BrokerCheck Report

KENNETH PERCIVAL TAYLOR SR

CRD# 2166330

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.
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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.

KENNETH P. TAYLOR SR

CRD# 2166330

Currently employed by and registered with the following Firm(s):

B **CAPITAL PORTFOLIO MANAGEMENT, INC.**
9515 DEERECO ROAD
SUITE 1010
TIMONIUM, MD 21093
CRD# 29302
Registered with this firm since: 05/13/2025

Report Summary for this Broker

This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

Broker Qualifications

This broker is registered with:

- 1 Self-Regulatory Organization
- 3 U.S. states and territories

This broker has passed:

- 4 Principal/Supervisory Exams
- 4 General Industry/Product Exams
- 1 State Securities Law Exam

Registration History

This broker was previously registered with the following securities firm(s):

B **PERCIVAL FINANCIAL PARTNERS, LTD.**
CRD# 41813
BALTIMORE, MD
11/1996 - 07/2025

B **THE CHAPMAN CO.**
CRD# 19178
COLUMBIA, MD
08/1991 - 09/1996

Disclosure Events

All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

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

The following types of disclosures have been reported:

Type	Count
Regulatory Event	1
Judgment/Lien	1

Broker Qualifications

Registrations

This section provides the self-regulatory organizations (SROs) and U.S. states/territories the broker is currently registered and licensed with, the category of each license, and the date on which it became effective. This section also provides, for every brokerage firm with which the broker is currently employed, the address of each branch where the broker works.

This individual is currently registered with 1 SRO and is licensed in 3 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **CAPITAL PORTFOLIO MANAGEMENT, INC.**

Main Office Address: **9515 DEERECO ROAD**
SUITE 1010
TIMONIUM, MD 21093

Firm CRD#: **29302**

	SRO	Category	Status	Date
B	FINRA	General Securities Representative	Approved	05/13/2025

	U.S. State/ Territory	Category	Status	Date
B	District of Columbia	Agent	Approved	06/12/2025
B	Maryland	Agent	Approved	06/10/2025
B	Pennsylvania	Agent	Approved	06/11/2025

Branch Office Locations

CAPITAL PORTFOLIO MANAGEMENT, INC.
9515 DEERECO ROAD
SUITE 1010
TIMONIUM, MD 21093

Broker Qualifications

Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below. A passed exam or exam waiver does not permit a broker to do business without an active SRO or state registration.

This individual has passed 4 principal/supervisory exams, 4 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

	Exam	Category	Date
B	Compliance Officer Examination	Series 14	01/02/2023
B	Municipal Securities Principal Examination	Series 53	12/27/2007
B	Introducing Broker/Dealer Financial Operations Principal Examination	Series 28	10/17/1996
B	General Securities Principal Examination	Series 24	09/10/1996

General Industry/Product Exams

	Exam	Category	Date
B	Operations Professional Examination	Series 99TO	01/02/2023
B	Securities Industry Essentials Examination	SIE	10/01/2018
B	General Securities Representative Examination	Series 7	10/19/1994
B	Investment Company Products/Variable Contracts Representative Examination	Series 6	08/12/1991

State Securities Law Exams

	Exam	Category	Date
B	Uniform Securities Agent State Law Examination	Series 63	11/12/1996

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at www.finra.org/brokerqualifications/registeredrep/.

Broker Qualifications

Professional Designations

This section details that the representative has reported **0** professional designation(s).

No information reported.

Registration and Employment History

Registration History

The broker previously was registered with the following firms:

	Registration Dates	Firm Name	CRD#	Branch Location
B	11/1996 - 07/2025	PERCIVAL FINANCIAL PARTNERS, LTD.	41813	BALTIMORE, MD
B	08/1991 - 09/1996	THE CHAPMAN CO.	19178	COLUMBIA, MD

Employment History

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.

Employment	Employer Name	Position	Investment Related	Employer Location
08/1996 - Present	PERCIVAL FINANCIAL PARTNERS, LTD.	NOT PROVIDED	Y	BALTIMORE, MD, United States

Other Business Activities

This section includes information, if any, as provided by the broker regarding other business activities the broker is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious or fraternal and is recognized as tax exempt.

No information reported.

Disclosure Events

What you should know about reported disclosure events:

1. All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

2. **Certain thresholds must be met before an event is reported to CRD, for example:**
   - o A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
   - o A customer dispute must involve allegations that a broker engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least $5,000.
   - o
3. **Disclosure events in BrokerCheck reports come from different sources:**
   - o As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, brokerage firms and regulators. When more than one of these sources reports information for the same disclosure event, all 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.
   - o
4. **There are different statuses and dispositions for disclosure events:**
   - o 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.
   - o 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 brokers and brokerage 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.

