



## **Stellar Capital Management, LLC**

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**Form ADV – Part 2B**

**The Brochure Supplement**

**March 30, 2020**

This Brochure Supplement provides information about Stephen J. Taddie, John Reimer, Philip A. LaMell, Gregg Balderrama, Richard D. Stern, and Mary Collum. It supplements the Stellar Capital Management, LLC Form ADV Part 2A Brochure. Please contact Sheryl Rayner, Chief Compliance Office, if you did not receive Stellar's Brochure or if you have any questions about the contents of this supplement.

Additional information about all our portfolio managers is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

## Stephen J. Taddie

### Educational Background and Business Experience

Stephen J. Taddei (aka Taddie) was born in 1959. He received a Bachelor of Science degree in Economics from Lehigh University in 1981, and a Master of Business Administration in 1990 from the University of Phoenix.

Mr. Taddie co-founded Stellar Capital Management, LLC and has served as Managing Member since the firm's inception in 2000. He has over 30 years of professional experience in the investment field. Beginning his career as a Financial Consultant with Merrill Lynch in Arizona, he managed an office for Prudential Securities on the East Coast, headed the Arizona office for a mid-sized investment advisory firm, and later established S.J. Taddie, Inc., Investment Counsel which became Stellar Capital Management. During that time he has worked with a select group of clients ranging from publicly traded corporations, government entities, and Native American Indian Tribes, to high net worth individuals and families across the country. He is frequently asked to speak on economic and investment management trends, has authored numerous articles and has often been quoted on the same subjects.

### Disciplinary Information

Mr. Taddie has not been involved in any legal or disciplinary events that would be material to a client's evaluation of Mr. Taddie or Stellar Capital Management, LLC.

### Other Business Activities

Mr. Taddie has served as a FINRA arbitrator since 1991 and receives compensation on a case-by-case basis. FINRA operates the largest dispute resolution forum in the securities industry to assist in the resolution of monetary and business disputes between and among investors, securities firms and individual registered representatives. In arbitration, an impartial judge, called an arbitrator, hears all sides of the issue, studies the evidence, and then decides how the matter should be resolved. The arbitrator's decision is final.

### Additional Compensation

Mr. Taddie does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients, except as disclosed above.

### Supervision

As Managing Member, Mr. Taddie maintains ultimate responsibility for the company's operations. Each Portfolio Manager serves as a member of the Investment Committee which meets regularly to discuss the economy, the markets, and investment decisions. Operational decisions are the responsibility of Stephen J. Taddie and Chief Compliance Officer Sheryl L. Rayner. You may reach either of these individuals directly by calling the telephone number on the front page of this brochure supplement.

## John Reimer

### Educational Background and Business Experience

John Reimer was born in 1969. He received a Bachelor of Science in Finance from Arizona State University in 1991, and a Masters of Business Administration from the University of Missouri and Kansas City in 1995. Mr. Reimer received the Chartered Financial Analyst (“CFA<sup>®</sup>”) designation in 2006. The Chartered Financial Analyst designation is an international professional certification offered by the CFA<sup>®</sup> Institute (formerly AIMR) to financial analysts who complete a series of three examinations. To become a CFA<sup>®</sup> charter holder, candidates must pass each of three six-hour exams, possess a bachelor’s degree from an accredited institution (or have equivalent education or work experience). The CFA<sup>®</sup> curriculum includes these topic areas: Ethical and Professional Standards; Quantitative Methods (such as the time value of money and statistical inference); Economics; Financial Reporting and Analysis; Corporate Finance; Analysis of Investments (stocks, bonds, derivatives, venture capital, real estate, etc.) CFA<sup>®</sup> charter holders are also obligated to adhere to a strict Code of Ethics and Standards governing their professional conduct.

Mr. Reimer has served as a Portfolio Manager since 2005 and was named Director of Research in 2009. He has over 20 years of professional experience in the investment field. He began his career with American Century Investors in 1991 as an Equity Analyst, and then served as Director of Research at Sentinel Pension Institute, investment consultants to over 60 Fortune 500 company pension plans. He established Advantage Capital Management, an investment management and consulting firm, and later became a portfolio manager at PacWest Financial Management prior to joining Stellar Capital Management.

### Disciplinary Information

Mr. Reimer has not been involved in any legal or disciplinary events that would be material to a client’s evaluation of Mr. Reimer or Stellar Capital Management, LLC.

### Other Business Activities

Mr. Reimer is not engaged in any other investment related business, and does not receive compensation in connection with any business activity outside of Stellar Capital Management, LLC.

### Additional Compensation

Mr. Reimer does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients.

