

S Corporation Taxation - The Basics ©

Objective: Many corporations and their shareholders elect to be taxed as an S corporation. This course will address both the advantages and disadvantages of filing such election. It will also address tax issues that typically arise in operating an S corporation.

Learning objectives:

- State what corporations qualify for filing the S election
- Describe the pitfalls in forming and operating an S corporation
- Explain when filing an S election is advantageous and when it is not
- Note when the S election will be terminated, either voluntarily or involuntarily
- Summarize what increases and decreases a shareholder's basis in debt and stock
- Highlight how the taxpayer's basis affects the treatment of allocable losses and distributions
- Explain the corporate-level tax imposed on built-in gains, incurred from the sale of assets
- Note the lessons from recent cases and IRS rulings
- Point out the mistakes made by S corporations and its shareholders

CPE: 4 hours

Level: Overview

Category: Tax

Prerequisites: None

Instructor: Dennis J. Gerschick

Code: SCTB