

## Forms of Business Organization In-Class Exercise

Choose the most appropriate form of business organization for the following businesses. There may be more than one answer for each! Your choices are:

Sole Proprietorship (SP)

C-Corporation (C)

General Partnership (GP)

S-Corporation (S)

Limited Partnership (LP)

Limited Liability Company (LLC)

\_\_\_\_\_ Roadside produce market for a family farm operated only in the summer.

\_\_\_\_\_ Building construction company owned by several people who are not related.

\_\_\_\_\_ Medical Doctor/Office with 3 doctors

\_\_\_\_\_ A part-time woodworking business where you sell birdhouses, small furniture, yard ornaments, etc.

\_\_\_\_\_ A grocery store where 2 people want to own and manage the business, and 1 person wants to just invest \$50,000, but have no management responsibilities.

\_\_\_\_\_ A student who wants to sell flowers on the sidewalk outside of a local business.

\_\_\_\_\_ A transportation company that wants to limit ownership of the company to a few family members.

\_\_\_\_\_ A lawn-mowing business that is only operated for 1 summer.

\_\_\_\_\_ A landscaping business owned by 3 friends. The company installs very expensive landscapes in a wealthy neighborhood.

\_\_\_\_\_ A tree removal firm owned by 1 person. He cuts down trees next to houses, buildings, and power lines.