

***The Tax Review* Business Entities**

Learning Objectives / Table of Contents

Chapter

1 C Corporations

- 1-A** Define requirements for nontaxable transfers to corporations under section 351.
- 1-B** Identify the reporting requirements of a section 351 transfer.
- 1-C** Determine the tax treatment of loans between shareholders and C corporations.
- 1-D** Recognize the effect of earnings and profits (E&P) on corporation distributions.
- 1-E** Determine how to report stock distributions from C corporations.

2 S Corporations

- 2-A** Identify rules for making the election to be taxed as an S corporation.
- 2-B** Recognize how to request relief for a late S corporation election.
- 2-C** Identify the effect distributions have on an S corporation shareholder's basis.
- 2-D** Determine the taxability of S corporation distributions.
- 2-E** Recognize events that will cause an S corporation election to terminate.

3 Partnerships

- 3-A** Identify separately stated items of partnership income or loss.
- 3-B** Identify how to report separately stated items on Schedule K-1 (Form 1065), *Partner's Share of Income, Deductions, Credits, etc.*
- 3-C** Identify recourse liabilities of partnerships.
- 3-D** Determine the effect of partnership liabilities on a partner's basis in the partnership.
- 3-E** Determine gain or loss on distributions made to a partner.

4 Exempt Organizations

- 4-A** Determine whether an entity qualifies as a tax-exempt organization.
- 4-B** Recognize procedures to file an application of exemption.
- 4-C** Identify the recordkeeping and disclosure requirements for a tax-exempt organization.
- 4-D** Determine unrelated business income of exempt organizations.
- 4-E** Identify annual filing requirements for a tax-exempt organization.