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Legal Aid in the Netherlands Group

Legal Aid in the Netherlands

The current legal aid system in the Netherlands was introduced on 1st January 1994 (Legal Aid Act). The main changes were the introduction of substantial contributions for all clients and the introduction of the legal aid boards. These five independent bodies, one in each judicial area in the country, became responsible for organising the system and controlling the budget. The third important factor was the increase of the remunerations of 25%.

The Dutch system is a mixed model. Legal Aid is supplied by private solicitors (advocates) and by legal aid centres. The centres are fully subsidised by the boards and the advocates are mainly paid on a case-to-case basis. The remuneration of the advocates is set at a fixed price which is related to the matter concerned. The average level is, presently \$123 per hour (1994: 87). The legal aid boards assess the applications and the bills of the advocates.

The Centre's subsidy is mainly related to the volume of clients visiting during the opening hours. The Centres ("bureau's voor rechtshulp") are fairly effective. About 95% of the clients can be helped within 3 to 4 hours.

About 45% of the clients are eligible for legal aid where the limit is a net monthly income of \$2162 for a single person and \$3092 for a family. Clients pay a contribution related to their income. At the top of the scale, the contribution is about \$858, where as for those on social security level, it is \$96. For a second case within six months, the client only pays 50% and for a third, mostly nothing. Only the first half hour of an appointment at the legal aid centre is free.

The total budget for the system was \$385.822.000 in 2000 (1994: \$304.692.000; 1997: \$317.544.000). In 1994 as well as in 2000, it was 0.06% of the BNP.

The budget (x 1000) is illustrated as follows:

legal aid centres experiments private practitioners:	\$ 33.405	34.078	38.049	39.773
	\$ 932	1.615	4.374	7.412
family law civil and social law criminal law immigrants law legal aid boards	\$ 40.718	44.132	34.172	46.898
	\$ 72.387	78.457	73.508	79.855
	\$ 96.923	97.692	01.538	123.846
	\$ 49.231	42.308	43.846	58.462
	\$ 23.214	23.365	27.841	28.857

The volume is illustrated as follows:

Legal aid centres	<u>1997</u>	<u>1998</u>	<u>1999</u>	2000
Criminal law Family law Immigration law Employment law Social security law Tenants law Other civil law	12.797 6.350 20.187 63.516 49.365 33.470 38.664	14.236 8.805 19.843 57.438 42.117 28.919 41.185	13.731 7.959 22.125 59.250 39.423 26.926 41.889	13.196 7.654 21.278 56.982 37.914 25.895 40.286
Total	224.349	212.543	<u>211.293</u>	203.206

Private Practitioners	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Criminal law Family law Immigration law Employment law Social security law Tenants law Other civil law	84.612 63.720 51.350 17.814 28.829 9.468 29.111	87.055 63.611 53.123 16.525 28.452 8.969 29.107	94.552 62.497 66.995 15.672 26.069 7.847 27.230	94.755 59.517 69.035 14.490 25.108 5.745 25.570
Total	<u>284.904</u>	286.842	300.862	294.220

The system is evaluated in 1999. The results were positive except on one point. The remunerations of the advocates were still too low compared with the marked (at least f\$ 240) and even compared with the costs of the legal aid centres. The government increased the remuneration level from \$99 in 1999 to \$123 in 2000. A further increase has been linked with quality auditing. In 2002 the level of remunerations will increase to \$140 for those who meet the quality criteria. A new institute, set up by the Law Society and the Legal Aid Centres and supported by the Ministry of Justice and the boards, the 'Foundation for Quality Initiatives in Legal Aid' (in Dutch shortened to Skir) has been given a budget to support law firms and legal aid centres in introducing Total Quality Management. The Legal Aid Boards will have the supervision on the audits. The next increase of the fees depends on the outcome of a new study on the current system of remunerations. The Treasury wish to introduce a form of result-related fees.

The other issues that are under discussion are:

- the wish of the majority of the legal aid centres to evaluate to more or less common law firms. They are facing the problem that more and more people in the Netherlands are no longer eligible for legal aid. The centres in the provinces are no longer cost effective. They want to reach the total population and wish to compete with other suppliers, eg the legal insurance companies, which are providing legal aid to the public themselves. The Law Society agrees with this development, but only if the funding of the centres and law firms are equal.
- linked to the wish of the legal aid centres the boards have plans to start with a new independent initiative for the provision of legal information (Legal Information Centres); It will be their task to inform the public about the best lawyer they can obtain in their area.
- the main risk for the legal aid system in the Netherlands is the growth of the number of legal aid insurance policies. About 10% of households have family insurance. The annual growth is 16%. The companies have their own staff lawyers that provide almost all of the requested help. They claim to be very cost effective. Some of them have the objective to be the most beneficial parts of the legal aid system.

Peter Levenkamp June 2001