

BrokerCheck Report

THE CARNEY GROUP, INCORPORATED

CRD# 16671

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When communicating online or investing with any professional, make sure you know who you're dealing with. [Imposters](#) might link to sites like BrokerCheck from [phishing](#) or similar scam websites, or through [social media](#), trying to steal your personal information or your money.

Please contact FINRA with any concerns.

About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.

- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:
 - information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
 - information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.

• **Thank you for using FINRA BrokerCheck.**



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources. For more information about FINRA, visit www.finra.org.



THE CARNEY GROUP, INCORPORATED

CRD# 16671

SEC# 8-34349

Main Office Location

135 S.E. 5TH AVENUE, SUITE 202
DELRAY BEACH, FL 33483
Regulated by FINRA Florida Office

Mailing Address

135 S.E. 5TH AVENUE, SUITE 202
DELRAY BEACH, FL 33483

Business Telephone Number

561-330-8140

Report Summary for this Firm

This report summary provides an overview of the brokerage firm. Additional information for this firm can be found in the detailed report.

Firm Profile

This firm is classified as a corporation.

This firm was formed in Florida on 08/19/1985.

Its fiscal year ends in December.

Firm History

Information relating to the brokerage firm's history such as other business names and successions (e.g., mergers, acquisitions) can be found in the detailed report.

Firm Operations

This firm is registered with:

- the SEC
- 1 Self-Regulatory Organization
- 1 U.S. state or territory

Is this brokerage firm currently suspended with any regulator? **No**

This firm conducts 4 types of businesses.

This firm is not affiliated with any financial or investment institutions.

This firm does not have referral or financial arrangements with other brokers or dealers.

Disclosure Events

Brokerage firms are required to disclose certain criminal matters, regulatory actions, civil judicial proceedings and financial matters in which the firm or one of its control affiliates has been involved.

Are there events disclosed about this firm? **Yes**

The following types of disclosures have been reported:

Type	Count
Regulatory Event	2



Firm Profile

This firm is classified as a corporation.

This firm was formed in Florida on 08/19/1985.

Its fiscal year ends in December.

Firm Names and Locations

This section provides the brokerage firm's full legal name, "Doing Business As" name, business and mailing addresses, telephone number, and any alternate name by which the firm conducts business and where such name is used.

THE CARNEY GROUP, INCORPORATED

Doing business as THE CARNEY GROUP, INCORPORATED

CRD# 16671

SEC# 8-34349

Main Office Location

135 S.E. 5TH AVENUE, SUITE 202
DELRAY BEACH, FL 33483

Regulated by FINRA Florida Office

Mailing Address

135 S.E. 5TH AVENUE, SUITE 202
DELRAY BEACH, FL 33483

Business Telephone Number

561-330-8140



Firm Profile

This section provides information relating to all direct owners and executive officers of the brokerage firm.

Direct Owners and Executive Officers

Legal Name & CRD# (if any): CARNEY, THOMAS FRANCIS JR

Is this a domestic or foreign entity or an individual? Individual

Position CCO

Position Start Date 08/1985

Percentage of Ownership 75% or more

Does this owner direct the management or policies of the firm? Yes

Is this a public reporting company? No

Legal Name & CRD# (if any): ARCURI, IGNATIUS PAUL

861901

Is this a domestic or foreign entity or an individual? Individual

Position FINANCIAL OPERATIONS PRINCIPAL

Position Start Date 04/2013

Percentage of Ownership Less than 5%

Does this owner direct the management or policies of the firm? No

Is this a public reporting company? No

Firm Profile

This section provides information relating to any indirect owners of the brokerage firm.

Indirect Owners

No information reported.



Firm History

This section provides information relating to any successions (e.g., mergers, acquisitions) involving the firm.

No information reported.





Firm Operations

Registrations

This section provides information about the regulators (Securities and Exchange Commission (SEC), self-regulatory organizations (SROs), and U.S. states and territories) with which the brokerage firm is currently registered and licensed, the date the license became effective, and certain information about the firm's SEC registration.

This firm is currently registered with the SEC, 1 SRO and 1 U.S state or territory.

