

# Lee Edwards CPA

12274 Bandera Rd Ste 201  
Helotes, TX 78023  
leslee@southtexasatax.com  
Phone: (210)695-4302 | Fax: (210)579-1495

October 30, 2018

Gate Food Services LLC  
12411 Bandera Rd  
Helotes, TX 78023

Gate Food Services LLC:

Enclosed is the 2017 Form 1120S, U.S. Income Tax Return for an S Corporation, prepared for Gate Food Services LLC from the information provided. There is no balance due to the IRS for the S Corp return. Your respective amount of profit/loss will flow through and be reflected on Schedule E of your personal return.

Return notes and differences between 2017 and 2016:

The differences are illustrated in the comparison sheet located on the next page.

## **STEPS TO FILE:**

Reply to the email I sent you and simply place your initials under "Officer". I will file it as soon as I receive the email back.

## **PAYMENTS FOR SERVICES:**

We have attached an invoice for our services on page 3. You can pay by simply clicking the link on the email I sent.

The corporation's federal return reflects neither a refund nor a balance due.

Enclosed is the 2018 Texas franchise tax return, prepared for Gate Food Services LLC from the information provided. The original should be signed and dated, and mailed on or before May 15, 2018, to the following address:

Texas Comptroller of Public Account  
PO Box 149348  
Austin, TX 78714-9348

The corporation's Texas franchise tax return reflects neither a refund nor a balance due.

Thank you for the opportunity to be of service. For further assistance with your tax needs, please contact this office by email or give us a call at (210)695-4302. Have a great day !!

Sincerely,

Lee E Edwards  
Lee Edwards CPA

**1120S TAX RETURN COMPARISON  
2015 / 2016 / 2017**

**2017**

Name(s) as shown on return  
**Gate Food Services LLC**

Identifying number  
**26-0235755**

	<b>2015 FEDERAL</b>	<b>2016 FEDERAL</b>	<b>2017 FEDERAL</b>	<b>DIFFERENCE BETWEEN 2016 &amp; 2017</b>
<b>Income</b>				
Net receipts . . . . .	621,159	639,427	493,828	(145,599)
Cost of goods sold . . . . .	189,228	207,512	163,965	(43,547)
Gross profit . . . . .	431,931	431,915	329,863	(102,052)
Net gain/loss from 4797 . . . . .				
Other income . . . . .	236			
<b>Total income</b> . . . . .	<b>432,167</b>	<b>431,915</b>	<b>329,863</b>	<b>(102,052)</b>
<b>Deductions</b>				
Compensation of officers . . . . .	36,588	31,146		(31,146)
Salaries and wages . . . . .	138,552	139,655	108,168	(31,487)
Repairs and maintenance . . . . .	6,913	7,492	5,367	(2,125)
Bad debts . . . . .				
Rents . . . . .	72,750	75,965	53,810	(22,155)
Taxes and licenses . . . . .	17,861	43,815	37,835	(5,980)
Interest . . . . .	889	610	1,126	516
Net depreciation . . . . .	4,349	3,926	4,583	657
Depletion . . . . .				
Advertising . . . . .	9,859	12,654	21,709	9,055
Pension, profit-sharing . . . . .				
Employee benefits . . . . .				
Other deductions . . . . .	96,892	90,530	75,255	(15,275)
<b>Total deductions</b> . . . . .	<b>384,653</b>	<b>405,793</b>	<b>307,853</b>	<b>(97,940)</b>
<b>Ordinary business income(loss)</b>	<b>47,514</b>	<b>26,122</b>	<b>22,010</b>	<b>(4,112)</b>
<b>Tax</b>				
Total tax . . . . .				
<b>Payments</b>				
Estimated taxes paid . . . . .				
Total payments line 23d . . . . .				
<b>Results</b>				
<b>Amount owed</b> . . . . .				
<b>Overpayment</b> . . . . .				
Applied to estimate . . . . .				
Refund . . . . .				

