

# n the Fast Track

Announcing the fourth SD&I Fast50, honoring the fastest-growing security service providers in North America; along with best practices and key industry research By Paul Rothman

or the past four years, SD&I has ranked the 50 fastest-growing security services firms, while sharing insights on the best practices those companies share for better business and future growth. This year's Fast50 features similar lists and best practices from the owners of those companies; however, the 2015 version of the program also includes a vastly expanded look at the impacts of technology, market expansion and much more among all of the companies that entered the rankings.

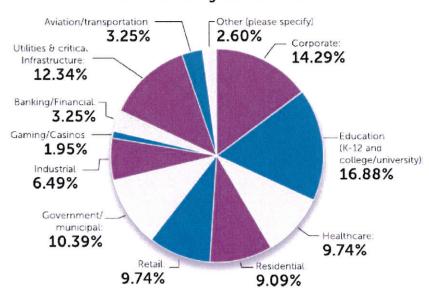
Thus, as you flip through the list of the top growers our industry has to offer, look for pie charts and graphs that will give you valuable insight into the state of the industry for security dealers and integrators, including: the fastest-growing technologies being added to the portfolios of your fellow dealers and integrators; the vertical

markets where your fellow firms are finding the most traction; the threats from both inside and outside the industry that may prove to be a challenge in the years to come; the top

business management concerns for security services providers; and more.

This year's fastest-growing security dealer/integration firm is headed by two familiar faces in the industry -

### Fastest Growing Vertical Markets



# **Fast50 Overall Ranking**

Position	Company Name	Location	Website	# Employees	Established
1	CarterBrothers	East Point, GA	www.carterbrothers.com	103	2000
2	Securadyne Systems	Dallas, TX	www.securadyne.com	300	2011
3	Perimeter Security Group	Coeur d'Alene, ID	www.perimetersecuritygroup.com	60	2008
4	CM3 Building Solutions Inc.	Fort Washington, PA	www.cm3inc.com	97	2003
5	Alarm Capital Alliance	Newtown Square, PA	www.alarmcapital.com	486	2000
6	A3 Communications Inc.	Irmo, SC	www.a3communications.com	67	1990
7	Netronix Integration Inc.	San Jose, CA	www.netronixint.com	110	2007
8	Star Asset Security	Greenville, SC	www.securethinking.com	63	1993
9	Continental Computers / WLANmall.com	El Segundo, CA	www.wlanmall.com	11	1985
10	Minuteman Security Technologies Inc.	Andover MA	www.minutemanst.com	36	1983
11	Blue Violet Networks	Costa Mesa CA	www.bluevioletnetworks.com	40	1978
12	NorthStar Alarm Services	Orem, UT	www.northstarhome.com	109	2000
13	ARM Alarm	Cary, NC	www.armalarm.com	6	2011
14	Advanced Cabling Systems	North Little Rock, AR	www.advancedcabling.com	146	1998
15	Fidei Group Incorporated	Tinley Park, IL	www.fideigroup.com	16	2011
16	Safety Dynamics Corporation	Oakland, CA	www.SafetyDynamics.org	59	1991
17	Pro-Vigil Inc.	San Antonio, TX	www.pro-vigil.com	100+	2006
18	Protection 1	Romeoville, IL	www.Protection1.com	2,876	1988
19	Stone Security	Salt Lake City, UT	www.stonesecurity.net	16	2006
20	Vision Technologies Inc.	Glen Burnie, MD	www.visiontech.biz	360	2000
21	Select Security	Lancaster, PA	www.selectsecurity.com	176	2003
22	Ackerman Security Systems	Atlanta, GA	www.ackermansecurity.com	300	1992
23	Go Safer Security	Laurel, MD	www.gosafersecurity.com	10	2009
24	Electric Guard Dog	Columbia, SC	www.electricguarddog.com	90	1991
25	Rapid Security Solutions LLC	Sarasota, FL	www.rsecurity.net	42	2007
26	Firstline Security Systems	Anaheim, CA	www.firstlinesecurity.com	48	1992
27	QPCS LLC	Modesto, CA	www.qpcs.net	15	2001
28	Cam Connections	Lakeland, FL	www.camconn.com	54	1999
29	Guardian Protection Services	Warrendale, PA	www.GuardianProtection.com	956	1950
30	Go Security Soluitions	Ashland, MA	www.gosecuritysolutions.com	13	2002
31	Integrated Security & Communications	Hamilton, NJ	www.isc-world.com	60	2007
32	ISG Technology	Salina, KS	www.isgtech.com	210	1983
33	Security Pros LLC	Jeffersonville, IN	www.securitypros-usa.com	11	2009
34	Security Equipment Inc.	Omaha, NE	www.sei-security.com	157	1969
35	Xentry Systems Integration	Columbus, OH	www.xentrysi.com	57	2013
36	Tech Digital	Indianapolis, IN	www.itechdigital.com	32	1999
37	Envision Security Inc.	Peoria, AZ	www.envnow.com	10	2011
38	Genesis Security Systems LLC	Germantown, MD	www.gensecsystems.com	53	2002
39	2 Krew Security & Surveillance	Kittanning, PA	www.2krew.com	10	2006
40	Dakota Security Systems Inc.	Sloux Falls, SD	www.dakotasecurity.com	125	1976
41	KST Security	Indianapolis, IN	www.KSTsecurity.com	59	2010
42	Sentinel Security Solutions Inc.	Grover Beach, CA	www.sentinelsecuritysolutions.com	6	2009
43	CGL Electronic Security Inc.	Norwood, MA	www.cglsecurity.com	39	1998
44	Mumford Associates LLC	Boonton, NJ	www.mumfordassoc.com	8	2000
45	AM TEC Total Security Inc.	Chino, CA	www.amtecsecurity.com	15	1983
46	Condortech Services Inc. (CTS)	Springfield, VA	www.condortech.com	40	1988
47	NW Security & Sound LLC	Snohomish WA	www.nwsecurityandsound.biz	8	2010
48	Marshall Alarm Systems	Yorktown, NY	www.marshallalarm.com	13	1978
49	Intertech Security LLC	Pittsburgh, PA	www.intertechsecurity.com	174	2000
50	Netech Corporation	Caledonia, MI	www.netechcorp.com	56	1996



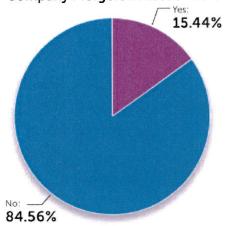
### **Three-Year Growth Percentage**

Rank	Company	3-year Growth %
1	CarterBrothers	1161.4%
2	ARM Alarm	305.1%
3	Perimeter Security Group	259.8%
4	Go Safer Security	250.5%
5	Fidei Group Incorporated	115.6%
6	Securadyne Systems	109.8%
7	Blue Violet Networks	83.2%
8	Safety Dynamics Corporation	74.2%
9	A3 Communications Inc.	65.0%
10	Star Asset Security	52.1%
11	Continental Computers / WLANmall.com	50.9%
12	CM3 Building Solutions Inc	48.9%
13	Security Pros LLC	45.7%
14	Netronix Integration Inc.	44.1%
15	Stone Security	42.4%
16	Go Security Soluitions	38.4%
17	QPCS LLC	36.7%
18	Minuteman Security Technologies Inc.	35.6%
19	Alarm Capital Alliance	34.1%
20	2 Krew Security & Surveillance	33.9%
21	Rapid Security Solutions LLC	33.3%
22	NorthStar Alarm Services	29.0%
23	Sentinel Security Solutions Inc.	28.7%
24	Pro-Vigit Inc.	27.5%
25	Advanced Cabling Systems	25.9%
26	NW Security & Sound LLC	24.4%
27	AM TEC Total Security Inc.	23.9%
28	Mumford Associates LLC	22.6%
29	Envision Security Inc.	22.4%
30	Select Security	22.2%
31	iTech Digital	21.5%
32	Firstline Security Systems	21.1%
33	Integrated Security & Communications	18.8%
34	Cam Connections	18.5%
35	Marshall Alarm Systems	17.7%
36	Skynet Security Systems	17.2%
37	Condortech Services Inc. (CTS)	15.8%
38	Electric Guard Dog	14.9%
39	CGL Electronic Security Inc.	14.7%
40	Xentry Systems Integration	14.4%
41	Ackerman Security Systems	14.0%
42	Vision Technologies Inc.	12.2%
43	BSN Security	12.1%
44	Protection 1	12.1%
45 46	Security Equipment Inc.	11.7%
46	Genesis Security Systems	9.9%
47	KST Security	9.7%
48	World Wide Security	8.3%
49	Dakota Security Systems Inc.	8.1%
50	CONTAVA Inc.	7.3%

