

HMRC's Let Property Campaign is a good opportunity to regularise your UK tax affairs in respect of any undeclared rental income.

HMRC has already started writing to about 40,000 landlords about their tax. You should seriously consider this opportunity if you fall within the following and have not declared your rental income:

- Renting out a single property
- Renting out multiple properties
- A specialist landlord, e.g. student or workforce rentals
- Renting out a room in your main home for more than £4,250 a year
- Living abroad and renting out a property in the UK
- Living in the UK and renting a property abroad
- Renting out a holiday home even if you use it yourself

This initiative can also be used by those wishing to make a disclosure on behalf of a company or a Trust.

One of the key conditions to meet is that you include all of the income that you have not previously told HMRC about, in your disclosure to HMRC. This is in addition to the income that you are receiving from letting out property. Such income may include:

- Earned income not taxed before you receive it;
- Investment income not taxed before you receive it;
- Income from non-residential property or land rental
- Capital gains made on the disposal of investments, such as land, property, shares, stocks, bonds, goodwill

One of the advantages of using the Let Property Campaign is that you may be eligible for favourable rates of penalties. If you don't make a voluntary disclosure now and HMRC finds out later, you could be subject to higher penalties and could even face criminal prosecution. It would be in your interest to make an unprompted disclosure to HMRC before they write to you!

If you have undeclared UK rental income do speak to Viral Haria or your contact at our practice to ascertain how best to regularise your UK tax position.

Godley & Co.
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