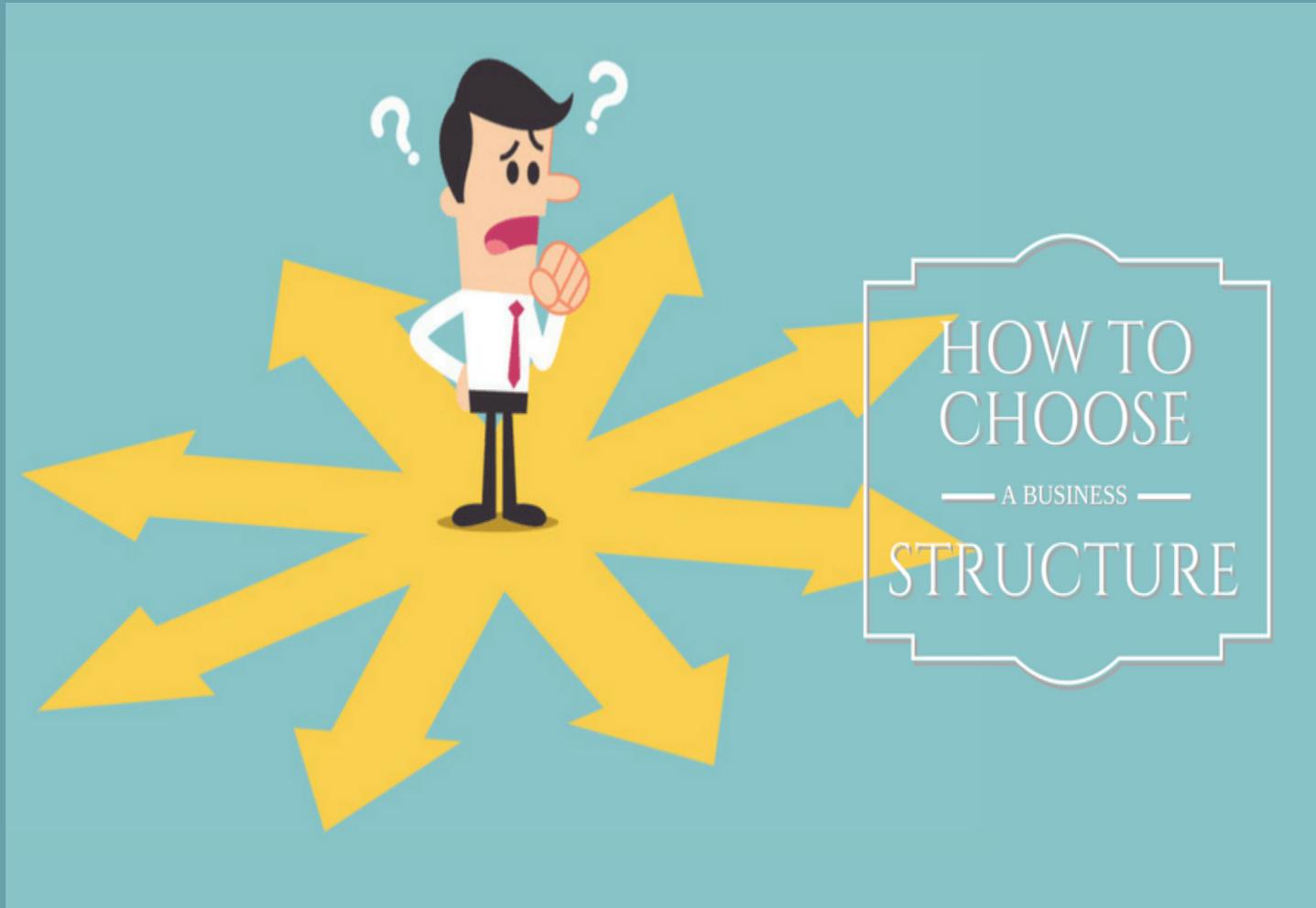


SETTING UP YOUR BUSINESS



Presented by Dacia Clark, Assistant Director
PSU Small Business Development Center





3 Main Types

1. Sole Proprietorship
(aka Doing Business As)
2. LLC (Limited Liability Company)
3. Corporation

The Pros and Cons of an LLC



PROS

- Limited Liability Protection
- Pass Through Taxation
- No Ownership Restrictions
- Versatile Tax Status
- Flexible Profit Distribution
- Minimal Compliance Requirements



CONS

- Self Employment Taxes
- Careful Personal Records
- LLC Termination
- Banking

Cost is \$166/ Annual Report is \$55

What is it?

- Employer Identification Number
- Government issued
- Acts as a business ID

How to get one for free

- The IRS issues EINs for free online.

Also known as

- Federal Tax ID
- Tax Identification Number (TIN)

EIN

Do I need one?

- Maintains Corporate Veil for your LLC

Uses

- Business Bank Accounts
- Hiring Employees
- Tax Reporting



HOW TO
START AN LLC

POWERED BY TRUIC

Setting up State and Federal Tax Accounts





How long will this take?

45 Minutes – 1 Hour



Exemption Certificates

(ST-28F) Agriculture Exemption Certificate

- Certificate to purchase ingredient or component parts without sales tax for the animals they are raising (Ex. feed, medicine)

(ST-28B) Statement for Sales Tax Exemption on Electricity, Gas or Water Furnished Through One Meter Exemption Certificate

- Ex. Fill this out and give to your water supplier to exempt the water you are using for the animals you are raising to sell.



The PSU SBDC

Call 620-235-4933

Email Dacia Clark at
dclark@pittstate.edu

