

## Client Relationship Summary

March 28, 2022

Schrum Private Wealth Management (“We” or “the Firm”) is registered with the U.S. Securities and Exchange Commission as an investment adviser. Brokerage and investment advisory services fees differ and it is important for you to understand the differences. Free and simple tools are available to research firms and financial professionals at <http://investor.gov/crs>, which also provides educational materials about broker-dealers, investment advisers, and investing.

## What investment services and advice can you provide me?

Our firm offers investment advisory services, which are fully described in our Form ADV Part 2A (“Disclosure Brochure”). As part of our standard advisory services, we monitor investments that we manage on a continuous and ongoing basis. We accept discretionary authority to implement the recommended transactions in client accounts. The level of discretion is set forth in our agreement. We do not offer or sell proprietary products. We offer advice primarily on mutual funds, exchange-traded funds (“ETFs”), money market funds and individual debt and equity securities. Our services are not subject to a minimum fee or account size. Our advisory services include financial planning, consulting, and investment management services. These services are also offered outside our advisory and investment management agreement at a separate fee. Financial planning and investment consulting recommendations are not actively monitored.

**Additional information about our services can be found in Items 4, 5 and 7 of our Disclosure and available to all clients or by going here: <https://adviserinfo.sec.gov/> and entering our company name under the “FIRM.”**

### *Let’s discuss...*

- *Given my financial situation, should I choose an investment advisory service? Why or why not?*
- *How will you choose investments to recommend to me?*
- *What is your relevant experience, including your licenses, education, and other qualifications? What do these qualifications mean?*

## What fees will I pay?

We offer our services on a fee basis. Our fee is based upon assets under management for investment management and wealth management services. This management fee varies depending upon the size and composition of your portfolio, the type and amount of services rendered and the individual(s) providing the services. The annual fee is prorated and charged monthly, in arrears, based upon the market value of the average daily account balance as determined by a party independent of the Firm.

In addition to the advisory fees paid to us, you also incur certain charges imposed by other third parties, such as broker-dealers, custodians, etc. These fees are established and imposed by our custodians and vary for certain accounts that meet custodian thresholds. Such fees are subject to change at the custodian’s discretion. Additional charges include securities brokerage commissions, transaction fees, custodial fees, fees attributable to alternative assets, margin and other borrowing costs, charges imposed directly by a mutual fund or ETF in a client’s account, as disclosed in the fund’s prospectus (e.g., fund management fees and other fund expenses), deferred sales charges, odd-lot differentials, transfer taxes, wire transfer and electronic fund fees, and other fees and taxes on brokerage accounts and securities transactions.

The more assets there are in your advisory accounts, the more you will pay in fees, so the firm has an incentive to encourage you to increase the assets in your account. You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.

**Additional information about our fees can be found in Item 5 of our Disclosure Brochure and available to all clients or by going here: <https://adviserinfo.sec.gov/> and entering our company name under the “FIRM.”**

*Let's discuss... Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?*

### **What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?**

When we act as your investment adviser, we must act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you. Here is an example to help you understand what this means.

- **Third-Party Payments:** While we do not receive compensation from third parties when we recommend investments, our supervised persons or affiliates can do this in their individual capacities as licensed insurance agents. This results in an incentive for our supervised persons or affiliates to recommend selected insurance products and potentially more frequent purchases.

*Let's discuss... How might your conflicts of interest affect me, and how will you address them?*

**Additional information about our conflicts of interest can be found throughout our Disclosure Brochure and available to all clients or by going here: <https://adviserinfo.sec.gov/> and entering our company name under the "FIRM."**

## **How do your financial professionals make money?**

Our financial professionals are compensated by receiving a portion of the asset-based fee that you pay as part of our advisory service. Although some Firm professionals hold broker-dealer registrations, no Firm professional conducts broker-dealer business or receives sales commissions or transaction-based compensation. Compensation may be influenced by the following factors and conflicts of interest:

- The amount of client assets they service. This results in an incentive to favor clients with more assets being serviced.
- Product sales commissions in their individual capacity as licensed insurance agents. Sales commissions, while not earned as financial professionals of our firm, result in an incentive to sell certain insurance products and more frequently

**Additional information about our financial professionals can be found on their respective Form ADV Part 2 Brochure Supplements that you will be provided.**

## **Do you or your financial professionals have legal or disciplinary history?**

No, neither we nor our financial professionals have a legal or disciplinary history. You can visit <http://investor.gov/crs> for a free and simple search tool to research us and our financial professionals.

*Let's discuss... As a financial professional, do you have any disciplinary history? For what type of conduct?*

You can find additional information about our services on our website at <http://schrumpw.com> and in our Disclosure Brochure. To request a copy of this Relationship Summary and any of our other disclosure documents referred to in this document, please call us at (904) 825-0422.

*Let's discuss... Who is my primary contact person? Is he or she a representative of an investment adviser or a broker-dealer? Who can I talk to if I have concerns about how this person is treating me?*