### Supervision

As Managing Member, Mr. Taddie maintains ultimate responsibility for the company’s operations. Each Portfolio Manager serves as a member of the Investment Committee which meets regularly to discuss the economy, the markets, and investment decisions. Operational decisions are the responsibility of Stephen J. Taddie and Chief Compliance Officer Sheryl L. Rayner. You may reach either of these individuals directly by calling the telephone number on the front page of this brochure supplement.

## **Philip A. LaMell**

### **Educational Background and Business Experience**

Philip A. LaMell was born in 1946. He received a Bachelor of Science in Finance from the University of Illinois in 1968.

Mr. LaMell has served as a Senior Portfolio Manager since January 2009 and has over 40 years experience in the investment field. Prior to joining Stellar, Mr. LaMell served as Vice President and Senior Portfolio Manager for JP Morgan Chase, responsible for their largest and most complex investment management and Trust Relationships from 2005 – 2008. He began his career as a Trust Officer at The First National Bank of Chicago, advancing to Trust Investment Officer at The First National Bank and Trust Company of Barrington, Illinois. He was recruited by Valley National Bank of Arizona (later Bank One) in 1979, to be a Vice President and Senior Portfolio Manager, and later held the positions of Investment Strategist/Marketing Manager, Manager of Investors and Shareholder Relations, and Special Projects Manager developing Valley Capital Management and Sun Eagle Mutual Funds before assuming the responsibilities of Managing Director/Portfolio Management – Western Division. He spent seven years at Merrill Lynch Asset Management as Vice President and Senior Portfolio Manager with responsibilities for Arizona, Colorado and Utah.

### **Disciplinary Information**

Mr. LaMell has not been involved in any legal or disciplinary events that would be material to a client's evaluation of Mr. LaMell or Stellar Capital Management, LLC.

### **Other Business Activities**

Mr. LaMell is not engaged in any other investment related business, and does not receive compensation in connection with any business activity outside of Stellar Capital Management, LLC.

### **Additional Compensation**

Mr. LaMell does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients.

### **Supervision**

As Managing Member, Mr. Taddie maintains ultimate responsibility for the company's operations. Each Portfolio Manager serves as a member of the Investment Committee which meets regularly to discuss the economy, the markets, and investment decisions. Operational decisions are the responsibility of Stephen J. Taddie and Chief Compliance Officer Sheryl L. Rayner. You may reach either of these individuals directly by calling the telephone number on the front page of this brochure supplement.

## Gregg Balderrama

### Educational Background and Business Experience

Gregg Balderrama was born in 1979. He received a Bachelor of Science in Finance and Accounting from the University of Arizona in Tucson, Arizona in 2001. Mr. Balderrama received the Chartered Financial Analyst (“CFA<sup>®</sup>”) designation in 2006. The Chartered Financial Analyst designation is an international professional certification offered by the CFA<sup>®</sup> Institute (formerly AIMR) to financial analysts who complete a series of three examinations. To become a charter holder, candidates must pass each of three six-hour exams, possess a bachelor’s degree from an accredited institution (or have equivalent education or work experience). The CFA<sup>®</sup> curriculum includes these topic areas: Ethical and Professional Standards; Quantitative Methods (such as the time value of money and statistical inference); Economics; Financial Reporting and Analysis; Corporate Finance; Analysis of Investments (stocks, bonds, derivatives, venture capital, real estate, etc.) CFA<sup>®</sup> charter holders are also obligated to adhere to a strict Code of Ethics and Standards governing their professional conduct. Mr. Balderrama received the Chartered Alternative Investment Analyst (CAIA) designation in 2010.

Mr. Balderrama has served as a Senior Portfolio Manager since October 2019 and has over 15 years of investment and banking experience. He began his career as a Treasury Manager for a property and casualty insurance company in Reno, Nevada and transitioned back to Arizona after accepting a position as Investment Analyst for J.P. Morgan Private Bank. Later he served as a Portfolio Manager at Harris Private Bank where he managed high net worth personal trusts and investment management accounts. Prior to joining Stellar, he served on the Investment Committee and was a Portfolio Manager for Mutual of Omaha Bank, managing accounts for the largest and most complex high net worth private clients, foundations, non-profit organizations, etc. His additional responsibilities included managing equity and fixed income strategies and developing investment strategy materials, including writing a quarterly market commentary, and keynote speaking on capital markets.

### Disciplinary Information

Mr. Balderrama has not been involved in any legal or disciplinary events that would be material to a client’s evaluation of Mr. Balderrama or Stellar Capital Management, LLC.

### Other Business Activities

Mr. Balderrama is not engaged in any other investment related business and does not receive compensation in connection with any business activity outside of Stellar Capital Management, LLC.

### Additional Compensation

Mr. Balderrama does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients.

