

## Submissions on "Consultation Paper on Wasted Costs in Criminal Cases"

1. The Law Society's Criminal Law & Procedure Committee has reviewed the proposal made by the Department of Justice in the Consultation Paper on Wasted Costs in Criminal cases. A proposal was made to amend Section 2 of the Costs in Criminal Cases Ordinance (Cap. 492) to provide that "wasted *costs*" means—

"any costs incurred by a party-

- (a) as a result of any improper or unreasonable act or omission; or
- (b) any undue delay or any other misconduct or default,

on the part of any representative or any employee of a representative; or

- (c) which in the light of any such act, omission, delay, misconduct or default occurring after they were incurred, the court considers it is unreasonable to expect that party to pay"
- 2. The Committee noted that a similar proposal to introduce "wasted costs" provisions was made in 1996 and believes the grounds for objection to the 1996 proposal as outlined in paragraph 17 of the Consultation Paper are still valid. An additional concern is that under S. 18 of the CCC Ordinance, it is the very court or a judge in the criminal proceedings before whom the defence solicitors appear that will have the power to make the wasted costs order. Judges and defence solicitors have different roles to play and each judge will have his own idea of how a criminal case should be run. A defence solicitor, acting in the interests of the defendant, may have to conduct a case in a particular way which is objectionable to the judge concerned.
- 3. The power of a judge in the proceedings to impose wasted costs orders can have serious consequences on defence solicitors. Such order could put the reputation of a defence lawyer in jeopardy and much costs and time could be involved if the defence lawyer needs to defend himself in an appeal against the order. The risk of a wasted costs order will inevitably have an inhibitive effect on the mind of a defence lawyer and influence the way he runs his client's case. If the

profession is under the threat of wasted costs orders, solicitors will have to think twice before taking every step in the criminal proceedings to make sure this will be agreeable to the judge concerned in order to avoid the imposition of a wasted costs order. This should not be the way a defence lawyer should be preparing the case and could work to the detriment of the defendants.

- 4. The introduction of the wasted costs order provisions coupled with the deficient criminal legal aid remuneration system which is presently under review could have the further adverse effect of driving competent members of the profession away from criminal legal aid work.
- 5. The Committee noted the stated aim of the reform is "compensate the injured party for the loss where it would be unreasonable to expect him to pay" and believes the reform should seek to address other more pressing problems in the system, such as: improper listing, the practice of the Duty Lawyer Service in assigning multiple trial cases to duty lawyers to be heard in the same court on the same day, etc.
- 6. The Committee has the benefit of considering the submissions of the Hong Kong Bar's Association on the legislative proposal and is in general agreement with its views.
- 7. The Committee does not support the legislative proposal as it is unconvinced that there is any significant problem to address as to warrant the introduction of legislation and is concerned that that the introduction of wasted costs order carries with it more disastrous consequences than the problem it is meant to cure.

The Criminal Law & Procedure Committee The Law Society of Hong Kong

20 October 2006