



## Is your limited liability company ready to close up shop?

Regardless of the reason for terminating an LLC, there's more to it than just putting a "Closed" sign.

Without proper termination, your LLC could be liable for:



Taxes & Annual Reports



Lawsuits



Identity Fraud Issues

### STEP 1

## Dissolution

- Dissolution can be the result of a triggering event, which could be:
  - An event set forth in the Operating Agreement (e.g., sale of a piece of property), or
  - A member vote, as defined in the Operating Agreement or Statutes.
- An entity must file Articles of Dissolution – after which regular business stops and “winding up” begins.



### STEP 2

## Winding up

Typical tasks include:

- Notifying creditors and making payment arrangements.
- Closing out bank accounts.
- Paying taxes and filing final tax returns and reports.
- Cancelling licenses, permits, and assumed names and withdrawing from foreign states.
- Distributing remaining assets to Members.



### STEP 3

## Termination

The LLC's existence ceases when winding up is completed. Some states require the filing of a document acknowledging completion of the winding up tasks.



CT's experts can help with many of these steps. To learn more about how to properly terminate your LLC, call us at (844) 878-1800 or [contact CT Corporation](#).