

WHAT YOU NEED TO KNOW ABOUT

THE CORPORATE TRANSPARENCY ACT

The Corporate Transparency Act, designed to target corporate entities, imposes burdensome and unnecessary compliance challenges on volunteer board members of community associations, leading to calls for urgent reform. Joining Community Associations Institute may allow your community an exemption. Here's what you need to know.



WHAT IS THE CORPORATE TRANSPARENCY ACT?

A federal law requiring entities to disclose their personal and private information of board members to combat money laundering and illicit activities.



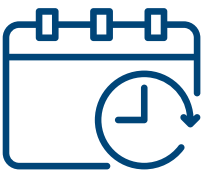
HOW MANY PEOPLE IN COMMUNITY ASSOCIATIONS ARE IMPACTED BY CTA?

The CTA impacts 75.5 million people living in 365,000 community associations in the U.S.



WHAT ARE THE PENALTIES? \$10,000

Violations of the act can result in civil penalties of \$500 per day and criminal penalties of up to \$10,000 and up to 24 months in prison.



WHEN IS THE DEADLINE?

For existing community associations, the deadline to make your initial report is Jan. 1, 2025.



HOW ARE COMMUNITY ASSOCIATIONS FIGHTING BACK?

Community Associations Institute is filing a lawsuit and urging Congress and the Treasury for a community association exemption from the CTA, citing excessive administrative costs and threats to volunteerism.



HOW CAN JOINING CAI HELP PROTECT COMMUNITY ASSOCIATIONS?

CAI learned from a separate lawsuit that "association standing" protects all members of the organization. If our lawsuit is successful, it is very possible exemptions will only apply to community associations that are members of CAI.

Join Community Associations Institute today to stand with us in our fight to exempt community associations from this burdensome law.
www.caionline.org/join

For FAQs, visit www.caionline.org/CTA.