the Carter Brothers - who have rebuilt their company following a 2012 sale to Tyco Integrated Security (read the full profile on page 28).

The next companies are no stranger to the Fast50 - Securadyne Systems (see page 32) continued to grow, rising to second from last year's fourth-place ranking; passing last year's No. 2 Perimeter Security Group (see page 34), which comes in this year at No. 3. Two newcomers to the top spots round out the first five: No. 4 CM3 Building Solutions (see page 36) and No. 5 Alarm Capital Alliance (see page 38).

### Company Mergers in Last 3 Years



Before jumping into the best practices from the remaining Fast50 companies that you have come to expect, let's first take a look at how some of them are attacking a few of the market drivers already mentioned.

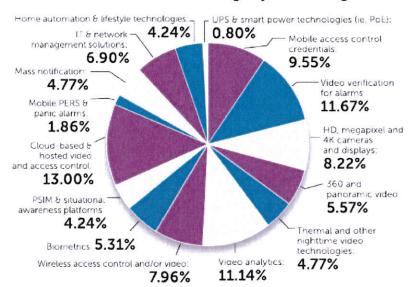
### **Technology Trends**

Staying on top of the latest trends and technologies, of course, is paramount to running a successful security services business. Whether your customers know deeply about these trends or not, it is certainly a good idea to put them on your (and their) radar.

"We have seen an increase in demand for outdoor wireless, combined with IP surveillance for campuses, large enterprise environments, public utilities, cities and counties," says Brian Thomas, president of A3 Communications, the No. 6-ranked company in the overall Fast50. "In addition, our clients are frequently requesting unified security and IT solutions to comprehensively ensure the safety of their staff, facilities and technological investments as well as to maintain operational efficiency. Also, it is already



### What Cutting-Edge Technologies are you Most Interested in Adding to your Offerings?



clear that security applications will be hosted or moved to the cloud on a much larger scale in the near future."

"We believe that the largest trends and changes in the security industry have been involved with IT and video monitoring using analytics," says Roger Hirschy, Executive VP of the No. 8-ranked Star Asset Security. "We offer a comprehensive program that includes both and as we look at a customer's security needs."

"The trend that has impacted (No. 10-ranked) Minuteman the most is 'system unification," reports CEO Joseph Lynch. "Our clients are requesting solutions that are more seamlessly integrated — or a 'true integration' between platforms."

Other technology trends cited by the top companies include: integrating IP access control with video management systems (VMS); video verification for alarm systems; video analytics; mobile access control; and HD, megapixel and 4K video and displays.

### **Vertical Market Trends**

While the top growing market cited in our research was "corporate," there are several industries driving growth in the security services market. "We continue to see demand for advanced technology - specifically for security and operational processes — in the education and government markets," A3's Thomas reports. "However, we have also experienced significant growth in the corporate world, including the banking and industrial markets."

In fact, security for educational institutions - both K-12 and colleges - is seen as one of the fastest-growing by Fast50 companies, along with industrial, healthcare and government/municipal.

"We have seen a good amount of growth in the local law enforcement for both covert and overt surveillance, and municipality installations that include wireless networks, IP cameras, VMS, storage systems and servers," says Ronen Isaac, vice president of No. 9-ranked Continental Computers.

