



Legal Services (Scotland) Act 2010

2010 asp 16

PART 2

REGULATION OF LICENSED LEGAL SERVICES

CHAPTER 1

APPROVED REGULATORS

Compensation arrangements

25 Compensation rules: general

- (1) For the purposes of this Part, the compensation rules are rules in pursuance of (as the case may be)—
 - (a) option A in section 24, or
 - (b) option B in that section.
- (2) In pursuance of option A, the rules must—
 - (a) state—
 - (i) the purpose of the approved regulator's compensation fund,
 - (ii) as a minimum, the monetary amount to be contained in that fund,
 - (b) describe the way in which that fund is to be administered by the approved regulator,
 - (c) specify the criteria for qualifying for payment out of that fund,
 - (d) provide for the procedure for—
 - (i) making claims for such payment,
 - (ii) determining such claims,
 - (e) require the making of contributions to that fund by a licensed provider in accordance with the relevant scale of annual contributions fixed by virtue of section 24(3)(b),
 - (f) make provision for the destination (or distribution) of that fund in the event that the approved regulator ceases to operate.

Status: This is the original version (as it was originally enacted).

- (3) In pursuance of option B, the rules must require the making of contributions to the Guarantee Fund by a licensed provider in accordance with the relevant scale of annual contributions fixed under paragraph 1(3) of Schedule 3 to the 1980 Act.