**SCHEDULE K - Shareholder's Share Items**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>DIFFERENCE</b>
<b>Income</b>				
Ordinary business income (loss) . . . . .		26,122	22,010	(4,112)
Net rental real estate income (loss) . . . . .				
Other net rental income (loss) . . . . .				
Interest income . . . . .				
Ordinary dividends . . . . .				
Qualified dividends . . . . .				
Royalties . . . . .				
Net short-term capital gain (loss) . . . . .				
Net long-term capital gain (loss) . . . . .				
Collectibles (28%) gain (loss) . . . . .				
Unrecaptured section 1250 gain . . . . .				
Net section 1231 gain (loss) . . . . .				
Other income (loss) . . . . .				

**2015                      2016                      2017                      DIFFERENCE**

**1120S TAX RETURN COMPARISON  
2015 / 2016 / 2017**

**2017**

Page 2

Name(s) as shown on return  
**Gate Food Services LLC**

Identifying number  
**26-0235755**

	<b>2015 FEDERAL</b>	<b>2016 FEDERAL</b>	<b>2017 FEDERAL</b>	<b>DIFFERENCE BETWEEN 2016 &amp; 2017</b>
<b>Deductions</b>				
Section 179 deduction . . . . .				
Contributions . . . . .				
Investment interest expense . . . . .				
Section 59(e)(2) expenditures . . . . .				
Other deductions . . . . .				
<b>Credits</b>				
Low-income housing credit (section 42(j)(5)) . . . . .				
Low-income housing credit (other) . . . . .				
Qualified rehabilitation expenditures (rental real estate)				
Other rental real estate credits . . . . .				
Other rental credits . . . . .				
Credit for alcohol used as fuel . . . . .				
Other credits . . . . .				
<b>Foreign Transactions</b>				
Gross income from all sources . . . . .				
Gross income sourced at shareholder level . . . . .				
Foreign gross income sourced at corporate level				
Passive category . . . . .				
General categories . . . . .				
Other . . . . .				
Deductions allocated and apportioned at shareholder level				
Interest expense . . . . .				
Other . . . . .				
Deductions allocated / apportioned at corp. level to foreign source inc.				
Passive category . . . . .				
General categories . . . . .				
Other . . . . .				
Total foreign taxes paid or accrued . . . . .				
Reduction in taxes available for credit . . . . .				
<b>Alternative Minimum Tax (AMT) items</b>				
Post-1986 depreciation adjustment . . . . .				
Adjusted gain or loss . . . . .				
Depletion . . . . .				
Oil, gas, and geothermal properties - gross income				
Oil, gas, and geothermal properties - deductions				
Other AMT items . . . . .				
<b>Items Affecting Shareholder Basis</b>				
Tax-exempt interest income . . . . .				
Other tax-exempt income . . . . .				
Nondeductible expenses . . . . .			623	623
Property distributions . . . . .				
Repayment of loans from shareholders . . . . .				
<b>Other information</b>				
Investment income . . . . .				
Investment expenses . . . . .				
Dividend distributions paid from accum earnings and profits				
<b>RESIDENT STATE</b>				
Taxable income . . . . .			TX	
Total tax . . . . .				
Overpayment . . . . .				
Balance due . . . . .				
	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>DIFFERENCE</b>

# Lee Edwards CPA

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Gate Food Services LLC  
12411 Bandera Rd  
Helotes, TX 78023

Invoice Date: 10/30/2018

To pay your bill please visit our website at:  
[www.southtexasax.com/paymyfee.php](http://www.southtexasax.com/paymyfee.php)

This link is also located in the email message. The bill for services must be paid prior to any return being submitted.

Your 2017 tax return was prepared by Lee E Edwards.

## 2017 Tax Preparation

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### Total Fee

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### Adjustments

1120S	475.00
Efile	15.00
<b>Subtotal</b>	<b>\$ 490.00</b>
<b>Total Balance Due</b>	<b>\$ 490.00</b>

**FOR TAX YEAR 2017**

GATE FOOD SERVICES LLC

Lee Edwards CPA

12274 Bandera Rd Ste 201

Helotes, TX 78023

(210)695-4302

**U.S. Income Tax Return for an S Corporation**

▶ Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation.

