

MCKINNEY COMMUNITY DEVELOPMENT CORPORATION Promotional and Community Event Grant Application

Fiscal Year 2019

IMPORTANT:

- Please read the McKinney Community Development Corporation Grant Guidelines prior to completing this application.
- The Grant Guidelines and Application are available at www.mckinneycdc.org; by calling 972.547.7653 or by emailing cschneible@mckinneycdc.org
- **Please call to discuss your plans for submitting an application in advance of completing the form.** A completed application and all supporting documents are required to be submitted via email or on a thumb drive for consideration by the MCDC board. Please submit the application to:

McKinney Community Development Corporation
5900 S. Lake Forest Blvd., Suite 110
McKinney, TX 75070

- *If you are interested in preliminary Board of Directors review of your project proposal or idea, please complete and submit the **Letter of Inquiry** form, available at www.mckinneycdc.org, by calling 972.547.7653 or emailing cschneible@mckinneycdc.org.*

Applications must be completed in full, using this form, and received by MCDC, via email or on a thumb drive, by 5:00 p.m. on the date indicated in schedule below.

Promotional and Community Event Grant Calendar:

Application Deadline	Presentation to MCDC Board	Board Vote and Award Notification
Cycle I: November 30, 2018	December 20, 2018	January 24, 2019
Cycle II: May 31, 2019	June 27, 2019	July 25, 2019

APPLICATION

INFORMATION ABOUT YOUR ORGANIZATION

Name: *SBG Hospitality*
 Federal Tax I.D.: *81-5195550*
 Incorporation Date: *February 2017*
 Mailing Address: *7200 W University Drive, Suite 210*
 City: *McKinney* ST: *TX* Zip: *75071*
 Phone: *318.527.9221* Fax: Email: *Hello@SBGhospitality.com*
 Website: *WWW.SBGhospitality.com*

Check One:

- Nonprofit – 501(c) Attach a copy of IRS Determination Letter
- Governmental entity
- For profit corporation
- Other

Professional affiliations and organizations to which your organization belongs:

McKinney chamber of commerce

REPRESENTATIVE COMPLETING APPLICATION:

Name: Lauren Stephan

Title: President

Mailing Address: 2509 Tremont Blvd

City: McKinney

ST: TX

Zip: 75071

Phone: 318.527.9221

Fax: NA

Email: hello@signhospitality.com

CONTACT FOR COMMUNICATIONS BETWEEN MCDC AND ORGANIZATION:

Name: Lauren Stephan

Title: President

Mailing Address: 2509 Tremont Blvd

City: McKinney

ST: TX

Zip: 75071

Phone: 318.527.9221

Fax: NA

Email: hello@signhospitality.com

FUNDING

Total amount requested: \$15,000

Matching Funds Available (Y/N and amount):

Will funding be requested from any other City of McKinney entity (e.g. McKinney Convention and Visitors Bureau, Arts Commission, City of McKinney Community Support Grant)?

Yes

No

Please provide details and funding requested:

PROMOTIONAL/COMMUNITY EVENT

Start Date: 10/19/19

Completion Date: 10/19/19

BOARD OF DIRECTORS (may be included as an attachment)

NA

LEADERSHIP STAFF (may be included as an attachment)

Using the outline below, provide a written narrative no longer than 7 pages in length:

I. Applying Organization

Describe the mission, strategic goals and objectives, scope of services, day to day operations and number of paid staff and volunteers.

Disclose and summarize any significant, planned organizational changes and describe their potential impact on the Project/Promotional/Community Event for which funds are requested.

II. Promotional/Community Event

- Outline details of the Promotional/Community Event for which funds are requested. Include information regarding scope, goals, objectives, target audience.
- Describe how this event will **showcase McKinney and promote the City for the purpose of business development and/or tourism.**
- Describe how the proposed Promotional/Community Event fulfills strategic goals and objectives for your organization.
- Provide information regarding planned activities in support of the event, timeframe/schedule, estimated attendance and admission/registration fees, if planned. **(Please note: if admission/registration fees are charged, they must be limited to \$35 or less; event must be open to the public.)**
- Include the venue/location for the proposed event.
- Provide a timeline for the production of the event.
- Detail goals for growth/expansion in future years.
- Attract resident and visitor participation and contribute to business development, tourism and growth of McKinney sales tax revenue.
- Highlight and promote McKinney as a unique destination for residents and visitors alike.
- Demonstrate informed budgeting/financial planning – addressing revenue generation, costs and use of net revenue.

Has a request for funding, for this Project/Promotional/Community Event, been submitted to MCDC in the past?

Yes

No

Date(s): 2018

Financial

- Provide an overview of the organization's financial status including the impact of this event on organization mission and goals.
- Please attach your organization's budget for the current year and audited financial statements for the preceding two years. If audited financials are not available, please indicate why.

Overview of Promotional/Community Event financial goal?

Gross Revenue	\$ 55,000
Projected Expenses	\$ 45,000
Net Revenue	\$ 10,000

(Attach a detailed budget specific to the proposed Promotional/Community Event.)