### Companies 6-10: Key **Service Offerings**

It goes without saying that every security services firm is on the hunt for RMR. Here's a look at some of the key

service offerings used by the second half of the top 10 Fast50 companies:

No. 6- A3 Communications: Added new services and hardware offerings, such as electrified door hardware, which allows the company to provide turnkey security and IT solutions for clients of all sizes. "Along with the addition of electrical services, we are forming relationships with clients and general contractors much earlier in the project process to offer a true systems integration solution," Thomas says.

No. 7- Netronix Integration Inc.: "The addition of service and preventive maintenance agreements has really helped to round out our offering to clients," says Vice President and CFO Steve Piechota.

No. 8- Star Asset Security: "We offer a complete turnkey preventative maintenance program to our customers that is all-inclusive and proactive instead of reactive," Hirschy says.

No. 9- Continental Computers / WLANmall.com: "Our customers want to learn more about how they can monitor their cameras through different clients," Isaac says. "Mobile platforms have become a huge selling point and can be attributed to our growth in video management offerings."

No. 10- Minuteman Security Technologies: "Our accelerated growth over the past three years is attributed to our investment in high-level engineering resources and software developers," Lynch says. "This allows us to offer solutions that the average security integrator is unable to provide."

### **Challenges to Overcome**

What was the biggest obstacle or challenge that Fast50 companies overcame in attaining growth? The responses from the Fast50 ran the gamut from hiring and training sales teams, to attracting IT talent, to the Internet of Things and the transition from analog



### **Dollar Growth Ranking**

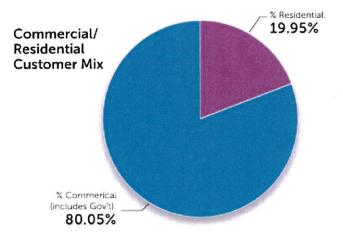
Dollar	Growth Kanking
1	Protection 1
2	Securadyne Systems
3	Alarm Capital Alliance
4	CM3 Building Solutions Inc
5	CarterBrothers
6	Guardian Protection Services Inc.
7	Xentry Systems Integration
8	Vision Technologies Inc.
9	A3 Communications Inc.
10	Netronix Integration Inc.
11	ISG Technology
12	Ackerman Security Systems
13	Perimeter Security Group
14	Advanced Cabling Systems
15	NorthStar Alarm Services
16	Electric Guard Dog
17	Minuteman Security Technologies Inc.
18	Continental Computers / WLANmall.com
19	Star Asset Security
20	Select Security
21	Pro-Vigil, Inc.
22	Security Equipment Inc.
23	Firstline Security Systems Inc.
24	Cam Connections
25	Dakota Security Systems Inc.
26	Genesis Security Systems
27	Integrated Security & Communications
28	Blue Violet Networks
29	KST Security
30	Stone Security
31	Safety Dynamics Corporation
32	Intertech Security LLC
33	Rapid Security Solutions LLC
34	Fidei Group Incorporated
35	ARM Alarm
36	Netech Corporation
37	iTech Digital
38	CGL Electronic Security Inc.
38	CONTAVA Inc.
40	QPCS LLC
41	Envision Security Inc.
42	Condortech Services Inc.
43	Go Security Soluitions
44	World Wide Security
45	Bates Security LLC/ Sonitrol of Lexington Inc.
46	American Digital Security (ADS)
47	Marshall Alarm Systems
48	Go Safer Security
49	Mumford Associates LLC
5.0	AM TEC Talaks and hala

to IP — and trends and technologies that go well beyond. Here's what they had to say:

Courtney Brown, Director of PR and Marketing, NorthStar Alarm Services (No. 12): "Our greatest challenge in achieving this growth has been recruiting and building a larger sales force. We have a high level of retention in our sales program but are up against some giants in recruiting and increasing our size. We have overcome this by focusing on investments in our current force to maintain our retention."

