

New Income Tax Voluntary Disclosure Procedure



The I.T.A. has published the new Voluntary Disclosure Procedure for income not reported previously in Israel.

Important comments relating to the Tax Amnesty Guidelines:

- Effective immediately until 31 December 2019, after which it will be terminated.
- Provides immunity from criminal proceedings. Information included in rejected applications will also enjoy immunity (criminal and civil). Application must include disclosure of all relevant information and must be done in good faith.
- Interest, linkage and certain penalties will be added to the amount of taxes payable.
- Simplified filing for applications that include up to NIS2,000,000 of unreported assets and unreported income of up to NIS500,000.
- Amnesty will not apply (usually):
 - Where the ITA or other government agency has specific information or has initiated investigation procedures.
 - When income is from illegal activities.

We are available to assist with applications for voluntary disclosure and clarifications.