Federal Regulator	Status	Date Effective
SEC	Approved	08/16/1985

SEC Registration Questions

This firm is registered with the SEC as:

A broker-dealer: Yes

A broker-dealer and government securities broker or dealer: No

A government securities broker or dealer only: No

This firm has ceased activity as a government securities broker or dealer: No

Self-Regulatory Organization	Status	Date Effective
FINRA	Approved	07/01/1986

Firm Operations



Registrations (continued)

U.S. States & Territories	Status	Date Effective
Florida	Approved	07/01/1986

Firm Operations



Types of Business

This section provides the types of business, including non-securities business, the brokerage firm is engaged in or expects to be engaged in.

This firm currently conducts 4 types of businesses.

Types of Business

Underwriter or selling group participant (corporate securities other than mutual funds)

Mutual fund retailer

Broker or dealer selling oil and gas interests

Broker or dealer selling tax shelters or limited partnerships in primary distributions

Firm Operations



Clearing Arrangements

This firm does not hold or maintain funds or securities or provide clearing services for other broker-dealer(s).

Introducing Arrangements

This firm does not refer or introduce customers to other brokers and dealers.

Firm Operations

Industry Arrangements



This firm does not have books or records maintained by a third party.

This firm does not have accounts, funds, or securities maintained by a third party.

This firm does not have customer accounts, funds, or securities maintained by a third party.

Control Persons/Financing

This firm does not have individuals who control its management or policies through agreement.

This firm does not have individuals who wholly or partly finance the firm's business.

Firm Operations



Organization Affiliates

This section provides information on control relationships the firm has with other firms in the securities, investment advisory, or banking business.

This firm is not, directly or indirectly:

- in control of
 - controlled by
 - or under common control with
- the following partnerships, corporations, or other organizations engaged in the securities or investment advisory business.**

This firm is not directly or indirectly, controlled by the following:

- bank holding company
- national bank
- state member bank of the Federal Reserve System
- state non-member bank
- savings bank or association
- credit union
- or foreign bank



Disclosure Events

All firms registered to sell securities or provide investment advice are required to disclose regulatory actions, criminal or civil judicial proceedings, and certain financial matters in which the firm or one of its control affiliates has been involved. For your convenience, below is a matrix of the number and status of disclosure events involving this brokerage firm or one of its control affiliates. Further information regarding these events can be found in the subsequent pages of this report.

	Pending	Final	On Appeal
Regulatory Event	0	2	0

Disclosure Event Details

What you should know about reported disclosure events:

1. **BrokerCheck provides details for any disclosure event that was reported in CRD. It also includes summary information regarding FINRA arbitration awards in cases where the brokerage firm was named as a respondent.**
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - A law enforcement agency must file formal charges before a brokerage firm is required to disclose a particular criminal event.
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - Disclosure events for this brokerage firm were reported by the firm and/or regulators. When the firm and a regulator report information for the same event, both versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
4. **There are different statuses and dispositions for disclosure events:**
 - A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - A "pending" event involves allegations that have not been proven or formally adjudicated.
 - An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - A "final" event has been concluded and its resolution is not subject to change.
 - A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.
5. **You may wish to contact the brokerage firm to obtain further information regarding any of the disclosure events contained in this BrokerCheck report.**

Regulatory - Final

This type of disclosure event involves (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulator such as the U.S. Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of the authority of a brokerage firm or its control affiliate to act as an attorney, accountant or federal contractor.

Disclosure 1 of 2

Reporting Source: Regulator

Current Status: Final



Allegations: WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE SANCTIONS AND TO THE ENTRY OF FINDINGS THAT IT FAILED TO CONDUCT INDEPENDENT TESTING OF THE FIRM'S ANTI-MONEY LAUNDERING (AML) COMPLIANCE PROGRAM. THE FINDINGS STATED THAT THE FIRM WAS REQUIRED TO CONDUCT AN INDEPENDENT TEST OF ITS AML COMPLIANCE PROGRAM EVERY TWO YEARS, BUT FAILED TO DO SO FOR OVER FOUR YEARS. THE FIRM FAILED TO CONDUCT INDEPENDENT TESTING OF ITS AML COMPLIANCE PROGRAM, DESPITE RECEIVING PREVIOUS WARNINGS FROM FINRA ABOUT THE NEED FOR INDEPENDENT TESTING. IN ADDITION, THE FIRM'S WRITTEN AML PROCEDURES STATED THAT ONE OF THE FIRM'S TWO REGISTERED REPRESENTATIVES WOULD CONDUCT AML TESTING FOR THE FIRM, EVEN THOUGH NEITHER INDIVIDUAL QUALIFIED AS INDEPENDENT. ONE OF THE REGISTERED REPRESENTATIVES WAS THE FIRM'S AML COMPLIANCE OFFICER, AND THE OTHER REPORTED TO THE AML COMPLIANCE OFFICER, AND BOTH WERE SPECIFICALLY PROHIBITED FROM CONDUCTING INDEPENDENT TESTING.

