

WHY YOU SHOULD HAVE A SEPARATE BANK ACCOUNT FOR RENTAL PROPERTY



Having a business banking account is a necessity for any independent business, especially real estate. Linking banking and rental property management software streamlines accounting, rent payments, taxes, and more. Here are some of the benefits of having a separate bank account for rental property.



AVOID COMMINGLING OF FUNDS

A separate bank account for rental property helps landlords avoid commingling and comply with state laws requiring landlords to keep security deposits separate.

PUT BOOKKEEPING ON AUTOPILOT

Landlord banking often features automatic categorization of the income and expenses common to operating rental property, reducing manual data entry and sorting.



ENJOY REWARDS AND EXTRA FEATURES

Some landlord bank accounts allow you to earn rewards for spending on landlord-specific categories and offer a high annual percentage yield (APY) on your savings.

SCALE YOUR RENTAL BUSINESS

As you grow your portfolio, the increasing complexity and number of transactions makes it even more important and challenging to maintain accurate books.



SAFEGUARD PERSONAL ASSETS

Keeping separate bank accounts ensures you can maintain access to your personal finances when you need them the most.

STREAMLINE ACCOUNTING AND TAX PREPARATION

With separate bank accounts landlords find it more efficient and accurate to keep track of their rental finances. Tax-ready financials are easy to access at the end of each year.



INTEGRATE YOUR RENT COLLECTION

Rent gets paid directly into your account and your banking platform tracks the payment automatically for you.