

NOTICE OF DETERMINATION CORE PARTICIPANT APPLICATION MODULE 9 - ECONOMIC RESPONSE

Introduction

- 1. In my Opening Statement on 21 July 2022, I explained that modules would be announced and opened in sequence, with those wishing to take a formal role in the Inquiry invited to apply to become Core Participants for each module. On 9 July 2024, the Inquiry opened Module 9 and invited anyone who wished to be considered as a Core Participant to that module to submit an application in writing to the Solicitor to the Inquiry by 6 August 2024.
- On 24 July 2024, the Inquiry received an application from Scottish Ministers for Core Participant status in Module 9. This Notice sets out my determination of the application.
- 3. The Inquiry has published the <u>Provisional Outline of Scope</u> for Module 9, which states that this module will examine how economic support was delivered by the UK Government, the Devolved Administrations and Local Government by examining a broad range of economic interventions in response to the Covid-19 pandemic. This includes economic support for business, jobs, the self-employed, vulnerable people and those on benefits. It will also consider additional funding given to relevant public services and the voluntary and community sectors.

Application

4. Applications for Core Participant status are considered in accordance with Rule 5 of the Inquiry Rules 2006, which provides:

- 5.—(1) The chairman may designate a person as a core participant at any time during the course of the inquiry, provided that person consents to being so designated.
- (2) In deciding whether to designate a person as a core participant, the chairman must in particular consider whether—
 - (a) the person played, or may have played, a direct and significant role in relation to the matters to which the inquiry relates;
 - (b) the person has a significant interest in an important aspect of the matters to which the inquiry relates; or
 - (c) the person may be subject to explicit or significant criticism during the inquiry proceedings or in the report, or in any interim report.
- (3) A person ceases to be a core participant on—
 - (a) the date specified by the chairman in writing; or
 - (b) the end of the inquiry.
- 5. In accordance with the approach set out in my Opening Statement and the Inquiry's <u>Core Participant Protocol</u>, I have considered whether the application fulfils the requirements set out in Rule 5(2) in relation to the issues set out in the Provisional Outline of Scope for Module 9.

Summary of Application

- 6. In making this determination, the fact that I have not referred to every matter or detail which is set out in the application does not mean that I have not considered it. The points addressed below are intended to capture what appear to be the most important points made in support of the application.
- 7. This is an application from Scottish Ministers made pursuant to Rule 5(2)(a) and (b) of the Inquiry Rules 2006. The application states that they played a direct and significant role in relation to the matters set out in the Provisional Outline of Scope for Module 9, such as participating in intergovernmental fora relevant to economic decision-making, economic decision making in response to the pandemic as part of the Scottish Government's strategic aims, representations made to the UK Government on reserved matters including the timing of some interventions, handling public finances and fraud risk. The Applicant further submits that by reason of their devolved responsibility, the Scottish Ministers will have a significant interest in any reports and

recommendations the Inquiry may make in relation to the practice, policy or legislation concerning the economic decision making of the devolved administrations.

Decision for the Applicant

8. I have considered with great care everything that is said in the application. Having done so, I have decided, in my discretion, to designate the Scottish Ministers a Core Participant in Module 9. With regard to the provisions of Rule 5(2), I am satisfied that the Scottish Ministers played a direct or significant role and have a significant interest in the matters under investigation. The application states that the Scottish Government spent £4.7 billion on Covid business support and additionally made representations to the UK Government on reserved economic matters which impacted people living in Scotland. As Ministers in the Scottish Government, all of the areas listed in the Provisional Outline of Scope either fall directly within, or touch upon, matters for which the Applicant is responsible in Scotland.

Legal Representation

9. Applications for designation as the Recognised Legal Representative of a Core Participant are governed by Rules 6 and 7 of the Inquiry Rules 2006, which provide:

6.—(1) Where—

- (a) a core participant, other than a core participant referred to in rule 7; or
- (b) any other person required or permitted to give evidence or produce documents during the course of the inquiry,

has appointed a qualified lawyer to act on that person's behalf, the chairman must designate that lawyer as that person's recognised legal representative in respect of the inquiry proceedings.

- 7.—(1) This rule applies where there are two or more core participants, each of whom seeks to be legally represented, and the chairman considers that—
 - (a) their interests in the outcome of the inquiry are similar;
 - (b) the facts they are likely to rely on in the course of the inquiry are similar; and
 - (c) it is fair and proper for them to be jointly represented.
 - (2) The chairman must direct that those core participants shall be represented by a single recognised legal representative, and the chairman may designate a qualified lawyer for that purpose.

- (3) Subject to paragraph (4), any designation must be agreed by the core participants in question.
- (4) If no agreement on a designation is forthcoming within a reasonable period, the chairman may designate an appropriate lawyer who, in his opinion, has sufficient knowledge and experience to act in this capacity.
- 10. I am satisfied that Scottish Ministers has appointed Caroline Beattie of the Scottish Government Legal Directorate as its qualified lawyer in relation to this module. I therefore designate Caroline Beattie as Scottish Ministers' recognised legal representative in accordance with Rule 6(1).
- 11. Directions will be given in relation to applications for an award under section 40(1)(b) of the Inquiries Act 2005 of expenses to be incurred for legal representation, at the forthcoming preliminary hearing. I will determine any such applications in accordance with the provisions of section 40 of the Inquiries Act 2005, the Inquiry Rules 2006, the Prime Minister's determination under section 40(4) and the Inquiry Costs Protocol.

Rt Hon Baroness Heather Hallett DBE
Chair of the UK Covid-19 Inquiry
13 September 2024