



HM Revenue
& Customs

The Requirement to Correct

The Requirement to Correct (RTC) is legislation that obliges taxpayers who have undeclared UK tax liabilities in respect of offshore interests to put things right by telling HMRC about outstanding tax due. The consequence of not meeting the requirement by failing to carry out the necessary correction by 30 September 2018 would see the taxpayer liable to a new set of tougher penalties for a Failure to Correct.

To find out more, follow the links below to legislation, guidance, and Talking Points webinars.

Legislation

Requirement to Correct – Schedule 18 FA (No 2) 2017
<http://www.legislation.gov.uk/ukpga/2017/32/schedule/18/enacted>

Asset moves penalty – Schedule 21 FA 2015
<http://www.legislation.gov.uk/ukpga/2015/11/schedule/21/enacted>

Asset based penalty – Schedule 22 FA 2016
<http://www.legislation.gov.uk/ukpga/2016/24/schedule/22>

Guidance

Guidance on the Requirement to Correct <https://www.gov.uk/guidance/requirement-to-correct-tax-due-on-offshore-assets>

Worldwide Disclosure Facility guidance <https://www.gov.uk/guidance/worldwide-disclosure-facility-make-a-disclosure>

HMRC guidance on failure to comply with an obligation to give notice of chargeability to Income Tax or Capital Gains Tax <https://www.gov.uk/hmrc-internal-manuals/compliance-handbook/ch70100>

HMRC guidance on failure to comply with an obligation to deliver to HMRC a return or certain other documents <https://www.gov.uk/hmrc-internal-manuals/inheritance-tax-manual/ihtm36021>

HMRC guidance on failure to comply with an obligation to deliver to HMRC an account in relation to Inheritance Tax - <https://www.gov.uk/hmrc-internal-manuals/inheritance-tax-manual/ihtm36021>

HMRC guidance relating to the delivering to HMRC of a return or other document that contains an inaccuracy - <https://www.gov.uk/hmrc-internal-manuals/compliance-handbook/ch81001>

To make a disclosure

Link to HMRC's Digital Disclosure Service - <https://www.gov.uk/government/publications/hm-revenue-and-customs-disclosure-service>

Agent Talking Points

On the Requirement To Correct

<https://attendee.gotowebinar.com/recording/2072246654615751427>

On the Worldwide Disclosure Facility

<https://attendee.gotowebinar.com/recording/8506831689222893313>