

# Legal Services Amendment Act 2023

| Public Act     | 2023 No 61     |
|----------------|----------------|
| Date of assent | 30 August 2023 |
| Commencement   | see section 2  |

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## Part 2 Consequential amendments to Legal Services Regulations 2011 Principal regulations Regulations 9A and 9B and cross-heading above regulation 9A

|    | Schedule   | 4 |
|----|--|---|
| 17 | Regulations 14 and 14A and cross-heading above regulation 14 revoked | 3 |
|    | revoked  | _ |
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#### Schedule Schedule 1AA amended

#### The Parliament of New Zealand enacts as follows:

1 Title

This Act is the Legal Services Amendment Act 2023.

2 Commencement

This Act comes into force on the day after the date of Royal assent.

3 Principal Act

This Act amends the Legal Services Act 2011.

## Part 1 Amendments to principal Act

Subpart 1—Amendments relating to removal of user charge

4 Section 4 amended (Interpretation)

In section 4(1), repeal the definition of **user charge**.

- 5 Section 18A repealed (User charge payable by aided person) Repeal section 18A.
- 6 Section 97 amended (Lead provider to claim for payment) Replace section 97(2)(a) with:
  - (a) the fees claimed by, or the charges attributable to, the lead provider; and
- 7 Section 99 amended (Secretary to refer claim to Commissioner for decision)

Repeal section 99(4)(e).

## 8 Section 114 amended (Regulations) Repeal section 114(1)(ea).

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Subpart 2—Amendments relating to removal of interest rate on legal aid debt

- 9 Section 33 amended (Amount payable by aided person to Commissioner) Repeal section 33(c).
- **10** Section 40 amended (Interest on unpaid legal aid debt) Repeal section 40.
- **11** Section 43 amended (Commissioner may write off amounts payable) In section 43(1), delete "interest,".
- **12** Section 44 amended (Commissioner to refund excess payments) Repeal section 44(2).

#### 13 Section 114 amended (Regulations)

- (1) Repeal section 114(1)(k).
- (2) In section 114(1)(0)(ii), delete "or 18A".
- (3) In section 114(2), delete "including the calculation of interest,".

Subpart 3—Transitional, savings, and related provisions

14 Schedule 1AA amended

In Schedule 1AA,—

- (a) insert the Part set out in the Schedule of this Act as the last Part; and
- (b) make all necessary consequential amendments.

#### Part 2

## **Consequential amendments to Legal Services Regulations 2011**

15 Principal regulations

This Part amends the Legal Services Regulations 2011.

- **16 Regulations 9A and 9B and cross-heading above regulation 9A revoked** Revoke regulations 9A and 9B and the cross-heading above regulation 9A.
- 17 Regulations 14 and 14A and cross-heading above regulation 14 revoked Revoke regulations 14 and 14A and the cross-heading above regulation 14.

## Schedule Schedule 1AA amended

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#### Part 2

#### **Provisions relating to Legal Services Amendment Act 2023**

3 Interpretation

In this Part,—

2023 Act means the Legal Services Amendment Act 2023

commencement date means the date on which the 2023 Act comes into force

**legal aid debt** means a debt owed to the Commissioner in respect of a grant of legal aid.

#### 4 User charge

- (1) This clause applies in respect of a grant of legal aid for a civil matter that immediately before the commencement date was subject to the condition in section 18A(1) (that the aided person pay a user charge of the prescribed amount to the lead provider).
- (2) On and after the commencement date,—
  - (a) the grant of legal aid continues to be subject to the condition as if section 18A(1) had not been repealed by the 2023 Act; and
  - (b) the following provisions, as in force immediately before the commencement date, continue to apply as if the 2023 Act had not been enacted:
    - (i) section 18A(2) and (3):
    - (ii) section 97(2)(a):
    - (iii) section 99(4)(e):
    - (iv) regulation 9A of the Legal Services Regulations 2011.

#### 5 Interest on unpaid legal aid debt

- (1) This clause applies in respect of any interest on a legal aid debt that immediately before the commencement date was payable by an aided person to the Commissioner under section 40.
- (2) On and after the commencement date,—
  - (a) the interest continues to be payable by the aided person as if section 40 had not been repealed by the 2023 Act; and
  - (b) the following provisions, as in force immediately before the commencement date, continue to apply as if the 2023 Act had not been enacted:
    - (i) section 33(c):

| (ii) | section 43(1): |
|------|----------------|

(iii) section 44(2):

(iv) regulations 14 and 14A of the Legal Services Regulations 2011.

## Legislative history

| 16 November 2022 | Introduction (Bill 190-1)                       |
|------------------|---|
| 22 November 2022 | First reading and referral to Justice Committee |
| 22 May 2023      | Reported from Justice Committee (Bill 190–2)    |
| 20 July 2023     | Second reading                                  |
| 22 August 2023   | Committee of the whole House, third reading     |
| 30 August 2023   | Royal assent                                    |

This Act is administered by the Ministry of Justice.