What percentage of Project/Promotional/Community Event funding will be provided by the Applicant? 100%

Are Matching Funds available? Yes No (I don't understand question!)

Cash \$	Source	% of Total
In-Kind \$	Source	% of Total

Please provide details regarding other potential sources for funding. Include name of organization solicited; date of solicitation; amount of solicitation and date that notice of any award is expected.

IV. Marketing and Outreach

Describe advertising, marketing plans and outreach strategies for this event – and how they are designed to help you achieve current and future goals.

Provide a detailed outline of planned marketing, advertising and outreach activities and the amount budgeted for each.

V. Metrics to Evaluate Success

Outline the metrics that will be used to evaluate success of the proposed Promotional/Community Event. If funding is awarded, a final report will be required summarizing success in achieving objectives outlined for the event.

Acknowledgements

If funding is approved by the MCDC board of directors, Applicant will assure:

- The Promotional/Community Event for which financial assistance is sought will be administered by or under the supervision of the applying organization.
- All funds awarded will be used exclusively for advertising, marketing and promotion of the Promotional/Community event described in this application.
- MCDC will be recognized in all marketing, advertising, outreach and public relations as a funder of the Promotional/Community Event. A logo will be provided by MCDCV for inclusion on all advertising, marketing and promotional materials. Specifics for audio messaging will be agreed upon by applicant and MCDC and included in an executed performance agreement.
- The Organization officials who have signed the application are authorized by the organization to submit the application;
- Applicant will comply with the MCDC Grant Guidelines in executing the Promotional/ Community Event for which funds were received.
- A final report detailing the success of the Promotional/Community Event, as measured against identified metrics, will be provided to MCDC no later than 30 days following the completion of the Promotional/Community Event.
- Grant funding is provided on a reimbursement basis subsequent to submission of a reimbursement request, with copies of invoices and paid receipts for qualified expenses. Up to 20% of the grant awarded may be withheld until the final report on the Promotional/Community Event is provided to MCDC.

We certify that all figures, facts and representations made in this application, including attachments, are true and correct to the best of our knowledge.

Chief Executive Officer

Signature

Printed Name

Date

Representative Completing Application

Lauren Stephan

Signature

Printed Name

Date

Lauren Stephan

5/30/19

INCOMPLETE APPLICATIONS, OR THOSE RECEIVED AFTER THE DEADLINE, WILL NOT BE CONSIDERED.



SATURDAY, OCTOBER 19, 12PM-5PM

MCKINNEY, TEXAS



SBG Hospitality is an event production company based in McKinney, TX. Our events drive traffic to venues, promotes tourism, showcases local businesses, gives back to local nonprofits, and provides fun, free, family friendly activities in Collin County.

Our other McKinney events include:

McKinney St. Patrick's Day Festival & Shamrock Run

McKinney Fall Festival & Monster Dash 5k

McKinney Beer + Bites

Our small team partners with restaurants, artisans, boutiques, and larger businesses to increase their brand awareness and sales. McKinney event partners LOVE our festivals and their partnerships with SBG Hospitality.

www.sbgghospitality.com

WHAT, WHERE, WHEN

The *3rd Annual* event will take place at Mitchell Park on Saturday, October 19th from 12pm-5pm!

The Festival will feature:

***4 Bands**

***20+ Wineries**

***Delicious food**

***100 McKinney Artists, boutiques and businesses**

***A grape stomping competition benefiting the Warriors Keep**

***A play Zone for kids**

***Culinary Experience tent showcasing our fantastic McKinney culinary experts**





DETAILS

*The festival is FREE & FAMILY FRIENDLY! Food and wine will be available for purchase.

*The event is in partnership with the Love Life Foundation, A McKinney based non-profit that is making the lives of local women and children in need better and healthier! And The Warriors Keep! A McKinney based veteran organization!

*Last year we were able to donate \$3,500 to these organizations and this year we hope to double it!

*\$1 from every wine glass sold will be donated to Love Life. 25% of beer sales is donated to The Warriors Keep along with 100% of proceeds from the grape stomping competitions!

*Our 2018 event hosted 4,000 attendees from all over the metroplex!

*A video from last years event can be seen [HERE](#).

*This year we are anticipating 4,500+ attendees that will come from all over DFW!

PROMOTING TOURISM & BUSINESS GROWTH

This event promotes tourism in McKinney!

It promotes business growth as we partner with over 100 businesses including artisans, wineries, restaurants, non-profit organizations and small and large businesses.

The event adds value to McKinney, furthering its reputation as a cultural arts destination.

The help from the MCDC would be hugely impactful on the success of the event and with this grant we can continue to grow the event to be an annual tradition that McKinney will be proud of for many years to come.

Here is a list of how we'd utilize the advertising grant:





ADVERTISING

Our Marketing Campaign includes:

Ads with Community Impact \$3,800.00

Radio \$3,500.00

Press Releases \$400

Flyers \$100.00

Local Magazines \$2,000.00

Impactful social media campaign \$4,000.00

Promotional Video: \$1,000

Be McKinney Blog \$200

GOALS * NUMBERS * OBJECTIVES

The event showcases McKinney as a unique, fun and cultural experience destination.

