

# Item 1: Cover Page



68 3rd Street  
Brooklyn, NY 11231

## **Form ADV Part 2A – Firm Brochure**

(347) 338-0278

[www.yy-advisors.com](http://www.yy-advisors.com)

Dated March 28, 2023

This Brochure provides information about the qualifications and business practices of Yearwood Young Advisors LLC, “YYA”. If you have any questions about the contents of this Brochure, please contact us at (347) 338-0278. 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.

Yearwood Young Advisors LLC is registered as an Investment Adviser with the SEC. Registration of an Investment Adviser does not imply any level of skill or training.

Additional information about YYA is available on the SEC’s website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov), which can be found using the firm’s identification number, 307719.

## Item 2: Material Changes

Since the previous annual filing of the Form ADV Part 2A for YYA in March 2022, the following material changes have occurred:

- Yearwood Young Advisors is now an SEC registered firm.
- Yearwood Young Advisors has updated their address, please see item 1 for details.
- Yearwood Young Advisors may, in some cases, accept custody of client funds and securities. Please see Item 15 for details.

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# Item 4: Advisory Business

## Description of Advisory Firm

Yearwood Young Advisors LLC is registered as an Investment Adviser with the SEC. The firm was founded in January, 2020. Katherine Yearwood Young is the principal owner of YYA. YYA currently reports \$49,022,211 discretionary and no non-discretionary Assets Under Management. Assets Under Management were calculated as of December 31, 2022.

## Types of Advisory Services

### Investment Management Services

YYA is in the business of managing individually tailored investment portfolios. Our firm provides continuous advice to a Client regarding the investment of Client funds based on the individual needs of the Client. Through personal discussions in which goals and objectives based on a Client's particular circumstances are established, we develop a Client's personal investment policy or an investment plan with an asset allocation target, and create and manage a portfolio based on that policy and allocation target. We will also review and discuss a Client's prior investment history, as well as family composition and background.

Account supervision is guided by the stated objectives of the Client subject to any agreed upon constraints, as well as tax considerations. Clients may impose reasonable restrictions on investing in certain securities, types of securities, or industry sectors. Fees pertaining to this service are outlined in Item 5 of this Brochure.

### Ongoing Comprehensive Financial Planning

This service involves working one-on-one with a planner over an extended period of time. By paying a fixed monthly or quarterly fee, Clients collaborate with a planner who will work with them to develop and implement their plan. The planner will monitor the plan, recommend any changes and ensure the plan is up to date.

To begin the planning process, a Client will be taken through establishing their goals and values around money. They will be required to provide information to help complete the following areas of analysis: net worth, cash flow, insurance, credit scores/reports, employee benefit, retirement planning, insurance, investments, college planning, and estate planning. Once the Client's information is reviewed, their plan will be built and analyzed, and then the findings, analysis, and potential changes to their current situation will be reviewed with the Client. Clients subscribing to this service will receive a written or an electronic report, providing the Client with a detailed financial plan designed to achieve his or her stated financial goals and objectives. If a follow-up meeting is required, we will meet at the Client's convenience. The plan and the Client's financial situation and goals will be monitored throughout the year and follow-up phone calls and emails will be made to the Client to confirm that any agreed upon action steps have been carried out. On at least an annual basis, there will be a full review of this plan to ensure its accuracy and ongoing appropriateness. Any needed updates will be implemented at that time.

In general, the financial plan will address any or all of the following areas of concern. The Client and advisor will work together to select specific areas to cover. These areas may include, but are not limited to, the following:

**Business Planning:** We provide consulting services for Clients who currently operate their own business, are considering starting a business, or are planning for an exit from their current business. Under this type of engagement, we work with you to assess your current situation, identify your objectives, and develop a

plan aimed at achieving your goals.

**Cash Flow and Debt Management:** We will conduct a review of your income and expenses to determine your current surplus or deficit along with advice on prioritizing how any surplus should be used or how to reduce expenses if they exceed your income. Advice may also be provided on which debts to pay off first based on factors such as the interest rate of the debt and any income tax ramifications. We may also recommend what we believe to be an appropriate cash reserve that should be considered for emergencies and other financial goals, along with a review of accounts (such as money market funds) for such reserves, plus strategies to save desired amounts.

**College Savings:** Includes projecting the amount that will be needed to achieve college or other post-secondary education funding goals, along with advice on ways for you to save the desired amount. Recommendations as to savings strategies are included, and, if needed, we will review your financial picture as it relates to eligibility for financial aid or the best way to contribute to grandchildren (if appropriate).

**Employee Benefits Optimization:** We will provide review and analysis as to whether you, as an employee, are taking the maximum advantage possible of your employee benefits. If you are a business owner, we will consider and/or recommend the various benefit programs that can be structured to meet both business and personal retirement goals.

**Estate Planning:** This usually includes an analysis of your exposure to estate taxes and your current estate plan, which may include whether you have a will, powers of attorney, trusts, and other related documents. Our advice also typically includes ways for you to minimize or avoid future estate taxes by implementing appropriate estate planning strategies such as the use of applicable trusts. We always recommend that you consult with a qualified attorney when you initiate, update, or complete estate planning activities. We may provide you with contact information for attorneys who specialize in estate planning when you wish to hire an attorney for such purposes. From time-to-time, we will participate in meetings or phone calls between you and your attorney with your approval or request.

**Financial Goals:** We will help Clients identify financial goals and develop a plan to reach them. We will identify what you plan to accomplish, what resources you will need to make it happen, how much time you will need to reach the goal, and how much you should budget for your goal.

