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
1.
2.
3.
4.
5.
* Roles of Business
1.
2.
3.

**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.*
1.
2.
3.

**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 –