

### **EXPLANATORY NOTES**

Scottish Parliament (Assistance for Political Parties) Act 2021 (asp 7)

# SCOTTISH PARLIAMENT (ASSISTANCE FOR POLITICAL PARTIES) ACT 2021

#### **EXPLANATORY NOTES**

#### **INTRODUCTION**

- 1. These Explanatory Notes are published to accompany the Scottish Parliament (Assistance for Political Parties) Act 2021. They have been prepared by Scottish Parliament officials on behalf of the Standards, Procedures and Public Appointments Committee, whose convener, Bill Kidd MSP, introduced the Bill for this Act in the Parliament.
- 2. The Notes are intended to assist the reader of the Act. They do not form part of the Act and have not been endorsed by the Parliament. The Notes should be read in conjunction with the Act. They are not, and are not meant to be, a comprehensive description of the Act. So where a section, or a part of a section, does not seem to require any explanation, none is given.

#### THE ACT

3. The Act amends the Scotland Act 1998 so that provision for financial assistance to registered political parties can henceforth be made by means of a resolution of the Parliament, replacing the existing provision that is contained in an Order in Council.

#### **BACKGROUND TO THE ACT**

4. Subsection (1) of section 97 of the Scotland Act 1998 provides for Her Majesty, by Order in Council, to authorise the Scottish Parliamentary Corporate Body (the SPCB) to make payments to registered political parties "for the purpose of assisting members of the Parliament who are connected with such parties to perform their Parliamentary duties". "Registered political party" is defined in section 5(9) of the 1998 Act as a party registered under Part II of the Political Parties, Elections and Referendums Act 2000. Subsection (2) provides that an Order in Council made under subsection (1) may authorise payments only to parties whose MSPs do not hold ministerial office in the Scottish Government (either as Cabinet Secretaries or as Ministers¹), but (under subsection (3)) the Order may specify circumstances in which this limitation is to be disregarded. The Order may also (under subsection (4)) determine what it means for an MSP to be "connected with" a party.

<sup>&</sup>lt;sup>1</sup> Section 97 refers to "members of the Scottish Government or junior Scottish Ministers", but the Scottish Government refers to such post-holders as Cabinet Secretaries and Ministers respectively.

- 5. The Scottish Parliament (Assistance for Registered Political Parties) Order 1999 (SI 1999/1745) is the only Order that has been made under section 97. Since it came into force on 1 July 1999, it has governed arrangements for the payments made, by the SPCB, to political parties represented in the Parliament. These payments are often known as "Short money", adopting the term used in the UK Parliament for similar arrangements there.
- 6. A provision in an Act authorising the making of Orders in Council is equivalent in most respects to the more typical delegated powers provision that authorises UK or Scottish Ministers to make regulations (or orders, etc.). The Orders in Council themselves, like the regulations (or orders etc.) more typically made, are subordinate legislation made in the form of a statutory instrument. The difference is that Orders in Council are made by the Queen, in the Privy Council, on the advice of Ministers, rather than by Ministers themselves. At the time the 1999 Order was made, it was UK Ministers who provided that advice, although they are understood in practice to have consulted the then Scottish Executive.
- 7. When the Scotland Act 1998 was first enacted, section 97 was one of its provisions that was protected from modification by Schedule 4 to the Act, meaning that amending the section would have been outside the Parliament's legislative competence.<sup>2</sup> This restriction was removed by the Scotland Act 1998 (Modification of Schedules 4 and 5) Order 1999 (SI 1999/1749), with further provision being made in the Scotland Act 2016, which also changed the Parliamentary procedure to which Orders in Council made under section 97 are subject.<sup>3</sup> Whereas such Orders originally required approval by resolution of both Houses of Parliament and of the Scottish Parliament, the effect of the 2016 Act was that approval by the Scottish Parliament alone was sufficient.<sup>4</sup> This reflected an understanding that, had a new Order in Council been made to replace the 1999 Order, responsibility for drafting the Order would have rested with the Scottish Ministers alone.

