

# Junior Cash ISA (Issue 7)



## Account Terms and Conditions

### This account might be right for you if you:

- are an adult opening an account for a child under 18
- are aged 16 or 17 and want full control of your account
- are happy with a variable rate that can go up or down.

### This account will not be right for you if you:

- need access to your savings before you're 18
- want the security of a fixed rate that's guaranteed for a set amount of time
- have a Child Trust Fund.

### Summary box – key savings account information

Summary box – key savings account information				
Account name	Junior Cash ISA (Issue 7)			
	Balance	Annual interest (tax-free)	Monthly interest (tax-free)	Annual Equivalent Rate (AER)
What is the interest rate?	£1+	4.75%	N/A	4.75%
	<ul style="list-style-type: none"> <li>• This account earns interest daily and it's added to the account annually the day before the child's birthday. There is no monthly interest option available.</li> <li>• Interest cannot be paid into another Skipton account or any other building society or bank account.</li> </ul>			
Can Skipton Building Society change the interest rate?	<ul style="list-style-type: none"> <li>• Yes, the interest rate is variable, so it can go up or down.</li> <li>• Section 8 of our Savings Account Terms and Conditions explains why we may change the interest rate.</li> <li>• If there is at least £100 in the account, we'll notify you in advance if we intend to reduce the interest rate.</li> </ul>			
What would the estimated balance be after 12 months based on a £1,000 deposit?	Opening balance		Estimated balance	
	£1,000		£1,047	
	<ul style="list-style-type: none"> <li>• The estimated balance above assumes that:                             <ul style="list-style-type: none"> <li>- the account is opened with £1,000 and starts earning interest straight away</li> <li>- no further deposits are made</li> <li>- the interest is paid annually</li> <li>- the interest is added to this account</li> <li>- there is no change to the interest rates stated.</li> </ul> </li> <li>• Estimated balances are for illustrative purposes only. They may be less for accounts opened by debit card or cheque, because interest won't be earned until your account receives the deposit.</li> </ul>			
How do I open and manage my account?	<ul style="list-style-type: none"> <li>• This account is available to UK residents aged under 18.                             <ul style="list-style-type: none"> <li>- You can apply to open this account yourself if you're aged 16 or 17.</li> <li>- Where the child is under 16 years of age, the account must be opened by a Registered Contact. The Registered Contact must be the person with parental responsibility, and they'll be authorised to operate the account for the eligible child (the child). Once the child turns 16, they can apply to become the Registered Contact responsible for managing their own Junior Cash ISA. In that case, the original Registered Contact would no longer be able to operate the account.</li> </ul> </li> <li>• You can open and manage it in branch or by post. You may be required to set up appropriate security and access measures, and these might differ depending on how you choose to manage the account.</li> <li>• The minimum opening and operating balance for this account is £1.</li> <li>• Subsequent payments in can be made from £1.</li> <li>• You can pay in your total Junior ISA allowance each tax year (currently set at £9,000 per tax year).</li> <li>• You can also request a transfer in from another Junior ISA you have with another provider.</li> <li>• The maximum balance for this account is £1 million.</li> <li>• Joint accounts aren't allowed.</li> <li>• Only one Junior Cash ISA can be held in the child's name at any one time.</li> </ul>			
Can I withdraw my money?	<ul style="list-style-type: none"> <li>• Withdrawals are not allowed until the child is 18, at which point only the child will be able to withdraw their savings.</li> <li>• When the child turns 18, which is known as 'maturity', the account will automatically transfer the money into an easy access Cash ISA for adults. You can find out more about the maturity process in term 7 of the further terms and conditions.</li> </ul>			

<b>Additional information</b>	<ul style="list-style-type: none"> <li>• The AER shows what the interest rate would be if interest was paid and added each year.</li> <li>• All ISA interest is paid tax-free, which means it's exempt from income tax. Tax rules may change in future.</li> <li>• Accounts can be withdrawn from sale at any time and without notice.</li> </ul>
-------------------------------	---

**Please make sure you read the account's further terms and conditions.**

The agreement for this savings account is made up of these terms and the Savings Account Terms & Conditions.

