

The Corporate Transparency Act: Fast Facts

What is the Corporate Transparency Act (CTA)?



- It's a new federal law requiring companies to file beneficial ownership reports with **FinCEN**.

FinCEN: *Financial Crimes Enforcement Network*

When is it effective?



- The CTA takes effect on January 1, 2024. Companies existing prior to January 1, 2024, will have until January 1, 2025, to file their BOI report. Companies that are formed or registered on or after January 1, 2024, will have 30 days after receiving notice of their company's creation or registration to file their **BOI** report.

BOI: *Beneficial Ownership Information*

Who has to file?

- Corporations, LLCs and other similar entities formed in the US and certain non-US companies must file a BOI report. But there are certain exemptions.

What happens if I don't file?

- Substantial civil and criminal penalties may apply. Why risk that?