Not only will residents continue to love and support the event but our attendance and social following will continue to increase all around the metroplex and beyond.

The festival will cost \$45,000. We are hoping to receive \$15,000 from the grant to support our advertising efforts so we can promote and advertise the FREE community event effectively.

The events success will be measured by:

Event attendance

Social media following

Feedback from attendees, participating businesses, sponsors, vendors, restaurants, hotels and artists!

THANK YOU FOR YOUR CONSIDERATION!





McKinney Wine & Music Festival

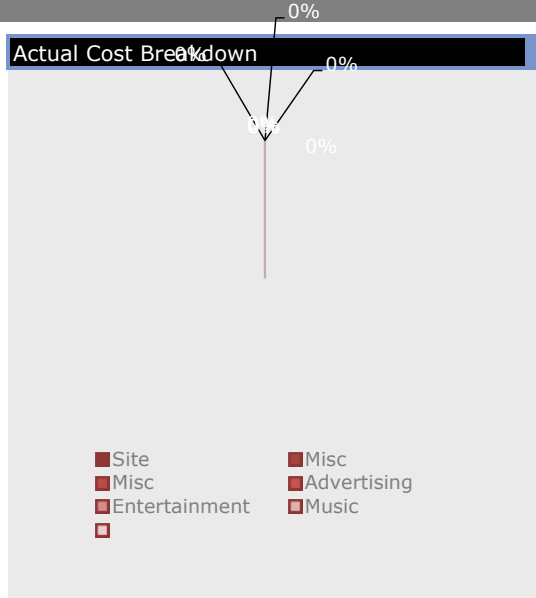


Actual Cost Breakdown

Site	Estimated	Actual
Signage	\$2,500.00	
Total	\$2,500.00	\$0.00

Misc	Estimated	Actual
Wine Glasses	\$3,000.00	
Cups	\$500.00	
McKinney Event App	\$100.00	
Fencing/stakes	\$1,000.00	
Tents	\$1,000.00	
Total	\$5,600.00	\$0.00

Misc	Estimated	Actual
Wristbands	\$75.00	
event Insurance	\$2,000.00	
Valet/ parking coordinators	\$1,500.00	
Trash	\$300.00	
Total	\$3,875.00	\$0.00



Advertising	Estimated	Actual
Flyers	\$100.00	
Community Impact	\$3,800.00	
Misc	\$1,000.00	
Website Update Square Space	\$1,000.00	
Be McKinney Blog	\$200.00	
Local radio	\$3,500.00	
Press Releases/PR	\$400.00	
Promotional Video	\$1,000.00	
Local Magazines	\$2,000.00	
Facebook/Instagram	\$5,000.00	
Total	\$17,000.00	\$0.00

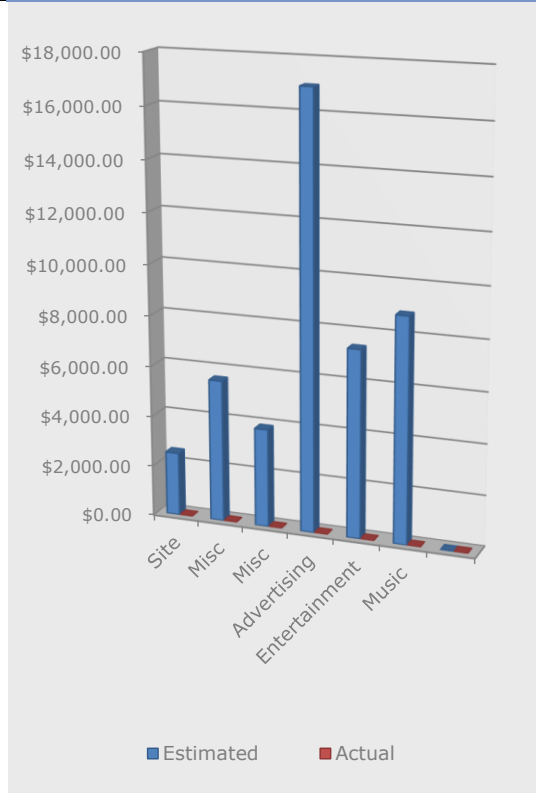
Entertainment	Estimated	Actual
Bands	\$4,000.00	
Stage Manager + equip	\$600.00	
photo-booth	\$500.00	
mc	\$300.00	
Play Zone for Kids	\$2,000.00	
Total	\$7,400.00	\$0.00

Music	Estimated	Actual
MC	\$300.00	
Bands	\$5,000.00	
Stage Manager	\$750.00	
Stage	\$2,000.00	
sound equipment	\$800.00	
Total	\$8,850.00	\$0.00

	Estimated	Actual
Total	\$0.00	\$0.00

Total Expenses	Estimated	Actual
	\$45,225.00	\$0.00

Estimated vs. Actual



Texas Franchise Tax No Tax Due Report

■ **Tcode** 13255 ANNUAL

The law requires No Tax Due Reports originally due on or after Jan. 1, 2016 to be filed electronically. Filing this paper report means you are requesting, and we are granting, a waiver from the electronic reporting requirement for this report year ONLY.