**2017**

Department of the Treasury  
Internal Revenue Service

▶ Go to [www.irs.gov/Form 1120S](http://www.irs.gov/Form 1120S) for instructions and the latest information.

For calendar year 2017 or tax year beginning \_\_\_\_\_, 2017, ending \_\_\_\_\_, 20

<b>A</b> S election effective date  05-24-2007	<b>TYPE OR PRINT</b>	Name <b>Gate Food Services LLC</b>	<b>D</b> Employer identification number  26-0235755
<b>B</b> Business activity code number (see instructions)  722513		Number, street, and room or suite no. If a P.O. box, see instructions. <b>12411 Bandera Rd</b>	<b>E</b> Date incorporated  05-24-2007
<b>C</b> Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code <b>Helotes TX 78023</b>	<b>F</b> Total assets (see instructions)  \$ 99,034

**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.

<b>Income</b>	<b>1 a</b>	Gross receipts or sales .....	<b>1a</b>	493,828	
	<b>b</b>	Returns and allowances .....	<b>1b</b>		
	<b>c</b>	Balance. Subtract line 1b from line 1a .....	<b>1c</b>		493,828
	<b>2</b>	Cost of goods sold (attach Form 1125-A) .....	<b>2</b>		163,965
	<b>3</b>	Gross profit. Subtract line 2 from line 1c .....	<b>3</b>		329,863
	<b>4</b>	Net gain (loss) from Form 4797, line 17 (attach Form 4797) .....	<b>4</b>		
<b>Deductions (see instructions for limitations)</b>	<b>5</b>	Other income (loss) (see instructions - attach statement) .....	<b>5</b>		
	<b>6</b>	<b>Total income (loss).</b> Add lines 3 through 5 .....	<b>6</b>		329,863
	<b>7</b>	Compensation of officers (see instructions - attach Form 1125-E) .....	<b>7</b>		
	<b>8</b>	Salaries and wages (less employment credits) .....	<b>8</b>		108,168
	<b>9</b>	Repairs and maintenance .....	<b>9</b>		5,367
	<b>10</b>	Bad debts .....	<b>10</b>		
	<b>11</b>	Rents .....	<b>11</b>		53,810
	<b>12</b>	Taxes and licenses .....	<b>12</b>		37,835
	<b>13</b>	Interest .....	<b>13</b>		1,126
	<b>14</b>	Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562) .....	<b>14</b>		4,583
	<b>15</b>	Depletion ( <b>Do not deduct oil and gas depletion.</b> ) .....	<b>15</b>		
	<b>16</b>	Advertising .....	<b>16</b>		21,709
	<b>17</b>	Pension, profit-sharing, etc., plans .....	<b>17</b>		
	<b>18</b>	Employee benefit programs .....	<b>18</b>		
	<b>19</b>	Other deductions (attach statement) .....	<b>19</b>		75,255
<b>20</b>	<b>Total deductions.</b> Add lines 7 through 19 .....	<b>20</b>		307,853	
<b>21</b>	<b>Ordinary business income (loss).</b> Subtract line 20 from line 6 .....	<b>21</b>		22,010	
<b>Tax and Payments</b>	<b>22 a</b>	Excess net passive income or LIFO recapture tax (see instructions) .....	<b>22a</b>		
	<b>b</b>	Tax from Schedule D (Form 1120S) .....	<b>22b</b>		
	<b>c</b>	Add lines 22a and 22b (see instructions for additional taxes) .....	<b>22c</b>		
	<b>23 a</b>	2017 estimated tax payments and 2016 overpayment credited to 2017 .....	<b>23a</b>		
	<b>b</b>	Tax deposited with Form 7004 .....	<b>23b</b>		
	<b>c</b>	Credit for federal tax paid on fuels (attach Form 4136) .....	<b>23c</b>		
	<b>d</b>	Add lines 23a through 23c .....	<b>23d</b>		
<b>24</b>	Estimated tax penalty (see instructions). Check if Form 2220 is attached .....	<b>24</b>			
<b>25</b>	<b>Amount owed.</b> If line 23d is smaller than the total of lines 22c and 24, enter amount owed .....	<b>25</b>			
<b>26</b>	<b>Overpayment.</b> If line 23d is larger than the total of lines 22c and 24, enter amount overpaid .....	<b>26</b>			
<b>27</b>	Enter amount from line 26 <b>Credited to 2018 estimated tax</b> ▶	<b>27</b>			

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.

