

**Brad Seed**

Brad Seed came to your office today to discuss his new business venture. He would like to open his own restaurant. He has quite a lot of experience in this industry and, he has a group of investors whom are willing to invest in this new venture. He expects to have multiple employees. He wants to know what the possible entity choices are and the pros and cons of each and he is wondering if he can have a sole proprietorship with investors?

Note: A minimum of a paragraph regarding each entity type is expected. This exercise is designed to help you understand the entity types and the tax pros and cons of each. There is not necessarily, a correct answer; however, there are better answers than others.