

Name _____

Joining Forces: The Magic of Limited Liability Partnerships (LLPs)

Open-Ended Response Questions

1. Imagine you and your friends are starting a business together, and you want to protect your personal assets. Would you choose an LLP or another business structure, and why?
2. Can you think of a real-world professional service business that benefits from the pass-through taxation feature of an LLP? Describe the business and how the structure benefits its finances.
3. What advice would you give to someone who wants to start an LLP but is concerned about the registration and compliance process?
4. Discuss the importance of understanding the suitability of LLPs for different business types. Why might LLPs not be the best choice for certain ventures?