Before you open a savings account, we strongly advise for your own benefit and protection that you read all the terms and conditions, including our Savings Account Terms & Conditions (which are available on request or via our website). This is because you'll be legally bound by them, and we intend to rely on them. If you don't understand any point, please ask for further information.

## Important information about ISAs

The Financial Conduct Authority is a financial services regulator. It requires us, Skipton Building Society, to give you important information to help you decide whether the Junior Cash ISA is right for you. You should read this document carefully so that you understand what you are buying, and then keep it safe for future reference.

### Who can have a Junior Cash ISA?

- Any UK resident under the age of 18 is eligible to open a Junior ISA. Under the current HMRC rules, children who have a Child Trust Fund (CTF) can transfer their savings to a Junior ISA or continue to add to their CTF, but you cannot have both a CTF and a Junior ISA at the same time. Currently, we don't allow transfers of Child Trust Funds to our Junior Cash ISA, but other providers may offer this.

### How much can I save in a Junior Cash ISA?

- The government currently sets a tax-free allowance that you can save in a Junior ISA each tax year; 6 April – 5 April. The allowance is currently set at £9,000 per tax year.
- You can split the Junior ISA allowance however you like between a Junior Cash ISA and Junior Stocks and Shares ISA, as long as the child doesn't subscribe to more than one type of each in the same year and doesn't pay in more than their annual Junior ISA allowance.

### Can I transfer an existing Junior ISA to a Skipton Junior Cash ISA and stay tax-free?

- You can speak to us at your local branch or visit [skipton.co.uk/isatransfers](https://skipton.co.uk/isatransfers).
- If you want to transfer Junior Cash ISA savings, you can only transfer the whole amount.
- For transfers from a Junior Stocks and Shares ISA:
  - of current tax year's savings, you can only transfer the whole amount
  - of previous tax year's savings, you can transfer either some or all of the amount.
- If the transfer can be completed using the electronic ISA transfer system, the transfer will normally be completed within seven business days after we receive your instruction.
- Otherwise, within five business days of receiving your transfer instruction, we'll send it to the current Junior ISA provider and tell them we'll accept the transfer.
- Once they've transferred the money to us along with the information we need, we'll add the money into the Skipton Junior Cash ISA within three business days.
- We'll backdate the interest to whichever is soonest; either:
  - the date on the cheque from the current Junior ISA provider, or
  - 15 business days (for a Junior Cash ISA transfer) or 30 business days (for a Junior Stocks and Shares ISA transfer) after we receive your instruction.
- If you choose to be updated by text message on how your Junior ISA transfer is progressing, we'll send you a message when the transfer request has been input on our system and to confirm when we've received the money from your current Junior ISA provider.

### Can I transfer a Skipton Junior Cash ISA to another provider and stay tax-free?

- If you wish to transfer the account to another Junior ISA provider, please contact your new provider. Once we receive a transfer instruction from them, we'll transfer the account by the date you choose or within five business days, whichever is later. The savings will remain tax-free (providing the transfer is in accordance with ISA Regulations).
- You can transfer from one Junior ISA to another, without affecting the your annual Junior ISA allowance (subject to the specific account terms and conditions of the new Junior ISA).
- If you transfer the current tax year's savings from one Junior ISA to another, the money will be treated as if you had put that money directly in the new Junior ISA. For example, if you'd saved £2,000 in a Junior ISA and then transferred to a new Junior ISA, you could then deposit the remaining £7,000 of the allowance into the new Junior ISA.