**Insurance:** Review of existing policies to ensure proper coverage for life, health, disability, long-term care, liability, home, and automobile.

**Investment Analysis:** This may involve developing an asset allocation strategy to meet Clients' financial goals and risk tolerance, providing information on investment vehicles and strategies, reviewing employee stock options, as well as assisting you in establishing your own investment account at a selected broker/dealer or custodian. The strategies and types of investments we may recommend are further discussed in Item 8 of this Brochure.

**Retirement Planning:** Our retirement planning services typically include projections of your likelihood of achieving your financial goals, typically focusing on financial independence as the primary objective. For situations where projections show less than the desired results, we may make recommendations, including those that may impact the original projections by adjusting certain variables (e.g., working longer, saving more, spending less, taking more risk with investments). If you are near retirement or already retired, advice may be given on appropriate distribution strategies to minimize the likelihood of running out of money or having to adversely alter spending during your retirement years.

**Risk Management:** A risk management review includes an analysis of your exposure to major risks that could have a significant adverse impact on your financial picture, such as premature death, disability, property and casualty losses, or the need for long-term care planning. Advice may be provided on ways to minimize such risks and about weighing the costs of purchasing insurance versus the benefits of doing so and, likewise, the potential cost of not purchasing insurance (“self-insuring”).

**Tax Planning Strategies:** Advice may include ways to minimize current and future income taxes as a part of your overall financial planning picture. For example, we may make recommendations on which type of account(s) or specific investments should be owned based in part on their “tax efficiency,” with the consideration that there is always a possibility of future changes to federal, state or local tax laws and rates that may impact your situation. We recommend that you consult with a qualified tax professional before initiating any tax planning strategy, and we may provide you with contact information for accountants or attorneys who specialize in this area if you wish to hire someone for such purposes. We will participate in meetings or phone calls between you and your tax professional with your approval.

**Charitable Planning/Giving:** Charitable planning services typically include a discovery of your charitable inclinations and advice on how best to incorporate those into your overall financial plan. For example, we may review the various charitable planning structures (funds, trusts, etc.) and work together to make a determination about the most suitable option(s) to achieve your charitable, tax, and estate goals.

## **Family Office Consulting**

For clients of significant wealth who maintain a designated level of AUM at the firm, YYA offers family office consulting. This bespoke service goes deeper than our typical Comprehensive Financial Planning and Investment Management with YYA functioning as your family’s Chief Financial Officer, ensuring that your finances are structured to align with your values and provide the foundation for a life well-lived. As your Family Office Consultant, YYA will serve as your main point of contact for nearly every facet of your financial life. We coordinate directly on your behalf with your suite of professionals, including estate attorneys, trust administrators, accountants, business managers, insurance advisors, and specialized asset managers, among others.

Each engagement is structured in collaboration with the client family to ensure that it addresses their unique needs. A sample of typical services includes:

- Concentrated holdings strategy
- Family governance and education
- Non-profit board guidance
- Professional services coordination
- Financial planning support for heirs
- Alternative investment analysis

- Comprehensive risk management
- Tangible asset advisory

### **Client Tailored Services and Client Imposed Restrictions**

We offer the same suite of services to all of our Clients. However, specific Client financial plans and their implementation are dependent upon the Client Investment Policy Statement, which outlines each Client's current situation (income, tax levels, and risk tolerance levels) and is used to construct a Client-specific plan to aid in the selection of a portfolio that matches restrictions, needs, and targets.

### **Wrap Fee Programs**

We do not participate in wrap fee programs.

## **Item 5: Fees and Compensation**

Please note, unless a Client has received the firm's Disclosure Brochure at least 48 hours prior to signing the investment advisory contract, the investment advisory contract may be terminated by the Client within five (5) business days of signing the contract without incurring any advisory fees. The way in which YYA is paid depends on the type of advisory service we are performing. Please review the fee and compensation information below.

### **Ongoing Comprehensive Financial Planning**

We offer two options for Ongoing Comprehensive Financial Planning as outlined below, and each may be paid by electronic funds transfer or check:

	<b>Upfront Charge</b>	<b>Ongoing Fee</b>	<b>Hourly Fee</b>	<b>Termination Period</b>
<b>Ongoing Comprehensive Financial Planning (12 month commitment)</b>	\$0	Monthly: \$500 - \$12,500 -or- Quarterly: \$1,500 - \$37,500	n/a	12 month commitment, thereafter 30 days
<b>Ongoing Comprehensive Financial Planning (no commitment)</b>	\$6,000 - \$12,500	n/a	\$400	30 days

The upfront portion of the Ongoing Comprehensive Financial Planning fee is for Client onboarding, data gathering, and setting the basis for the financial plan. This work will commence immediately after the fee is paid, and will be completed within the first 90 days of the date the fee is paid. Therefore, the upfront portion of the fee will not be paid more than 6 months in advance. Clients paying an upfront fee for this initial work will pay an hourly fee, charged quarterly, for the work required to implement, monitor, and update the financial plan on an ongoing basis at a rate of \$400 per hour.

For any Ongoing Comprehensive Financial Planning engagement with no upfront charge, a one year commitment of monthly or quarterly fees is required. If a Client terminates the engagement before one year of fees has been paid, a final charge equal to the difference between the annual fee corresponding to the Client's monthly or quarterly fee and the amount paid between the start of the engagement and its termination will be due and payable. This commitment is compensation for Client onboarding, data gathering, and setting the basis for the financial plan. This work will commence immediately after the engagement begins, and will be completed within

the first 90 days of the date the fee is paid. Therefore, any payment of the remaining commitment is for work already completed.

