

Corporate dollar vs. Individual dollar

After tax corporation spendable income can be less expensive than personal dollar when funding insurance premiums.

On January 1, 2018, the tax laws changed, creating distinctions between personal income taxation and corporate taxation, especially for business owners and professionals operating through corporations.

In many situations, business owners can fund policies through a corporation at a lower effective cost than paying personally. Professional corporations and traditional corporations may also receive different tax treatment depending on income levels, retained earnings, and business structure.