

CONCEPT: BUSINESS ORGANIZATION

	SOLE PROPRIETORSHIP	PARTNERSHIP	LLC	CORPORATION
OWNER(s)	Two or more Stockholders Members Proprietor	Two or more Stockholders Members Proprietor	Two or more Stockholders Members Proprietor	Two or more Stockholders Members Proprietor
Personal liability of owner (s) for the business debts	Stockholders Just the proprietor Members General partners Corporation	Stockholders Just the proprietor Members General partners Corporation	Stockholders Just the proprietor Business General partners Corporation	Stockholders Just the proprietor Members General partners Corporation

- The income of a **Sole Proprietorship** completely _____ to the owner
 - ☐ The owner of the business has _____ liability for the business' debt
- A **Partnership** is generally the same as a _____, only there are multiple owners.
 - ☐ The owners of the business generally have _____ liability for the business' debt
- A **Corporation** is a _____ entity from the owners of the business
 - ☐ Characteristics of a corporation:
 - Unlimited life
 - Easy transferability of ownership
 - Owners have _____ liability for the business' debt
- **Hybrid Business Organizations**, such as the _____, have special rules for owner liability.
 - ☐ Example: Doctors who formed an LLP are not liable for another doctor's malpractice