### Investment Management Services

Investment Management services are available on a standalone basis for clients that meet the minimum AUM requirements. Our Investment Management fee is based on the market value of the assets under management and is calculated as follows:

Account Value	Annual Advisory Fee
\$0 - \$3,000,000	0.65%
\$3,000,001 - \$5,000,000	0.55%
\$5,000,001 - \$10,000,000	0.45%
\$10,000,001 - \$20,000,000	0.35%
\$20,000,001 and Above	0.25%

The annual fees are negotiable, prorated and paid in arrears on a quarterly basis. The advisory fee is a blended fee and is calculated by assessing the percentage rates using the predefined levels of assets as shown in the above chart and applying the fee to the account value as of the last day of the previous quarter, resulting in a combined weighted fee. For example, an account valued at \$10,000,000 would pay an effective fee of 0.53% with an annual fee of \$53,000. The quarterly fee is determined by the following calculation:  $((\$3,000,000 \times 0.65\%) + (\$2,000,000 \times 0.55\%) + (\$5,000,000 \times 0.45\%)) \div 4 = \$13,250$ . No increase in the annual fee shall be effective without agreement from the Client by signing a new agreement or amendment to their current advisory agreement.

Advisory fees are directly debited from Client accounts, or the Client may choose to pay by check or electronic funds transfer. Accounts initiated or terminated during a calendar quarter will be charged a prorated fee based on the amount of time remaining in the billing period. An account may be terminated with written notice at least 30 calendar days in advance. Since fees are paid in arrears, no refund will be needed upon termination of the account.

The minimum account size requirement for this Investment Management as a standalone service is \$3,000,000, which may be waived at the firm's discretion.

### Combined Investment Management Services and Ongoing Comprehensive Financial Planning

Clients may engage YYA for combined services of Ongoing Comprehensive Financial Planning and Investment Management. These services can be paid on a fixed fee basis, as outlined below:

	Upfront Charge	Ongoing Fee	Hourly Fee	Termination Period
<b>Ongoing Comprehensive Financial Planning &amp; Investment Management (12 month commitment)</b>	\$0	Monthly: \$625 - \$15,000 -or- Quarterly: \$1,875 - \$45,000	n/a	12 month commitment, thereafter 30 days

For clients with a minimum of \$750,000 of assets under management at YYA (which can be waived at the firm's discretion), the fee for this combined service can either be paid as an annual fixed fee as outlined immediately above or based on the market value of the assets under management calculated as follows:

<b>Account Value</b>	<b>Annual Advisory Fee</b>
<b>\$0 - \$750,000</b>	<b>1.00%</b>
<b>\$750,001 - \$1,500,000</b>	<b>0.80%</b>
<b>\$1,500,001 - \$2,500,000</b>	<b>0.70%</b>
<b>\$2,500,001 - \$3,500,000</b>	<b>0.60%</b>
<b>\$3,500,001 and Above</b>	<b>0.50%</b>

The annual fees are negotiable, prorated and paid in arrears on a quarterly basis. The advisory fee is a blended fee and is calculated by assessing the percentage rates using the predefined levels of assets as shown in the above chart and applying the fee to the account value as of the last day of the previous quarter, resulting in a combined weighted fee. For example, an account valued at \$2,500,000 would pay an effective fee of 0.82% with an annual fee of \$20,500. The quarterly fee is determined by the following calculation:  $((\$750,000 \times 1.00\%) + (\$750,000 \times 0.80\%) + (\$1,000,000 \times 0.70\%)) \div 4 = \$5,125$ . No increase in the annual fee shall be effective without agreement from the Client by signing a new agreement or amendment to their current advisory agreement.

Advisory fees are directly debited from Client accounts, or the Client may choose to pay by check or electronic funds transfer. Accounts initiated or terminated during a calendar quarter will be charged a prorated fee based on the amount of time remaining in the billing period. An account may be terminated with written notice at least 30 calendar days in advance. Since fees are paid in arrears, no refund will be needed upon termination of the account.

### **Family Office Consulting**

Clients may engage this combined service for a fee based on a percentage of assets under management (which also includes our Ongoing Comprehensive Financial Planning and Investment Management Services), an hourly fee, fixed fees, or any combination as outlined in the client agreement.

Fees based on the account value of assets under management will be calculated as follows:

<b>Account Value</b>	<b>Annual Advisory Fee</b>
<b>\$0 - \$20,000,000</b>	<b>0.75%</b>
<b>\$20,000,001 - \$40,000,000</b>	<b>0.50%</b>
<b>\$40,000,001 and Above</b>	<b>0.25%</b>

The annual fees are negotiable, prorated and paid in arrears on a quarterly basis. The advisory fee is a blended fee and is calculated by assessing the percentage rates using the predefined levels of assets as shown in the above chart and applying the fee to the account value as of the last day of the previous quarter, resulting in a combined weighted fee. For example, an account valued at \$25,000,000 would pay an effective fee of 0.70% with an annual fee of \$175,000. The quarterly fee is determined by the following calculation:  $((\$20,000,000 \times 0.75\%) + (\$5,000,000 \times$

0.50%)) ÷ 4 = \$43,750. No increase in the annual fee shall be effective without agreement from the Client by signing a new agreement or amendment to their current advisory agreement.

Advisory fees are directly debited from Client accounts, or the Client may choose to pay by check or electronic funds transfer. Accounts initiated or terminated during a calendar quarter will be charged a prorated fee based on the amount of time remaining in the billing period. An account may be terminated with written notice at least 30 calendar days in advance. Since fees are paid in arrears, no refund will be needed upon termination of the account.

Clients may also engage Family Office Consulting services for the hourly and fixed fee payment options outlined below:

	Ongoing Fee	Hourly Fee	Termination Period
<b>Family Office Consulting (12 month commitment)</b>	Quarterly: \$30,000 - \$75,000	n/a	12 month commitment, thereafter 30 days
<b>Family Office Consulting (no commitment, must be combined with Investment Management services)</b>	n/a	\$400	30 days

Clients may choose to pay an hourly fee, charged quarterly, for the work required to implement, monitor, and update the financial plan, as well as provide other Family Office Consulting services, on an ongoing basis at a rate of \$400 per hour. Clients who are paying an hourly fee for Family Office Consulting must also engage YYA for Investment Management at the fee schedule outlined in the Investment Management Services section above.

For Family Office Consulting engagements that do not include Investment Management, a one year commitment of quarterly fees is required. If a Client terminates the engagement before one year of fees has been paid, a final charge equal to the difference between the annual fee corresponding to the Client's quarterly fee and the amount paid between the start of the engagement and its termination will be due and payable. This commitment is compensation for Client onboarding, data gathering, and setting the basis for the financial plan. This work will commence immediately after the engagement begins, and will be completed within the first 30 days of the date the fee is paid. Therefore, any payment of the remaining commitment is for work already completed.

Fees may be paid by electronic funds transfer or check. An account may be terminated with written notice at least 30 calendar days in advance. Since fees are paid in arrears, no refund will be needed upon termination of the account.

The minimum account size requirement for Family Office Consulting is \$20,000,000, which may be waived at the firm's discretion.

### **Other Types of Fees and Expenses**

Our fees are exclusive of brokerage commissions, transaction fees, and other related costs and expenses which may be incurred by the Client. Clients may incur certain charges imposed by custodians, brokers, and other third parties such as custodial fees, deferred sales charges, odd-lot differentials, transfer taxes, wire transfer, and electronic fund fees, and other fees and taxes on brokerage accounts and securities transactions. Mutual fund and exchange-traded funds also charge internal management fees, which are disclosed in a fund's prospectus. Such

charges, fees, and commissions are exclusive of and in addition to our fee, and we shall not receive any portion of these commissions, fees, and costs.

Item 12 further describes the factors that we consider in selecting or recommending broker-dealers for Client's transactions and determining the reasonableness of their compensation (e.g., commissions).

We do not accept compensation for the sale of securities or other investment products including asset-based sales charges or service fees from the sale of mutual funds.

## Item 6: Performance-Based Fees and Side-By-Side Management

We do not offer performance-based fees and do not engage in side-by-side management.

## Item 7: Types of Clients

We provide financial planning and portfolio management services to individuals and high net-worth individuals.

Item 5 above discloses minimum account size requirements for Investment Management as a stand-alone service and Family Office Consulting. We do not have a minimum account size requirement for Clients who use our Investment Management service in conjunction with Financial Planning services, or Financial Planning as a stand-alone service

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

### **Passive and Active Investment Management**

We may choose investment vehicles that are considered passive, active, or a combination of both styles.

Passive investing involves building portfolios that are composed of various distinct asset classes. The asset classes are weighted in a manner to achieve a desired relationship between correlation, risk and return. Funds that passively capture the returns of the desired asset classes are placed in the portfolio.

Active investing involves a single manager or managers who employ some method, strategy or technique to construct a portfolio that is intended to generate returns that are greater than the broader market or a designated benchmark, or that offer a desired risk/return profile that is unavailable from passive market strategies.

We will primarily engage in passive investing in your portfolio, but may employ actively-managed funds selectively, particularly quantitatively-based strategies. We strive to construct portfolios of funds and individual securities that we believe will have the greatest probability for achieving our clients' personal financial goals with the least amount of volatility and risk rather than attempt to outperform an arbitrary index or benchmark.

Specific investment selections are based on a number of factors that we evaluate in order to select what we believe to be the highest quality funds for our clients. These factors include, but are not limited to, investment strategy, underlying holdings of funds, percentage weighting of holdings within funds, liquidity, tax efficiency, bid/ask spreads, and other smart/strategic beta factors. These factors may or may not result in the lowest cost

ETFs and mutual funds available when utilizing funds in a client's portfolio, but we strive to keep internal fund expenses as low as possible.

**Strategic Asset Allocation** is the focus of our investment strategy. In the portfolio construction process, we focus primarily on asset classes such as equities, fixed income, and cash, but also on economic factor exposures (e.g., GDP growth, inflation, interest rates, etc.). We believe that diversification across asset classes is critical for achieving an attractive reward-to-risk ratio in the portfolio. Through strategic asset allocation, we construct our long-term target weights for asset classes based on the client's time horizon, risk tolerance, and required rate of return to meet his or her financial goals. We also consider each portfolio's exposure to various economic factors (e.g., GDP growth, interest rates, inflation) to try to ensure that the portfolio is robust to potential shifts in such factors. To accomplish this in each Client's portfolio, we consider each potential fund's investment strategy, whether active (e.g., fundamental, quantitative) or passive.

## **Material Risks Involved**

**All investing strategies YYA offers involve risk and may result in a loss of your original investment which you should be prepared to bear.** Many of these risks apply equally to stocks, bonds, commodities, and any other investment or security. Material risks associated with our investment strategies are listed below.

**Market Risk:** Market risk involves the possibility that an investment's current market value will fall because of a general market decline, reducing the value of the investment regardless of the operational success of the issuer's operations or its financial condition.

**Strategy Risk:** The Adviser's investment strategies and/or investment techniques may not work as intended.

**Small and Medium Cap Company Risk:** Securities of companies with small and medium market capitalizations are often more volatile and less liquid than investments in larger companies. Small and medium cap companies may face a greater risk of business failure, which could increase the volatility of the Client's portfolio.

**Limited markets:** Certain securities may be less liquid (harder to sell or buy) and their prices may at times be more volatile than at other times. Under certain market conditions, we may be unable to sell or liquidate investments at prices we consider reasonable or favorable or find buyers at any price.

**Concentration Risk:** Certain investment strategies focus on particular asset-classes, industries, sectors or types of investment. From time to time these strategies may be subject to greater risks of adverse developments in such areas of focus than a strategy that is more broadly diversified across a wider variety of investments.

**Interest Rate Risk:** Bond (fixed income) prices generally fall when interest rates rise, and the value may fall below par value or the principal investment. The opposite is also generally true: bond prices generally rise when interest rates fall. In general, fixed income securities with longer maturities are more sensitive to these price changes. Most other investments are also sensitive to the level and direction of interest rates.

**Legal or Legislative Risk:** Legislative changes or Court rulings may impact the value of investments, or the securities' claim on the issuer's assets and finances.

**Inflation:** Inflation may erode the buying power of your investment portfolio, even if the dollar value of your investments remains the same.

## **Risks Associated with Securities**

Apart from the general risks outlined above which apply to all types of investments, specific securities may have other risks.

**Exchange Traded Funds** prices may vary significantly from the Net Asset Value due to market conditions. Certain Exchange Traded Funds may not track underlying benchmarks as expected. ETFs are also subject to the

following risks: (i) an ETF's shares may trade at a market price that is above or below their net asset value; (ii) the ETF may employ an investment strategy that utilizes high leverage ratios; or (iii) trading of an ETF's shares may be halted if the listing exchange's officials deem such action appropriate, the shares are de-listed from the exchange, or the activation of market-wide "circuit breakers" (which are tied to large decreases in stock prices) halts stock trading generally. The Adviser has no control over the risks taken by the underlying funds in which the Clients invest.

**Mutual Funds:** When a Client invests in open-end mutual funds or ETFs, the Client indirectly bears its proportionate share of any fees and expenses payable directly by those funds. Therefore, the Client will incur higher expenses, many of which may be duplicative. In addition, the Client's overall portfolio may be affected by losses of an underlying fund and the level of risk arising from the investment practices of an underlying fund (such as the use of derivatives).

## Item 9: Disciplinary Information

### **Criminal or Civil Actions**

YYA and its management have not been involved in any criminal or civil action.

### **Administrative Enforcement Proceedings**

YYA and its management have not been involved in administrative enforcement proceedings.

### **Self-Regulatory Organization Enforcement Proceedings**

YYA and its management have not been involved in legal or disciplinary events that are material to a Client's or prospective Client's evaluation of YYA or the integrity of its management.

## Item 10: Other Financial Industry Activities and Affiliations

No YYA employee is registered, or has an application pending to register, as a broker-dealer or a registered representative of a broker-dealer.

No YYA employee is registered, or has an application pending to register, as a futures commission merchant, commodity pool operator or a commodity trading advisor.

YYA does not have any related parties. As a result, we do not have a relationship with any related parties.

YYA only receives compensation directly from Clients. We do not receive compensation from any outside source. We do not have any conflicts of interest with any outside party.

### **Recommendations or Selections of Other Investment Advisers**

YYA does not recommend Clients to Outside Managers to manage their accounts.

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

As a fiduciary, our firm and its associates have a duty of utmost good faith to act solely in the best interests of each Client. Our Clients entrust us with their funds and personal information, which in turn places a high standard on our conduct and integrity. Our fiduciary duty is a core aspect of our Code of Ethics and represents the expected basis of all of our dealings. The firm also accepts the obligation not only to comply with the mandates and requirements of all applicable laws and regulations but also to take responsibility to act in an ethical and professionally responsible manner in all professional services and activities. Additionally, YYA requires adherence to its Insider Trading Policy, and the CFA Institute's Asset Manager Code of Professional Conduct and Code of Ethics and Standards of Professional Conduct.

## **Code of Ethics Description**

This code does not attempt to identify all possible conflicts of interest, and literal compliance with each of its specific provisions will not shield associated persons from liability for personal trading or other conduct that violates a fiduciary duty to advisory Clients. A summary of the Code of Ethics' Principles is outlined below.

- Integrity - Associated persons shall offer and provide professional services with integrity.
- Objectivity - Associated persons shall be objective in providing professional services to Clients.
- Competence - Associated persons shall provide services to Clients competently and maintain the necessary knowledge and skill to continue to do so in those areas in which they are engaged.
- Fairness - Associated persons shall perform professional services in a manner that is fair and reasonable to Clients, principals, partners, and employers, and shall disclose conflict(s) of interest in providing such services.
- Confidentiality - Associated persons shall not disclose confidential Client information without the specific consent of the Client unless in response to proper legal process, or as required by law.
- Professionalism - Associated persons' conduct in all matters shall reflect the credit of the profession.
- Diligence - Associated persons shall act diligently in providing professional services.

We periodically review and amend our Code of Ethics to ensure that it remains current, and we require all firm access persons to attest to their understanding of and adherence to the Code of Ethics at least annually. Our firm will provide a copy of its Code of Ethics to any Client or prospective Client upon request.

## **Investment Recommendations Involving a Material Financial Interest and Conflicts of Interest**

Neither our firm, its associates or any related person is authorized to recommend to a Client or effect a transaction for a Client, involving any security in which our firm or a related person has a material financial interest, such as in the capacity as an underwriter, adviser to the issuer, etc.

## **Advisory Firm Purchase of Same Securities Recommended to Clients and Conflicts of Interest**

Our firm and its “related persons” may invest in the same securities, or related securities, e.g., warrants, options or futures, which we recommend to Clients.

## **Trading Securities At/Around the Same Time as Client's Securities**

From time to time, our firm or its "related persons" may buy or sell securities for themselves at or around the same time as Clients. We will not trade non-mutual fund securities 5 days prior to the same security for Clients.

# **Item 12: Brokerage Practices**

## **Factors Used to Select Custodians and/or Broker-Dealers**

Yearwood Young Advisors LLC does not have any affiliation with Broker-Dealers. Specific custodian recommendations are made to the Client based on their need for such services. We recommend custodians based on the reputation and services provided by the firm.

### **1. Research and Other Soft-Dollar Benefits**

We currently do not receive soft dollar benefits.

### **2. Brokerage for Client Referrals**

We receive no referrals from a broker-dealer or third party in exchange for using that broker-dealer or third party.

### **3. Clients Directing Which Broker/Dealer/Custodian to Use**

We do recommend a specific custodian for Clients to use, however, Clients may custody their assets at a custodian of their choice. Clients may also direct us to use a specific broker-dealer to execute transactions. By allowing Clients to choose a specific custodian, we may be unable to achieve the most favorable execution of Client transactions and this may cost Clients money over using a lower-cost custodian.

## **The Custodian and Brokers We Use (TD Ameritrade)**

Advisor participates in the TD Ameritrade Institutional program. TD Ameritrade Institutional is a division of TD Ameritrade, Inc. ("TD Ameritrade"), member FINRA/SIPC. TD Ameritrade is an independent [and unaffiliated] SEC-registered broker-dealer. TD Ameritrade offers independent investment Advisors services which include custody of securities, trade execution, clearance, and settlement of transactions. Advisor receives some benefits from TD Ameritrade through its participation in the program. (Please see the disclosure under Item 14 below.)

## **Aggregating (Block) Trading for Multiple Client Accounts**

Generally, we combine multiple orders for shares of the same securities purchased for advisory accounts we manage (this practice is commonly referred to as "block trading"). We will then distribute a portion of the shares to participating accounts in a fair and equitable manner. The distribution of the shares purchased is typically proportionate to the size of the account, but it is not based on account performance or the amount or structure of management fees. Subject to our discretion, regarding particular circumstances and market conditions, when we combine orders, each participating account pays an average price per share for all transactions and pays a proportionate share of all transaction costs. Accounts owned by our firm or persons associated with our firm may participate in block trading with your accounts; however, they will not be given preferential treatment.

## Item 13: Review of Accounts

Katherine Yearwood Young, Founder and CCO of YYA, will work with Clients to obtain current information regarding their assets and investment holdings and will review this information as part of our financial planning services. YYA does not provide specific reports to financial planning Clients, other than financial plans.

Client accounts with the Investment Advisory Service will be reviewed regularly on a quarterly basis by Katherine Yearwood Young, Founder and CCO. The account is reviewed with regards to the Client's investment policies and risk tolerance levels. Events that may trigger a special review would be unusual performance, addition or deletions of Client imposed restrictions, excessive draw-down, volatility in performance, or buy and sell decisions from the firm or per Client's needs.

Clients will receive trade confirmation from the broker(s) for each transaction in their accounts as well as monthly or quarterly statements and annual tax reporting statements from their custodian showing all activity in the accounts, such as receipt of dividends and interest.

YYA will provide written reports to Investment Advisory Clients upon request. We urge Clients to compare these reports against the account statements they receive from their custodian.

## Item 14: Client Referrals and Other Compensation

We do not receive any economic benefit, directly or indirectly, from any third party for advice rendered to our Clients. Nor do we, directly or indirectly, compensate any person who is not advisory personnel for Client referrals.

As disclosed under Item 12, above, YYA participates in TD Ameritrade's institutional customer program and may recommend TD Ameritrade to Clients for custody and brokerage services. There is no direct link between YYA's participation in the program and the investment advice it gives to its Clients, although YYA receives economic benefits through its participation in the program that are typically not available to TD Ameritrade retail investors. These benefits include the following products and services (provided without cost or at a discount): receipt of duplicate Client statements and confirmations; research related products and tools; consulting services; access to a trading desk serving YYA participants; access to block trading (which provides the ability to aggregate securities transactions for execution and then allocate the appropriate shares to Client accounts); the ability to have advisory fees deducted directly from Client accounts; access to an electronic communications network for Client order entry and account information; access to mutual funds with no transaction fees and to certain institutional money managers; and discounts on compliance, marketing, research, technology, and practice management products or services provided to YYA by third party vendors. TD Ameritrade may also have paid for business consulting and professional services received by YYA's related persons. Some of the products and services made available by TD Ameritrade through the program may benefit YYA but may not benefit its Client accounts. These products or services may assist YYA in managing and administering Client accounts, including accounts not maintained at TD Ameritrade. Other services made available by TD Ameritrade are intended to help YYA manage and further develop its business enterprise. The benefits received by YYA or its personnel through participation in the program do not depend on the number of brokerage transactions directed to TD Ameritrade. As part of its fiduciary duties to Clients, YYA endeavors at all times to put the interests of its Clients first. Clients should be aware, however, that the receipt

of economic benefits by YYA or its related persons in and of itself creates a potential conflict of interest and may indirectly influence YYA's choice of TD Ameritrade for custody and brokerage services.

