

New

BENEFICIAL OWNERSHIP INFORMATION REPORTING

for Entity Owners



New mandatory reporting requirements go into effect as of **January 1, 2024** for many corporations and LLCs.

What is **BOI**?

Beneficial Ownership Information (BOI) refers to identifying information about the individuals who **directly or indirectly** own or control **at least 25%** of a reporting company's ownership interests.

Substantial interest may include joint ownership, nominee, intermediary, custodian, trustee, trust beneficiary, or control of one or more intermediary entities that separately or collectively own or control ownership interests of a company.

Why is **FinCEN** COLLECTING DATA?

As part of the Anti-Money Laundering Act, the Corporate Transparency Act authorizes the **U.S. Treasury's Financial Crimes Enforcement Network (FinCEN)** to collect and securely store uniform identifying information from all entities registered to do business in the U.S.

The purpose is to better prevent criminals from misusing closely-held businesses as "shell companies" in order to carryout illicit activities such as tax evasion, money laundering, and more financial crimes.

When is the **DEADLINE** to file?

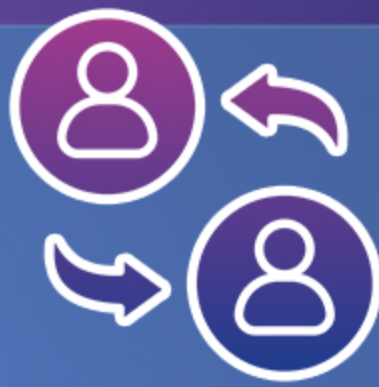
If the reporting company was created or registered:

Existing reporting companies have until **January 1, 2025** to file an initial BOI report.



Beginning in 2024, new reporting companies will have **90 days** to file an initial BOI report.

BOI Reports *Going Forward*



Change in ownership or in previously reported info?
Updated reports are due **within 30 calendar days** after a change occurs.



Discover an inaccuracy?
Corrected reports are due **within 30 calendar days** after the company becomes aware of the error.

Who has **TO FILE?**

- Domestic corporations
- Domestic limited liability companies (LLC)
- A corporation or LLC formed in a foreign country AND is registered to do business in any U.S. state



Who is **EXEMPT?**

- Large operating companies with at least 20 full-time employees, over \$5M in gross receipts (on a filed tax return), and an operating presence at a physical office within the U.S.
- Publicly traded companies.
- U.S. government authorities and regulated public utilities.
- Certain tax-exempt entities such as churches, charities, and nonprofit organizations.
- Financial entities that already report to governing authorities such as banks, credit unions, investment advisors, venture capital funds, public accounting firms, and insurance companies.
- Subsidiaries of exempt entities.

What is **REPORTED?**

Reporting Company Details

- ✓ Entity's Legal Name
- ✓ Any D/B/A Names
- ✓ Federal Taxpayer Identification Number
- ✓ Primary Street Address
- ✓ State of Formation
- ✓ Filing Type: Initial, Update or Correction

Individual Owner Details

- ✓ Name
- ✓ Date of Birth
- ✓ Residential/Business Address
- ✓ Unique ID Number from Identification Document (license, passport, etc.)
- ✓ Image/Scanned Copy of the Document

Consult with your CPA or attorney to verify your eligibility and compliance with the new BOI reporting. Monitor updates from FinCEN at fincen.gov/boi.