

DISCLOSURE BROCHURE

APPENDIX 1: WRAP PROGRAM

PREPARED IN COMPLIANCE WITH
THE INVESTMENT ADVISORS ACT OF 1940 RULE 204(A)

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This wrap fee program brochure provides information about the qualifications and business practices of Sound Income Strategies, LLC ("SIS"). If you have any questions about the contents of this brochure, please contact us at 1-888-492-0505. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission, or by any state securities authority.

Additional information about SIS (CRD #173272) is available on the SEC's website at www.adviserinfo.sec.gov. Being registered as a registered investment advisor does not imply a certain level of skill or training.

October 23, 2 018

Item 2: Material Changes

Annual Update

The Material Changes section of this brochure will be updated annually or when material changes occur since the previous release of the Firm Brochure.

Material Changes since the Last Update

This update is in accordance with the required annual update for Registered Investment Advisors.

Sound Income Strategies, LLC has the following material changes to report. This list summarizes changes to policies, practices, or conflicts of interests only.

- Replacing the CCO Hunter Klee to Charles Radlauer
- Replacing the COO Mike Tuma to the Operations Manager Steve Cox
- Updating the Assets under management, accounts and advisor representatives

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Item 4: Advisory Business

Sound Income Strategies, LLC (hereinafter "SIS") offers the following services to advisory clients:

Description of Services and Fees

SIS offers discretionary and non-discretionary direct asset management services to advisory clients. SIS will offer clients ongoing portfolio management services through determining individual investment goals, time horizons, objectives, and risk tolerance. Investment strategies, investment selection, asset allocation, portfolio monitoring and the overall investment program will be based on the above factors. The client will authorize SIS discretionary authority to execute selected investment program transactions as stated within the Investment Advisory Agreement.

SIS is constantly searching for securities that have an improving credit story and as we find these opportunities, we will "swap" out of some current holdings into newer securities. We look for at least one of the following conditions before making a swap: lowering duration, lowering interest rate risk, increasing yield or lowering credit risk.

SIS participates in and sponsors a wrap fee program, which allows SIS Advisor Representatives to manage client accounts for a single fee that includes both portfolio management services and brokerage costs. The following is the fee schedule applicable to the wrap program:

Total Assets Under Management	Maximum Annual Fee
\$25,000* - \$1,000,000	1.50%
> \$1,000,000	1.25%

* See minimums account requirements in Item 5.

The final fee schedule is attached as Exhibit II of the client contract. SIS uses the last day of previous month for purposes of determining the market value of the assets upon which the advisory fee is based.

Advisory fees are withdrawn directly from the client's accounts with client written authorization. Fees are paid monthly in arrears. Because fees are charged in arrears, no refund policy is necessary.

Clients may terminate the contract without penalty, for full refund, within five business days of signing the contract. Thereafter, clients may terminate the contract immediately upon written notice.

Contribution Cost Factors

The wrap program may cost the client more or less than purchasing advisory and brokerage services separately. There are several factors that bear upon the relative cost of the program, including the trading activity in the client's account, the adviser's ability to aggregate trades, and the cost of the services if provided separately (which in turn depends on the prices and specific services offered by different providers).

Additional Fees

Clients who participate in the wrap fee program do not pay transaction costs or trading fees. However, clients are still responsible for all other account fees, such as annual IRA fees to the custodian or mutual fund fees.

Compensation of Client Participation

Advisor Representatives of SIS may receive additional compensation beyond advisory fees for the participation of client's in the wrap fee program. Compensation received may be more than what would have been received if client paid separately for investment advice, brokerage, and other

services. Therefore, SIS Advisor Representatives may have a financial incentive to recommend the wrap fee program to clients.

Item 5: Account Requirements and Types of Clients

SIS generally provides its wrap fee program services to the following types of clients:

- Individuals
- Other Investment Advisers
- Trusts, Estates, or Charitable Organizations
- Corporations or Business Entities

Minimum Account Size

There is an account minimum of \$25,000, which may be waived at the discretion of SIS, based on the needs of the client and the complexity of the situation.

