LEGAL SERVICES (SCOTLAND) ACT 2010

EXPLANATORY NOTES

COMMENTARY ON SECTIONS

Part 2 – Regulation of Licensed Legal Services

Chapter 1 – Approved Regulators

Practice rules

Section 23 – Professional indemnity

- 50. Under this section, practice rules must require licensed providers to have certain professional indemnity arrangements and must include equivalent provision to that on professional indemnity in section 44 of the 1980 Act in relation to an incorporated practice.
- 51. Section 44 of the 1980 Act provides for the Council of the Society ("the Council") to make rules concerning indemnity for solicitors and incorporated practices against any class of professional liability (for example, for negligence in the delivery of a legal service). The rules may provide for a fund held by the Society, or for insurance with an authorised insurer held by the Society, or require solicitors to take out insurance. Currently, the Society's rules provide that all solicitors acting as principals in private practice must be insured under a single "master policy" held by the Society (Solicitors (Scotland) Professional Indemnity Insurance Rules 2005).