

LLC and Partnership Taxation: Beyond the Basics

LLC and partnerships are based upon intricate rules and regulations. A successful CPA must understand and be able to properly handle the application of these rules. Learn to recognize the provisions necessary in an LLC or partnership agreement to sustain special allocations of income or loss. Similarly, partnerships and LLCs are subject to highly specialized rules regarding the allocation of gain, loss, depreciation and other tax attributes associated with contributed property. Complex rules also apply to the allocation of recourse and non-recourse liabilities. When a partner or LLC member decides to withdraw some or all of his/her capital investment in the entity, the tax consequences can be complex. Move your working knowledge of partnership and LLC taxation beyond the basics.

OBJECTIVES

Upon completion of this course, participants will be able to:

- Assess the risks taken by investors with respect to their investment in a partnership or LLC and allocate the entity's liabilities accordingly
- Determine the consequences of selling a partnership or LLC interest
- Adjust the basis of partnership or LLC property following distributions of multiple properties
- Allocate income, gain, loss and deduction among partner/members to properly reflect their agreed upon interests in partnership or LLC economic activities
- Protect cash investors from unexpected tax costs associated with appreciated property contributed by other partners or LLC members
- Plan for the effects of a distribution of multiple properties
- Make elections to protect partners and LLC members from unwelcome future consequences arising from current distributions, sales and/or transfers of interests in the partnership

HIGHLIGHTS

- The "ins and outs" of allocations – when, why and how special allocations are made
- Allocations with respect to contributed property
- Allocating partnership liabilities among partners
- Environmental and other contingent liabilities of the partnership – are payments deductible and who gets the deduction?
- Avoiding unexpected gain on the distribution of property
- Adjusting basis to save future taxes
- Measuring the gain or loss on the sale of an interest in a partnership or LLC
- Minimizing recognition of ordinary income on sale of an interest

WHO WILL BENEFIT

- Tax practitioners who prepare partnership returns and advise clients on LLC and partnership issues



LEVEL

Intermediate

CPE CREDIT

Classroom: 8

Now accepted for CMA, CFM and EA continuing education credit.

NASBA FIELD OF STUDY

Taxes: 8

PREREQUISITE

Completion of *Taxation of LLCs, LLPs, LPs and Other Partnerships* or equivalent knowledge and experience

PRODUCT ORDERING INFORMATION

Public Seminar: NBLLC

On-Site Training: NBLLC

(For self-study ordering information and recommended credit, visit www.cpa2biz.com/cpe)