■ Taxpayer number 32062757284	■ Report year 2018	Due date 05/15/2018
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Taxpayer name SBG HOSPITALITY LLC				Secretary of State file number or Comptroller file number 594831191	
Mailing address 2509 TREMONT BOULEVARD					
City MCKINNEY	State TX	Country UNITED STATES	ZIP code plus 4 75071	Check box if the address has changed <input type="checkbox"/>	
Check box if this is a combined report <input type="checkbox"/>				NAICS code 711300	
Check box if Total Revenue is adjusted for Tiered Partnership Election, see instructions. (Note: Upper tiered partnerships do not qualify to use this form.) <input type="checkbox"/>			Check box to request a Certificate of Account Status <input type="checkbox"/>		
Is this entity a corporation, limited liability company, professional association, limited partnership or financial institution? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No					

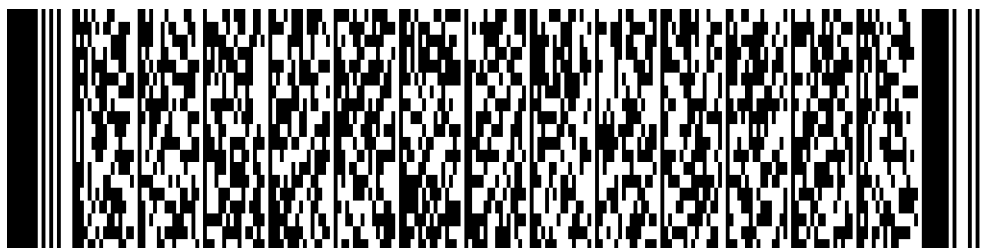
If any of the statements below are true, you qualify to file this No Tax Due Report (Check all boxes that apply.):

1. This entity is a passive entity as defined in Texas Tax Code Sec. 171.0003. (See instructions.) (Passive income does NOT include rent.) 1.
 2. This entity's annualized total revenue is below the no tax due threshold. 2.
 3. This entity has zero Texas Gross Receipts. 3.
 4. This entity is a Real Estate Investment Trust (REIT) that meets the qualifications specified in Texas Tax Code Sec. 171.0002(c)(4). 4.
 5. This entity is a new veteran-owned business as defined in Texas Tax Code Sec. 171.0005. (See instructions.) (Must have formed after Jan. 1, 2016 and must be pre-qualified.) 5.
- 6a. Accounting year begin date m m d d y y
 6a.
- 6b. Accounting year end date m m d d y y
 6b.
7. TOTAL REVENUE (Whole dollars only) 7.

Print or type name LAUREN STEPHAN		Area code and phone number (318) 527-9221	
I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief.		Mail original to: Texas Comptroller of Public Accounts P.O. Box 149348 Austin, TX 78714-9348	
sign here ▶	Date		

Instructions for each report year are online at www.comptroller.texas.gov/taxes/franchise/forms/. If you have any questions, call 1-800-252-1381.

Texas Comptroller Official Use Only



VE/DE	<input type="checkbox"/>
PM Date	<input type="text"/>



Texas Franchise Tax Public Information Report
*To be filed by Corporations, Limited Liability Companies (LLC), Limited Partnerships (LP),
 Professional Associations (PA) and Financial Institutions*

■ Tcode 13196

■ Taxpayer number **32062757284** ■ Report year **2018**

You have certain rights under Chapter 552 and 559, Government Code, to review, request and correct information we have on file about you. Contact us at 1-800-252-1381.

Taxpayer name **SBG HOSPITALITY LLC** ■ Check box if the mailing address has changed.
 Mailing address **2509 TREMONT BOULEVARD** Secretary of State (SOS) file number or Comptroller file number
 City **MCKINNEY** State **TX** ZIP code plus 4 **75071** **594831191**

Check box if there are currently no changes from previous year; if no information is displayed, complete the applicable information in Sections A, B and C.

Principal office **2509 TREMONT BOULEVARD, MCKINNEY, TX 75071**
 Principal place of business **2509 TREMONT BOULEVARD, MCKINNEY, TX 75071**



You must report officer, director, member, general partner and manager information as of the date you complete this report.

Please sign below! This report must be signed to satisfy franchise tax requirements.

3206275728418

SECTION A Name, title and mailing address of each officer, director, member, general partner or manager.

Name LAUREN STEPHAN	Title PRESIDENT	Director <input type="checkbox"/> YES	Term expiration m m d d y y
Mailing address 2509 TREMONT BOULEVARD	City MCKINNEY	State TX	ZIP Code 75071
Name	Title	Director <input type="checkbox"/> YES	Term expiration m m d d y y
Mailing address	City	State	ZIP Code
Name	Title	Director <input type="checkbox"/> YES	Term expiration m m d d y y
Mailing address	City	State	ZIP Code

SECTION B Enter information for each corporation, LLC, LP, PA or financial institution, if any, in which this entity owns an interest of 10 percent or more.

