Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Chapter 5 Notes

Business Organization

Section 5.1: Business in the U.S. Economy

**The Changing U.S. Job Market**

* Employment Data
  + Total Employment
  + Baby Boomers
  + “Prime-Age” Workers
  + Minorities
* Pressures on Employees
  + Economic Stress
  + Contingent Worker –

**Business and the Economy**

* Size of Businesses



* Roles of Business



**Types of Businesses**

* Producers –
  + Extractor –
  + Manufacturer –
* Intermediaries –
  + Retailer –
  + Wholesaler –
* Service Businesses –

Section 5.2: Forms of Business Ownership

**Business Ownership**

* Proprietorship –
* Partnership –
* Corporation –
* Sorting: *Rank the forms of ownership based on the number of businesses organized each way.*



**Choosing a Form of Ownership**

|  |  |  |
| --- | --- | --- |
| **Form of Ownership** | **Advantages** | **Disadvantages** |
| Proprietorship |  |  |
| Partnership |  |  |
| Corporation |  |  |

**Other Forms of Business Ownership**

**Specialized Partnerships**

* Limited Liability Partnership –
* Joint Venture –

**Specialized Corporations**

* S-Corporation –
* Limited Liability Company (LLC) –
* Nonprofit Corporation –

**Other Forms of Ownership**

* Cooperative –
* Franchise –

Section 5.3: Organizational Structure for Business

**Principles of an Effective Organization**

1. Responsibility, Authority, and Accountability

* Responsibility –
* Authority –
* Accountability –

1. Unity of Command –
2. Span of Control –

**Types of Organizational Structures**

* Functional Organization Structure –
* Matrix Organizational Structure –