For your convenience, below is a matrix of the number and status of disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

	Pending	Final	On Appeal
Regulatory Event	0	1	0
Judgment/Lien	1	N/A	N/A

Disclosure Event Details

When evaluating this information, please keep in mind that a discloure event may be pending or involve allegations that are contested and have not been resolved or proven. The matter may, in the end, be withdrawn, dismissed, resolved in favor of the broker, or concluded through a negotiated settlement for certain business reasons (e.g., to maintain customer relationships or to limit the litigation costs associated with disputing the allegations) with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

Regulatory - Final

This type of disclosure event may involve (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of a broker's authority to act as an attorney, accountant, or federal contractor.

Disclosure 1 of 1

Reporting Source:	Regulator
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	
Date Initiated:	04/21/2025
Docket/Case Number:	2022076084101
Employing firm when activity occurred which led to the regulatory action:	Percival Financial Partners, Ltd.
Product Type:	No Product
Allegations:	Without admitting or denying the findings, the firm and Taylor consented to the sanctions and to the entry of findings that the firm conducted a securities business while failing to maintain its required minimum net capital and Taylor made capital withdrawals while the firm was net capital deficient. The findings stated that the deficiency occurred as a result of the firm's non-allowable assets and equity withdrawals. Additionally, the firm erroneously reported an Economic Injury Disaster Loan the firm received from the U.S. Small Business Administration as a part of a program the federal government initiated in 2020 to assist small businesses because of the COVID-19 pandemic as a reduction of such nonallowable assets. When the correction was made, a net capital deficiency was identified and reported by the firm. Taylor attempted to address the net capital

deficiency by transferring $100,000 to the firm. However, because Taylor received the funds through a loan to him personally from a customer and then contributed the funds to the firm, the funds were a firm liability and did not resolve the firm's net capital deficiency. The findings also stated that the firm failed to timely file required notices of its net capital deficiencies. Taylor, as the firm's FinOp, was responsible for Percival timely filing financial notifications when the firm was net capital deficient. Percival and Taylor timely filed the required deficiency notifications for certain deficiency periods in 2021 and 2022, but Taylor caused Percival to not timely file with FINRA and the SEC the required notices for its net capital deficiency in later periods. The findings also included that the firm filed inaccurate FOCUS and annual audit reports and maintained inaccurate books and records. Taylor inaccurately recorded his capital withdrawals as loans on the firm's general ledger, inaccurately recorded his $100,000 transfer to the firm as additional paid-in capital, and failed to accurately record a $450,000 advanced deposit as a firm liability. These inaccuracies caused Taylor and the firm to inaccurately calculate the firm's net capital and aggregate indebtedness. Percival failed to timely file its 2022 annual audit report, which was due to FINRA in March 2023. Rather, on April 10, Taylor submitted the firm's 2022 audit report, but FINRA informed Taylor that the annual audit report was rejected as deficient because it contained material inaccuracies. Specifically, the report did not accurately include the $450,000 advanced deposit received by Percival and Taylor. In addition, the report was prepared by a newly-retained accounting firm that Percival did not disclose in advance as required, and re-used signatures and notary stamps from the firm's 2021 annual audit report. Taylor submitted four amended versions of the firm's 2022 annual audit report. However, each of these reports was rejected because each version continued to contain material inaccuracies or was materially incomplete. After each submission, FINRA informed Percival and Taylor that the firm had not complied with its obligation to submit an accurate 2022 annual audit report. The firm has not filed an accurate and complete 2022 annual audit report to date. FINRA found that the firm conducted a securities business while suspended from FINRA membership. Despite being on notice of being suspended for failing to submit the firm's 2022 annual audit report since April 2023, and being informed on at least six occasions that the suspension remained in effect, Taylor permitted Percival to continue to conduct a securities business during the suspension. Specifically, Percival continued to engage in the firm's transition management business. Percival and Taylor received over $900,000 in transition management fees, including over $700,000 in the ten months following Percival's last 2022 audit report submission.

Current Status: Final

Resolution: Acceptance, Waiver & Consent(AWC)

Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	No
Resolution Date:	04/21/2025
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Requalification Suspension
If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?	No
(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?	

(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or

(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?

Sanction 1 of 1

Sanction Type:	Suspension
Capacities Affected:	Any Principal Capacity
Duration:	Two Years
Start Date:	05/19/2025
End Date:	05/18/2027

Requalification 1 of 1	
Requalification Type:	Requalification by Exam
Length of time given to requalify:	
Type of exam required :	General Securities Principal
Has condition been satisfied:	No
Monetary Sanction 1 of 2	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	$150,000.00
Portion Levied against individual:	$150,000.00
Payment Plan:	Jointly and Severally with Firm
Is Payment Plan Current:	
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	
Monetary Sanction 2 of 2	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	$15,000.00
Portion Levied against individual:	$15,000.00
Payment Plan:	
Is Payment Plan Current:	
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	

