

LLC vs Corporation in Texas

How to Choose the Right Business Structure

	LLC	S Corporation	C Corporation
 Liability Protection	 Yes	 Yes	 Yes
 Tax Treatment	Pass-through	Pass-through	Double taxation (21% corporate rate)
 Investor-Friendly	Full	Partial (salary only)	N/A
 Number of Owners	 Limited	 Some	 Ideal
 Stock Options	Simple	Moderate	Complex
 Best For	Local businesses, consultants	Profitable service firms	Scalable startups