

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

meet the 90-day filing deadline.

Dec. 18, 2023



In a recent letter submitted to the Department of the Treasury and the Internal Revenue Service (IRS), the [American Institute of CPAs](#) (AICPA) expressed concerns with the timing currently involved with the procedure for business entities organized in the U.S. where the responsible party does not have a social security number or an individual taxpayer identification number needed to obtain an employer identification number (EIN).

An EIN is required for entities to obtain when starting a business or engaging in transactions in the U.S. It is used to open bank accounts, apply for business licenses, register with government agencies and submit many other applications, including

paying and filing tax returns. The application is made with the IRS using one of three

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

New Beneficial Ownership Information (BOI) reporting requirements established by the Corporate Transparency Act (CTA) adds additional concerns due to the 30-day turnaround time required by the CTA for entities organized on or after January 1, 2025. The BOI rules require entities to include their EIN on their initial BOI report filed with the Treasury Department.

The AICPA is particularly concerned that, as a result of the new BOI reporting requirements, it will be very difficult, if not impossible in some cases, for entities to meet the 30-day filing deadline that applies for entities organized or registered on or after January 1, 2025.

“Businesses have their hands tied until and unless they are able to obtain an EIN,” said Melanie Lauridsen, Vice President of Tax Policy and Advocacy with the American Institute of CPAs. “The current procedures cause significant delays, impacting many critical business functions, as well as impacting the use of electronic payments and the filing of election forms and returns that can result in notices and penalties. AICPA believes this change makes sense and we urge the IRS to consider our recommendation.”

Financial Reporting

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved