

# Commonwealth of Kentucky Broker-Dealer Requirements and Approval Process

## Requirements

Must meet one of the following qualifications per 200 KAR 14:011 (10):

- Primary Dealer of the Federal Reserve
- Maintains an office in KY, and meets one of the following criteria:
  - \$25,000,000 in excess capital (found in FOCUS report)
  - Trades are guaranteed by a primary dealer (information provided by FINRA)
- Minimum of \$100,000,000 in excess capital
- Designated an Alternative Trading System by the SEC

## Approval Process

The State Investment Commission approves the Approved Broker-Dealer list once a year traditionally during the June meeting. In order to be considered for inclusion on the list for the following fiscal year, prospective broker-dealers must request to be added to the list and provide proof they meet the requirements by **MARCH 31<sup>st</sup>**.

### TIMELINE



March

Submit request  
and proof of  
qualifications



April - May

Evaluation and  
follow-up



June

Presented to SIC for  
approval for following  
fiscal year