



Entity Comparison Chart

	Sole Proprietor	General Partnership	C-Corp	S-Corp	Professional Corporation	Nonprofit Corp	Limited Liability Company
Formation	No filing required	No filing required	State filing required	State filing required	State filing required	State and federal filings required	State filing required
Limited personal liability	No	No	Yes	Yes	Yes, except for own malpractice	Yes	Yes
Transferability of interest	No	No	Yes	Generally Limited	Generally Limited	N/A	Yes, Often Limited
Duration	Until withdrawal or death of owner	Unlimited	Unlimited	Unlimited	Unlimited	Unlimited	Unlimited
Pass-through taxation	Yes	Yes	No	Yes	No	Tax Exempt	Yes, upon election
Ability to raise capital	Not as separate entity	Yes	Yes	Yes, but shareholder limits	Yes	Yes, through donations and grants	Yes
Limitations on number of owners	Yes	No	No	Yes	No, but all owners must be part of same profession	N/A	No

Note: This chart is intended for informational purposes only and may not include all aspects of tax law. When choosing a business entity, extreme care must be taken to ensure all federal and state laws are being followed.