





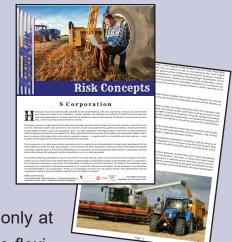
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S Corporation

S Corporations are an otherwise ordinary corpora-

tion which is eligible for and has elected to be taxed under subchapter S of the Internal Revenue Code. It is formed by filing articles of incorporation with the appropriate state officials. The benefit of electing subchapter S status is that there is no entity level tax. Items

of income and loss flow through to the shareholders and are taxed only at the shareholder level. A disadvantage of subchapter S status is less flexibility than C corporations.



Learn more via the recently completed 4-page, 4-color *Risk Concepts* series, covering seven common forms of business ownership, including the *S Corporation*.

Several *Risk Concepts* bulletins covering alternative forms of business structure were recently posted and are available for download at: https://RightRisk.org/riskconcepts.