### Can I cancel the account?

- Yes, from account opening, you have 14 days to notify us (in writing, in branch or by phone). We'll refund the money or transfer the funds to another account with Skipton or another provider without penalty, plus any interest earned from the date of account opening.
- If you open the account with money previously held in an Junior ISA, and you subsequently cancel the account, the funds will not lose their ISA status, as long as you transfer them to another Junior ISA.
- If you open the account with money not previously held in a Junior ISA, and you subsequently cancel the account, the cancelled Junior ISA won't count as an Junior ISA subscription, and you'll be able to subscribe into another Junior ISA. Any interest earned during this period will be paid gross, which means no tax is deducted. It's your responsibility to pay any tax due, based on the child's individual circumstances.

### What if I'm new to Skipton?

- We'll require confirmation of address and some form of identification to open the account. You'll need to provide proof of identity as set out in our 'Providing your Identity' document or at [skipton.co.uk/identity](https://skipton.co.uk/identity). If you're over 16, we'll also require your National Insurance number.

## Further terms and conditions for our Junior Cash ISA

### 1 Opening and managing the account

- 1.1 The account must be in the child's name and not held for the benefit of anyone else, including being used as security for a loan.
- 1.2 This account can't be opened or operated by someone who holds a Power of Attorney for the Registered Contact.
- 1.3 We'll operate the account in accordance with government legislation and HMRC regulations and guidance.
- 1.4 We'll satisfy ourselves that anyone we delegate our functions and responsibilities to under the terms agreed is competent to carry them out.
- 1.5 We must receive the completed application including declaration before the product is withdrawn from sale. If we don't receive this the application will be cancelled.
- 1.6 The account opening date is the date that we receive the first payment. You won't be able to make a payment in until we've received the completed application, including declaration.
- 1.7 If we don't receive the first payment or request for an ISA transfer in within 30 days of application, the application will be cancelled, and the account won't be opened.
- 1.8 Anyone can make payments into the account. Any payments in will, for legal purposes, be treated as a gift to the child and can't be withdrawn, transferred or returned, except in accordance with these terms and conditions.
- 1.9 The Registered Contact will be the account contact for all statements, correspondence and management purposes. Once the child reaches 16, they can send us a request to become the Registered Contact. If this happens, we'll change the Registered Contact without notifying the previous Registered Contact, and they'll no longer be able to manage the account.
- 1.10 If you breach the Junior ISA Regulations, we may have to void the account. If this happens, we'll notify the Registered Contact.

- 1.11 If the child dies, interest due up to the date of death will be paid. From the date of death, the account will transfer to a new easy access non-ISA account with a variable rate of interest. We'll advise the personal representative/Registered Contact of the new rate and terms of the account.

## **2 Making payments into the account**

- 2.1 You can make payments into the account by:
- electronic payment from another UK bank or building society by Faster Payments, CHAPS, BACS or standing order
    - we don't accept any Direct Debit payments into this account
    - the first payment into the account can't be by standing order, however later payments can be made this way
  - internal transfers from another Skipton Building Society account
    - this is subject to any notice period or other restrictions that the account has on withdrawals
  - transfer savings in from another Junior ISA via our ISA transfer service
  - debit card
  - cash, in branch only
  - cheque, by post to our principal office or at any branch.
- 2.2 If opening this account by post, the first payment can only be made by cheque, internal transfer from another Skipton Building Society account or via our ISA transfer service.
- 2.3 If you don't make any payments into this account for an entire tax year, the next time you try to pay into it in a new tax year, you may need you to reconfirm your ISA declaration. If you don't, and you send an electronic payment to this account, we will return the payment to the account it came from, and the payment will not count as a Junior ISA subscription.

## **3 Savings account limits**

- 3.1 All payments into the account are subject to account minimum and maximum amounts. You can't pay more money into the account than the maximum balance. The limit can only be exceeded with any interest added. If you make a payment into your account which will take it over the maximum balance, or the account doesn't meet the minimum opening or operating balance, we'll return the money to its source automatically.
- 3.2 £5 million is the maximum amount any one saver can hold across all their Skipton Building Society savings accounts. For joint accounts, we'll treat the total balance held within it as if it's split equally between each of the account holders for the purpose of calculating this balance only. For example, if you're one of two account holders on a joint account containing £1 million, £500,000 of that will count towards your personal limit. This means you can save up to £4.5 million in any other Skipton Building Society account(s).

## **4 Withdrawals and closures**

- 4.1 You can't make any withdrawals or close the account before maturity unless:
- we receive notification from HMRC of a terminal illness claim on behalf of the child. After this, the Registered Contact can withdraw money from the account (for more information on terminal illness claims, please visit [gov.uk/junior-individual-savings-account/overview](https://www.gov.uk/junior-individual-savings-account/overview)) or
  - we receive documentary evidence of the child's death.

## **5 Non-payment accounts**

- 5.1 This account is not a payment account for the purposes of the Payment Services Regulations 2017. It is a savings account and must not be used for multiple monthly transactions like current accounts.

## **6 Membership rights and the Society's Rules**

- 6.1 This account is a share account, which confers membership rights to the child named on the account. Under the rules of the Society, in order to receive voting rights, members must be 18 years or over and must have a minimum balance of £100. Copies of our Rules are available on request.

## 7 Maturity of the Junior Cash ISA

7.1 We'll contact the Registered Contact before maturity. Where the Registered Contact is not the child, we'll also contact the child to explain the options open to them. The child can choose to:

- Do nothing - we'll pay any interest due, and the savings will automatically transfer into a new easy access Cash ISA for adults.
- Transfer some or all the money to a different Cash ISA or another type of account with us, subject to the terms and conditions of that account. The account must be a nominated account in the child's name.
- Add extra savings to the above two options once we've received a completed adult ISA declaration from them.
- Withdraw some or all the money by:
  - electronic payment to another UK bank or building society (but not Direct Debit)
    - to up to two nominated UK bank or building society accounts in your name. We won't make an electronic payment to any other type of account
  - transfer to another Skipton Building Society account in your name
    - this is subject to the terms and conditions of that account
  - ISA transfer to another provider via our transfer service
  - cash, in branch only
    - this is subject to our daily withdrawal limits. You can find out what these are by visiting our website or contacting us
  - cheque, in branch, by post or phone
    - this is subject to our cheque withdrawal limits when withdrawing in branch. You can find out what these are by visiting our website or contacting us.

7.2 If the child chooses to do nothing and continues in a new easy access Cash ISA for adults:

- We'll send them confirmation of the new account within seven days of the maturity of this account.
- The further terms and conditions still apply, as well as our Savings Account Terms and Conditions. The interest rate, the date that interest will be applied to the account, and the minimum and maximum amounts they can save might be different. If the account balance at maturity is above or below the minimum or maximum accounts, we'll still transfer the savings. Any new transactions will be subject to these limits.

### **The Financial Services Compensation Scheme**

This account is covered by The Financial Services Compensation Scheme. For more information, please call us on 0345 850 1722, ask in branch or visit [skipton.co.uk/FSCS](https://www.skipton.co.uk/FSCS).

### **If you're not happy with our products or services**

We have an internal complaints procedure. For more information, please call us on 0345 850 1722, ask in branch or visit [skipton.co.uk](https://www.skipton.co.uk). Also, the Financial Ombudsman Service provides a free and independent service for consumers and can be contacted at the following address: The Financial Ombudsman Service, Exchange Tower, London E14 9SR. Telephone: 0800 023 4567 or visit [financial-ombudsman.org.uk](https://www.financial-ombudsman.org.uk).

Skipton Building Society is a member of the Building Societies Association. Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, under registration number 153706, for accepting deposits, advising on and arranging mortgages and providing Restricted financial advice. Principal Office, The Bailey, Skipton, North Yorkshire BD23 1DN.