Name of owned (subsidiary) corporation, LLC, LP, PA or financial institution	State of formation	Texas SOS file number, if any	Percentage of ownership
Name of owned (subsidiary) corporation, LLC, LP, PA or financial institution	State of formation	Texas SOS file number, if any	Percentage of ownership

SECTION C Enter information for each corporation, LLC, LP, PA or financial institution, if any, that owns an interest of 10 percent or more in this entity.

Name of owned (parent) corporation, LLC, LP, PA or financial institution	State of formation	Texas SOS file number, if any	Percentage of ownership
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Registered agent and registered office currently on file (see instructions if you need to make changes) *You must make a filing with the Secretary of State to change registered agent, registered office or general partner information.*

Office: _____ City _____ State _____ ZIP Code _____

The information on this form is required by Section 171.203 of the Tax Code for each corporation, LLC, LP, PA or financial institution that files a Texas Franchise Tax Report. Use additional sheets for Sections A, B, and C, if necessary. The information will be available for public inspection.

I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief, as of the date below, and that a copy of this report has been mailed to each person named in this report who is an officer, director, member, general partner or manager and who is not currently employed by this or a related corporation, LLC, LP, PA or financial institution.

sign here ▶ Title **PRESIDENT** Date _____ Area code and phone number **(318) 527-9221**

Texas Comptroller Official Use Only



VE/DE PIR IND



U.S. Income Tax Return for an S Corporation

2017

Department of the Treasury
Internal Revenue Service

▶ Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation.
▶ Go to www.irs.gov/Form1120S for instructions and the latest information.

For calendar year 2017 or tax year beginning 2/01, 2017, ending 12/31, 2017

A S election effective date <u>2/01/2017</u>	TYPE OR PRINT	SBG HOSPITALITY LLC 2509 TREMONT BOULEVARD MCKINNEY, TX 75071	D Employer identification number <u>81-5195550</u>
B Business activity code number (see instrs) <u>711300</u>			E Date incorporated <u>2/01/2017</u>
C Check if Schedule M-3 attached <input type="checkbox"/>			F Total assets (see instructions) \$ <u>0.</u>

G Is the corporation electing to be an S corporation beginning with this tax year? Yes No If 'Yes,' attach Form 2553 if not already filed

H Check if: (1) Final return (2) Name change (3) Address change
(4) Amended return (5) S election termination or revocation

I Enter the number of shareholders who were shareholders during any part of the tax year. ▶ 1

Caution: Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

I N C O M E	1 a Gross receipts or sales.	1 a	<u>47,488.</u>	
	b Returns and allowances.	1 b		
	c Balance. Subtract line 1b from line 1a.	1 c	<u>47,488.</u>	
	2 Cost of goods sold (attach Form 1125-A).	2		
	3 Gross profit. Subtract line 2 from line 1c.	3	<u>47,488.</u>	
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797).	4		
5 Other income (loss) (see instrs — att statement).	5			
6 Total income (loss). Add lines 3 through 5. ▶	6	<u>47,488.</u>		
D E D U C T I O N S S E E I N S T R S	7 Compensation of officers (see instructions - attach Form 1125-E).	7		
	8 Salaries and wages (less employment credits).	8		
	9 Repairs and maintenance.	9		
	10 Bad debts.	10		
	11 Rents.	11	<u>4,150.</u>	
	12 Taxes and licenses.	12	<u>428.</u>	
	13 Interest.	13		
	14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562).	14		
	15 Depletion (Do not deduct oil and gas depletion.)	15		
	16 Advertising.	16	<u>6,019.</u>	
	17 Pension, profit-sharing, etc, plans.	17		
18 Employee benefit programs.	18			
19 Other deductions (attach statement). SEE STATEMENT 1	19	<u>25,952.</u>		
20 Total deductions. Add lines 7 through 19. ▶	20	<u>36,549.</u>		
21 Ordinary business income (loss). Subtract line 20 from line 6.	21	<u>10,939.</u>		
T A X A N D P A Y M E N T S	22a Excess net passive income or LIFO recapture tax (see instructions).	22a		
	b Tax from Schedule D (Form 1120S).	22b		
	c Add lines 22a and 22b (see instructions for additional taxes).	22c		
	23a 2017 estimated tax payments and 2016 overpayment credited to 2017.	23a		
	b Tax deposited with Form 7004.	23b		
	c Credit for federal tax paid on fuels (attach Form 4136).	23c		
	d Add lines 23a through 23c.	23d		
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached. ▶ <input type="checkbox"/>	24		
	25 Amount owed. If line 23d is smaller than the total of lines 22c and 24, enter amount owed.	25	<u>0.</u>	
	26 Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid.	26		
27 Enter amount from line 26 Credited to 2018 estimated tax ▶	27	Refunded ▶		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: _____ Date: _____ Title: PRESIDENT

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer Use Only

Print/Type preparer's name: JOHN BRENT GUITREAU Preparer's signature: JOHN BRENT GUITREAU Date: _____ Check if self-employed PTIN: P02152041