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

**Sign Here** ▶ Tony Capriatti \_\_\_\_\_ **Officer**  
Signature of officer Date Title

<b>Paid Preparer Use Only</b>	Print/Type preparer's name <b>Lee E Edwards</b>	Preparer's signature	Date <b>10-30-2018</b>	Check <input type="checkbox"/> if self-employed	PTIN <b>P00485089</b>
	Firm's name ▶ <b>Lee Edwards CPA</b>	Firm's EIN ▶ <b>27-0285434</b>			
	Firm's address ▶ <b>12274 Bandera Rd Ste 201 Helotes TX 78023</b>	Phone no. <b>(210) 695-4302</b>			

Schedule B Other Information (see instructions)

1 Check accounting method: a [X] Cash b [ ] Accrual c [ ] Other (specify)
2 See the instructions and enter the: a Business activity Restaurant - Pizza b Product or service Restaurant - Pizza
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?
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

Table with 5 columns: (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

Table with 5 columns: (i) Name of Entity, (ii) Employer Identification Number (if any), (iii) Type of Entity, (iv) Country of Organization, (v) Maximum Percentage Owned in Profit, Loss, or Capital

5 a 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. (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. (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?

7 Check this box if the corporation issued publicly offered debt instruments with original issue discount. 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. \$

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.

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 \$

12 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions

13 a Did the corporation make any payments in 2017 that would require it to file Form(s) 1099? 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	22,010
	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 instructions) . . . Type ▶	13d	
	e	Other rental credits (see instructions) . . . . . 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	623
	d	Distributions (attach statement if required) (see instructions)	16d	
	e	Repayment of loans from shareholders	16e	



<b>Schedule K</b>		<b>Shareholders' Pro Rata Share Items</b> (continued)	<b>Total amount</b>	
Other Information	<b>17 a</b>	Investment income	<b>17a</b>	
	<b>b</b>	Investment expenses	<b>17b</b>	
	<b>c</b>	Dividend distributions paid from accumulated earnings and profits	<b>17c</b>	
	<b>d</b>	Other items and amounts (attach statement)		
Reconciliation	<b>18</b>	<b>Income/loss reconciliation.</b> 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 14l . . . .	<b>18</b>	<b>22,010</b>

<b>Schedule L</b>		<b>Balance Sheets per Books</b>		Beginning of tax year		End of tax year	
<b>Assets</b>		<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>		
<b>1</b>	Cash		14,341		1,709		
<b>2a</b>	Trade notes and accounts receivable						
<b>b</b>	Less allowance for bad debts	( )		( )			
<b>3</b>	Inventories		2,762		2,762		
<b>4</b>	U.S. government obligations						
<b>5</b>	Tax-exempt securities (see instructions)						
<b>6</b>	Other current assets (attach statement)						
<b>7</b>	Loans to shareholders						
<b>8</b>	Mortgage and real estate loans						
<b>9</b>	Other investments (attach statement)						
<b>10a</b>	Buildings and other depreciable assets	298,738		315,738			
<b>b</b>	Less accumulated depreciation	( 221,327 )	77,411	( 225,910 )	89,828		
<b>11a</b>	Depletable assets						
<b>b</b>	Less accumulated depletion	( )		( )			
<b>12</b>	Land (net of any amortization)						
<b>13a</b>	Intangible assets (amortizable only)	4,755		4,755			
<b>b</b>	Less accumulated amortization	( 4,755 )		( 4,755 )			
<b>14</b>	Other assets (attach statement)	<b>Statement #21</b>	5,086	<b>Statement #21</b>	4,735		
<b>15</b>	Total assets		99,600		99,034		
<b>Liabilities and Shareholders' Equity</b>							
<b>16</b>	Accounts payable		12,827		14,674		
<b>17</b>	Mortgages, notes, bonds payable in less than 1 year						
<b>18</b>	Other current liabilities (attach statement)						
<b>19</b>	Loans from shareholders		25,814		305		
<b>20</b>	Mortgages, notes, bonds payable in 1 year or more						
<b>21</b>	Other liabilities (attach statement)						
<b>22</b>	Capital stock						
<b>23</b>	Additional paid-in capital						
<b>24</b>	Retained earnings		60,959		84,055		
<b>25</b>	Adjustments to shareholders' equity (attach statement)						
<b>26</b>	Less cost of treasury stock	( )		( )			
<b>27</b>	Total liabilities and shareholders' equity		99,600		99,034		

