


# Are you ready for the Corporate Transparency Act (CTA)?

## What is it?

The **Corporate Transparency Act (CTA)** is intended to provide law enforcement with beneficial ownership information for the purpose of detecting, preventing, and punishing terrorism, money laundering and other misconduct through business entities. This report will require information about the **Business Entity**, information for each of the **Beneficial Owners** of the company (any individual who has substantial direct or indirect control of the reporting company or who owns at least 25% of the ownership interests) as well as **Company Applicants** (the person or people filing on behalf of the entity).

## What we know:

Effective **January 1<sup>st</sup>, 2024**, every existing, amended, or new corporation, LLC or other entity registered through any state's Secretary of State, including foreign entities doing business in a state, **must file** specific reports with the **Financial Crimes Enforcement Network (FinCEN)**. For existing companies that meet the stipulations there is a one-year deadline before financial and possible criminal consequences begin. All new entities created on or after January 1<sup>st</sup>, 2024, will need to file within **14 calendar days** of formation. 

**Timeline: We are on top of this, and we are studying the code each week for updates to the timeline. No action needed at this time, watch for more information from K&R next month!**

## Your success is our priority:

We are committed to going above and beyond to ensure your entities are compliant with the **CTA**. We value your time, and we believe the peace of mind we can offer through our continued education and diligence for compliance is invaluable.

For K&R to assist you with this federally mandated filing, we will need a commitment for the following:

1. All information must be provided promptly.
  - There is very specific information that will be collected in order to successfully complete the reporting. Very shortly we will be sending in greater detail the exact documentation required for the entities, beneficial owners, and company applicants. As a firm we have set a hard deadline of **September 30<sup>th</sup>, 2024**, for all submittal information. Our services may not be available after this date.
2. All Business Entities disclosed.
  - We require that all entities are disclosed whether K&R has knowledge or record of them or not. Even if you are unsure of the filing requirements, we require all entities of record.
3. Our fee structure\* is below (this is a per-entity):
  - **Partnerships / LLC's taxed as partnerships:** \$500 + hourly rate
  - **S-Corporations:** \$300
  - **Single member LLC's:** \$200
  - **Family Management Plan LLC's:** \$200



**K&R STRATEGIC PARTNERS, LLC**

E X P E C T M O R E

\*Fee structure is subject to change based on individual client situation.