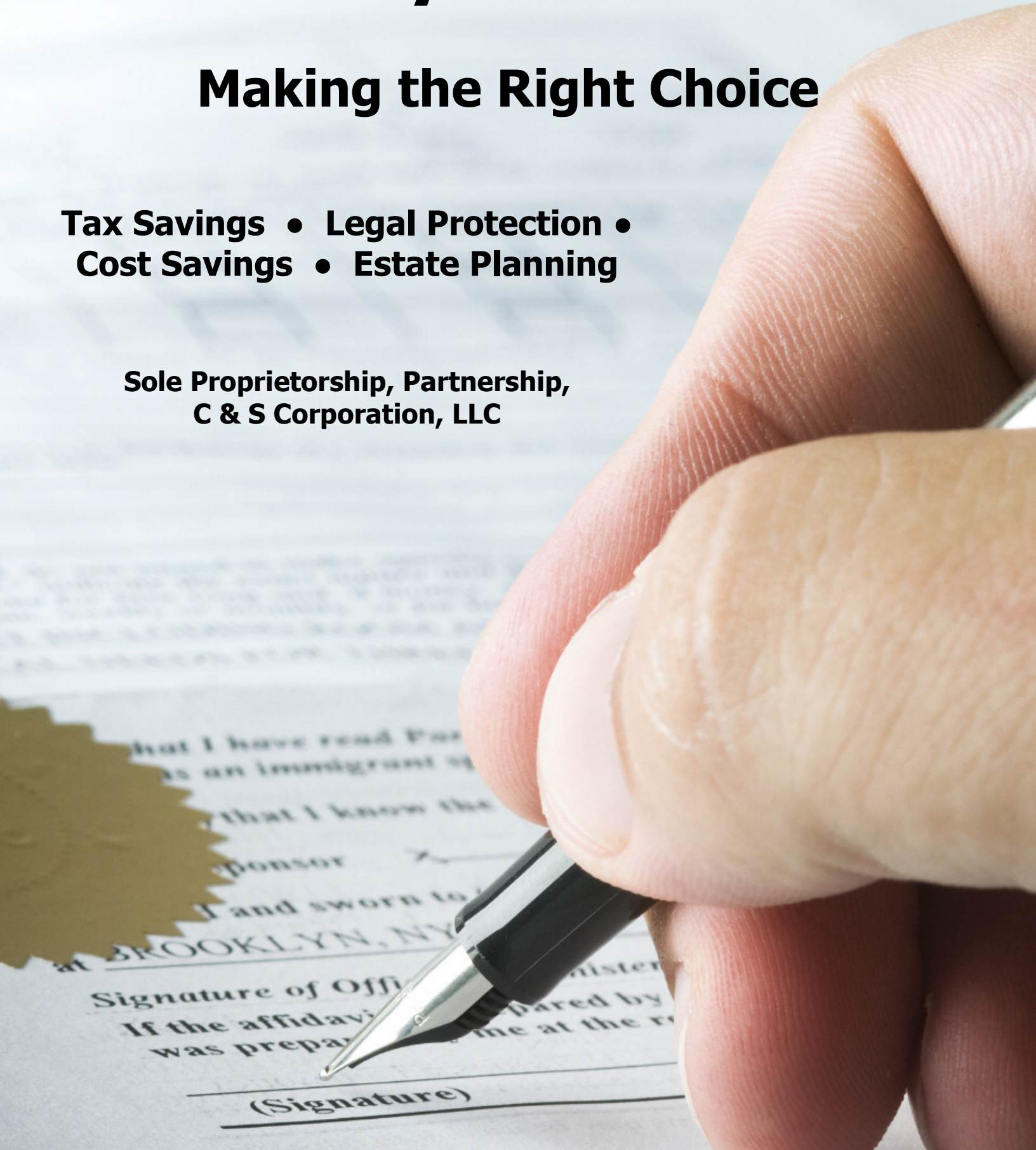


# **Business and Tax Entity Selection**

## **Making the Right Choice**

**Tax Savings • Legal Protection •  
Cost Savings • Estate Planning**

**Sole Proprietorship, Partnership,  
C & S Corporation, LLC**



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## **Making the Right Choice**

**Douglas Rutherford, CPA**

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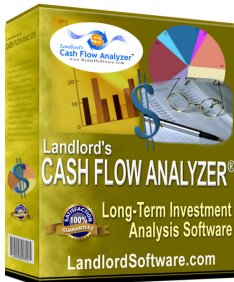
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## About the Author



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Doug developed the Cash Flow Analyzer® software series beginning in 1993 to assist his clients in analyzing real estate investments. Today, over 25,000 real estate investors, brokers, agents, bankers, mortgage lenders, and others in the USA, Canada, Australia, and other foreign countries use the real estate investment software.



The Cash Flow Analyzer® software series is the leading investment analysis software product on the market today. He has also developed the Tax Lien Certificate Portfolio and Investing Tracker Software. Doug earned a Bachelors in Accounting and a Masters of Taxation degree from Georgia State University, Atlanta, Georgia.

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## **APPENDIXES**

- Appendix A Side-by-Side Comparison of Entity Choices
- Appendix B Self-Employment Tax and FICA Tax Treatment of Pass-Through Income
- Appendix C Major Advantages and Disadvantages of Each Entity
- Appendix D Summary of Available Corporate Entities
- Appendix E Summary Comparison of Various Partnership/LLC Entities

## **FORMS**

- Form 1040 - ES Estimated Tax for Individuals
- Form 1040 - SE Self-Employment Tax
- Form 1040 - SE Instructions
- Form 1040 - Schedule C - Profit or Loss From Business
- Form 1040 - Schedule C - Instructions
- Form 2553 - Election by a Small Business Corporation
- Form 2553 - Instructions
- Form SS-4 - Application for Federal Employer Identification Number