#### STATUTORY INSTRUMENTS

## 2000 No. 516

# The Community Legal Service (Financial) Regulations 2000

### PART II—

## ELIGIBILITY, ASSESSMENT AND CONTRIBUTIONS

## Financial eligibility

- **3.**—(1) The following services shall be available without reference to the client's financial resources:
  - (a) services consisting exclusively of the provision of general information about the law and legal system and the availability of legal services;
  - (b) initial legal advice consisting of such amount of Legal Help as is authorised under a contract to be provided without reference to the client's financial resources;
  - (c) Legal Representation in proceedings under the Children Act 1989 applied for by or on behalf of:
    - (i) a child in respect of whom an application is made for an order under:
      - (a) section 31 (care or supervision order);
      - (b) section 43 (child assessment order);
      - (c) section 44 (emergency protection order); or
      - (d) section 45 (extension or discharge of emergency protection order);
    - (ii) a parent of such a child, or a person with parental responsibility for such a child within the meaning of the Children Act 1989; or
    - (iii) a child who is brought before a court under section 25(1) (use of accommodation for restricting liberty) who is not, but wishes to be, legally represented before the court;
  - (d) Legal Representation in proceedings related to any proceedings in sub-paragraph (c) which are being heard together with those proceedings or in which an order is being sought as an alternative to an order in those proceedings;
  - (e) Legal Representation in proceedings before a Mental Health Review Tribunal under the Mental Health Act 1983(2), where the client's case or application to the Tribunal is, or is to be, the subject of the proceedings;
  - (f) Legal Representation by a solicitor in England and Wales of a person whose application under the Hague Convention or the European Convention has been submitted to the Central Authority in England and Wales under section 3(2) or 14(2) of the Child Abduction and Custody Act 1985(3); and
  - (g) Legal Representation of a person who:

<sup>(1)</sup> Section 25(6) is amended by the Access to Justice Act 1999, Schedule 4, paragraph 45.

<sup>(2) 1983</sup> c. 20.

<sup>(3) 1985</sup> c. 60.

- (i) appeals to a magistrates' court against the registration of, or the refusal to register, a maintenance order made in a Hague Convention country under the Maintenance Orders (Reciprocal Enforcement) Act 1972(4); or
- (ii) applies for the registration of a judgment under section 4 of the Civil Jurisdiction and Judgments Act 1982(5)

and who benefited from complete or partial assistance with, or exemption from, costs or expenses in the country in which the maintenance order was made or the judgment was given.

#### (2) In this regulation:

"Central Authority" has the same meaning as in sections 3 and 14 of the Child Abduction and Custody Act 1985;

"European Convention" means the convention defined in section 12(1) of the Child Abduction and Custody Act 1985;

"Hague Convention" means the convention defined in section 1(1) of the Child Abduction and Custody Act 1985;

"Hague Convention country" has the same meaning as in the Reciprocal Enforcement of Maintenance Orders (Hague Convention Countries) Order 1993(6); and

"the Maintenance Orders (Reciprocal Enforcement) Act 1972" means that Act as applied with such exceptions, adaptations and modifications as are specified in the Reciprocal Enforcement of Maintenance Orders (Hague Convention Countries) Order 1993.

- **4.**—(1) Subject to regulation 3, the assessing authority to which an application is made shall determine the financial eligibility of the client in accordance with these Regulations.
- (2) Where the assessing authority is satisfied that the client is directly or indirectly in receipt of a qualifying benefit mentioned in paragraph (3), it shall take his disposable income and disposable capital as not exceeding the relevant sums specified in paragraph (4).
  - (3) The following are qualifying benefits for the purposes of paragraph (2):
    - (a) income support;
    - (b) income-based jobseeker's allowance;
    - (c) working families' tax credit, provided that the amount (if any) to be deducted under section 128(2)(b) of the Social Security Contributions and Benefits Act 1992 has been determined at not more than £70 per week; and
    - (d) disabled person's tax credit, provided that the amount (if any) to be deducted under section 129(5)(b) of the Social Security Contributions and Benefits Act 1992(7) has been determined at not more than £70 per week.
  - (4) The relevant sums mentioned in paragraph (2) are as follows:
    - (a) where eligibility is being assessed under regulation 5(2) and the client is in receipt of any qualifying benefit, the disposable income figure in that regulation;
    - (b) where eligibility is being assessed under paragraphs (3) or (5) of regulation 5 and the client is in receipt of any qualifying benefit, the disposable income figure in those paragraphs;

<sup>(4) 1972</sup> c. 18.