Firm's name: STRATEGIC ACCOUNTING SOLUTIONS Firm's EIN: _____

Firm's address: 12135 NORTHWOOD DRIVE Phone no.: 985-974-2025
HAMMOND, LA 70401

Schedule B Other Information (see instructions)	Yes	No
1 Check accounting method: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____		
2 See the instructions and enter the: a Business activity ▶ <u>EVENT PLANNING</u> b Product or service... ▶ <u>EVENT PLANNING</u>		
3 At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation		X
4 At the end of the tax year, did the corporation: a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.		X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation
(iv) Percentage of Stock Owned	(v) If Percentage in (iv) is 100%, Enter the Date (if any) a Qualified Subchapter S Subsidiary Election Was Made	
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.		X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity
(iv) Country of Organization	(v) Maximum % Owned in Profit, Loss, or Capital	
5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock? If "Yes," complete lines (i) and (ii) below.		X
(i) Total shares of restricted stock ▶ _____		
(ii) Total shares of non-restricted stock ▶ _____		
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? If "Yes," complete lines (i) and (ii) below.		X
(i) Total shares of stock outstanding at the end of the tax year ▶ _____		
(ii) Total shares of stock outstanding if all instruments were executed ▶ _____		
6 Has this corporation filed, or is it required to file, Form 8918 , Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.		
8 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions). ▶ \$ _____		
9 Enter the accumulated earnings and profits of the corporation at the end of the tax year. \$ <u>110</u>		
10 Does the corporation satisfy both of the following conditions? a The corporation's total receipts (see instructions) for the tax year were less than \$250,000 b The corporation's total assets at the end of the tax year were less than \$250,000 If "Yes," the corporation is not required to complete Schedules L and M-1.	X	
11 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt? If "Yes," enter the amount of principal reduction \$ _____		X
12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions.		X
13a Did the corporation make any payments in 2017 that would require it to file Form(s) 1099?		X
b If "Yes," did the corporation file or will it file required Forms 1099?		

Schedule K Shareholders' Pro Rata Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1	10,939.
	2 Net rental real estate income (loss) (attach Form 8825)	2	
	3a Other gross rental income (loss)	3a	
	b Expenses from other rental activities (attach statement)	3b	
	c Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4 Interest income	4	
	5 Dividends: a Ordinary dividends	5a	
	b Qualified dividends	5b	
	6 Royalties	6	
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	7	
8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a		
	b Collectibles (28%) gain (loss)	8b	
	c Unrecaptured section 1250 gain (attach statement)	8c	
	9 Net section 1231 gain (loss) (attach Form 4797)	9	
10 Other income (loss) (see instructions) Type ▶	10		
Deductions	11 Section 179 deduction (attach Form 4562)	11	
	12a Charitable contributions	12a	
	b Investment interest expense	12b	
	c Section 59(e)(2) expenditures (1) Type ▶ (2) Amount ▶	12c (2)	
d Other deductions (see instructions) Type ▶	12d		
Credits	13a Low-income housing credit (section 42(j)(5))	13a	
	b Low-income housing credit (other)	13b	
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	13c	
	d Other rental real estate credits (see instrs) Type ▶	13d	
	e Other rental credits (see instrs) Type ▶	13e	
	f Biofuel producer credit (attach Form 6478)	13f	
	g Other credits (see instructions) Type ▶	13g	
Foreign Transactions	14a Name of country or U.S. possession ▶		
	b Gross income from all sources	14b	
	c Gross income sourced at shareholder level	14c	
	Foreign gross income sourced at corporate level		
	d Passive category	14d	
	e General category	14e	
	f Other (attach statement)	14f	
	Deductions allocated and apportioned at shareholder level		
	g Interest expense	14g	
	h Other	14h	
	Deductions allocated and apportioned at corporate level to foreign source income		
	i Passive category	14i	
	j General category	14j	
	k Other (attach statement)	14k	
Other information			
l Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	14l		
m Reduction in taxes available for credit (attach statement)	14m		
n Other foreign tax information (attach statement)			
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a	
	b Adjusted gain or loss	15b	
	c Depletion (other than oil and gas)	15c	
	d Oil, gas, and geothermal properties – gross income	15d	
	e Oil, gas, and geothermal properties – deductions	15e	
	f Other AMT items (attach statement)	15f	
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a	
	b Other tax-exempt income	16b	
	c Nondeductible expenses	16c	985.
	d Distributions (attach stmt if required) (see instrs)	16d	9,844.
	e Repayment of loans from shareholders	16e	

Schedule K		Shareholders' Pro Rata Share Items (continued)	Total amount	
Other Information	17 a	Investment income	17 a	
	b	Investment expenses	17 b	
	c	Dividend distributions paid from accumulated earnings and profits	17 c	
	d	Other items and amounts (attach statement)		
Reconciliation	18	Income/loss reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14!	18	10,939.

