REGULATORY FINE SCHEDULE

Blotters

Late Blotters received after the 10th of the month - $10 per day fine.

Brokerage Accounts

Abuse of HTS brokerage accounts for the sole purpose of liquidating client assets to outside fixed products: Fines determined as necessary.

Complaints and Regulatory Inquiries:
If KCD is required to respond or be involved in events that occurred away from KCD, example, Outside Business Activities, Business at previous firms, a $50.00/hour plus expenses (including attorney's fees if necessary) will be charged.
The average case fee is $500.00.

Continuing Ed Violations

Regulatory Element CE not completed by FINRA deadlines:
KCD will charge $250.00 if you become CE Inactive and a additional $500.00 fine if you remain CE inactive for 30 days or more.

Firm element CE not completed by KCD's published deadline: $500.00.

Procedural Violations
Violations of KCD established procedures will be addressed as follows:

1st violation – Verbal correction / reprimand if appropriate
2nd violation – Letter of Caution
3rd violation – Fine

(Note: Termination may result in a violation of a serious nature at any time in the process.)