<sup>(5) 1982</sup> c. 27.

<sup>(6)</sup> S.I. 1993/593, as amended by S.I. 1994/1902 and 1999/1318.

<sup>(7) 1992</sup> c. 4; Sections 128 and 129 were amended, respectively, by the Tax Credits Act 1999 (c. 10), section 1(2), Schedule 1, paragraphs 1 and 2(g); and sections 1(2) and 14(1) to (5) and (9), Schedule 1, paragraphs 1 and 2(h).

- (c) where eligibility is being assessed under paragraphs (3) or (5) of regulation 5 and the client is in receipt of a qualifying benefit in paragraph 3(a) or (b), the disposable capital figure in those paragraphs;
- (d) where eligibility is being assessed under regulation 5(6) and the client is in receipt of a qualifying benefit in paragraph 3(a) or (b), the disposable income figure in regulation 38(2) (a) and the disposable capital figure in regulation 38(2)(b).
- **5.**—(1) This regulation has effect subject to regulations 3 and 4.
- (2) A client is eligible for Legal Help, Help at Court, and Legal Representation before the Immigration Appeal Tribunal and an adjudicator if his weekly disposable income does not exceed £84, and his disposable capital does not exceed £1,000.
- (3) A client is eligible for Family Mediation if his weekly disposable income does not exceed £180 and his disposable capital does not exceed £3,000.
- (4) A client who is eligible for Family Mediation under paragraph (3) shall also be eligible for Help with Mediation in relation to family mediation.
- (5) A client is eligible for Legal Representation in respect of family proceedings before a magistrates' court, other than proceedings under the Children Act 1989 or Part IV of the Family Law Act 1996(8), if his weekly disposable income does not exceed £180, and his disposable capital does not exceed £3,000.
- (6) A client is eligible for Legal Representation (other than as provided for in paragraphs (2) and (5)), General Family Help and Support Funding if his disposable income does not exceed £8,067 per year, but a person may be refused such services where:
  - (i) his disposable capital exceeds £6,750; and
  - (ii) it appears to the assessing authority that the probable cost of the funded services to which the application relates would not exceed the contribution payable by him under regulation 38.

#### Assessment of resources

- **6.** Where an application is made, the client shall provide the assessing authority with the information necessary to enable it to:
  - (a) determine whether he satisfies the conditions set out in regulation 4; and
  - (b) calculate, where relevant, his disposable income and disposable capital and those of any other person concerned.
  - 7.—(1) The assessing authority shall:
    - (a) subject to regulation 4(2), calculate the disposable income and disposable capital of the person concerned in accordance with regulations 16 to 37; and
    - (b) calculate any contribution payable in accordance with regulations 38 and 39.
- (2) When calculating disposable income for the purposes of regulation 5(2), (3) or (5), the period of calculation shall be the seven days ending on the date of the application.
- (3) When calculating disposable income for the purposes of regulation 5(6), the period of calculation shall be the 12 months starting on the date of the application or such other 12 month period as the assessing authority considers appropriate, but if there is no other practicable means of ascertaining it, the income may be taken to be the income received during the previous year.

- (4) Where the assessing authority calculates that a client has disposable income or disposable capital of an amount which makes him ineligible to receive funded services, it shall refuse the application.
- **8.** The supplier shall not provide any funded services to the client prior to the assessment of resources in accordance with regulation 7 other than:
  - (a) in accordance with Funding Code procedures; or
  - (b) where authorisation to do so is given by the Commission in a contract.
- **9.** Where the assessing authority is the supplier, any question arising under regulations 10 to 41 shall be decided by the supplier and the supplier, in deciding any such question, shall have regard to any guidance which may from time to time be given by the Commission as to the application of these Regulations.

### Application in representative, fiduciary or official capacity

- **10.** Where the client is acting only in a representative, fiduciary or official capacity, the assessing authority shall, in calculating his disposable income and disposable capital, and the amount of any contribution to be made:
  - (a) assess the value of any property or estate or the amount of any fund out of which he is entitled to be indemnified; and
  - (b) unless it considers that he might benefit from the proceedings, disregard his personal resources.

