



Client Money Handling

Member Guidance

Members of UKALA are required to handle client money in accordance with Appendix iii(4) of the UKALA scheme rules, and with the UKALA Accounting Standard, which assists members' compliance with industry best practice for holding and accounting for client's money. Links to these documents can be found at the end of this factsheet. Members are required by law to have their client money handling procedures published on their business website. Please be aware that UKALA reserve the right to reject any membership application that we believe does not comply with the principles below for holding client monies within the businesses segregated client account(s).

What is Client Money

Client's money is money that your business holds or has received on behalf of a client, this can be deposited into a segregated client account via Cash, Cheque, draft or electronic transfer. Please see below examples of client's money:

Tenants Deposits

Tenants Rent

Interest

Arbitration Fees

Service Charges

Fee money taken in advance

Client money held due to be paid by contractors

Sales proceeds

Money held by member appointed as receiver UKALA require all members to hold client's money in a segregated ring-fenced client account that is authorised by the Financial Conduct Authority (FCA). UKALA reserve the right to reject or cancel a member's application or renewal if the agent does not hold client's money in a segregated ring-fenced client account.

Client money handling procedures

To comply with the law, agents taking client money must;

- Get a certificate confirming membership of the scheme you join, and provide it to anyone who asks, free of charge.

You'll need to display the certificate:

- In any office where you deal with the public

- On your website To comply with requirements set by UKALA for handling of client money an agent must:

1. Have set up a separate bank account for clients' money;
2. Have the title of their Clients' money bank account easily

distinguished from other accounts of their business;

3. Have in writing from their bank confirmation that all money is held by the business as an agent;

4. Have the banks written confirmation that the bank is not entitled to combine the clients' money account(s) with any other account or to exercise right of set-off or counterclaim against money in that accounting respect of any sum owed to it or any other account of the business;

5. Have and maintain systems and controls which enable you to



- monitor and manage clients' money transactions and any credit risk arising;
6. Have accounting systems and client data securely controlled and protected;
 7. Obtain client's written approval to make payments from their account;
 8. Bank all clients' money at the earliest reasonable opportunity;
 9. Nominate authorised staff to handle money
 10. Ensure that records show any and all cash transactions
 11. Reconcile client accounts together with bank and cash balances at regular intervals in order to demonstrate control over the accuracy and completeness of accounting records;
 12. Ensure there are always sufficient funds in the account to pay all amounts owing to clients; and
 13. To pay amounts owing to clients as they fall due without delay.



Directors: L Atkins, S J Williams. I Lovehomes is a trading name of I Love Homes Limited
Registered Office: 24 Station Street, Walsall, West Midlands, WS2 9JZ
Registered in England and Wales 09183442

...heart is where the home is

24 Station Street
Walsall, West Midlands,
WS2 9JZ

t: 01922 669996 nat: 0330 100 2845
w: www.ilovehomes.co.uk
e: info@ilovehomes.co.uk