## Club Constitutions

Reviewing and updating your club constitution

Terry Evans
Special Counsel
Minter Ellison Lawyers

Dale Welsh
Project Officer, Industry Support
Office for Recreation and Sport





### Today we will cover:

- 1. Why review and update your constitution?
- 2. Discuss the updated templates
- 3. Outline the process for updating



## What's changed?

#### More regulation:

- GST
- Privacy
- Work Health and Safety
- Children's Protection
- ASADA

#### More issues:

- Increased insurance premiums
- Harassment and bullying
- Alcohol
- Drugs
- Importance of Good Governance





#### The issue...

Under outdated constitutions sports clubs and associations are struggling to deal with the demands of these issues





## How old is your club constitution?





## How old is your club constitution?

- Majority of clubs have original constitutions that date back many years.
- