

Regulatory Circular RG94-10

Date: February 1, 1994

To: SIPC Members

From: Nancy Weber - SIPC Coordinator

Re: SIPC Year-End Filing Requirements

As a reminder, any individual registered as a broker/dealer is a SIPC member (Securities Investor Protection Corporation). Responsibilities of being a SIPC member include filing proper forms and paying all assessments, whether or not any revenue is derived from the securities business.

SIPC requires a year-end filing of form SIPC-7 (assessment reconciliation). All SIPC members must complete form SIPC-7 and remit any payment due by March 1, 1994. Please note SIPC-7 covers the period 1/1/93 through 12/31/93.

In November 1993 the SEC approved a change relating to SIPC assessments retroactive to the beginning of 1993. The 1993 general assessment was lowered to .00054 from .00057 of "SIPC Net Operating Revenues" or \$150, whichever is greater. Any assessment due to SIPC should be reduced by the amount paid when form SIPC-6 was filed for the first half of 1993.

All SIPC members must file on a calendar year basis unless they are subject to an audit requirement under SEC Rule 17a-5, in which case a different due date would apply.

Please note that SIPC filing requirements are in addition to FOCUS requirements. In most cases SIPC and FOCUS reports must be filed by March 1, 1994. Also, revenue/expense items should be consistent where applicable in your SIPC and FOCUS year-end reports.

You should have received form SIPC-7 sent from SIPC's Washington office. Please call me if you have any questions or need additional forms. Assistance can be obtained by calling the following areas:

| <u>Topic</u> | <u>Contact</u> | <u>Phone Number</u> |
|--------------|----------------------------------|---------------------|
| SIPC | Nancy Weber | (312) 786-7038 |
| FOCUS | Dept. of Financial Compliance | (312) 786-7942 |