



Choosing the Right Business Entity & Getting Cash Out Of It

By

Danny C. Santucci

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Danny Santucci

Table of Contents

| | |
|---|----------|
| The Great Business Entity Tax Divide | 1 |
| Passthrough Entities - 20% Deduction | 1 |
| Limitations..... | 1 |
| Deduction Amount | 2 |
| Qualified Trade Or Business | 2 |
| Corporations - 21% Rate | 3 |
| | |
| Sole Proprietorship | 3 |
| Introduction | 3 |
| Advantages | 3 |
| Disadvantages..... | 4 |
| Formation | 4 |
| Withdrawals..... | 4 |
| Schedule C | 4 |
| Not-For-Profit Activities - §183 | 5 |
| Deduction & Loss Limit | 5 |
| Profit Presumption - 3/5..... | 6 |
| Schedule C-EZ (Eliminated)..... | 6 |
| Self-Employment Tax - SECA..... | 6 |
| Estimated Tax..... | 7 |
| Sale of a Business..... | 7 |
| Classification of Assets | 7 |
| Income Splitting | 8 |
| | |
| Partnerships | 8 |
| Definition of Partnership | 8 |
| Section 761(a)..... | 8 |
| Co-tenancies | 8 |
| Partnership Agreement | 9 |
| Modifications..... | 9 |
| Partner's Share of Tax Items | 9 |
| Limited Partners | 9 |
| Family Partnerships - §704(e) | 9 |
| Advantages | 10 |
| Disadvantages..... | 10 |
| Partners Taxed as Individuals..... | 11 |
| Individual Returns & Schedules K-1 | 11 |
| Separately Treated Items | 11 |
| Character of Items & Limitations | 12 |
| Deduction of Losses | 12 |
| Outside Basis Limitation - §704(d) | 13 |
| Loss Ultimately Deductible | 13 |

| | |
|--|----|
| Effect of Losses on Outside Basis - §705 | 13 |
| Partnership Tax Return..... | 15 |
| Filing Requirements | 15 |
| Due Date of Return..... | 16 |
| Failure to File | 16 |
| Failure to Furnish Copies to Partners | 16 |
| Special Allocations - §704(b)..... | 16 |
| Economic Effect | 16 |
| “Substantial Effect” | 17 |
| Year Taxable - §706(a)..... | 17 |
| Limitation on Choice of Taxable Year | 17 |
| Closing of Partnership Year..... | 17 |
| Events That Terminate Partnership - §708(b)..... | 18 |
| Discontinuance of Business | 18 |
| Winding Up | 18 |
| Sale of 50% or More Interest - Repealed | 18 |
| Transactions between Partner & Partnership..... | 18 |
| Treating Partner as Stranger - §707(a)..... | 18 |
| Guaranteed Payments - §707(c)..... | 19 |
| Certain Losses Disallowed - §707(b)..... | 19 |
| Two Partnerships | 19 |
| Sales at Gain | 20 |
| Contributions of Property - §721..... | 20 |
| Contribution vs. Sale or Exchange | 20 |
| Disguised Sale - §707(a) | 20 |
| Property Distribution to Contributing Partner - §737 | 20 |
| Contributed Property Distribution to Another Partner - §704(c) | 21 |
| Inside Basis of Contributed Assets - §723..... | 21 |
| Allocation of Precontribution Gain or Loss - §704(c) | 21 |
| Character of Subsequent Gain | 21 |
| Taint On Contribution- §724 | 22 |
| Character of Subsequent Loss - §724(c)..... | 22 |
| Contribution of Services..... | 22 |
| Basis of Partner’s Interest - Outside Basis | 22 |
| Original Basis - §722 | 23 |
| Adjustments to Basis - §705(a)..... | 23 |
| Effect of Liabilities - §752..... | 23 |
| Sales & Exchanges of Partnership Interests | 24 |
| Hot Assets - §751 | 24 |
| Liabilities of Partnership - §752 | 24 |
| Basis of Partnership Assets after Transfer of Interest..... | 24 |
| General Rule - §743(a) | 24 |
| Special Basis Adjustment - §§743, 754..... | 24 |
| Partnership Distributions - §731..... | 25 |
| Exceptions to General Rule | 25 |
| Partnership Liquidations..... | 26 |
| Types of Liquidating Distributions..... | 26 |
| Liquidating Distributions of Money - §736..... | 26 |
| Section 736(a) Payments | 26 |
| Section 736(b) Payments | 27 |