Initiated By: FINRA

Date Initiated: 04/14/2023

Docket/Case Number: 2022073282001

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought:

Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 04/14/2023

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct? No

Sanctions Ordered:

Other Sanctions Ordered: UNDERTAKINGS

Sanction Details: THE FIRM WAS REQUIRED TO CERTIFY THAT IT HAS REMEDIATED THE ISSUES IDENTIFIED IN THIS AWC AND IMPLEMENTED A SUPERVISORY SYSTEM, INCLUDING WRITTEN SUPERVISORY PROCEDURES,



REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH FINRA RULE 3310(C) REGARDING THE ISSUES IDENTIFIED IN THIS AWC, AND THAT IT HAS COMPLETED AN INDEPENDENT TEST OF ITS AML COMPLIANCE PROGRAM. IN LIGHT OF THE FIRM'S FINANCIAL STATUS, NO MONETARY SANCTIONS HAVE BEEN IMPOSED.

Reporting Source:	Firm
Current Status:	Final
Allegations:	<p>WITHOUT ADMITTING OR DENYING THE FINDINGS, THE FIRM CONSENTED TO THE ENTRY OF FINDINGS THAT IT FAILED TO CONDUCT INDEPENDENT TESTING OF THE FIRM'S ANTI-MONEY LAUNDERING (AML) COMPLIANCE PROGRAM. THE FINDINGS STATED THAT THE FIRM WAS REQUIRED TO CONDUCT AN INDEPENDENT TEST OF ITS AML COMPLIANCE PROGRAM EVERY TWO YEARS, BUT FAILED TO DO SO FOR OVER FOUR YEARS. THE FIRM FAILED TO CONDUCT INDEPENDENT TESTING OF ITS AML COMPLIANCE PROGRAM, DESPITE RECEIVING PREVIOUS WARNINGS FROM FINRA ABOUT THE NEED FOR INDEPENDENT TESTING. IN ADDITION, THE FIRM'S WRITTEN AML PROCEDURES STATED THAT ONE OF THE FIRM'S TWO REGISTERED REPRESENTATIVES WOULD CONDUCT AML TESTING FOR THE FIRM, EVEN THOUGH NEITHER INDIVIDUAL QUALIFIED AS INDEPENDENT. ONE OF THE REGISTERED REPRESENTATIVES WAS THE FIRM'S AML COMPLIANCE OFFICER, AND THE OTHER REPORTED TO THE AML COMPLIANCE OFFICER, AND BOTH WERE SPECIFICALLY PROHIBITED FROM CONDUCTING INDEPENDENT TESTING. NOTE: FIRM DOES NOT MAINTAIN CUSTOMER ACCOUNTS AND FIRM DOES NOT ACCEPT FUNDS FROM ANY THIRD-PARTY.</p>
Initiated By:	FINRA
Date Initiated:	04/14/2023
Docket/Case Number:	2022073282001
Principal Product Type:	No Product
Other Product Type(s):	
Principal Sanction(s)/Relief Sought:	Undertaking
Other Sanction(s)/Relief Sought:	<p>REQUIREMENT TO AMEND AML PROCEDURES TO STATE THAT TESTING NEEDS TO BE CONDUCTED BY INDEPENDENT THIRD PARTY AND TO HAVE A AML TEST CONDUCTED WITHIN 180 DAYS. THE FIRM WAS REQUIRED TO CERTIFY THAT IT HAS REMEDIATED THE ISSUES IDENTIFIED IN THIS AWC AND IMPLEMENTED A SUPERVISORY SYSTEM, INCLUDING WRITTEN SUPERVISORY PROCEDURES, REASONABLY DESIGNED TO ACHIEVE</p>



COMPLIANCE WITH FINRA RULE 3310(C) REGARDING THE ISSUES IDENTIFIED IN THIS AWC, AND THAT IT HAS COMPLETED AN INDEPENDENT TEST OF ITS AML COMPLIANCE.

