise our authority and responsibility for the benefit of our clients, to place the interests of our clients first and to refrain from having outside interests that conflict with the interests of our clients. We will not disclose any nonpublic personal information about you to any nonaffiliated third party without your express permission to do so. We are also obligated under our code of ethics to maintain the security of your information, including information stored on computers. The code of ethics provides specific guidance in the areas of disclosure of conflicts of interest, acceptance of gifts, personal securities transactions, prohibited transactions, nonpayment of referral fees, prohibition on insider trading and others. All personnel are covered by the code of ethics and failure to comply may result in disciplinary action, including termination. We will provide a copy of our complete code of ethics to you upon request.

Participation or Interest in Client Transactions

Our employees may purchase and sell securities for their own personal portfolios. These securities may or may not be the same securities that we recommend, purchase or sell with respect to client accounts, for a number of reasons, including the fact that employees' personal financial goals and circumstances may differ from those of our clients. This personal trading may result in a conflict of interest. In addition, our employees may take action with respect to their own assets that may differ from the advice given, or may involve a different timing or nature of action taken than with respect to one or all of our clients' accounts.

Personal Trading

Our Chief Compliance Officer is Bruce R. Barton. He reviews all employee trades each quarter. The personal trading reviews ensure that the personal trading of employees does not affect the markets, and that clients of the firm receive preferential treatment. Since most employee trades are small mutual fund trades or exchange-traded fund trades, the trades do not affect the securities markets.

Item 12: Brokerage Practices

Selecting Brokerage Firms

We are not affiliated with any entities that sell financial products or securities. We make specific custodian recommendations to clients based on their need for such services. We recommend custodians based on the proven integrity and financial responsibility of the custodial firm and the best execution of orders at reasonable commission rates.

We recommend that clients establish brokerage accounts with Fidelity Institutional Wealth Services, a registered broker-dealer, member SIPC, to maintain custody of clients' assets and to effect trades for their accounts. We are independently owned and operated and not affiliated with Fidelity. Fidelity provides us with access to its institutional trading and custody services, which are typically not available to retail investors. These services generally are available to independent investment advisors on an unsolicited basis, at no charge to them.

Fidelity's services include brokerage, custody, research, and access to mutual funds and other investments that are otherwise generally available only to institutional investors or would require a significantly higher minimum initial investment. For our client accounts maintained in its custody, Fidelity generally does not charge separately for custody but is compensated by account holders through commissions or other transaction-related fees for securities trades that are executed through Fidelity or that settle into Fidelity accounts.

Fidelity also makes available to us other products and services that benefit us but may not benefit our clients' accounts. Some of these other products and services assist us in managing and administering 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 (and allocation of aggregated trade orders for multiple client accounts); provide research, pricing information and other market data; facilitate payment of our fees from our clients' accounts; and assist with back-office functions, recordkeeping and client reporting. Many of these services generally may be used to service all or a substantial number of our accounts.

Fidelity also makes available to us other services intended to help us manage and further develop our business. These services may include consulting, publications and conferences on practice management, information technology, business succession, regulatory compliance, and marketing. In addition, Fidelity may make available, arrange and/or pay for these types of services rendered to us by independent third parties. Fidelity 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 us.

While as a fiduciary we endeavor to act in our clients' best interests, our recommendation that clients maintain their assets in accounts at Fidelity may be based in part on the benefit to us of the availability of some of the foregoing products and services and not solely on the nature, cost or quality of custody and brokerage services provided by Fidelity, which may create a potential conflict of interest.

We do not receive fees or commissions from any of these arrangements.

Best Execution

We review the execution of trades at our custodian each quarter. The review is documented in our Compliance Manual. Trading fees charged by the custodian are also reviewed on an annual basis. We do not receive any portion of the trading fees.

Soft Dollars

We do not receive any soft dollar benefits or participate in soft dollar arrangements. Soft dollar arrangements refer to the practice of executing client brokerage transactions through a particular broker in exchange for research, research products and services, and execution services.

Order Aggregation

When we determine that more than one client is purchasing or selling the same security, we generally seek to aggregate or “bunch” individual orders by executing those orders as a block or in several blocks through our brokers. By aggregating purchase or sale orders for clients, we may be able to obtain lower commission costs because larger orders tend to have lower execution costs. Each client account that participates in an aggregated order will participate at the average price for all of our transactions in that security on a given business day, with transaction costs shared pro rata based on each account’s participation in the transaction.

Trade Errors

From time-to-time we may make an error in submitting a trade order on your behalf. When this occurs, we may place a correcting trade with the broker-dealer which has custody of your account. If an investment loss results from the correcting trade, we will cover the loss. If an investment gain results from the correcting trade, the gain will remain in your account unless the same error involved other client account(s) that should have received the gain, it is not permissible for you to retain the gain, or we confer with you and you decide to forego the gain (e.g., for tax reasons).

Item 13: Review of Accounts

Periodic Reviews

Account reviews are performed at least quarterly by Bruce R. Barton. Account reviews are performed more frequently when market conditions dictate.

Review Triggers

Other conditions that may trigger a review are changes in the tax laws, new investment information, and changes in your own situation.

Regular Reports

Bruce R. Barton is the firm's portfolio manager. He considers your current security positions and the likelihood that the performance of each security will contribute to your investment objectives.