## Resources of other persons

- 11.—(1) Subject to paragraph (2), in calculating the disposable income and disposable capital of the client, the resources of his partner shall be treated as his resources.
- (2) The resources of the client's partner shall not be treated as his resources if he has a contrary interest in the dispute in respect of which the application is made.
- (3) Except where eligibility is being assessed under regulation 5(6), where the client is a child the resources of a parent, guardian or any other person who is responsible for maintaining him, or who usually contributes substantially to his maintenance, shall be treated as his resources, unless, having regard to all the circumstances, including the age and resources of the child and any conflict of interest, it appears inequitable to do so.
  - (4) Where it appears to the assessing authority that:
    - (a) another person is or has been substantially maintaining the person concerned, or
- (b) any of the resources of another person have been made available to the person concerned, the assessing authority may treat all or any part of the resources of that other person as the resources of the person concerned.
- (5) In this regulation and regulation 12, "person" includes a company, partnership, body of trustees and any body of persons, whether corporate or not corporate.

## Deprivation or conversion of resources

- 12. If it appears to the assessing authority that the person concerned has, with intent to reduce the amount of his disposable income or disposable capital, whether for the purpose of making himself eligible to receive funded services, reducing his liability to pay a contribution, or otherwise:
  - (a) directly or indirectly deprived himself of any resources,
  - (b) transferred any resources to another person, or

(c) converted any part of his resources into resources which under these Regulations are to be wholly or partly disregarded,

the resources which he has so deprived himself of, transferred or converted shall be treated as part of his resources or as not so converted as the case may be.

#### Duty to report change in financial circumstances

13. The client shall forthwith inform the assessing authority of any change in his financial circumstances (or those of any other person concerned) which has occurred since any assessment of his resources, and which might affect the terms on which the client was assessed as eligible to receive funded services.

#### Amendment of assessment due to error or receipt of new information

#### **14.** Where:

- (a) it appears to the assessing authority that there has been an error in the assessment of a person's resources or contribution, or in any calculation or estimate upon which such assessment was based, or
- (b) new information which is relevant to the assessment has come to light,

the assessing authority may make an amended assessment, and may take such steps as appear equitable to give effect to it in relation to any period during which funded services have already been provided.

#### **Further assessments**

- **15.**—(1) Where the eligibility of the person concerned was assessed under regulation 5(6) and it appears that his circumstances may have altered so that:
  - (a) his disposable income may have increased by an amount greater than £750 or decreased by an amount greater than £300, or
- (b) his disposable capital may have increased by an amount greater than £750, the assessing authority shall, subject to paragraph (6), make a further assessment of the person's resources and contribution (if any) in accordance with these Regulations.
- (2) For the purposes of the further assessment, the period of calculation shall be the period of 12 months following the date of the change of circumstances or such other period of 12 months as the assessing authority considers to be appropriate.
- (3) Where a further assessment is made, the amount or value of every resource of a capital nature acquired since the date of the original application shall be ascertained as at the date of receipt of that resource.
- (4) Any capital contribution which becomes payable as a result of a further assessment shall be payable in respect of the cost of the funded services, including costs already incurred.
- (5) Where a certificate is discharged as a result of a further assessment of capital, the assessing authority may require a contribution to be paid in respect of costs already incurred.
- (6) The assessing authority may decide not to make a further assessment under paragraph (1) if it considers such a further assessment inappropriate, having regard in particular to the period during which funded services are likely to continue to be provided to the client.

#### Calculation of income

- **16.** The income of the person concerned from any source shall be taken to be the income which that person may reasonably expect to receive (in cash or in kind) during the period of calculation.
- 17.—(1) The income from a trade, business or gainful occupation other than an occupation at a wage or salary shall be deemed to be whichever of the following the assessing authority considers more appropriate and practicable:
  - (a) the profits which have accrued or will accrue to the person concerned in respect of the period of calculation; or
  - (b) the drawings of the person concerned.
  - (2) In calculating the profits under paragraph (1)(a):
    - (a) the assessing authority may have regard to the profits of the last accounting period of such trade, business or gainful occupation for which accounts have been prepared; and
    - (b) there shall be deducted all sums necessarily expended to earn those profits, but no deduction shall be made in respect of the living expenses of the person concerned or any member of his family or household, except in so far as that person is wholly or mainly employed in that trade or business and such living expenses form part of his remuneration.
- **18.**—(1) For the purposes of this regulation, "national insurance contributions" means contributions under Part 1 of the Social Security Contributions and Benefits Act 1992(9).
- (2) In calculating the disposable income of the person concerned, any income tax and national insurance contributions paid or, in the case of an assessment under regulation 5(6), payable on that income in respect of the period of calculation shall be deducted.
- (3) For the purposes of regulation 5(6), income tax and national insurance contributions payable shall be calculated in accordance with the statutory provisions in force for the fiscal year in which the application or reassessment is made.
- **19.** In calculating the disposable income of the person concerned, the following payments shall be disregarded:
  - (a) under the Social Security Contributions and Benefits Act 1992:
    - (i) disability living allowance;
    - (ii) attendance allowance paid under section 64 or Schedule 8 paragraphs 4 or 7(2);
    - (iii) constant attendance allowance paid under section 104 as an increase to a disablement pension;
    - (iv) any payment made out of the social fund;
  - (b) any payment made under the Community Care (Direct Payments) Act 1996(10); and
  - (c) so much of any back to work bonus received under section 26 of the Jobseekers Act 1995(11) as is by virtue of that section to be treated as payable by way of jobseeker's allowance.
- **20.**—(1) For the purposes of this regulation, "the Schedule" means Schedule 2 to the Income Support (General) Regulations 1987(12).

