

# Study Questions

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1. Please list two reasons why profit is important to an organization.
2. Please explain why the for-profit or nonprofit status of an organization is described as a legal distinction rather than a financial distinction.
3. Please list four tax benefits enjoyed by a nonprofit organization.
4. Please list four restrictions placed on a nonprofit organization.
5. Are nonprofit hospitals a large or small part of the nonprofit industry?
6. What are two rationales for the government to grant tax-exempt status to health care corporations?
7. What are three criteria necessary for corporations to qualify for tax-exempt status?