



WRAP FEE BROCHURE: Summary of Material Changes

Material Changes

Klaas Financial Asset Advisors, LLC (“Klaas”) delivers its Wrap Fee Program Brochure initially when we enter into an advisory agreement with you. The Wrap Fee Program Brochure will be updated no less than annually within 90 days of our December 31 fiscal year end. Within 120 days of our fiscal year end, we will deliver to you a summary of material changes which have been made to our Wrap Fee Program Brochure since its last annual update. This summary will include information about how you may obtain a complete copy of our updated Wrap Fee Program Brochure at no charge, and it will include the date of the last annual update. We will provide updated disclosure information about material changes more frequently as needed.

The last annual update to our brochure was dated March 22, 2017. We have made the following material changes to our Brochure since the last update:

- Craig J. Klaas is the firm’s President; Maleeah L. Wernsing-Cuevas is the firm’s Chief Executive Officer; Stephanie R. Mowers is the firm’s Chief Operating Officer, and Rita B. Rhodes is the firm’s Chief Compliance Officer.
- We updated the description of trading and custody arrangements to indicate that we will generally recommend Fidelity Institutional Wealth Services (“Fidelity”) to you for custody and brokerage services. Fidelity, a member FINRA/SIPC, is an unaffiliated SEC-registered broker-dealer. Fidelity provides brokerage and custody through its affiliates, National Financial Services, LLC, or Fidelity Brokerage Services, LLC, which are also SEC-registered broker/dealers and members FINRA/SIPC. You may direct us in writing to use a particular custodian to execute some or all of the transactions for your account. If you do so, you may be responsible for negotiating the terms and arrangements for the account with that custodian. We may not be able to negotiate commissions, obtain volume discounts, or best execution with custodians with which we do not have a pre-existing relationship. A difference in transaction fees and expenses may also exist between those charged to clients who direct us to use a particular custodian and other clients who do not. In addition, some Money Managers may require the use of certain custodians. Please refer to the Brokerage Practices sections of their respective disclosure brochures for more information.
- Client Referrals and Other Compensation was updated to clarify that we do not currently participate in any solicitation arrangements.
- Other minor updates were made where necessary for consistency, for clarification, or to correct typographical or grammatical errors.

As of December 31, 2017, within the KIP wrap-fee program, we managed approximately \$279 million in client assets for approximately 1,753 clients.

Currently, our brochure may be requested by contacting us at (815) 877-8440, by emailing us at info@klaasfinancial.com, or by visiting klaasfinancial.com/klaas/downloads/ADV-Part-2A-Appendix-1-KIP-Wrap-Fee.pdf.

We will provide you with a copy of our current brochure at any time without charge.

Information about each of our Investment Adviser Representatives may be found in their respective Form ADV Part 2B Individual Disclosure Brochure Supplement.

*Klaas Financial Asset Advisors, LLC
CRD Number 121399*