Reporting Source:	Broker
Regulatory Action Initiated By:	FINRA
Sanction(s) Sought:	Civil and Administrative Penalty(ies)/Fine(s) Suspension
Date Initiated:	04/21/2025
Docket/Case Number:	2022076084101
Employing firm when activity occurred which led to the regulatory action:	Percival Financial Partners, LTD
Product Type:	No Product
Allegations:	Without admitting or denying the findings, the firm and Taylor consented to the sanctions and to the entry of findings that the firm conducted a securities business while failing to maintain its required minimum net capital and Taylor made capital withdrawals while the firm was net capital deficient. The findings stated that the deficiency occurred as a result of the firm's non-allowable assets and equity withdrawals. Additionally, the firm erroneously reported an Economic Injury Disaster Loan the firm received from the U.S. Small Business Administration as a part of a program the federal government initiated in 2020 to assist small businesses because of the COVID-19 pandemic as a reduction of such nonallowable assets. When the correction was made, a net capital deficiency was identified and reported by the firm. Taylor attempted to address the net capital deficiency by transferring $100,000 to the firm. However, because Taylor received the funds through a loan to him personally from a customer and then contributed the funds to the firm, the funds were a firm liability and did not resolve the firm's net capital deficiency. The findings also stated that the firm failed to timely file required notices of its net capital deficiencies. Taylor, as the firm's FinOp, was responsible for Percival timely filing financial notifications when the firm was net capital deficient. Percival and Taylor timely filed the required deficiency notifications for certain deficiency periods in 2021 and 2022, but Taylor caused Percival to not timely file with FINRA and the SEC the required notices for its net capital deficiency in later periods. The findings also included that the firm filed inaccurate FOCUS and annual audit reports and maintained inaccurate books and records. Taylor inaccurately recorded his capital withdrawals as loans on the firm's general ledger, inaccurately recorded his $100,000 transfer to the firm as additional paid-in capital, and failed to accurately record a $450,000 advanced deposit as a firm liability. These inaccuracies caused Taylor and the firm to inaccurately calculate the firm's net capital and aggregate indebtedness. Percival failed to timely file its 2022 annual audit report, which was due to FINRA in March 2023. Rather, on April 10, Taylor submitted the firm's 2022 audit report, but FINRA

informed Taylor that the annual audit report was rejected as deficient because it contained material inaccuracies. Specifically, the report did not accurately include the $450,000 advanced deposit received by Percival and Taylor. In addition, the report was prepared by a newly-retained accounting firm that Percival did not disclose in advance as required, and re-used signatures and notary stamps from the firm's 2021 annual audit report. Taylor submitted four amended versions of the firm's 2022 annual audit report. However, each of these reports was rejected because each version continued to contain material inaccuracies or was materially incomplete. After each submission, FINRA informed Percival and Taylor that the firm had not complied with its obligation to submit an accurate 2022 annual audit report. The firm has not filed an accurate and complete 2022 annual audit report to date. FINRA found that the firm conducted a securities business while suspended from FINRA membership. Despite being on notice of being suspended for failing to submit the firm's 2022 annual audit report since April 2023, and being informed on at least six occasions that the suspension remained in effect, Taylor permitted Percival to continue to conduct a securities business during the suspension. Specifically, Percival continued to engage in the firm's transition management business. Percival and Taylor received over $900,000 in transition management fees, including over $700,000 in the ten months following Percival's last 2022 audit report submission.

Current Status:	Final
Resolution:	Acceptance, Waiver & Consent(AWC)
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	Yes
Resolution Date:	04/21/2025
Sanctions Ordered:	Civil and Administrative Penalty(ies)/Fine(s) Monetary Penalty other than Fines Requalification Suspension
Sanction 1 of 1	
Sanction Type:	Suspension
Capacities Affected:	any Principal capacities
Duration:	2 years
Start Date:	05/19/2025
End Date:	05/18/2027

Requalification 1 of 1	
Requalification Type:	Requalification by Exam
Length of time given to requalify:	
Type of exam required :	Securities Principal
Has condition been satisfied:	No
Monetary Sanction 1 of 2	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	$150,000.00
Portion Levied against individual:	$150,000.00
Payment Plan:	
Is Payment Plan Current:	Yes
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	
Monetary Sanction 2 of 2	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	$15,000.00
Portion Levied against individual:	$15,000.00
Payment Plan:	
Is Payment Plan Current:	Yes
Date Paid by individual:	
Was any portion of penalty waived?	No
Amount Waived:	

Judgment / Lien

This type of disclosure event involves an unsatisfied and outstanding judgments or liens against the broker.

Disclosure 1 of 1

Reporting Source:	Broker
Judgment/Lien Holder:	IRS
Judgment/Lien Amount:	$184,479.63
Judgment/Lien Type:	Tax
Date Filed with Court:	11/08/2016
Date Individual Learned:	11/14/2016
Type of Court:	State Court
Name of Court:	Circuit Court of Howard County
Location of Court:	Howard County Columbia, MD
Judgment/Lien Outstanding?	Yes
Broker Statement	I had a payment plan set up with the IRS and was told that a tax lien would not be assessed; however, it was incorrectly put on my record.I am in the process of having the application for withdrawal processed.

End of Report

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