

Rather Labs Challenge: Accountant

1-First, we need to make some assumptions. For this assessment purpose, I'm going to assume that our company is an LLC, created in Delaware.

As an LLC based here, the company do not have the obligation to pay state income tax for the 100k net income, but it should be informed on the partners tax returns.

Also, as an LLC based in this State, it should pay usd 300 per year (Annual Franchise Tax).

Also bear in mind that the company shall have and maintain in this State a registered office which may, but need not be, the same as its place of business.

2-There is no need to present financial statements as an LLC in Delaware. But I would recommend the company to prepare some basical statements: Balance Sheet, P&L, Cashflow statement.

3-Having 50% of your income deposited on Circle, may not change the way your statements and returns are presented. Despite the fact is deposited on Circle it continues to be a company asset.