**Schedule M-1**

**Reconciliation of Income (Loss) per Books With Income (Loss) per Return**

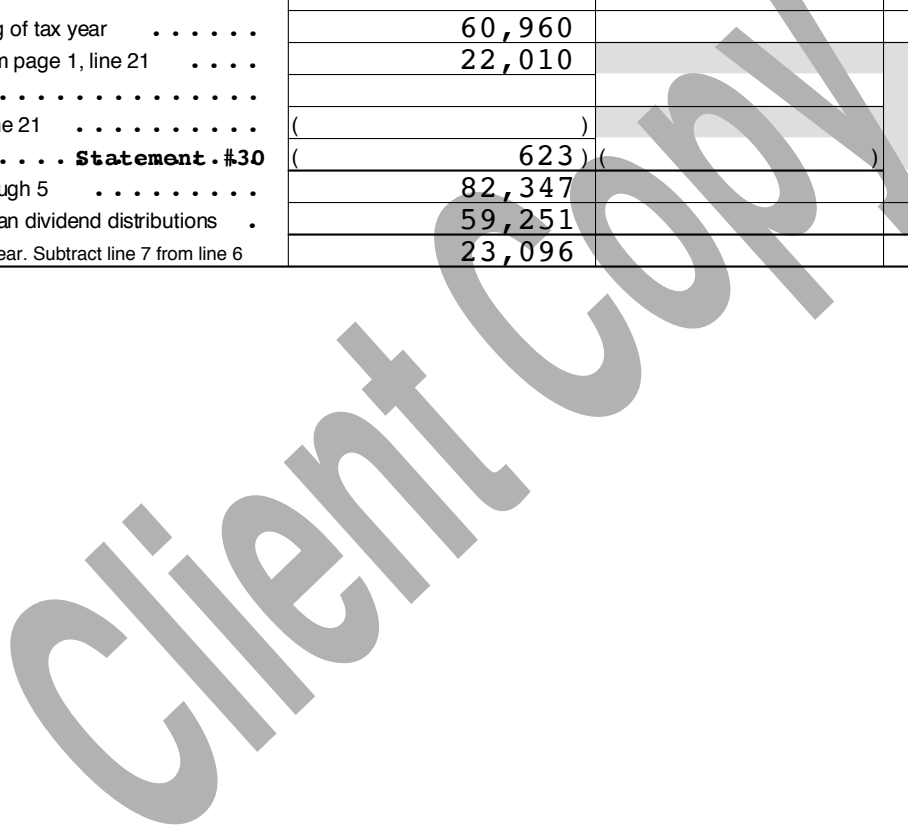
Note: The corporation may be required to file Schedule M-3 (see instructions)

<b>1</b> Net income (loss) per books . . . . .	21,387	<b>5</b> Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
<b>2</b> Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize): _____		<b>a</b> Tax-exempt interest \$ _____	
<b>3</b> Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14l (itemize):		<b>6</b> Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):	
<b>a</b> Depreciation \$ _____		<b>a</b> Depreciation \$ _____	
<b>b</b> Travel and entertainment \$ 623		<b>7</b> Add lines 5 and 6 . . . . .	
	623	<b>8</b> Income (loss) (Schedule K, line 18). Line 4 less line 7	22,010
<b>4</b> Add lines 1 through 3 . . . . .	22,010		

