Employer Identification Number

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A. Introduction

- 1. An Employer Identification Number (EIN) is a federal identification number for your business. It is a nine-digit number that is similar to a Social Security number. However, it is formatted as 12-3456789 instead of 123-45-6789 on official forms. An EIN is also referred to as a Federal Tax Identification Number.
- 2. Applying for an EIN is free to do through the Internal Revenue Service. In fact, you can apply online at the IRS website and have your EIN within minutes.
- B. Follow these steps to apply online for an EIN for your business.
 - 1. Determine eligibility. You may apply online if your business is located within the U.S. or a U.S. territory. Otherwise, you need to apply over the phone. The person applying must have a valid taxpayer identification number.
 - 2. Apply at the IRS website. Visit the link to start your EIN application.
 - a. https://www.irs.gov/businesses/small-businesses-self-employed/apply-foran-employer-identification-number-ein-online
 - b. You must complete this application in one session, as you will not be able to save and return at a later time. Your session will expire after 15 minutes of inactivity, and you will need to start over.
 - 3. Select your business type. Are you a sole proprietor, partnership, corporation, LLC, estate, trust, or another type of entity?
 - 4. Provide a reason for requesting an EIN. Are you starting a business, hiring employees for the first time, opening a bank account, changing the type of organization, or purchasing an active business?
 - 5. Authenticate your personal information. Provide your personal information, including your Social Security Number and authenticate that you are eligible to apply for an EIN.
 - 6. Business location. Share the address of the business (and mailing address, if needed).

- 7. Business information. Provide the name of your business, which county and state it's located and when and where it was formed.
- 8. Receive EIN. Print out the confirmation letter with your EIN.
- C. Applicants are limited to one EIN per responsible party per day. You can also apply for an EIN by fax, mail, or telephone.
- D. The "responsible party" is the person who ultimately owns or controls the entity or who exercises ultimate effective control over the entity. Unless the applicant is a government entity, the responsible party must be an individual (i.e., a natural person), not an entity.