You will receive periodic communications on at least a quarterly basis.

Occasionally there may be variances between the reports provided by us and those you receive from your custodian because of timing differences in posting of dividends or interest. We request that you contact us in the event that you notice any discrepancies or have any questions about your reports.

Item 14: Client Referrals and Other Compensation

Incoming Referrals

We have been fortunate to receive many client referrals. The referrals came from current clients, estate planning attorneys, family law attorneys, accountants, employees, personal friends of employees and other similar sources. We also receive referrals from consumer search services sponsored by professional organizations including National Association of Personal Financial Advisors, CFA Institute and Certified Financial Planner Board of Standards Inc. We do not compensate referring parties for these referrals.

Referrals Out

We do not accept referral fees or any form of remuneration from other professionals when we refer a prospect or client to them.

Other Compensation

We participate in Fidelity's institutional program for investment advisors (i.e., we are customers of Fidelity Institutional Wealth Services). As part of this program, we receive benefits that we would not receive if we did not provide investment advice to clients. While there is no direct affiliation or fee sharing arrangement between Fidelity and us for participation in the institutional program, economic benefits are received by us that would not be received if we did not have an established relationship with Fidelity. These benefits do not depend on the amount of transactions directed by us to Fidelity. These benefits may include: a dedicated trading desk that services our clients, a dedicated service group and an account services manager dedicated to our account, access to a real-time order matching system, ability to perform block trades, electronic download of position and transaction data, duplicate and batched client statements, confirmations and year-end summaries, the ability to have advisory fees directly debited from client accounts (in accordance with federal and state requirements), access to Fidelity economic and market research and the ability to have custody fees waived in accordance with federal and state requirements.

We do not receive any commissions or referral fees for any recommendations we make to other professionals.

Item 15: Custody

Account Statements

All assets are held at qualified custodians. Custodians provide account statements directly to you at their address of record at least quarterly.

We will send a statement to you showing the amount of your fee, the value of your assets upon which the fee was based, and the specific manner in which the fee was calculated, (b) disclose to you that it is your responsibility to verify the accuracy of the fee calculation and that the custodian will not determine whether the fee is properly calculated, and (c) send a bill to the custodian indicating only the amount of the fee to be paid by the custodian.

Performance Reports

We provide you with performance reports at least quarterly. You are urged to compare the account statements received directly from your custodians to the performance reports provided by us.

We provide other services on behalf of its clients that require disclosure at ADV Part 1, Item 9. In particular, certain clients have signed asset transfer authorizations that permit the qualified custodian to rely upon instructions from us to transfer client funds to “third parties.” In accordance with the guidance provided in the SEC Staff’s February 21, 2017 Investment Adviser Association No-Action Letter, the affected accounts are not subjected to an annual surprise CPA examination.

Item 16: Investment Discretion

Discretionary Authority for Trading

For clients whose assets we are managing on a discretionary basis, all investment management activity is subject to a written investment policy statement agreed to by a client prior to implementing an investment strategy. The investment policy statement is reviewed with the client not less than annually. We have complete authority, without obtaining your specific consent, as to the selection of securities to be bought and sold, the amount of securities to be bought and sold and the broker or dealer to be used in executing transactions, subject only to the written investment policy.

Discretionary trading authority facilitates placing trades in your accounts on your behalf so that we may promptly implement the investment policy that you have approved in writing.

Limited Power of Attorney

A limited power of attorney is a trading authorization for this purpose.

Item 17: Voting Client Securities

Proxy Votes

We do not vote proxies. Therefore, although we may provide investment management services relative to your investment assets, you maintain exclusive responsibility for: (1) directing the manner in which proxies solicited by issuers of securities beneficially owned by you shall be voted, and (2) making all elections relative to any mergers, acquisitions, tender offers, bankruptcy proceedings or other type events pertaining to the your investment assets. We and/or you shall correspondingly instruct each custodian of the assets to forward to you copies of all proxies and shareholder communications relating to your investment assets.

Item 18: Financial Information

Financial Condition

We do not have any financial impairment that will preclude the firm from meeting contractual commitments to you.

A balance sheet is not required to be provided because we do not serve as a custodian for your funds or securities, and do not require prepayment of fees of more than \$1,200 per client, and six months or more in advance.

Privacy Notice

We are committed to maintaining the confidentiality, integrity and security of the personal information that is entrusted to us. Categories of non-public information that we collect from you will include information about personal finances. If authorized to do so, we will provide specific information to attorneys, accountants, and mortgage lenders with whom you have established a relationship. With authorization, we also share a limited amount of information about you with Fidelity in order to execute securities transactions on your behalf.

We maintain a secure office to ensure that your information is not placed at unreasonable risk. We employ a firewall barrier, data encryption techniques and authentication procedures in our computer environment. It is also our policy to shred any paper containing non-public information prior to discarding it. We do not provide personal information to mailing list vendors or solicitors.

We have also adopted policies regarding the destruction of data on computers when they are replaced. We will notify you in the event that there is a breach of computer security.

We require strict confidentiality in our agreements with unaffiliated third parties that require access to your personal information, including financial service companies, consultants, and auditors. Federal and state securities regulators may review our records and clients' personal records as permitted by law.

Personally identifiable information about you is maintained during the time that you are a client, and for the required period thereafter as required by federal and state securities laws. After that time, the information will be destroyed.