<sup>(9) 1992</sup> c. 4.

<sup>(10) 1996</sup> c. 30.

<sup>(11) 1995</sup> c. 18.

<sup>(12)</sup> S.I. 1987/1967; the relevant amending instruments are S.I. 1996/2545; 1999/264 and 2555.

- (2) Subject to paragraph (3), in calculating the disposable income of the person concerned there shall be a deduction at or equivalent to the following rates (as they applied at the beginning of the period of calculation):
  - (a) in respect of the maintenance of his partner, the difference between the income support allowance for a couple both aged not less than 18 (which is specified in column 2 of paragraph 1(3)(c) of the Schedule), and the allowance for a single person aged not less than 25 (which is specified in column 2 of paragraph 1(1)(e) of the Schedule); and
  - (b) in respect of the maintenance of any dependant child or dependant relative of his, where such persons are members of his household:
    - (i) in the case of a dependant child or a dependant relative aged 15 or under at the beginning of the period of calculation, the amount specified at (a) in column 2 in paragraph 2(1) of the Schedule; and
    - (ii) in the case of a dependant child or a dependant relative aged 16 or over at the beginning of the period of calculation, the amount specified at (b) in column 2 in paragraph 2(1) of the Schedule.
- (3) The assessing authority may reduce any rate provided by virtue of paragraph (1) by taking into account the income and other resources of the dependant child or dependant relative to such extent as appears to the assessing authority to be equitable.
- (4) In ascertaining whether a child is a dependant child or whether a person is a dependant relative for the purposes of this regulation, regard shall be had to their income and other resources.
- **21.** Where the person concerned is making and, thoughout such period as the assessing authority considers adequate, has regularly made payments for the maintenance of:
  - (a) a former partner;
  - (b) a child; or
  - (c) a relative

who is not a member of his household, a reasonable amount shall be deducted in respect of such payments.

- **22.** Where eligibility is being assessed under regulation 5(6), in calculating the disposable income of the person concerned from any source, such amount (if any) as the assessing authority considers reasonable, having regard to the nature of the income or to any other circumstances, shall be disregarded.
  - **23.**—(1) This regulation applies only where eligibility is being assessed under regulation 5(6).
- (2) In calculating the disposable income of the person concerned, any sums (net of council tax benefit) payable by him in respect of the council tax to which he is liable by virtue of section 6 of the Local Government Finance Act 1992(13) shall be deducted.
- (3) Where the income of the person concerned consists, wholly or partly, of a wage or salary from employment, there shall be deducted:
  - (a) the reasonable expenses of travelling to and from his place of employment;
  - (b) the amount of any payments reasonably made for membership of a trade union or professional organisation;
  - (c) where it would be reasonable to do so, an amount to provide for the care of any dependant child living with the person concerned during the time that person is absent from home by reason of his employment; and