Mike Stewart, President, ARM Alarm (No. 13): "Becoming 'slow to hire and quick to fire.' Our real growth started by getting the right team members on board and recognizing the impact of keeping the wrong ones around for too long. There have been some hard and expensive lessons in being 'too slow to fire."

Steve Schabacker, President, Fidei Group (No. 15): "The biggest obstacle was completing the construction of our new facility. It took all of our operations knowledge and experience to create a facility that would meet our needs now and in



the future. We moved in late 2014 and have been amazed at how having the right space can make all the difference."

Jamie Haenggi, Chief Marketing & Customer Experience Officer, Protection 1 (No. 18): "We can't allow the pace of our growth to impact the reputation we have built over time. Customer experience and quality delivery has been the cornerstone of our value proposition in the marketplace — and regardless if it is a 3,000-sq. ft. home we are providing service to, a 300,000 industrial plant or a 3,000-location national retail chain — every customer should receive the same high-quality experience."

Al Saxon, SVP Sales and Marketing, Vision Technologies Inc. (No. 20): "The transition from analog systems to IP provided the opportunity for us to excel, as our background is as an IP-centric solutions provider. We found that traditional security technicians and engineers had (for the most part) trouble transitioning to an IP environment; conversely, our

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AM TEC Total Security Inc.

### What Security Trends Concern you the Most?

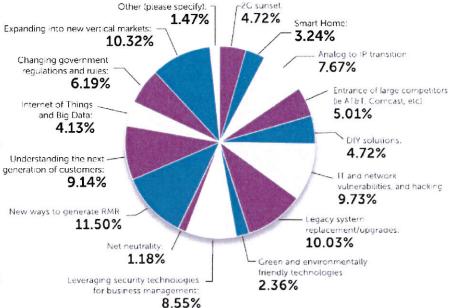
IP-certified engineers didn't have the experience or framework for properly Expanding into new vertical markets: executing on a security system's mission and objective. It was the blending of the team that provided us with the ability to successfully grow."

Steve Firestone, President, Select Security (No. 21): "Growth is easy when you have a compelling story to tell that clearly defines your differentiation in the marketplace. What is more difficult is finding the right people to help you tell the story. Talent recruitment is one of the biggest hurdles facing not just us, but any company seeking to grow rapidly."

Nathan Leaphart, CFO, Electric Guard Dog (No. 24): "Our challenge continues to be driving awareness of our solution within the marketplace. Many people have never thought to use an electric security fence to protect their perimeter but can't imagine doing anything else after they find us."

Steve Morefield, CEO, Firstline Security Systems (No. 26): "Continuing our high level of customer service while growing our customer base."

Mario Campos, President, QPCS LLC (No. 27): "By adopting the IoT (Internet of Things) methodology, we were able to overcome infrastructure limitations



and deliver wireless video surveillance and access control via 4G LTE."

Mike Kotwicki, Vice President, Go Security Solutions (No. 30): "Our biggest challenge was managing large project-based work while continuing to support and service our existing client base at the highest level. We did this by creating multiple project teams on the operations side as well as dedicating a service technician to handle the growing service needs of our clients."

### Eric Tabor, VP Marketing and Vendor Management, ISG Technology (No. 32):

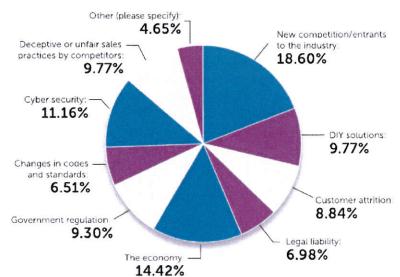
"We are moving from a branch model VAR to a functional solutions provider. By leveraging data-driven decisions and team members across locations, we're driving predictable revenue."

Chris Gilbert, President, Security Pros LLC (No. 33): "Security Pros was built though organic means without outside investment, so holding fast to this organic strategy has proven to be an obstacle to overcome. We had to overcome the urge to borrow money or seek outside investment to accomplish our goals and continue our growth. This essentially meant that we had to sell our way into growth. Recently we realized this strategy's benefits as we were able to leverage large sales revenues against new vehicles and personnel."

