

September 30, 2024

Subject: Important: Beneficial Ownership Reporting Requirement for Businesses

Dear Valued Client,

We want to inform you of an important new compliance requirement under the bipartisan Corporate Transparency Act, enacted by Congress in 2021 to curb illicit finance. Beginning **January 1, 2024**, many businesses must report information about their **beneficial owners**—the individuals who ultimately own or control the company—to the **Financial Crimes Enforcement Network (FinCEN)**, a bureau of the U.S. Department of the Treasury.

Who Must Report?

Your business may be required to report if it is:

- A corporation, LLC, or other company created in the United States by filing documents with a state or tribal office; or
- A foreign company registered to do business in the U.S.

Exemptions:

Certain entities, such as publicly traded companies, nonprofits, and large operating companies, are exempt from this requirement.

Reporting Process:

- Reports are submitted electronically through [FinCEN's website](#), which provides confirmation upon filing.
- **If your company was created or registered prior to January 1, 2024**, the report is due by **January 1, 2025**.
- **If your company is created or registered in 2024**, the report is due within **90 calendar days** of your company's creation or registration becoming effective.
- **If created or registered after January 1, 2025**, the report is due within **30 days** of your company's creation or registration becoming effective.
- Any updates or corrections must be submitted within **30 days** of any changes.

Please note that reporting is not an annual requirement. A single submission is sufficient unless updates are needed.

We are here to assist you in preparing and filing this report. Should you need our services, feel free to reach out.

Best regards,



John Parms, CPA

Managing Partner