## Item 15: Custody

YYA may accept custody of client funds and securities as a part of the Family Office Consulting Service. To satisfy requirements related to having custody, the Fund will be audited by a third-party auditor certified with the Public Company Accounting Oversight Board.

For Client accounts in which YYA directly debits their advisory fee:

- i. YYA will send a copy of its invoice to the custodian at the same time that it sends the Client a copy.
- ii. The custodian will send at least quarterly statements to the Client showing all disbursements for the account, including the amount of the advisory fee.
- iii. The Client will provide written authorization to YYA, permitting them to be paid directly for their accounts held by the custodian.

Clients should receive at least quarterly statements from the broker-dealer, bank or other qualified custodian that holds and maintains Client's investment assets. We urge you to carefully review such statements and compare such official custodial records to the account statements or reports that we may provide to you. Our statements or reports may vary from custodial statements based on accounting procedures, reporting dates, or valuation methodologies of certain securities.

## Item 16: Investment Discretion

For those Client accounts where we provide Investment Management Services, we maintain discretion over Client accounts with respect to securities to be bought and sold and the amount of securities to be bought and sold. Investment discretion is explained to Clients in detail when an advisory relationship has commenced. At the start of the advisory relationship, the Client will execute a Limited Power of Attorney, which will grant our firm discretion over the account. Additionally, the discretionary relationship will be outlined in the advisory contract and signed by the Client.

## Item 17: Voting Client Securities

We do not vote Client proxies. Therefore, Clients maintain exclusive responsibility for: (1) voting proxies, and (2) acting on corporate actions pertaining to the Client's investment assets. The Client shall instruct the Client's qualified custodian to forward to the Client copies of all proxies and shareholder communications relating to the Client's investment assets. If the Client would like our opinion on a particular proxy vote, they may contact us at the number listed on the cover of this Brochure.

In most cases, you will receive proxy materials directly from the account custodian. However, in the event we were to receive any written or electronic proxy materials, we would forward them directly to you by mail, unless you have authorized our firm to contact you by electronic mail, in which case, we would forward you any electronic solicitation to vote proxies.

# Item 18: Financial Information

Registered Investment Advisers are required in this Item to provide you with certain financial information or disclosures about our financial condition. We have no financial commitment that impairs our ability to meet contractual and fiduciary commitments to Clients, and we have not been the subject of a bankruptcy proceeding.

YYA may accept custody of client funds and securities as a part of the Family Office Consulting Service. To satisfy requirements related to having custody, the Fund will be audited by a third-party auditor certified with the Public Company Accounting Oversight Board.

# Item 19: Requirements for State-Registered Advisers

## **Katherine Yearwood Young**

Born: 1984

### **Educational Background**

- 2006 – A.B. Engineering Sciences With a Concentration in Electrical Engineering & Computer Science, Harvard University

### **Business Experience**

- 01/2020 – Present, Yearwood Young Advisors LLC, Founder and CCO
- 02/2019 – 12/2019, Unemployed
- 11/2016 – 02/2019, Bessemer Trust, Senior Vice President, Senior Hedge Fund Analyst
- 04/2014 – 11/2016, EnTrustPermal (f/k/a EnTrust Capital), Vice President, Investment Research
- 09/2008 – 03/2014, New Holland Capital, Senior Portfolio Analyst
- 09/2006 – 09/2008, Barclays Capital, Analyst

### **Professional Designations, Licensing & Exams**

**Chartered Financial Analyst (CFA):** The CFA Program is a graduate-level self-study program that combines a broad-based curriculum of investment principles with professional conduct requirements. It is designed to prepare charter holders for a wide range of investment specialties that apply in every market all over the world. To earn a CFA charter, applicants study for three exams (Levels I, II, III) using an assigned curriculum. Upon passing all three exams and meeting the professional and ethical requirements, they are awarded a charter.

**CFP (Certified Financial Planner)®:** The CERTIFIED FINANCIAL PLANNER™, CFP® and federally registered CFP (with flame design) marks (collectively, the “CFP® marks”) are professional certification marks granted in the United States by Certified Financial Planner Board of Standards, Inc. (“CFP Board”).

The CFP® certification is a voluntary certification; no federal or state law or regulation requires financial planners to hold CFP® certification. It is recognized in the United States and a number of other countries for its (1) high standard of professional education; (2) stringent code of conduct and standards of practice; and (3) ethical requirements that govern professional engagements with Clients. Currently, more than 71,000 individuals have obtained CFP® certification in the United States.

To attain the right to use the CFP® marks, an individual must satisfactorily fulfill the following requirements:

- **Education** – Complete an advanced college-level course of study addressing the financial planning subject areas that CFP Board’s studies have determined as necessary for the competent and professional delivery of financial planning services, and attain a Bachelor’s Degree from a regionally accredited United States college or university (or its equivalent from a foreign university). CFP Board’s financial planning subject areas include insurance planning and risk management, employee benefits planning, investment planning, income tax planning, retirement planning, and estate planning;
- **Examination** – Pass the comprehensive CFP® Certification Examination. The examination includes case studies and Client scenarios designed to test one's ability to correctly diagnose financial planning issues and apply one's knowledge of financial planning to real-world circumstances;
- **Experience** – Complete at least three years of full-time financial planning-related experience (or the equivalent, measured as 2,000 hours per year); and
- **Ethics** – Agree to be bound by CFP Board’s *Standards of Professional Conduct*, a set of documents outlining the ethical and practice standards for CFP® professionals.

