



Immediate Action Required: The Corporate Transparency Act

Everything you need to
know as a Business Owner.

This new rule could impact you and your business.

The Corporate Transparency Act (CTA), which went into effect in January 2024, was designed to increase transparency in business ownership and combat financial crimes like money laundering.

➤ To break it down further, here's a quick summary.

This law requires certain businesses, including corporations, LLCs, and partnerships, to disclose information about their beneficial owners and company applicants to the Financial Crimes Enforcement Network (FinCEN) by completing their beneficial ownership information report.

➤ Why does this matter for you, a business owner?

- **Compliance:** Failure to comply can result in significant civil and criminal penalties.
- **Reputation:** Non-compliance can damage your business' reputation and trust with customers and partners.
- **Risk Mitigation:** The new rule helps prevent your business from being used for illicit activities, reducing your exposure to legal and financial risks.

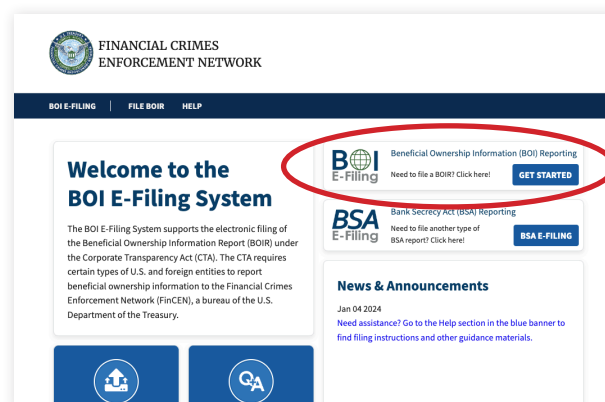
➤ Is there a deadline?

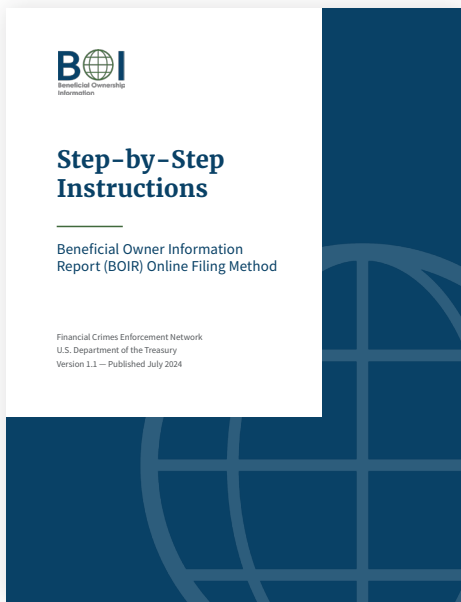
Yes! A reporting company created or registered to do business before January 1, 2024, will have until January 1, 2025 to file its initial beneficial ownership information report.

Visit https://fincen.gov/boi-faqs#B_2 for more details.

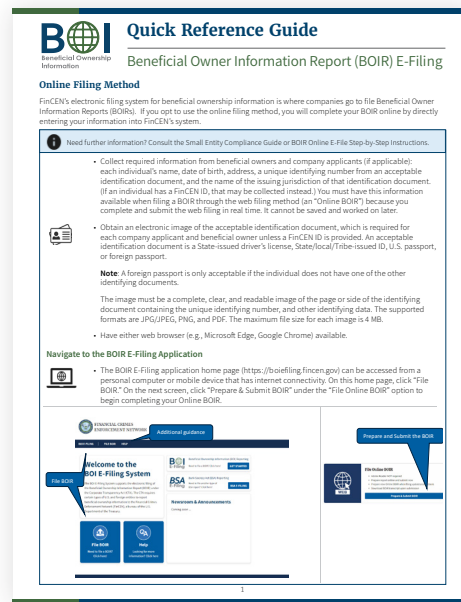
➤ What should you do?

1. **Determine if you're a reporting company.** Sole proprietorships, general partnerships, and common law trusts are generally exempt.
2. **Identify beneficial owners and company applicants.**
This includes individuals who ultimately control or benefit from the business.
3. **Collect necessary information.** Gather data on beneficial owners and company applicants, including their names, addresses, and FinCEN identifiers.
4. **File a report.** Submit the required information to FinCEN within the specified timeframe. Visit <https://boiefiling.fincen.gov/> and click on the button circled in red to get started.





▶ Download instructions



▶ Download the guide

5. Maintain data security. Protect the personal information of beneficial owners and company applicants.

6. Review company documents. Make sure that your policies and agreements are consistent with the new rules.

To learn more, [click here](#) to view a Moody's article.

By understanding and complying with these new rules, you can take steps to avoid financial crimes, protect your reputation, and mitigate potential legal risks. If you have any questions, please do not hesitate to reach out to our office.



John H. Harrington, CFP®
Financial Planner

Integrated Financial Partners

44 Old Ridgebury Road, P-140, Danbury, CT 06810

TEL (845) 278-2629, Ext. 205 | FAX (845) 278-5463

John.Harrington@IFPAdvisor.com | www.johnharrington.com