

Table of Contents

Choosing a Business Entity	1
Limited liability companies	2
Default rules	2
Electing classification	3
Advantages.....	3
Disadvantages	3
Sole proprietorships.....	4
Advantages.....	4
Disadvantages	4
Partnerships.....	4
Advantages.....	4
Disadvantages	5
Exclusion from partnership rules.....	6
S corporations	7
Advantages.....	7
Disadvantages	7
C corporations	8
Advantages.....	9
Disadvantages	9
Conclusion	10
Chart of Entity Comparison.....	86
Changing Entities.....	94
Appendix – Entity Decision Questionnaire	100
Index.....	101