

The U.S. Department of the Treasury and the Internal Revenue Service (IRS) have introduced regulations under Internal Revenue Code, Section 1446(f) regarding publicly traded partnership (PTP) securities held by foreign persons (individuals or entities). The regulation requires withholding 10% of gross proceeds from sales of PTP securities and certain distributions by PTPs. The transactions and related withholding tax will be reported on Form 1042-S, Foreign Person's U.S. Source Income Subject to Withholding. PTP withholding tax is separate from the existing 37% withholding for individuals and 30% withholding for entity accounts on payments of U.S. source dividends, interest, and other income related to PTP securities. For more information go to [Publicly Traded Partnerships | Internal Revenue Service](#) - Alpaca is not responsible for knowing your tax **liabilities**, as such you should consult with a tax advisor for any questions around **these** regulations.