## **Comparison of Business Entities**

Courtesy of Heather R. Chambers, CPA, Inc. (562) 424-4301 www.heatherchamberscpa.com

	Sole	LLC	S-Corporation	C-Corporation	
	Proprietorship				
Liability Protection	No protection	Limited	Most	Most	
Liability Flotection	No protection	Lillited	WIOSE	WIOSE	
Taxation	Income + Self	Flexible - sole	Passed	Corporate tax	
	Employment	proprietorship,	through to	on income +	
	tax on net	partnership, or	shareholder(s)	tax on SH	
		corporation		dividends	
F	T	T	T	T	
Self-Employment Tax	14.14% of net	14.14% of net	N/A	N/A	
		if required			
Amount of Paperwork	Least	Medium	Most	Most	
Amount of Luperwork	Least	Wicarani	141031	141031	
Separate Bank Accounts?	Recommended	Required	Required	Required	
•		'	'	'	
Payroll Required?	Only if there	Only if there	Required for	Recommended	
	are employees	are employees	shareholder		
			•	•	
Costs to Consider	Note: All costs are tax-deductible				
One-time Formation Fees			_		
<b>Legal</b> (online services – an	N/A	\$99-149	\$99-149	\$99-149	
attorney would be more)		\$299-359	\$299-699	\$299-699	
	T	T 4 :	T	T 4 - 5 -	
State Filing Fees	N/A	\$100	\$135	\$135	
Fishikia ya Dyaina sa Nama	Fictitious Business Name If required, \$26 + cost of publication. Renew every 5 years.				
Fictitious Business Name	ii required,	\$26 + Cost of pub	ilcation. Reflew ev	very 5 years.	
Ongoing Fees					
State Franchise Tax (min.)	N/A	\$800/yr	\$800/yr	\$800/yr	
,	,	1 / /	, , ,	1 / /	
Secretary of State	N/A	\$20 every 2 yr	\$25/yr	\$25/yr	
Statement of Information		, ,		•	
			_		
Tax Prep Fees (approx.)	\$160-500/yr	\$260-500/yr	\$500-800/yr	\$500-1200/yr	
	1				
Payroll Taxes (max.)	Approximately 13.25% of gross wages and salaries				
De all Date di Color	For 4 annular constructed AFO construction				
Payroll Preparation (min.)	For 1 employee: approximately \$50 per payroll run				
Morkord Comp Incomes	Varios applies to non officers uprelated employees & contractors				
Workers' Comp Insurance	Varies – applies to non-officers, unrelated employees & contractors				