#### **SUVA ERCA 17 of 2011**

### IN THE EMPLOYMENT RELATIONS COURT

**AT SUVA** 

**APPELLATE JURISDICTION** 

CASE NUMBER: ERCA 17 of 2011

BETWEEN: THE UNIVERSITY OF THE SOUTH PACIFIC

**APPELLANT** 

AND: USP PERMANENT HOURLY PAID STAFF AND INTERMEDIATE

**JUNIOR STAFF UNION** 

**RESPONDENT** 

Appearances: Mr. N. Barnes for the Appellant.

No Appearance for the Respondent.

<u>Date/Place of Judgment:</u> Thursday 16 July 2015 at Suva.

<u>Coram:</u> Hon. Madam justice A. Wati.

# **RULING**

## **Catchwords:**

<u>EMPLOYMENT LAW</u> – Costs of Appeal – Indemnity Costs – Cases where Indemnity costs is granted – discretion to award costs – summary assessment of costs.

### **Cases Referred To:**

Fountain Selected Meats (Sales) Pty Ltd. v. International Produce Merchants Pty Ltd. (1988) 81 ALR 397.

J-Corp Pty Ltd. v. Australian Builders' Labourers' Federated Union of Workers (WA Branch) (No 2) (1993) 46 IR 301.

Degmam Pty Ltd. (in liq) v Wright (No 2) [1983] 2 NSWLR 1.

- 1. The appellant being successful on appeal seeks an order for costs against the respondent in the sum of \$7,404.38 being all the legal costs incurred in the appeal proceedings.
- 2. When delivering the appeal judgment on 17 April 2013, I had granted costs in favour of the appellant to be assessed after hearing both parties. There were no submissions by the respondent on the issue of quantum to be determined.
- 3. The application for a sum of \$7,404.38 is an application for indemnity costs.
- 4. Indemnity costs are ordinarily awarded only in circumstances involving misconduct, for example, to penalize a party where they have maintained a cause of action with no real prospect of success (Fountain Selected Meats (Sales) Pty Ltd. v. International Produce Merchants Pty Ltd. (1988) 81 ALR 397); or for some ulterior motive or with willful disregard for known facts or clearly established law (J-Corp Pty Ltd. v. Australian Builders' Labourers' Federated Union of Workers (WA Branch) (No 2) (1993) 46 IR 301 at 303); or where deliberately false allegations of fact have been made: Degmam Pty Ltd. (in liq) v Wright (No 2) [1983] 2 NSWLR 1 at 34.
- 5. This is not a case where ordering indemnity cost is justifiable.
- 6. Awarding costs is a discretionary matter and I find that a summary assessment of costs is justified in this case. I bear in mind the costs incurred in filing the appeal, preparing the submissions, attending Court some eight times, and attending to clients instructions.
- 7. All the Court attendances including hearing would not exceed two hours in total. The preparation of appeal and submissions could reasonably be allocated five hours of work.
- 8. The total hours that would have been reasonably spent on this case is seven hours.
- 9. I find that a sum of \$2000 is justified in this case for work done for seven hours.

10. I order that the respondent pays a sum of \$2000 to the appellant within 21 days from the date of the decision.

Anjala Wati

Judge

16.07.2015

To:

- 1. Mr. N. Barnes for the Appellant.
- 2. Respondent.
- File: Suva ERCA 17 of 2011.