



FinCEN Beneficial Owner Reporting

Description

FinCEN's Beneficial Ownership Reporting: Compliance & Privacy Issues

While we oppose the invasion of privacy promulgated by the government with regard to FinCEN's Beneficial Ownership Reporting requirements, until we have a regime change or a class-action lawsuit to stop it, we will keep you informed and reminded about this issue, so that you may remain compliant.

In August 2024, the Financial Crimes Enforcement Network (FinCEN) ramped up its efforts to educate small businesses and other stakeholders about the new beneficial ownership reporting requirements. These requirements are part of a larger initiative aimed at safeguarding the U.S. financial system and preventing illicit finance. Through a series of outreach events, FinCEN engaged with a broad cross-section of the public, providing crucial information on beneficial ownership filings.

Key Points from FinCEN's Outreach

FinCEN's August outreach highlighted several essential aspects of the new reporting requirements. Here's a summary of the key areas covered:

Importance of Beneficial Ownership Information: Beneficial ownership information plays a vital role in protecting the U.S. financial system from criminal activities such as money laundering, terrorist financing, and other illicit activities. By requiring entities to disclose their beneficial owners, FinCEN can more effectively monitor suspicious activities and prevent the abuse of legal entities.

Simplified Filing Process: FinCEN reassured participants that submitting beneficial ownership information is a simple, secure, and free process. This is a crucial point for small businesses, as many owners fear the administrative burden of new compliance requirements. FinCEN's system is designed to be user-friendly and aims to make the process as efficient as possible.

Wide-Ranging Public Engagement: During these outreach activities, FinCEN fielded a variety of questions from different segments of the public. This provided clarity to business owners and other stakeholders about their specific responsibilities under the new regulations, as well as the timeline for compliance. Key issues discussed included filing deadlines, exemptions, and how to determine who

qualifies as a beneficial owner.

Preview of Upcoming Events

As part of its continuing educational efforts, FinCEN plans to participate in additional outreach events in the coming months. These events are tailored to ensure that businesses of all sizes have access to the information and support they need to comply with the new beneficial ownership reporting rules.

The upcoming events will further address industry-specific concerns and provide sector-targeted advice on compliance, ensuring that key stakeholders are fully informed before filing deadlines.

Final Thoughts

The August 2024 outreach events were a critical step in ensuring that small businesses and other entities understand the importance of beneficial ownership reporting. By making the filing process straightforward and secure, FinCEN aims to increase compliance while protecting the U.S. financial system from abuse.

For more detailed information, you can read the full FinCEN news release [here](#).

See our related post: [What is Beneficial Ownership Information?](#)

Category

1. Commercial Loans
2. Law

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