

SOLUTIONS NORTH BANK

Bank Secrecy Act Changes, effective 5/11/2018

Federal regulation changes will start requiring all banks to collect information on beneficial owners, meaning anyone owning 25% or more of the entity and individuals with significant control of legal entities.

What is required to comply with the new regulations?

Anytime a new account is opened or renewed for a legal entity, banks will be required to obtain identifying information and identification documentation for each beneficial owner and one individual that has significant control.

Information that will have to be provided for each of these individuals:

Identifying info: Name, Address, Date of Birth, and SS#

Identifying docs: Current Driver's License or Passport and Social Security Card

Is one of my accounts affected by the new regulation?

If you are a part of any Corporation, Partnership, Business Trust, or other entity that is created by a filing of a public document with a Secretary of State, then one or more of your accounts will fall under the new rule.

If my account is affected, which ones will be affected?

ALL new and renewal deposit accounts, certificates of deposits, and loan accounts for the specified entities will be affected.

Why is a new regulation needed?

The new regulation will assist the government in fighting against crimes in the financial sector that involve terrorism and other national security concerns.

Who is a beneficial owner?

Any individual who directly or indirectly owns 25% or more of the equity interests of any legal entity.

Who is a person with significant control?

Any individual who has a majority responsibility for managing the legal entity, i.e. CEO, CFO, COO, Managing Member, General Partner, President, Vice President, Treasurer, Owner or Operator.

Can I do something to reduce the impact the new regulation might have on me?

If your Business entity opens new accounts, renews loans or other deposit accounts, you make the process easier by gathering and keeping the needed information available and up to date.

