



YorWealth Trustee Service

At YorWealth we understand the requirements for trustees are different to those of individual clients and we have designed a service that is specifically for them.

Factfinding

We have created a fact find specifically for Trustees with the objective of getting to know the Trust requirements. They could include:

- a. Intentions to distribute income/capital to beneficiaries
- b. Term of the investment
- c. In Interest in Possession trust,
 - i. the life expectancy of the life tenant (e.g. if elderly life tenant this will impact on the investment strategy).
 - ii. the life tenant position with regard to IHT (life interest is in the life tenant's estate for IHT and the trust may be liable for that liability)
- d. In discretionary trusts the line of succession.

Understanding the investment risk

Attitude to risk can be an issue for trustees because it is difficult for them to separate their own personal attitude to that of their role as trustee. Also a tendency to go for a low level of risk with someone else's money. We will give direction on this explaining trustee duties in terms of investing in the long term interests of the beneficiaries, balancing different interests of beneficiaries and not being influenced by their own personal beliefs.

It is important that all of the trustees complete a risk profiler together, rather than completing individually and trying to pull together an investment strategy.



Policy Statements

This is a requirement under the Trustee Act 2000 (section 15). If one isn't in place then we will work with Trustees to help draft this.

Trustees need to have this in order to protect them from personal liability and as a professional adviser we will ensure that this is in place.

This should include:

- a. The overall relevance of the investment structure to the objectives of the trust.
- b. Any restrictions that are in place in the trust terms that restrict the trustees' wide investment powers
- c. Any minimum yield requirement
- d. The overall objectives regarding any required return on capital
- d. The acceptable level of risk
- e. The required spread of investments and their diversification

It's also important to check if there are any restrictions on investments (e.g. ethical, avoiding complex financial instruments etc).

Ongoing Service

As part of the ongoing service to Trustees, below is some of the areas of support we can provide:

- a. CGT planning which may include holdover relief
- b. Assistance with any assignment of segments to a beneficiary where required
- c. Information to support Trustee tax returns
- d. Assessing any requirements to pay Income tax
- e. Discussion with Trustees on 10 year periodic charges (and exit charges)
- f. Expertise in determining whether or not a trust needs to be registered with HMRC
- g. Review of Investment Strategy
- h. Advice and support to Trustees on tax implications of certain actions.