Individuals who become certified must complete the following ongoing education and ethics requirements in order to maintain the right to continue to use the CFP® marks:

- **Continuing Education** – Complete 30 hours of continuing education hours every two years, including two hours on the *Code of Ethics* and other parts of the *Standards of Professional Conduct*, to maintain competence and keep up with developments in the financial planning field; and
- **Ethics** – Renew an agreement to be bound by the *Standards of Professional Conduct*. The *Standards* prominently require that CFP® professionals provide financial planning services at a fiduciary standard of care. This means CFP® professionals must provide financial planning services in the best interests of their Clients.

CFP® professionals who fail to comply with the above standards and requirements may be subject to CFP Board’s enforcement process, which could result in suspension or permanent revocation of their CFP® certification.

**Other Business Activities :** Katherine Yearwood Young is not involved with outside business activities.

**Performance-Based Fees:** YYA is not compensated by performance-based fees.

**Material Disciplinary Disclosures:** No management person at Yearwood Young Advisors LLC has ever been involved in an arbitration claim of any kind or been found liable in a civil, self-regulatory organization, or administrative proceeding.

**Material Relationships That Management Persons Have With Issuers of Securities:** Yearwood Young Advisors LLC, nor Katherine Yearwood Young, have any relationship or arrangement with issuers of securities, in addition to what is described in Item 10.

**Additional Compensation:** Katherine Yearwood Young does not receive any economic benefit from any person, company, or organization, in exchange for providing Clients advisory services through YYA.

**Supervision:** Katherine Yearwood Young, as Founder and Chief Compliance Officer of YYA, is responsible for supervision. She may be contacted at the phone number on this Brochure supplement.

**Requirements for State Registered Advisers:** Katherine Yearwood Young has NOT been involved in an arbitration, civil proceeding, self-regulatory proceeding, administrative proceeding, or a bankruptcy petition.



68 3rd Street  
Brooklyn, NY 11231  
(347) 338-0278

Dated March 28, 2023

Form ADV Part 2B – Brochure Supplement

[www.yy-advisors.com](http://www.yy-advisors.com)

*For*

**Katherine Yearwood Young - Individual CRD# 4983770**

Founder and Chief Compliance Officer

This brochure supplement provides information about Katherine Yearwood Young that supplements the Yearwood Young Advisors LLC (“YYA”) brochure. A copy of that brochure precedes this supplement. Please contact Katherine Yearwood Young if the YYA brochure is not included with this supplement or if you have any questions about the contents of this supplement.

Additional information about Katherine Yearwood Young is available on the SEC’s website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov) which can be found using the identification number 4983770.

# Item 2: Educational Background and Business Experience

## Katherine Yearwood Young

Born: 1984

### Educational Background

- 2006 – A.B. Engineering Sciences With a Concentration in Electrical Engineering & Computer Science, Harvard University

### Business Experience

- 01/2020 – Present, Yearwood Young Advisors LLC, Founder and CCO
- 02/2019 – 12/2019, Unemployed
- 11/2016 – 02/2019, Bessemer Trust, Senior Vice President, Senior Hedge Fund Analyst
- 04/2014 – 11/2016, EnTrustPermal (f/k/a EnTrust Capital), Vice President, Investment Research
- 09/2008 – 03/2014, New Holland Capital, Senior Portfolio Analyst
- 09/2006 – 09/2008, Barclays Capital, Analyst

### Professional Designations, Licensing & Exams

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The CFP® certification is a voluntary certification; no federal or state law or regulation requires financial planners to hold CFP® certification. It is recognized in the United States and a number of other countries for its (1) high standard of professional education; (2) stringent code of conduct and standards of practice; and (3) ethical requirements that govern professional engagements with Clients. Currently, more than 71,000 individuals have obtained CFP® certification in the United States.

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- Examination – Pass the comprehensive CFP® Certification Examination. The examination includes case studies and Client scenarios designed to test one's ability to correctly diagnose financial planning issues and apply one's knowledge of financial planning to real-world circumstances;
- Experience – Complete at least three years of full-time financial planning-related experience (or the equivalent, measured as 2,000 hours per year); and
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Individuals who become certified must complete the following ongoing education and ethics requirements in order to maintain the right to continue to use the CFP® marks:

- Continuing Education – Complete 30 hours of continuing education hours every two years, including two hours on the *Code of Ethics* and other parts of the *Standards of Professional Conduct*, to maintain competence and keep up with developments in the financial planning field; and
- Ethics – Renew an agreement to be bound by the *Standards of Professional Conduct*. The *Standards* prominently require that CFP® professionals provide financial planning services at a fiduciary standard of care. This means CFP® professionals must provide financial planning services in the best interests of their Clients.

CFP® professionals who fail to comply with the above standards and requirements may be subject to CFP Board's enforcement process, which could result in suspension or permanent revocation of their CFP® certification.

## Item 3: Disciplinary Information

No management person at Yearwood Young Advisors LLC has ever been involved in an arbitration claim of any kind or been found liable in a civil, self-regulatory organization, or administrative proceeding.

## Item 4: Other Business Activities

Katherine Yearwood Young is not involved with outside business activities.

## Item 5: Additional Compensation

Katherine Yearwood Young does not receive any economic benefit from any person, company, or organization, in exchange for providing Clients advisory services through YYA.

## Item 6: Supervision

Katherine Yearwood Young, as Founder and Chief Compliance Officer of YYA, is responsible for supervision. She may be contacted at the phone number on this brochure supplement.

# Item 7: Requirements for State Registered Advisers

Katherine Yearwood Young has NOT been involved in an arbitration, civil proceeding, self-regulatory proceeding, administrative proceeding, or a bankruptcy petition.