### Andre Greco, VP Sales & Marketing, Xentry Systems Integration (No. 35):

"The biggest challenges were effective and efficient project management and post-installation services. We had to implement very stringent processes in both areas. Processes and controls were put in place for every department from order entry through post-installation hand-off to our service team."

### What are the Top Threats to your Business?





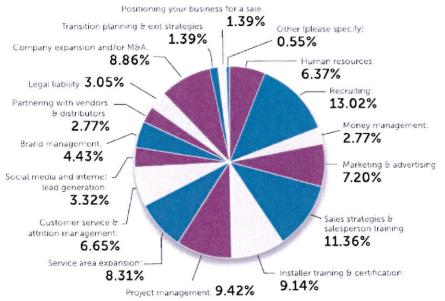
### What are your Top Concerns from a Business **Management Perspective?**

Steve Spiech, CFO, ITech Digital (No. **36):** "Getting our product mix and internal processes right, while at the same time focusing on developing a more positive culture."

Brandy Taylor, 2 Krew Security & Surveillance (No. 39): "Developing and deploying systems and personnel to administrate and service our customers."

Leela Sherbon Vice President, Sentinel Security Solutions (No. 42): "With a large growth in staff, we are implementing policies, procedures and communication channels for the company to work independently of the owners but still maintain the locally owned feel that has made us successful. We are still working through this obstacle."

Ruth Torok, VP, AM TEC Total Security Inc. (No. 45): "Earning the respect of



local governments through CCTV and alarm installation projects. Because of our reputation, we have been able to

expand into other cities throughout Southern California."

Jorge G. Lozano, President & CEO, Condortech Services (No. 46): "Business development to the federal market segment, where there is not easy access to the decision makers. Our success is that we have primed 97 percent of our contracts with the federal agencies, and that gives us a past performance edge vs. the competition."

## How the Fast50 is Calculated

The companies ranked in the SD&I Fast50 are recognized and ranked based on percentage growth and revenue growth - with their overall ranking balancing those two considerations using a simple but effective algorithm. If we ranked companies purely on revenue growth, it would tend to favor larger companies - this way, the playing field is level for all entrants.

We also balance the equation by studying three years of financial change to ensure that high-growth companies aren't just "flash in the pan" types of businesses, but are able to sustain themselves. It also balances ups and downs. For example, a company on our list could have had negative growth in its first year but then achieved such strong growth in year two that the average was powerfully in the positive.

To enter, companies confidentially report to us their most recent fiscal years worth of gross revenues. Using those numbers, we compute the revenue growth and percentage growth for each of their three most recent fiscal years. We average the growth numbers to generate an average revenue growth for the company, and we do the same for the company to create an average percentage growth.

Ties result simply because of the formula average of the revenue and percentage ranks — it is a product of one being higher for dollar increase and one being higher in percentage increase.

Companies may enter as long as one of their key business efforts is the installation of security solutions (e.g., video, intrusion, access control, perimeter detection, biometrics, etc.). It doesn't have to be your sole business effort, but it does need to be a definitive part of your firm.

### Advice for Growth

The remaining Fast50 company executives were asked to provide one piece of advice that they would you give to other companies who hope to achieve a similar level of growth. Here's what they had to say:

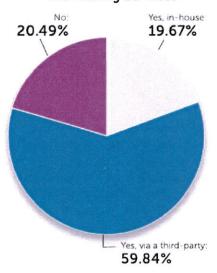
Chad Gordon, VP of Security & Industrial Automation, Blue Violet Networks (No. 11): "Get Creative with your projects. The same old security just doesn't get it done in today's technology market place. Embrace new products and services. Train your staff for the new demands."

Michael Kennedy, President, Advanced Cabling Systems (No. 14): "As you continue to grow and expand, each client has to matter just as much as it did when you only had one client."