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 04/14/2023

Sanctions Ordered:

Other Sanctions Ordered: AWC REQUIRED CERTAIN ACTIONS BE TAKEN BY FIRM.THE FIRM WAS REQUIRED TO CERTIFY THAT IT HAS REMEDIATED THE ISSUES IDENTIFIED IN THE AWC AND IMPLEMENTED A SUPERVISORY SYSTEM, INCLUDING WRITTEN SUPERVISORY PROCEDURES, REASONABLY DESIGNED TO ACHIEVE COMPLIANCE WITH FINRA RULE 3310(C) REGARDING THE ISSUES IDENTIFIED IN THIS AWC, AND THAT IT HAS COMPLETED AN INDEPENDENT TEST OF ITS AML COMPLIANCE PROGRAM. IN LIGHT OF THE FIRM'S FINANCIAL STATUS, NO MONETARY SANCTIONS HAVE BEEN IMPOSED.

Sanction Details: AMENDED AML PROCEDURES AND HAD AML STUDY COMPLETED

Firm Statement FIRM FAILED TO CONDUCT INDEPENDENT AML REVIEW. FIRM DOES NOT ACCEPT ANY FUNDS FROM ANY THIRD-PARTY. IN ADDITION, FIRM DOES NOT CARRY ANY CUSTOMER ACCOUNTS. AGREEMENT REACHED (AWC) THAT FIRM WILL AMEND THE AML PROCEDURES TO PROVIDE THAT INDEPENDENT TEST SHALL OCCUR EVERY TWO YEARS AND THAT FIRM WILL HAVE CONDUCTED AN AML REVIEW WITHIN 180 DAYS OF THE AGREEMENT.

Disclosure 2 of 2

Reporting Source: Regulator

Current Status: Final

Allegations:

Initiated By: NATIONAL ASSOCIATION OF SECURITIES DEALERS, INC.

Date Initiated: 11/05/1998

Docket/Case Number: C07980064

Principal Product Type:

Other Product Type(s):

Principal Sanction(s)/Relief Sought:


Other Sanction(s)/Relief Sought:

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 11/05/1998

Sanctions Ordered: Censure
Monetary/Fine \$1,000.00

Other Sanctions Ordered:
Sanction Details:

Regulator Statement ON NOVEMBER 5, 1998, DISTRICT NO. 7 NOTIFIED RESPONDENTS THE CARNEY GROUP, INC. AND IGNATIUS PAUL ARCURI THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07980064 WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$1,000, JOINTLY AND SEVERALLY - (SEA RULE 17a-5(d) - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT ARCURI, FAILED TO TIMELY FILE ITS ANNUAL AUDITED REPORT).

\$1,000.00 PAID J&S ON 12/10/98, INVOICE# 98-07-961

Reporting Source: Firm

Current Status: Final

Allegations: ON NOV 5, 1998, DISTRICT NO. 7 NOTIFIED RESPONDENTS THE CARNEY GROUP, INC AND THE REGISTERED REP. THAT THE LETTER OF ACCEPTANCE, WAIVER AND CONSENT NO. C07980064 WAS ACCEPTED; THEREFORE, THEY ARE CENSURED AND FINED \$1000 JOINTLY AND SEVERALLY - (SEE RULE 17A-5(D) - RESPONDENT MEMBER, ACTING THROUGH RESPONDENT ARCURI, FAILED TO TIMELY FILE ITS ANNUAL AUDITED REPORT.) *\$1000 PAID J&S ON 12/10/98 INVOICE #98-07-961**

Initiated By: NASD

Date Initiated: 11/05/1998

Docket/Case Number: C07980064

Principal Product Type: No Product

Other Product Type(s):

Principal Sanction(s)/Relief Sought: Censure



**Other Sanction(s)/Relief
Sought:**

Resolution: Acceptance, Waiver & Consent(AWC)

Resolution Date: 11/05/1998

Sanctions Ordered: Censure
Monetary/Fine \$1,000.00

Other Sanctions Ordered:

Sanction Details: THE APPLICANT WAS CENSURED AND FINED JOINTLY AND SEVERALLY
WITH THE REGISTERED REP. FINE PAID 12/10/1998

End of Report



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