Item 6: Portfolio Manager Selection and Evaluation

Selection and Review of Portfolio Managers

SIS and its Advisor Representatives act as the portfolio managers under this wrap fee program. SIS does not select outside portfolio managers to manage this wrap fee program and no related persons of SIS act as portfolio manager for the firm's wrap fee program.

STANDARDS USED TO CALCULATE PORTFOLIO MANAGER PERFORMANCE

SIS uses industry standards to calculate portfolio manager performance.

REVIEW OF PERFORMANCE INFORMATION

SIS reviews the performance information to determine and verify its accuracy and compliance with presentation standards. The performance information is reviewed annually and is reviewed by SIS.

Advisory Business

WRAP FEE PORTFOLIO MANAGEMENT

SIS and SIS Advisor Representatives offer ongoing portfolio management services based on the individual goals, objectives, time horizon, and risk tolerance of each client. SIS creates an Investment Policy Statement via the Investment Advisory Agreement for each client, which outlines the client's current situation (income, tax levels, and risk tolerance levels) and then constructs a portfolio that matches each client's specific situation. Investment Supervisory Services include, but are not limited to, the following:

- Investment strategy
- Asset allocation
- Asset selection
- Personal investment policy
- Risk tolerance
- Regular portfolio monitoring

SERVICES LIMITED TO SPECIFIC TYPES OF INVESTMENTS

The goals and objectives for each client are documented in our client files. Investment strategies are created that reflect the stated goals and objective.

CLIENT TAILORED SERVICES AND CLIENT IMPOSED RESTRICTIONS

The SIS Advisor Representative will tailor a program for each individual client. This will include an interview session to get to know the client's specific needs and requirements as well as a plan that will be executed by SIS on behalf of the client. SIS Advisor Representatives will not use "model portfolios" but rather a specific set of recommendations for each client based on their personal restrictions, needs, and targets.

Clients may impose restrictions in investing in certain securities or types of securities in accordance with their values or beliefs. However, if the restrictions prevent SIS from properly servicing the client account, or if the restrictions would require SIS to deviate from its standard suite of services, SIS reserves the right to end the relationship.

WRAP FEE PROGRAMS

SIS, through its Advisor Representatives, offers this wrap fee program. SIS manages the investments in the wrap fee program on either a discretionary or a non-discretionary basis. The fees charged to the client are paid to SIS and shared between SIS and the SIS Advisor Representatives.

Performance-Based Fees

SIS does not use a performance-based fee structure because of the conflict of interest. Performance-based compensation may create an incentive for the advisor representatives to recommend an investment that may carry a higher degree of risk to the client. Fees are not based on a share of the capital gains of managed securities.

Methods of Analysis

Security analysis methods typically will involve fixed income analysis. Fixed income analysis is the valuation of fixed income or debt securities, and the analysis of their interest rate risk, credit risk, and likely price behavior in hedging portfolios. This includes analyzing bonds issued by the same entity for different maturities.

Regarding equity securities, these methods may also include fundamental analysis and technical analysis. Investing in securities involves risk of loss that clients should be prepared to bear. Past performance is not a guarantee of future returns.

Fundamental analysis involves evaluating a security using real data such as company revenues, earnings, return on equity, and profits margins to determine underlying value and potential growth. Technical analysis involves evaluating securities based on past prices and volume.

The main sources of information include financial newspapers and magazines, research material prepared by others, corporate rating services, annual reports, prospectuses, filings with the Securities and Exchange Commission and company press releases.

Voting Client Securities

SIS does not vote proxies on securities. Clients are expected to vote their own proxies. The client will receive their proxies directly from the custodian of their account or from a transfer agent.

When assistance on voting proxies is requested, SIS will provide recommendations to the client. If a conflict of interest exists, it will be disclosed to the client.

Item 7: Client Information Provided to Portfolio Managers

SIS Advisor Representatives act on behalf of SIS and the portfolio managers for this wrap fee program. All client information that is collected, including basic information, risk tolerance, sophistication level, and income level will be collected by the SIS Advisor Representatives and reviewed by SIS' compliance department and SIS' Portfolio Managers. As that information changes and is updated, SIS will have immediate access to that information, once collected by the Advisor Representatives.

