

# Adding a Business Interest

This guide will demonstrate how to create a Business Interest in Advanced Facts.

1. Once you have selected a Client, click **Facts**, and then click **Business Interests**.

Frank and Joanna Miller ▾  
Traditional

OVERVIEW **FACTS** PLANS REPORTS VAULT

Go back to Overview

**Advanced Facts** Basic

**Overview**

Use the links in the navigation tree which appears on the left side of this page to navigate through your client's data. As you add data, direct links to those facts will be added to the tree, enabling you to quickly view the facts from anywhere in Facts.

Frank and Joanna Miller have...

- 5 family members
- 3 individuals/charities
- 4 properties
- 13 investments
- 3 business interests
- 13 insurance policies
- No notes receivable
- 7 liabilities
- 11 income sources
- 4 expense items
- 3 savings/transfers
- 1 buy/sell transaction
- 1 trust/partnership
- 1 will/gift

If your default view is Basic Facts, you will have to click the **Advanced** button before completing the step above.

Frank and Joanna Miller ▾  
Traditional

OVERVIEW **FACTS** PLANS REPORTS VAULT

Go back to Advanced Facts

**Facts** Advanced Go to Presentation

2. Click **Add a Business Interest**.

Frank and Joanna Miller ▾  
Traditional

OVERVIEW **FACTS** PLANS REPORTS VAULT

Go back to Overview

**Advanced Facts** Basic

**Business Interests**

Name	Owner	Gross Growth	Value
Car Wash	Frank Miller	3.78%	\$1,000,000
Catering Business	Frank and Joanna (Joint/ROS)	3.78%	\$500,000

**Help**

You may edit or delete any of the listed Business Interests or

Add a Business Interest

Task Completed

# Adding a Business Interest

3. Enter the necessary information on the **Basic** tab.

**Business Interest > Business**

**Basic** | Schedule | Additional Info | Ownership | Other Assets | Notes

Business Name:

Available in Year:

Start Indexing:

Base Value:

Other Assets Value: \$0  
Total Business Value: \$750,000

Pre-Retire Gross Growth:

Post-Retire Gross Growth:

Business Tax Basis:

Owner:

Business Type:

Discount Percent:

**Pass Thru Enabled?**

Specified Service Trade?

Subject to Unearned Income Medicare Tax?

**Cash Flow**

**Income:**

Income Indexed At:

**Expenses:**

Expenses Indexed At:

Distribution Type:

Distribution Amount:

Distribution (% of Income):

**Help**

Add a business interest owned by **Frank and Joanna Miller** to accurately reflect the estate's assets.

You may add to or edit the information on this page, and **Save** your changes.

**You may also:**

- [Add another Business Interest](#)
- [Duplicate this Business Interest](#)
- [View Business Activity Report](#)

## Notable Fields:

- The **Pass Thru Enabled** drop-down allows you to specify if the earnings or loss from a business will pass through to the Client for income tax calculation. The default setting is Yes. Note that the field is set to No and disabled for C-Corp business types, since pass-through does not apply.
- Enter the **Income** and **Income Indexed at** fields to model the business income. This allows business income to be separate from business growth.
- If this Client-owned business interest is paying income to your Client as a salary, enter the salary amount in the **Expenses** field. Note that in this case, you will also have to add a new Salary/Bonus under the Income section of Facts to reflect the amount they are receiving. When adding the **Salary/Bonus**, remember to select **Yes** in the Self-Employment drop-down, if applicable.

# Adding a Business Interest

- Click the **Schedule** tab. The Schedule tab gives you the ability to schedule business income, expenses, and distributions (retained earnings).

Business Interest > Business

Basic **Schedule** Additional Info Ownership Other Assets Notes

Schedule Type: Free Form Schedule ▾

Starts: Calendar Year ▾ 2020

Ends: Calendar Year ▾ 2038

Update Schedule Quick Schedule

Year	Income	Expenses	Distribution Type	Distribution Amount	Distribution (% of Income)
2020	\$250,000	\$125,000	Income ▾	\$0	15.0%
2021	\$250,000	\$125,000	Income ▾	\$0	15.0%
2022	\$250,000	\$125,000	Income ▾	\$0	15.0%

**Help**

This page provides detailed information about the income, expenses and distributions for your business.

You may add to or edit the information on this page, and **Save** your changes.

After you have saved your updates for this business, you may also:

[View Business Activity Report](#)

- Select a **Schedule Type** from the drop-down menu.

Schedule Type: None ▾

None

Simple Schedule

Free Form Schedule

Clicking **Quick Schedule** will automatically calculate values based on the Starts and Ends years.

Business Interest > Business

Basic **Schedule** Additional Info Ownership Other Assets Notes

Schedule Type: Free Form Schedule ▾

Starts: Calendar Year ▾ 2020

Ends: Calendar Year ▾ 2038

Update Schedule **Quick Schedule**

**Help**

This page provides detailed information about the income, expenses and distributions for your business.

# Adding a Business Interest

6. Click the **Other Assets** tab to add assets owned by the Business.

**Business Interest > Business**

Basic Schedule Additional Info Ownership **Other Assets** Notes

This Entity owns no additional assets.

**Add an Asset**

Asset: Cars (\$60,000) ▼

Add Asset

7. Select the asset from the **Asset** drop-down menu, and then click **Add Asset**.

**Business Interest > Business**

Basic Schedule Additional Info Ownership **Other Assets** Notes

This Entity owns no additional assets.

**Add an Asset**

Asset: Cars (\$60,000) ▼

- Cars (\$60,000)**
- Cash Account at Vanguard (\$25,000)
- Easy 123 Checking (\$54,568)
- Every Day Checking (\$9,365)
- Frank and Joanna Joint Investment Account (\$172,028)
- Jewelry (\$35,000)
- Life Insurance (\$14,500)
- Orion Investments (\$320,249)
- Permanent Life Insurance (\$14,500)
- Primary Residence (\$423,615)
- Term Policy on Joanna (\$0)
- Vacation Mountain Home (\$350,000)
- Whole Life Policy on Frank (\$35,500)
- Car Wash (\$1,000,000)
- Catering Business (\$500,000)

Add Asset