Limited Liability Companies.....29

Introduction29
LLC Benefits29
Advantages of LLCs over C Corporation.....30
 Double Tax30
 Basis Adjustment.....30
 Special Allocations30
 Contributions30
 Liquidation31
 Unreasonable Compensation31
 Non-Tax Benefits31
Advantages of LLCs over S Corporations.....31
Advantages of LLCs over Limited Partnerships32
 Outside Basis & Debt Share Advantage.....32
 Substantial Economic Effect Rules - §704(b).....33
 Discharge of Indebtedness Income.....33
Advantages of LLCs over General Partnerships33
Disadvantages.....34

Corporations.....34

Corporation Defined.....34
 Corporate Characteristics34
 Check-the-Box Regulations.....35
C Corporations35
 Advantages35
 Disadvantages.....36
PSC Corporations - §441, §448, §46936
 Testing Period - §44136
 Personal Services - §44137
 Principal Activity & Substantial Performance - §44137
 Employee-Owner - §44137
 Passive Loss Limitations - §469(a)(2)37
 Qualified Personal Service Corporation - §44838
Incorporation - §35138
 Basic Requirements38
 Corporate Nonrecognition39
 Control.....39
 Property Basis - §36239
 Stock Basis39
Section 1244 Stock.....40
 Maximum Ordinary Loss.....40
 Original Issuance40
 Distributed Stock40
 General Requirements40
Start-Up Expenses - §19541
 Covered Expenses.....41
 Amortization.....42
Organizational Expenses - §248.....42
 Definition.....42
 Stock Issuance & Syndication Expenses42

| | |
|--|----|
| Amortization | 43 |
| Corporate Income Tax Rates | 43 |
| Tax Tables | 43 |
| Current Rate - 21% | 43 |
| Tax Return & Filing | 44 |
| Alternative Minimum Tax Repealed | 44 |
| Capital Gains & Losses - §1212 | 44 |
| Net Capital Loss Carryovers | 44 |
| Dividends Received Deduction - §243 | 45 |
| Dividends from Domestic Corporations | 45 |
| 65% Exception | 45 |
| Charitable Contributions - §170 | 47 |
| Limitation | 47 |
| Personal Holding Companies - §541 | 47 |
| Penalty Tax | 48 |
| Accumulated Earnings Tax Trap | 48 |
| Computation | 48 |
| Accumulated Earnings Credit | 49 |
| Accounting Periods & Methods | 49 |
| Accounting Periods | 49 |
| Accounting Methods | 49 |
| Methods Available | 50 |
| Inventories - §446 | 50 |
| Identification Methods | 50 |
| Specific Identification Method | 50 |
| FIFO Method | 51 |
| LIFO Method | 51 |
| Valuation Methods | 51 |
| Cost Method | 52 |
| Uniform Capitalization Rules - §263A | 52 |
| Lower of Cost or Market Method | 52 |
| Corporate Liquidations & Distributions | 53 |

S Corporations54

| | |
|----------------------------------|----|
| Introduction | 54 |
| Advantages | 54 |
| Disadvantages | 55 |
| Becoming an S Corporation | 56 |
| S Corporation Status | 56 |
| Number of Shareholders | 56 |
| One Class of Stock | 56 |
| Domestic Corporation | 56 |
| Election Requirement | 57 |
| Making the Election | 57 |
| Form 2553 | 57 |
| S Corporation Termination | 57 |
| Ceasing to Qualify | 58 |
| Passive Income - §1362 | 58 |
| Taxation of S Corporations | 58 |
| Built-In Gain - §1374 | 59 |

| | |
|-----------------------|----|
| Taxable Year | 59 |
| Fringe Benefits | 59 |

Learning Objectives

After reading the materials, participants will be able to:

- 1.** Cite the central differences among business entities and the advantages and disadvantages associated with basic business entity types.
- 2.** Recognize the tax attributes of sole proprietorships, partnerships, LLCs, S corporations, and C corporations and how each entity can be used to enhance tax and financial purposes and objectives.
- 3.** Specify the unique (e.g., self-employment) and general taxes applicable to particular entities and the tax forms that may be required.
- 4.** Identify the basic deductions that are permissible for each entity type and the conditions under which they are allowed.
- 5.** Determine the tax years, accounting methods, and valuation methods that each entity type may use, and how the entities can be terminated.
- 6.** Specify for different entity types the basis and the tax effect of sales, exchanges, transfers, contributions, and distributions.