#### COMMENTARY ON SECTIONS

#### **Section 1**

8. Section 1 replaces the existing section 97 of the 1998 Act with a new version. The new subsection (1) is equivalent to the existing subsection (1) except that the means by which provision (about payments to registered political parties) is made is a resolution of the Parliament rather than an Order in Council. There is no equivalent of subsections (2) and (3) of the existing section; but this does not alter the scope of what may be authorised, which includes the making of payments to political parties, some of whose MSPs hold ministerial office. (Under the 1999 Order, this is limited to parties whose MSPs do not constitute more than a fifth of the MSPs holding ministerial office in the Scottish Government.)

<sup>&</sup>lt;sup>2</sup> Paragraph 4 of Schedule 4, as originally enacted.

<sup>&</sup>lt;sup>3</sup> Scotland Act 2016, section 12(2) (removal of restriction on modification) and (3) (change of Parliamentary procedure).

 $<sup>^{4}</sup>$  Type A procedure has been replaced by Type D – see Schedule 7 to the Scotland Act 1998.

9. Subsection (2)(a) allows a resolution to confer functions on the SPCB. This replicates to an extent the effect of the existing section 97(1) in making it clear that the SPCB will have functions under the resolution. This will enable the SPCB to continue in its role as the body that administers the arrangements made, prior to commencement of the Act, by the 1999 Order. Paragraph (b) largely replicates existing section 97(4). Paragraph (c) replicates the provision made (in relation to the original section 97 power) by section 113(2) of the 1998 Act (under which powers to make subordinate legislation may be exercised so as to make different provision for different purposes). It also replicates provision made in the context of other provisions of the 1998 Act that enable the Parliament to make provision by resolution (see for example section 83(5) in relation to resolutions about remuneration of members). This will also enable a resolution to make different provision equivalent to that in subsections (2) and (3) of existing section 97, relating to parties some of whose MSPs hold Ministerial office.

#### **Section 2**

10. Section 2 of the Act repeals the entry relating to section 97 in a table (in Schedule 7 to the 1998 Act) which specifies, for each provision in that Act conferring a power to make subordinate legislation, the Parliamentary procedure to which that subordinate legislation is subject. As section 97 will no longer confer such a power, the entry is no longer needed.

#### **Section 3**

11. Section 3 ensures that the removal (by section 1) of the power to make an Order in Council does not affect the validity of the 1999 Order made under that power, and does not retrospectively affect things done under the 1999 Order (such as particular payments made). Subsections (2) and (3) ensure that the 1999 Order remains in force, governing the arrangements for payments to registered political parties, until such time as the Parliament first exercises its new power (under the replacement section 97) to make new arrangements by resolution. The coming into force of that first resolution will then automatically revoke the 1999 Order.

#### PARLIAMENTARY HISTORY

12. The following table sets out, for each Stage of the proceedings in the Scottish Parliament on the Bill for this Act, the dates on which the proceedings at that Stage took place, and references to the Official Report of those proceedings. It also shows the dates on which Committee reports and other papers relating to the Bill were published, and gives references to those reports and other papers.

PROCEEDINGS AND REPORTS	REFERENCE			
BEFORE INTRODUCTION				
Proposal by Standards, Procedures and	2nd Report, 2020 (Session 5)			
Public Appointments Committee –				
published 5 February 2020				
Debate in the Parliament – 25 February	<u>Columns 10-19</u>			
2020				
INTRODUCTION				
Bill (as introduced) – 24 June 2020	<u>SP Bill 78, Session 5 (2020)</u>			

## These notes relate to the Scottish Parliament (Assistance for Political Parties) Act 2021 (asp 7) which received Royal Assent on 22 March 2021

PROCEEDINGS AND REPORTS	REFERENCE		
SPICe briefing on Bill (as introduced) –	SPICe briefing SB 20-51		
published [date]			
STAGE 1			
(a) Delegated Powers and Law Reform			
Committee			
Report on the Bill: Stage 1 – 4 September	48th Report, 2020 (Session 5), SP Paper 800		
2020			
(b) Consideration by the Parliament			
Stage 1 debate – 10 September 2020	<u>Columns 46-56</u>		
STAGE 2			
Committee of the Whole Parliament			
Stage 2 proceedings – 3 December 2020	Column 48		
STAGE 3			
Consideration by the Parliament			
Stage 3 proceedings – 2 February 2021	Columns 68-73		
ROYAL ASSENT			
22 March 2021	Scottish Parliament (Assistance for Political		
	<u>Parties</u> ) Act 2021 (asp 7)		

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