

## What is the Corporate Transparency Act, and what are my entity's reporting obligations?

The **Corporate Transparency Act** ("CTA") is a U.S. federal law that was passed to combat illicit activity by requiring entities to file reports ("BOI Reports") disclosing certain identifying information about the entity and its associated "beneficial owners" and "company applicants," along with updated reports when any previously reported information changes.

### Is my entity exempt?

FinCEN estimates that the CTA applies to more than 32 million businesses.

All entities (e.g. LLCs, LPs, Corporations, etc.) formed by the filing of a document with a secretary of state or similar office are subject to the CTA's reporting requirements, unless one or more of the CTA's following 23 exemptions apply:



- Bank
- Credit Union
- Accounting Firm
- Money Services Business
- Financial Market Utility
- Broker or Dealer in Securities
- Securities Exchange or Clearing Agency
- Depository Institution
- Holding Company
- Venture Capital Fund Adviser
- Investment Company or Investment Adviser
- Pooled Investment Vehicle
- Securities Reporting Issuer



- Governmental Authority
- Public Utility
- Commodity Exchange Act Registered Entity
- Other Exchange Act Registered Entity
- Tax-Exempt Entity
- Entity Assisting a Tax-Exempt Entity



- Subsidiary of Certain Exempt Entities
- Large Operating Company (incl. >20 FT employees & >\$5 million annual revenue)
- Insurance Company
- State-Licensed Insurance Producer
- Inactive Entity

You can find detailed descriptions of each exemption at our website: [www.PerfectForm.com/exemptions](http://www.PerfectForm.com/exemptions)

## What are the penalties for noncompliance?

### Civil Penalties:

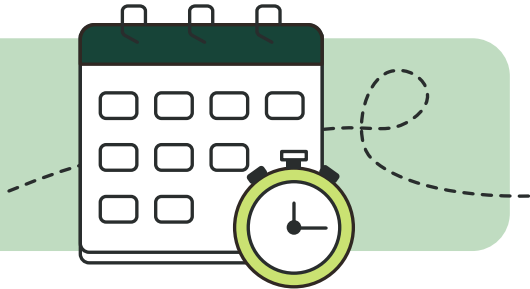
Fines of up to \$591 per day of continued non-compliance

### Criminal Penalties:

Up to 2 years imprisonment and fines of up to \$10,000



## What are the initial and ongoing reporting obligations for my entity?



### Entities formed prior to 2024:

Report must be filed by December 31, 2024

### Entities formed in 2024:

Report must be filed within 90 days of formation

### Entities formed in or after 2025:

Report must be filed within 30 days of formation


### Ongoing reporting obligations:


Updated report must be filed within 30 days after a change in previously reported information.


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## How can Perfect Form help?

Perfect Form's mission is to make CTA compliance faster, more efficient and easier to track, by:

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Guiding you through the information gathering process via our customized software platform
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Automatically filing your entity's initial and updated BOI Reports with FinCEN
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Providing access to your client portal where you can track, manage and update your entities and reports
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Storing all client information in our SOC 1 & 2 and ISO/IEC 27001 certified database reports

### Pricing:

\$150 for each initial filing and \$50 per year per entity for ongoing compliance.

Cancel any time.

If you have >10 entities, contact us for a custom quote.

Get started at [www.PerfectForm.com](http://www.PerfectForm.com) or call/email us at 980-206-0484 / [Support@PerfectForm.com](mailto:Support@PerfectForm.com)