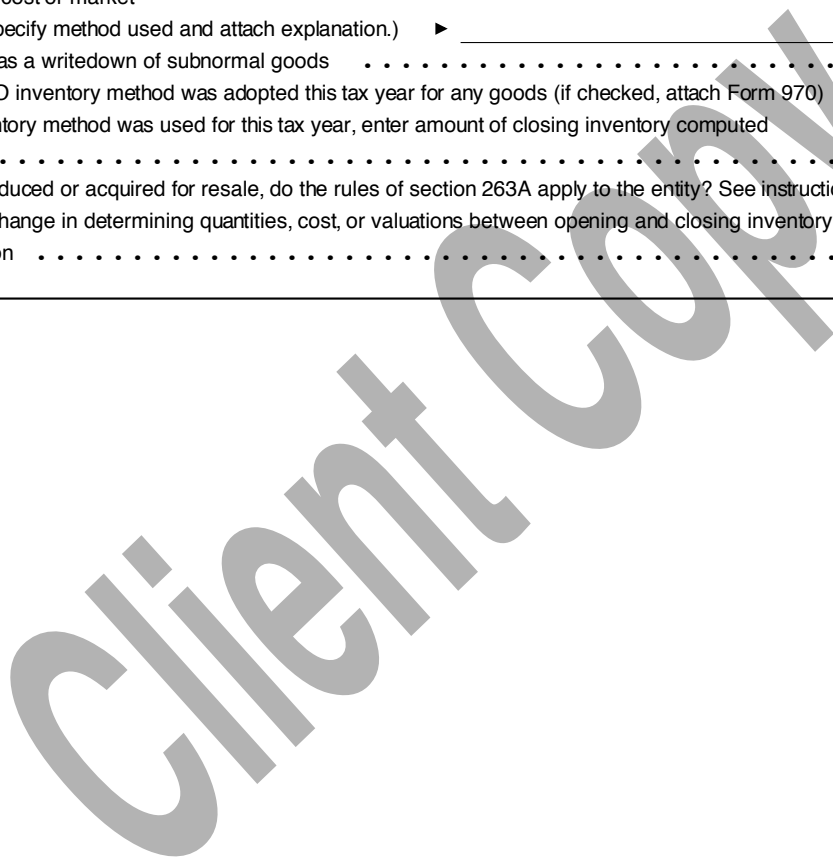
**Schedule M-2**

**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
<b>1</b> Balance at beginning of tax year . . . . .	60,960		
<b>2</b> Ordinary income from page 1, line 21 . . . . .	22,010		
<b>3</b> Other additions . . . . .			
<b>4</b> Loss from page 1, line 21 . . . . .	( )		
<b>5</b> Other reductions . . . . <b>Statement #30</b>	( 623 )		
<b>6</b> Combine lines 1 through 5 . . . . .	82,347		
<b>7</b> Distributions other than dividend distributions . . . . .	59,251		
<b>8</b> Balance at end of tax year. Subtract line 7 from line 6	23,096		



Name <b>Gate Food Services LLC</b>		Employer identification number <b>26-0235755</b>
<b>1</b>	Inventory at beginning of year .....	<b>1</b> 2,762
<b>2</b>	Purchases .....	<b>2</b> 163,965
<b>3</b>	Cost of labor .....	<b>3</b>
<b>4</b>	Additional section 263A costs (attach schedule) .....	<b>4</b>
<b>5</b>	Other costs (attach schedule) .....	<b>5</b>
<b>6</b>	<b>Total.</b> Add lines 1 through 5 .....	<b>6</b> 166,727
<b>7</b>	Inventory at end of year .....	<b>7</b> 2,762
<b>8</b>	<b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions .....	<b>8</b> 163,965
<b>9a</b> Check all methods used for valuing closing inventory:		
(i) <input type="checkbox"/> Cost		
(ii) <input type="checkbox"/> Lower of cost or market		
(iii) <input type="checkbox"/> Other (Specify method used and attach explanation.) ▶ _____		
<b>b</b> Check if there was a writedown of subnormal goods ..... ▶ <input type="checkbox"/>		
<b>c</b> Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ..... ▶ <input type="checkbox"/>		
<b>d</b> If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO .....		<b>9d</b>
<b>e</b> If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions .....		<input type="checkbox"/> Yes <input type="checkbox"/> No
<b>f</b> Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation .....		<input type="checkbox"/> Yes <input type="checkbox"/> No



