

### **Did you know...**

If you are a small business owner, regardless of the size, you can benefit from incorporating. Here are just a few of the advantages of forming a corporation or an LLC:

**Name Security:** In the majority of the states, other businesses may not register the exact same corporate or LLC name with in the same state.

**Additional Integrity:** Adding Inc. or LLC to your business name adds authority. Many consumers and vendors alike prefer to do business with a corporation versus a sole proprietor.

**Perpetuity:** Despite changes in ownership or management, corporations and LLCs continue to exist. On the contrary, sole proprietorships and partnerships cease to exist with the death or departure of an owner.

**Protection of Personal Assets:** This is one of the most sought-after benefits. Both corporations and LLCs provide the opportunity for the owners to separate and therefore protect their personal assets because the corporation or LLC is a separate legal entity. If the corporation or LLC is properly setup, structured, and managed the owners should have limited liability for the debts and obligations of the company.

**Deductible Expenses:** Both corporations and LLCs deduct ordinary and necessary business expenses, from salaries and fringe benefits to supplies and rent, prior to any allocation of income to the owners which aids in reducing the tax burden of the individual owners. In addition, there is no limit to the amount of capital or operating loss that is allowed to be carried back or forward.

**Tax Savings:** Depending on your situation and what type of entity you choose to set up, the tax savings could be significant.

**Increased Retirement Options:** Establishing a corporation or LLC provides increased opportunities for retirement investments.

**Why incorporate?** I have already provided several compelling reasons. Why incorporate with Tax Inc., of Illinois?

**What I tell my clients is that we will hold their hand for the first year of the incorporation.**

“Our goal is to make the process easy for you. We will not only instruct you on what to do, but the best way to do it and why. Many corporations fail because they are good at the business or skill-set they incorporated; however, they are not good at the financial aspect of the business. Many people will often find a shortcut and will follow it only to find out in the end that it lead to disastrous consequences all because they were not properly educated by their incorporator.”

**-Jennifer B. Wozny-  
Senior Tax Associate**