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
	Assets				
1	Cash				
2 a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach stmt)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach statement)				
10 a	Buildings and other depreciable assets				
b	Less accumulated depreciation				
11 a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13 a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach stmt)				
15	Total assets				
	Liabilities and Shareholders' Equity				
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach stmt)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement)				
22	Capital stock				
23	Additional paid-in capital				
24	Retained earnings				
25	Adjustments to shareholders' equity (att stmt)				
26	Less cost of treasury stock				
27	Total liabilities and shareholders' equity				

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note: The corporation may be required to file Schedule M-3 (see instructions)

<p>1 Net income (loss) per books.</p> <p>2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):</p> <hr/> <p>3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14l (itemize):</p> <p>a Depreciation. \$ _____</p> <p>b Travel and entertainment. \$ _____</p> <hr/> <p>4 Add lines 1 through 3.</p>	<p>5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):</p> <p>a Tax-exempt interest. \$ _____</p> <hr/> <p>6 Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):</p> <p>a Depreciation ... \$ _____</p> <hr/> <p>7 Add lines 5 and 6.</p> <p>8 Income (loss) (Schedule K, ln 18). Ln 4 less ln 7.</p>
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Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year.	0.		
2 Ordinary income from page 1, line 21.	10,939.		
3 Other additions.			
4 Loss from page 1, line 21.			
5 Other reductions. SEE STATEMENT 2	(985.)		
6 Combine lines 1 through 5.	9,954.		
7 Distributions other than dividend distributions.	9,844.		
8 Balance at end of tax year. Subtract line 7 from line 6.	110.		

Schedule K-1
(Form 1120S)

Department of the Treasury
Internal Revenue Service

2017

For calendar year 2017, or tax year

beginning 02 / 01 / 2017 ending 12 / 31 / 2017

Final K-1

Amended K-1

671117

OMB No. 1545-0123

Shareholder's Share of Income, Deductions, Credits, etc. ▶ See page 2 of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number
81-5195550

B Corporation's name, address, city, state, and ZIP code
SBG HOSPITALITY LLC
2509 TREMONT BOULEVARD
MCKINNEY, TX 75071

C IRS Center where corporation filed return
OGDEN, UT

Part II Information About the Shareholder

D Shareholder's identifying number
434-79-3414

E Shareholder's name, address, city, state, and ZIP code
LAUREN STEPHAN
2509 TREMONT BOULEVARD
MCKINNEY, TX 75071

F Shareholder's percentage of stock ownership for tax year. 100 %

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	13	Credits
	10,939.		
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Foreign transactions
6	Royalties		
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)		
10	Other income (loss)	15	Alternative minimum tax (AMT) items
11	Section 179 deduction	16	Items affecting shareholder basis
		C	985.
12	Other deductions	D	9,844.
		17	Other information

FOR IRS USE ONLY

*See attached statement for additional information.

This list identifies the codes used on Schedule K-1 for all shareholders and provides summarized reporting information for shareholders who file Form 1040. For detailed reporting and filing information, see the separate Shareholder's Instructions for Schedule K-1 and the instructions for your income tax return.

Code	Report on
1 Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:	
Passive loss	See the Shareholder's Instructions
Passive income	Schedule E, line 28, column (g)
Nonpassive loss	See the Shareholder's Instructions
Nonpassive income	Schedule E, line 28, column (j)
2 Net rental real estate income (loss)	See the Shareholder's Instructions
3 Other net rental income (loss)	
Net income	Schedule E, line 28, column (g)
Net loss	See the Shareholder's Instructions
4 Interest income	Form 1040, line 8a
5 a Ordinary dividends	Form 1040, line 9a
5 b Qualified dividends	Form 1040, line 9b
6 Royalties	Schedule E, line 4
7 Net short-term capital gain (loss)	Schedule D, line 5
8 a Net long-term capital gain (loss)	Schedule D, line 12
8 b Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D instructions)
8 c Unrecaptured section 1250 gain	See the Shareholder's Instructions
9 Net section 1231 gain (loss)	See the Shareholder's Instructions
10 Other income (loss)	
<i>Code</i>	
A Other portfolio income (loss)	See the Shareholder's Instructions
B Involuntary conversions	See the Shareholder's Instructions
C Sec. 1256 contracts and straddles	Form 6781, line 1
D Mining exploration costs recapture	See Pub 535
E Other income (loss)	See the Shareholder's Instructions
11 Section 179 deduction	See the Shareholder's Instructions
12 Other deductions	
A Cash contributions (50%)	See the Shareholder's Instructions
B Cash contributions (30%)	
C Noncash contributions (50%)	
D Noncash contributions (30%)	
E Capital gain property to a 50% organization (30%)	
F Capital gain property (20%)	
G Contributions (100%)	
H Investment interest expense	Form 4952, line 1
I Deductions — royalty income	Schedule E, line 19
J Section 59(e)(2) expenditures	See the Shareholder's Instructions
K Deductions — portfolio (2% floor)	Schedule A, line 23
L Deductions — portfolio (other)	Schedule A, line 28
M Preproductive period expenses	See the Shareholder's Instructions
N Commercial revitalization deduction from rental real estate activities	See Form 8582 instructions
O Reforestation expense deduction	See the Shareholder's Instructions
P Domestic production activities information	See Form 8903 instructions
Q Qualified production activities income	Form 8903, line 7b
R Employer's Form W-2 wages	Form 8903, line 17
S Other deductions	See the Shareholder's Instructions
13 Credits	
A Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	See the Shareholder's Instructions
B Low-income housing credit (other) from pre-2008 buildings	
C Low-income housing credit (section 42(j)(5)) from post-2007 buildings	
D Low-income housing credit (other) from post-2007 buildings	
E Qualified rehabilitation expenditures (rental real estate)	
F Other rental real estate credits	
G Other rental credits	
H Undistributed capital gains credit	Form 1040, line 73, box a
I Biofuel producer credit	See the Shareholder's Instructions
J Work opportunity credit	
K Disabled access credit	
L Empowerment zone employment credit	
M Credit for increasing research activities	