# Gate Food Services LLC

12411 Bandera Rd  
Helotes, TX 78023

Phone: | Fax:

October 30, 2018

Tony Capriatti  
12411 Bandera Rd  
San Antonio, TX 78203

Tony Capriatti:

Attached is a copy of the Schedule K-1 for Gate Food Services LLC. Use the information on this schedule when preparing your 2017 individual income tax return.

If you have questions regarding the amounts on this Schedule K-1, please submit your questions to the following address:

ACCOUNTING  
Gate Food Services LLC  
12411 Bandera Rd  
Helotes, TX 78023

Also enclosed is supplemental K-1 information to assist you in preparing your tax return.

Sincerely,

Tony Capriatti  
Officer

Enclosure

Schedule K-1 (Form 1120S)

2017

Department of the Treasury Internal Revenue Service

For calendar year 2017, or tax year

beginning 2017 ending

Shareholder's Share of Income, Deductions, Credits, etc.

See page 2 of form and separate instructions.

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

Table with 17 rows and 4 columns: Line number, Description, Amount, and Other information. Includes items like Ordinary business income (22,010), Dividends, Capital gains, and Deductions.

Part I Information About the Corporation

Form section for Part I: Corporation's employer identification number (26-0235755), Corporation's name (Gate Food Services LLC), and address (12411 Bandera Rd, Helotes, TX 78023).

Part II Information About the Shareholder

Form section for Part II: Shareholder's identifying number (453-55-3478), Shareholder's name (Tony Capriatti), and address (12411 Bandera Rd, San Antonio, TX 78203).

Area for IRS use only containing a barcode and a large 'Client Copy' watermark.

\* 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.

	<i>Code</i>	<i>Report on</i>
<b>1. Ordinary business income (loss).</b> Determine whether the income (loss) is passive or nonpassive and enter on your return as follows:		
Passive loss	<i>Report on</i>	
Passive income	See the Shareholder's Instructions	
Nonpassive loss	Schedule E, line 28, column (g)	
Nonpassive income	See the Shareholder's Instructions	
	Schedule E, line 28, column (j)	
<b>2. Net rental real estate income (loss)</b>	See the Shareholder's Instructions	
<b>3. Other net rental income (loss)</b>		
Net income	Schedule E, line 28, column (g)	
Net loss	See the Shareholder's Instructions	
<b>4. Interest income</b>	Form 1040, line 8a	
<b>5a. Ordinary dividends</b>	Form 1040, line 9a	
<b>5b. Qualified dividends</b>	Form 1040, line 9b	
<b>6. Royalties</b>	Schedule E, line 4	
<b>7. Net short-term capital gain (loss)</b>	Schedule D, line 5	
<b>8a. Net long-term capital gain (loss)</b>	Schedule D, line 12	
<b>8b. Collectibles (28%) gain (loss)</b>	28% Rate Gain Worksheet, line 4 (Schedule D instructions)	
<b>8c. Unrecaptured section 1250 gain</b>	See the Shareholder's Instructions	
<b>9. Net section 1231 gain (loss)</b>	See the Shareholder's Instructions	
<b>10. Other income (loss)</b>		
<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 & straddles	Form 6781, line 1	
D Mining exploration costs recapture	See Pub. 535	
E Other income (loss)	See the Shareholder's Instructions	
<b>11. Section 179 deduction</b>	See the Shareholder's Instructions	
<b>12. Other deductions</b>		
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	
<b>13. Credits</b>		
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		
J Work opportunity credit		
K Disabled access credit	See the Shareholder's Instructions	
L Empowerment zone employment credit		
M Credit for increasing research activities		
N Credit for employer social security and Medicare taxes		
O Backup withholding		
P Other credits		
<b>14. Foreign transactions</b>		
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	
<b>15. Alternative minimum tax (AMT) items</b>		
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		
<b>16. Items affecting shareholder basis</b>		
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		
<b>17. Other information</b>		
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(l)(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		