- (d) the amount of any contribution paid, whether under a legal obligation or not, to an occupational pension scheme within the meaning of the Social Security Pensions Act 1975(14) or to a personal pension scheme within the meaning of the Social Security Act 1986(15).
- **24.**—(1) This regulation applies only where eligibility is being assessed under regulation 5(6).
- (2) Paragraphs (3) to (5) apply only if the person concerned is a householder.
- (3) In calculating the disposable income of the person concerned, the net rent payable by him in respect of his main or only dwelling, or such part of it as is reasonable in the circumstances, shall be deducted; and the assessing authority shall decide which is the main dwelling where the person concerned resides in more than one dwelling.
  - (4) For the purpose of this regulation, "net rent" includes:
    - (a) any annual rent payable;
    - (b) any annual instalment (whether of interest or capital) in respect of a mortgage debt or hereditable security up to a maximum of an amount bearing the same proportion to the amount of the annual instalment as £100,000 bears to the debt secured; and
    - (c) a sum in respect of yearly outgoings borne by the householder including, in particular, any water and sewerage charges, and a reasonable allowance towards any necessary expenditure on repairs and insurance.
  - (5) In calculating the amount of net rent payable, there shall be deducted:
    - (a) any housing benefit paid under the Social Security Contributions and Benefits Act 1992;
    - (b) any proceeds of sub-letting any part of the premises; and
    - (c) an amount reasonably attributable to any person other than the person concerned, his partner or any dependant, who is accommodated in the premises otherwise than as a subtenant.
- (6) If the person concerned is not a householder, a reasonable amount in respect of the cost of his living accommodation shall be deducted.

### Calculation of capital

- **25.** In calculating the disposable capital of the client, the amount or value of the subject matter of the dispute to which the application relates shall be excluded.
- **26.** Subject to the provisions of these Regulations, in calculating the disposable capital of the person concerned, the amount or value of every resource of a capital nature belonging to him on the date on which the application is made shall be included.
- **27.** In so far as any resource of a capital nature does not consist of money, its value shall be taken to be:
  - (a) the amount which that resource would realise if sold; or
  - (b) the value assessed in such other manner as appears to the assessing authority to be equitable.
- **28.** Where money is due to the person concerned, whether it is payable immediately or otherwise and whether payment is secured or not, its value shall be taken to be its present value.
- **29.** The value to the person concerned of any life insurance or endowment policy shall be taken to be the amount which he could readily borrow on the security of that policy.

<sup>(14) 1975</sup> c. 60.

<sup>(15) 1986</sup> c. 50.

- **30.** Other than in circumstances which are exceptional having regard in particular to the quantity or value of the items concerned, nothing shall be included in the disposable capital of the person concerned in respect of:
  - (a) the household furniture and effects of the main or only dwelling house occupied by him;
  - (b) articles of personal clothing; and
  - (c) the tools and equipment of his trade, unless they form part of the plant or equipment of a business to which the provisions of regulation 31 apply.
  - **31.**—(1) Where eligibility is being assessed under regulation 5(6), paragraphs (2) to (4) apply.
- (2) Where the person concerned is the sole owner of or partner in a business, the value of the business to him shall be taken to be the greater of:
  - (a) such sum, or his share of such sum, as could be withdrawn from the assets of his business without substantially impairing its profits or normal development; and
  - (b) such sum as that person could borrow on the security of his interest in the business without substantially injuring its commercial credit.
- (3) Where the person concerned stands in relation to a company in a position analogous to that of a sole owner or partner in a business, the assessing authority may, instead of ascertaining the value of his stocks, shares, bonds or debentures in that company, treat that person as if he were a sole owner or partner in a business and calculate the amount of his capital in respect of that resource in accordance with paragraph (2).
- (4) Where the person concerned owns solely, jointly or in common with other persons, any interest on the termination of a prior estate, whether
  - (a) legal or equitable;
  - (b) vested or contingent;
  - (c) in reversion or remainder; and
  - (d) whether in real or personal property or in a trust or other fund

the value of such interest shall be calculated in such manner as is both equitable and practicable.

- (5) Where eligibility is being assessed other than under regulation 5(6), the sums mentioned in this regulation shall be disregarded.
- **32.**—(1) In calculating the disposable capital of the person concerned, the value of any interest in land shall be taken to be the amount for which that interest could be sold less the amount of any mortgage debt or hereditable security, subject to the following:
  - (a) in calculating the value of his interests, the total amount to be deducted in respect of all mortgage debts or hereditable securities shall not exceed £100,000;
  - (b) in making the deductions in sub-paragraph (a), any mortgage debt or hereditable security in respect of the main or only dwelling shall be deducted last; and
  - (c) the first £100,000 of the value of his interest (if any) in the main or only dwelling in which he resides, after the application of sub-paragraphs (a) and (b), shall be disregarded.
- (2) Where the person concerned resides in more than one dwelling, the assessing authority shall decide which is the main dwelling.
  - **33.** In calculating the disposable capital of the person concerned, there shall be disregarded:

- (a) so much of any back to work bonus received under section 26 of the Jobseekers Act 1995(16) as is by virtue of that section to be treated as payable by way of jobseeker's allowance; and
- (b) the whole of any payment made out of the social fund under the Social Security Contributions and Benefits Act 1992(17) or any arrears of payments made under the Community Care (Direct Payments) Act 1996(18).
- **34.** Where eligibility is being assessed under regulation 5(2), (3), or (5), and the person concerned has living with him a partner whose resources are required to be aggregated with his, or one or more dependant children or dependant relatives, a deduction shall be made of £335 in respect of the first, £200 in respect of the second and £100 in respect of each further such person.
- **35.**—(1) Where eligibility is being assessed under regulation 5(6), the person concerned is of pensionable age and his annual disposable income (excluding any net income derived from capital) is less than the figure prescribed in regulation 38(2)(a), the amount of capital shown in the following table shall be disregarded:

annual disposable income (excluding net income derived from capital)	amount of capital disregard
up to £370	£35,000
£371–670	£30,000
£671–970	£25,000
£971-1,270	£20,000
£1,271–1,570	£15,000
£1,571–1,870	£10,000
£1,871 and above	£ 5,000

- (2) In paragraph (1) "pensionable age" means the age of 60.
- **36.** Where eligibility is being assessed under regulation 5(6), and under any statute, bond, covenant, guarantee or other instrument the person concerned is under a contingent liability to pay any sum or is liable to pay a sum not yet ascertained, such amount as is reasonably likely to become payable within the period of calculation shall be disregarded.
- **37.** Where eligibility is being assessed under regulation 5(6), in calculating the disposable capital of the person concerned, such amount of capital (if any) as the assessing authority considers reasonable, having regard to the nature of the capital or to any other circumstances, may be disregarded.

#### **Contributions**

- **38.**—(1) A person whose eligibility is assessed under regulation 5(5) shall make a weekly contribution of one third of the amount by which his weekly disposable income exceeds £76.
- (2) A person whose eligibility is assessed under regulation 5(6) shall make the following contributions:

<sup>(16) 1995</sup> c. 18.

<sup>(17) 1992</sup> c. 4.

<sup>(18) 1996</sup> c. 30.

- (a) where his disposable income in the period of calculation exceeds £2,723, monthly contributions throughout the period the certificate is in force of one thirty-sixth of the excess; and
- (b) where his disposable capital exceeds £3,000, a contribution of the lesser of the excess and the sum which the assessing authority considers to be the likely maximum cost of the funded services.
- (3) If, in making an assessment under regulation 5(6), the Commission considers that there are other persons or bodies, including those who have the same or a similar interest to the client or who might benefit from any proceedings, who can reasonably be expected to contribute to the cost of the funded services, or that some other source of funding exists which could be used to contribute to that cost, a reasonable additional amount may be added to the contribution (if any) due from the client.
- (4) The Commission may subsequently vary the amount of any additional contribution payable under paragraph (3).
  - (5) All contributions shall be payable to the assessing authority.
- **39.** Where more than one certificate is in force in respect of the client at any one time, contributions from income under only one certificate shall be payable, and the Commission may decide under which certificate contributions shall be paid.
- **40.**—(1) Where a certificate has been discharged or revoked and the contribution made by the client exceeds the net cost of the funded services, the excess shall be refunded to the client.
- (2) The net cost of the funded services means the cost paid by the Commission less any costs recovered by the Commission from another party.
- (3) Where funding is provided by the Commission under a contract which does not differentiate between the remuneration for the client's case and remuneration for other cases, or require the cost of individual cases to be assessed, the reference in paragraph (2) to the cost paid by the Commission shall be construed as a reference to such part of the remuneration payable under the contract as may be specified in writing by the Commission.
- (4) For the purposes of this regulation and regulation 43, where a certificate is discharged the cost of any assessment proceedings under CPR Part 47 or of taxation in the House of Lords shall not be included as part of the cost of the funded services, and the cost of drawing up a bill is not part of the cost of assessment proceedings.
- **41.** Where the Commission has revoked a certificate in accordance with Part 15 of the Funding Code:
  - (a) the client shall pay to the Commission all costs paid or payable by it under the certificate, less any amount already paid by way of contribution; and
  - (b) the solicitor shall have the right to recover from the client the difference between the amount paid or payable to him by the Commission and the full amount of his costs assessed on the indemnity basis under CPR rule 44.4.