Item 8: Client Contact with Portfolio Managers

SIS places no restrictions on client ability to contact SIS portfolio managers.

Item 9: Additional Information

Disciplinary Information

CRIMINAL OR CIVIL ACTIONS

The firm and its management have not been involved in any criminal or civil action.

ADMINISTRATIVE ENFORCEMENT PROCEEDINGS

The firm and its management have not been involved in administrative enforcement proceedings.

SELF-REGULATORY ORGANIZATION ENFORCEMENT PROCEEDINGS

The firm and its management have not been involved in legal or disciplinary events related to investment clients within the past ten years.

Other Financial Industry Activities and Affiliations

BROKER-DEALER OR REPRESENTATIVE REGISTRATION

Currently, SIS does not have any representatives registered with a Broker/Dealer.

FUTURES OR COMMODITY REGISTRATION

Neither SIS nor its employees are registered or have an application pending to register as a futures commission merchant, commodity pool operator, or a commodity trading advisor.

MATERIAL RELATIONSHIPS AND CONFLICTS OF INTEREST

Approximately 50% of SIS Advisor Representatives' time is spent on advisory services. The advisor representatives registered with SIS may also be insurance licensed and may provide recommendations to clients for insurance products. When SIS advisors make recommendations for the purchase of insurance, they also receive customary commissions as insurance salespersons. The receipt of commissions in return for insurance product purchases creates a conflict of interest for advisor representatives when they recommend the purchase of such products to clients and advisor representatives may place the insurance product transaction through Advisors' Academy, along with other various entities. As David Scranton, the Managing Member of SIS, also acts as a consultant to Advisors' Academy, when advisor representatives of SIS offer insurance products, both compensation and related-issuer conflicts exist. While there is an incentive to offer the insurance products of these companies, at all times, SIS and its advisor representatives, strive to make recommendations that are consistent with the best interest of their clients.

SIS also provides account management services for other independent Registered Investment Advisors (RIA) under this WRAP program but is not responsible for any conflict of interest for the independent RIA's Advisor Representatives.

Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

CODE OF ETHICS DESCRIPTION

The employees of SIS have committed to a Code of Ethics ("Code"). The purpose of our Code is to set forth standards of conduct expected of SIS employees and addresses conflicts that may arise. The Code defines acceptable behavior for employees of SIS. The Code reflects SIS and its supervised persons' responsibility to act in the best interest of their client.

One area the Code addresses is when employees buy or sell securities for their personal accounts and how to mitigate any conflict of interest with our clients. We do not allow any employees to use non-public material information for their personal profit or to use internal research for their personal benefit in conflict with the benefit to our clients.

SIS policy prohibits any person from acting upon or otherwise misusing non-public or inside information. No advisory representative or other employee, officer or director of SIS may recommend any transaction in a security or its derivative to advisory clients or engage in personal securities transactions for a security or its derivatives if the advisory representative possesses material, non-public information regarding the security.

SIS' Code is based on the guiding principle that the interests of the client are our top priority. SIS' officers, directors, advisor representatives, and other employees have a fiduciary duty to our clients and must diligently perform that duty to maintain the complete trust and confidence of our clients. When a conflict arises, it is our obligation to put the client's interests over the interests of either employees or the company.

The Code applies to "access" persons. "Access" persons are employees who have access to non-public information regarding any clients' purchase or sale of securities, or non-public information regarding the portfolio holdings of any reportable fund, who are involved in making securities recommendations to clients, or who have access to such recommendations that are non-public.

The firm will provide a copy of the Code of Ethics to any client or prospective client upon request.

INVESTMENT RECOMMENDATIONS INVOLVING A MATERIAL FINANCIAL INTEREST AND CONFLICT OF INTEREST

SIS and its employees do not recommend to client's securities in which we have a material financial interest.

ADVISORY FIRM PURCHASE OF SAME SECURITIES RECOMMENDED TO CLIENTS AND CONFLICTS OF INTEREST

SIS and its employees may buy or sell securities that are also held by clients. In order to mitigate conflicts of interest such as front running, employees are required to disclose all reportable securities transactions as well as provide SIS with copies of their brokerage statements.

