

# **NET PROFITS AGREEMENTS**

**Presented by:**

**Frank Z. Ruttenberg  
Haynes and Boone LLP**

**and**

**Michael DePompei  
Haynes and Boone LLP**

**UT LAW CLE**

**32nd Annual Course on  
LLCs, LPs and Partnerships  
July 2023**

## NET PROFITS AGREEMENTS

---

***WARNING:***

Partnerships, Limited Partnerships and Limited Liability Companies and net profits agreements are tax sensitive arrangements by their nature.

As you encounter these arrangements please consult tax advisors who are well versed in the issues relating to the taxation of these relationships.

## NET PROFITS AGREEMENTS

---

### ***WARNING:***

The laws relating to the formation and operations of Partnerships, Limited Partnerships and Limited Liability Companies and the treatment of net profits agreements may vary from state to state.

As you encounter issues with the formation of these entities or contractual relationships please consult the application of the local laws in the particular state.

Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the [UT Law CLE eLibrary \(utcle.org/elibrary\)](https://utcle.org/elibrary)

Title search: Net Profits Agreements

Also available as part of the eCourse

[2023 LLCs, LPs and Partnerships eConference](#)

First appeared as part of the conference materials for the  
32<sup>nd</sup> Annual LLCs, LPs and Partnerships session

"Drafting Net Profit Agreements"