### Supervision

As Managing Member, Mr. Taddie maintains ultimate responsibility for the company’s operations. Each Portfolio Manager serves as a member of the Investment Committee which meets regularly to discuss the economy, the markets, and investment decisions. Operational decisions are the responsibility of Stephen J. Taddie and Chief Compliance Officer Sheryl L. Rayner. You may reach either of these individuals directly by calling the telephone number on the front page of this brochure supplement.

## Richard D. Stern

### Educational Background and Business Experience

Richard D. Stern was born in 1936. He received an Artium Baccalaureatus (A.B.) degree in Psychology from Princeton University in 1958, and a Masters of Business Administration (M.B.A.) from Harvard University in 1962. Mr. Stern received the Chartered Financial Analyst (CFA) designation in 1967. The Chartered Financial Analyst designation is an international professional certification offered by the CFA Institute (formerly AIMR) to financial analysts. To become a CFA charter holder, candidates must pass each of three six-hour exams, and possess a bachelor's degree from an accredited institution (or have equivalent education or work experience). The CFA curriculum includes these topic areas: Ethical and Professional Standards; Quantitative Methods (such as the time value of money and statistical inference); Economics; Financial Reporting and Analysis; Corporate Finance; and Analysis of Investments (stocks, bonds, derivatives, venture capital, real estate, etc.). CFA charter holders are also obligated to adhere to a strict Code of Ethics and Standards governing their professional conduct.

Mr. Stern, a Co-Founder of Stellar Capital Management LLC, served as a Co-Managing Member from the firm's inception through March 31, 2011 and currently serves as a Senior Advisor to the firm. In over 50 years of professional success in the investment field, Mr. Stern was a First Vice President of Newburger, Loeb & Co. in New York City beginning in 1962, mainly as a Supervisory Research Analyst and a Floor Partner; a Senior Vice President and Director of Equity Research at Central Trust Company in Cincinnati; and a Vice President, managing both the bank and trust investments, at Great Western Bank in Phoenix before establishing his own investment firm in 1984 and then co-founding Stellar Capital Management in 2000. He has been published or quoted in *Barron's*, *Medical Economics*, *the Wall Street Transcript*, *The Arizona Republic*, *the Phoenix Business Journal*, *Employee Benefits Journal*, and *Trusts and Estates*. He is profiled in *Who's Who in America*.

### Disciplinary Information

Mr. Stern has not been involved in any legal or disciplinary events that would be material to a client's evaluation of Mr. Stern or Stellar Capital Management, LLC.

### Other Business Activities

Mr. Stern is not engaged in any other investment related business and does not receive compensation in connection with any business activity outside of Stellar Capital Management, LLC.

### Additional Compensation

Mr. Stern does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients.

### Supervision

As Managing Member, Mr. Taddie maintains ultimate responsibility for the company's operations. Each Portfolio Manager serves as a member of the Investment Committee which meets regularly to discuss the economy, the markets, and investment decisions. Operational decisions are the responsibility of Stephen J. Taddie and Chief Compliance Officer Sheryl L. Rayner. You may reach either of these individuals directly by calling the telephone number on the front page of this brochure supplement.

## Mary E. Collum

### Educational Background and Business Experience

Mary Collum was born in 1970. She received a Bachelor of Science in Finance from Arizona State University in 1995, a Masters of Business Administration from the University Phoenix in 2000 and a Masters-level Banking Degree from Pacific Coast Banking School in 2008.

Ms. Collum, a Senior Advisor to Stellar, is responsible for creating strategic relationships and alliances with organization leaders to support key business initiatives. Mary has over 25 years of financial services experience, most recently serving as the Senior Vice President of Premier Wealth Management for National Bank of Arizona. She was the Founder and Director of the private bank, leading a team of finance professionals including Wealth Advisors, Commercial Bankers & Treasury Officers who focused on providing a unique client experience. Prior to forming the Private Bank, Mary served as the first female Regional Credit Manager for National Bank of Arizona.

She has been deeply involved with non-profit organizations over the years, currently serving on the Board of the Fresh Start Women's Foundation and serves as Treasurer on the Executive Board for the Phoenix Country Club. Mary is past Chairman of the Arizona Foundation for Women and the Hon Kachina Council, past Director of Central Phoenix Women, and founding member of the NB|AZ Women's Financial Group. Other recent community engagements include the Scottsdale Cultural Council and the National Kidney Foundation of Arizona.

### Disciplinary Information

Ms. Collum has not been involved in any legal or disciplinary events that would be material to a client's evaluation of Ms. Collum or Stellar Capital Management, LLC.

### Other Business Activities

Ms. Collum, through her company Collum Ventures, is a consultant for community banks and local businesses and receives compensation in connection with this business activity outside of Stellar Capital Management, LLC.

### Additional Compensation

Ms. Collum does not receive economic benefits from any person or entity other than Stellar Capital Management, LLC. in connection with the provision of investment advice to clients.

### Supervision

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