The Chief Compliance Officer of SIS is Charles Radlauer. He reviews all employee trades each quarter. The personal trading reviews ensure that the personal trading of employees does not affect the markets and that clients of the firm receive preferential treatment over employee transactions.

CLIENT SECURITIES RECOMMENDATIONS OR TRADES AND CONCURRENT ADVISORY FIRM SECURITIES TRANSACTIONS AND CONFLICTS OF INTEREST

SIS does not maintain a firm proprietary trading account and does not have a material financial interest in any securities being recommended and therefore no conflicts of interest exist. However, employees may buy or sell securities at the same time they buy or sell securities for clients. In order to mitigate conflicts of interest such as front running, employees are required to disclose all reportable securities transactions as well as provide SIS with copies of their brokerage statements.

Review of Accounts

SCHEDULE FOR PERIODIC REVIEW OF CLIENT ACCOUNTS OR FINANCIAL PLANS AND ADVISORY PERSONS INVOLVED

Account reviews are performed at least annually by Investment Advisor Representatives of SIS. Account reviews are performed more frequently when market conditions dictate or when the client or advisor representative deems appropriate. Financial planning relationships with clients are monitored on an ongoing basis to ensure the recommendations made are within the scope of the plan remain suitable.

REVIEW OF CLIENT ACCOUNTS ON NON-PERIODIC BASIS

Other conditions that may trigger a review of clients' accounts are changes in the tax laws, new investment information, and changes in a client's own situation.

CONTENT OF CLIENT PROVIDED REPORTS AND FREQUENCY

Clients receive account statements no less than quarterly for managed accounts. Account statements are issued by the Advisor's custodian. Client receives confirmations of each transaction in accounts from the Custodian and an additional statement during any month in which a transaction occurs.

Other Compensation

ECONOMIC BENEFITS PROVIDED TO THE ADVISORY FIRM FROM EXTERNAL SOURCES AND CONFLICTS OF INTEREST

Advisor Representatives of SIS may recommend a custodian to Clients for custody and brokerage services. SIS may participate in a custodian's institutional customer programs that are not typically available to retail investors. Although SIS may receive economic benefits through its participation in these programs, there is no direct link between SIS's participation in the programs and the investment advice SIS or its Advisor Representatives gives to their clients. These benefits include the following products and services (provided without cost or at a discount): receipt of duplicate Client statements and confirmations; research related products and tools; consulting services; access to a trading desk serving Advisor Representative participants; access to block trading (which provides the ability to aggregate securities transactions for execution and then allocate the appropriate shares to Client accounts); the ability to have advisory fees deducted directly from Client accounts'; access to an electronic communications network for Client order entry and account information; access to mutual funds with no transaction fees and to certain institutional money managers; and discounts on compliance, marketing, research, technology, and practice management products or services provided to SIS and its Advisor Representatives by third party vendors. The custodians may also have paid for business consulting and professional services received by SIS' related persons. Some of the products and services made available by the custodians through the program may benefit SIS, but may not benefit its Client accounts. These products or services may assist SIS in managing and administering Client accounts, including accounts not maintained at the custodian. Other services made available by the custodians are intended to help SIS manage and further develop its business enterprise. The benefits received by SIS or its personnel through participation in the program do not depend on the amount of brokerage transactions directed to the custodians. As part of its fiduciary duties to clients, SIS and its Advisor Representatives endeavor at all times to put the interests of their clients first. Clients should be aware, however, that the receipt of economic benefits by SIS or its related persons in and of itself creates a potential conflict of interest and may indirectly influence the Advisor Representative's recommendation of custodian for custody and brokerage services.

Financial Information

BALANCE SHEET

A balance sheet is not required to be provided because SIS does not serve as a custodian for client funds or securities and SIS does not require prepayment of fees of more than \$1200 per client and six months or more in advance.

FINANCIAL CONDITIONS REASONABLY LIKELY TO IMPAIR ADVISORY FIRM'S ABILITY TO MEET COMMITMENTS TO CLIENTS

SIS has no condition that is reasonably likely to impair our ability to meet contractual commitments to our clients.

BANKRUPTCY PETITIONS DURING THE PAST TEN YEARS

Neither SIS nor its management has had any bankruptcy petitions in the last ten years.