

UNITED STATES OF AMERICA
BEFORE THE
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934
Release No. 51554 / April 15, 2005

ADMINISTRATIVE PROCEEDING
File No. 3-11558

In the Matter of

Performance Specialist Group LLC,

Respondent.

**ORDER AUTHORIZING
DISBURSEMENT OF FUNDS
FROM FAIR FUND TO PAY
ESTIMATED TAXES**

I.

FACTS

1. On July 26, 2004, the Securities and Exchange Commission (“Commission”) issued an Order Instituting Administrative and Cease-and-Desist Proceedings, Making Findings, and Imposing Remedial Sanctions and a Cease-and-Desist Order Pursuant to Sections 15(b)(4) and 21C of the Securities Exchange Act of 1934 (“July 26 Order”) against Performance Specialist Group LLC (“PSG”). The July 26 Order directed PSG, among other things, to pay disgorgement in the amount of \$1,491,171 and a civil penalty in the amount of \$680,761.

2. The July 26 Order further directs that the civil penalty shall be added to a fair fund to be distributed pursuant to a distribution plan drawn up by an administrator. In accordance with the provisions of the July 26 Order, on August 9, 2004, PSG made payments totaling \$2,171,932 to the Commission.

3. On October 13, 2004, the Commission issued an Order Supplementing Prior Order, Creating a Fair Fund, Appointing Heffler, Radetich & Saitta L.L.P. as Fund Administrator, and Directing the Transfer of Funds (“October 13 Order”). Among other things, the October 13 Order created a fair fund with respect to the payments made by PSG (“Fair Fund”), and directed the transfer of funds held at the U.S. Treasury into an escrow account established for the Fair Fund for investment in short-term U.S. Treasury securities prior to disbursement to injured customers. The escrow account was established at Citizens Bank of Pennsylvania, which is acting as the escrow agent in the matter.

4. Heffler, Radetich & Saitta L.L.P. has notified the staff that, based on the estimated earnings of the Fair Fund during the first quarter of 2005, an estimated tax payment in the amount of \$4,350.00 is due from the Fair Fund on or before April 15, 2005.

II.

In view of the foregoing, it is ORDERED that:

The escrow agent shall promptly make a payment to the U.S. Treasury in the amount of \$4,350.00 out of the Fair Fund in satisfaction of the Fair Fund's estimated federal tax liability for the first quarter of 2005.

By the Commission.

Jonathan G. Katz
Secretary