Code	Report on
N Credit for employer social security and Medicare taxes	See the Shareholder's Instructions
O Backup withholding	
P Other credits	
14 Foreign transactions	
A Name of country or U.S. possession	Form 1116, Part I
B Gross income from all sources	
C Gross income sourced at shareholder level	
<i>Foreign gross income sourced at corporate level</i>	
D Passive category	Form 1116, Part I
E General category	
F Other	
<i>Deductions allocated and apportioned at shareholder level</i>	
G Interest expense	Form 1116, Part I
H Other	Form 1116, Part I
<i>Deductions allocated and apportioned at corporate level to foreign source income</i>	
I Passive category	Form 1116, Part I
J General category	
K Other	
<i>Other information</i>	
L Total foreign taxes paid	Form 1116, Part II
M Total foreign taxes accrued	Form 1116, Part II
N Reduction in taxes available for credit	Form 1116, line 12
O Foreign trading gross receipts	Form 8873
P Extraterritorial income exclusion	Form 8873
Q Other foreign transactions	See the Shareholder's Instructions
15 Alternative minimum tax (AMT) items	
A Post-1986 depreciation adjustment	See the Shareholder's Instructions and the Instructions for Form 6251
B Adjusted gain or loss	
C Depletion (other than oil & gas)	
D Oil, gas, & geothermal — gross income	
E Oil, gas, & geothermal — deductions	
F Other AMT items	
16 Items affecting shareholder basis	
A Tax-exempt interest income	Form 1040, line 8b
B Other tax-exempt income	See the Shareholder's Instructions
C Nondeductible expenses	
D Distributions	
E Repayment of loans from shareholders	
17 Other information	
A Investment income	Form 4952, line 4a
B Investment expenses	Form 4952, line 5
C Qualified rehabilitation expenditures (other than rental real estate)	See the Shareholder's Instructions
D Basis of energy property	See the Shareholder's Instructions
E Recapture of low-income housing credit (section 42(j)(5))	Form 8611, line 8
F Recapture of low-income housing credit (other)	Form 8611, line 8
G Recapture of investment credit	See Form 4255
H Recapture of other credits	See the Shareholder's Instructions
I Look-back interest — completed long-term contracts	See Form 8697
J Look-back interest — income forecast method	See Form 8866
K Dispositions of property with section 179 deductions	See the Shareholder's Instructions
L Recapture of section 179 deduction	
M Section 453(j)(3) information	
N Section 453A(c) information	
O Section 1260(b) information	
P Interest allocable to production expenditures	
Q CCF nonqualified withdrawals	
R Depletion information — oil and gas	
S Reserved	
T Section 108(i) information	
U Net investment income	
V Other information	

SBG HOSPITALITY LLC

81-5195550

**STATEMENT 1
FORM 1120S, LINE 19
OTHER DEDUCTIONS**

BANK CHARGES.....	\$	125.
DUES AND SUBSCRIPTIONS.....		545.
GIFTS.....		393.
INSURANCE.....		347.
MEALS AND ENTERTAINMENT EXPENSE.....		986.
MISCELLANEOUS.....		1,167.
OFFICE EXPENSE.....		3,538.
OUTSIDE SERVICES.....		3,303.
PARKING AND TOLLS.....		1,223.
PRINTING.....		195.
SUPPLIES.....		10,127.
TELEPHONE.....		741.
TRAVEL.....		3,262.
TOTAL	\$	<u>25,952.</u>

**STATEMENT 2
FORM 1120S, SCHEDULE M-2, COLUMN A, LINE 5
OTHER REDUCTIONS**

DISALLOWED MEALS AND ENTERTAINMENT.....	\$	985.
TOTAL	\$	<u>985.</u>

SECTION 1.263(A)-1(F) DE MINIMIS SAFE HARBOR ELECTION

THE CORPORATION HEREBY MAKES THE DE MINIMIS SAFE HARBOR ELECTION UNDER REGULATION 1.263(A)-1(F).

SBG HOSPITALITY LLC
2509 TREMONT BOULEVARD
MCKINNEY, TX 75071
81-5195550