John Sebastian, President, Safety Dynamics Corp. (No. 16): "With terrorist threats and activities growing, our industry must be able to provide the best level of security to both corporate and government clients to ensure reliable, seamless operations; while at the same time, giving the bad guys the least accessible profile of our systems."

### Fast50 Companies that Offer Monitoring Services



Jeremy White, CEO, Pro-Vigil (No. 17): "To achieve rapid growth, your company must be well capitalized and have clearly defined goals and timeframes."

Brent Edmunds, President, Stone Security (No. 19): "Form strong partnerships with the leading manufacturers and maintain a high-level of excellent installations and customer support."

Jeffrey Cohen, CFO, Ackerman Security (No. 22): "Build strong strategic partners in technology and banking."

Navin Goel, CEO, Go Safer Security (No. 23): "HR is more important than cash flow - because without having the right crew you will not be able to complete the jobs you get."

Steven E. Paley, President & CEO, Rapid Security Solutions (No. 25): "Stay completely focused on your clients and their unique needs and goals. Eliminate or outsource all other processes that distract or hinder your company from focusing on your clients."

Robert W. Bull, Jr., President/CFO, Cam Connections (No. 28): "We employ very talented, dedicated employees and reward them appropriately. This is the single most important factor to our growth."

Joseph Lininger, VP of Marketing, Guardian Protection Solutions (No. 29): "Be sure to find reliable, quality lead sources."

Tom Catagnus President, Integrated Security & Communications (No. 31): "Have the courage to stay with the same 'core values' you started the business with. Don't become a 'ME TOO' security provider. Hold on to your uniqueness."

Tom Hruby, Executive Vice President, Security Equipment Inc. (No. 34): "Recruit outside the security industry for your IT needs. It is easier to train an IT Tech on security than the other way around."

Darryl Johnson, President, Envision Security (No. 37): "Not all partnerships are meant to be. Sometimes you need to know when to back out of a relationship that is not working."

Alan Kruglak, SVP, Genesis Security Systems (No. 38): "The key is product standardization. Without it, you will not be able to be a high-quality service provider."

Eric Yunag, CEO, Dakota Security Systems (No. 40): "Identify your company's foundational principles and be diligent about reinforcing them throughout your organization."

Mike McGuirk, Sales Manager, CGL Electronic Security (No. 43): "It takes good forecasting and resource management to add the necessary employees throughout the process to ensure you don't take on too much too soon. Having a solid foundation in place and adding key pieces throughout the growth process is the key."

Phillip J. Mumford, President, Mumford & Associates (No. 44): "Provide professional on-site user training."

Rick O'Brien, Managing Partner, NW Security & Sound (No. 47): "Find the top personnel...walk before you run."

Marshall C Marinace, President, Marshall Alarm Systems (No. 48): "Obtain and develop a qualified sales force that stay on top of trends and additional revenue-generating services."

Matthew Petnuch, Executive VP, Intertech Security LLC (No. 49): "Stay focused on retention while exploring new markets and technologies."

Rick Zimmerman, Director Physical Security, Netech Corp. (No. 50): "Build a team of the brightest and most talented people you can."

### **Fast50 Awards Ceremony**

If you are in attendance at April's ISC West show, be sure to catch our Fast50 awards ceremony, where you can meet me and top executives from some of the Fast50 companies, as we will honor the top 10 for their achievements. The ceremony is sponsored by the Security Industry Association (SIA) and Reed Exhibitions, the organizer of ISC West.

It will be held on the lobby stage just outside the exhibit hall main entrance at 4 p.m. on Wed., April 15. If you aren't able to make the event, look for live coverage at www.securityinfowatch. com/isc-west — the article will appear as part of our digital show daily on April 16 (sign up for the show daily newsletter at www.securityinfowatch. com/reg/newsletter).

Additionally, if you are going to attend the upcoming PSA-TEC conference, I will be moderating a Fast50 panel on the morning of Monday, May 4. Details are available at www.psa-tec.com.

)) Paul Rothman is Editor-in-Chief of Security Dealer & Integrator (SD&I) magazine. Visit www.secdealer.com to read the latest issue.