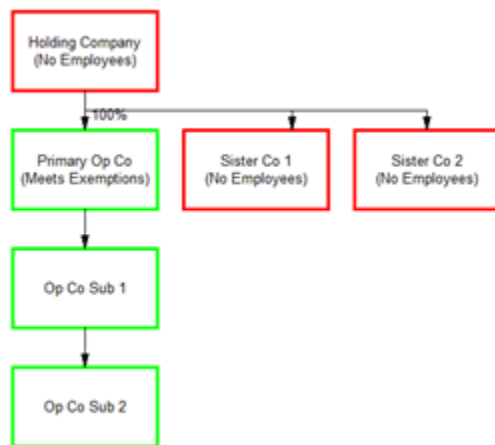


## Corporate Transparency Act

Enacted in 2021, the goal of the Corporate Transparency Act (CTA) is to disrupt tax fraud, money laundering, and financing for terrorism by capturing more ownership information for specific U.S. businesses. Under the CTA, certain businesses must submit a Beneficial Ownership Information (BOI) report to the U.S. Department of Treasury's [Financial Crimes Enforcement Network](#) (FinCEN), providing details identifying individuals who are associated with the reporting company. Existing businesses have until December 31, 2024 to file.

In general, firms with 20 or fewer employees or firms with less than \$5 million in gross receipts must submit and update as needed the BOI report. However, some larger firms may also need to comply with the CTA.

Firms may have a structure with a holding company that does not have employees and would therefore have to submit the BOI form. Here's an example of that structure. In this example, the green border indicates an entity that is exempt from registration and the red border indicates an entity that must register with FinCEN.



ACEC is a member of the Main Street Employers coalition, which is working with Congress to delay implementation of the law until FinCEN does more to communicate the CTA requirements to affected businesses. The Main Street Employers put together this [CTA compliance guide](#) that may be helpful to ACEC members.