**Schedule K-1 Supplemental Information**

**2017**

Shareholder's name

**Tony Capriatti**

Shareholder's ID Number

**453-55-3478**

Name of S Corporation

**Gate Food Services LLC**

S Corporation's EIN

**26-0235755**

Form 1120S Schedule K-1 - Line 16

Code	Description	Amount
C	Other Nondeductible Expenses	623
	Meals and Entertainment	623
	<b>Total</b>	<b>623</b>

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# Depreciation and Amortization (Including Information on Listed Property)

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach to your tax return.

▶ Go to [www.irs.gov/Form4562](http://www.irs.gov/Form4562) for instructions and the latest information.

Name(s) shown on return <b>Gate Food Services LLC</b>	Business or activity to which this form relates <b>FORM 1120S</b>	Identifying number <b>26-0235755</b>
--	--	---

### Part I Election To Expense Certain Property Under Section 179

**Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2016 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2018. Add lines 9 and 10, less line 12	▶ 13	

**Note:** Don't use Part II or Part III below for listed property. Instead, use Part V.

### Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	0
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	2,535

### Part III MACRS Depreciation (Don't include listed property.) (See instructions.)

#### Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2017	17	1,198
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	▶ <input type="checkbox"/>	

#### Section B - Assets Placed in Service During 2017 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only-see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a	3-year property					
b	5-year property					
c	7-year property					
d	10-year property					
e	15-year property	17,000	15	HY	150 DB	850
f	20-year property					
g	25-year property		25 yrs.		S/L	
h	Residential rental property		27.5 yrs.	MM	S/L	
i	Nonresidential real property		39 yrs.	MM	S/L	

#### Section C - Assets Placed in Service During 2017 Tax Year Using the Alternative Depreciation System

20a	Class life				S/L
b	12-year		12 yrs.		S/L
c	40-year		40 yrs.	MM	S/L

### Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	<b>Total.</b> Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	4,583
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	▶ 23	

**For Paperwork Reduction Act Notice, see separate instructions.**



**Federal Supporting Statements**

**2017 PG01**

Corporation name

Gate Food Services LLC

Employer Identification Number

26-0235755

Form 1120S - Line 19 - Other Deductions

Statement #2

Description	Amount
Automobile and Truck Expense	3,776
Bank Charges	1,484
Computer	1,392
Dues and Subscriptions	426
Equipment Rental/lease	6,045
Fuel	1,944
Liability Insurance	7,390
Other Insurance	952
Janitorial	593
Legal and Professional	7,076
50% Meals and Entertainment	624
Miscellaneous	185
Postage/Shipping	168
Security	472
Supplies	2,094
Telephone	4,553
Travel	792
Uniforms	341
Utilities	18,308
Waste Removal	736
Charitable Contributions	197
Contract Labor	162
Franchise Fees	13,176
Rconciliation Differences	2,369
	<hr/>
<b>Total</b>	<b><u><u>75,255</u></u></b>

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Federal Supporting Statements

2017 PG01

Corporation name

Gate Food Services LLC

Employer Identification Number

26-0235755

Schedule K - Line 16c - Nondeductible Expenses

Statement #16c

Description	Amount
Meals and Entertainment	<u>623</u>
<b>Total</b>	<u><u>623</u></u>

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**Federal Supporting Statements**

**2017 PG01**

Corporation name

Gate Food Services LLC

Employer Identification Number

26-0235755

Schedule L - Line 14 - Other Assets

Statement #21

Description	Beg Of Year	End Of Year
Misc	351	
Deposits	<u>4,735</u>	<u>4,735</u>
<b>Total</b>	<u><u>5,086</u></u>	<u><u>4,735</u></u>

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**Federal Supporting Statements**

**2017 PG01**

Corporation name

Gate Food Services LLC

Employer Identification Number

26-0235755

Schedule M-2 - Line 5 - Other Reductions

Statement #30

Description	Amount
Nondeductible Expenses	<u>623</u>
<b>Total</b>	<u><u>623</u></u>

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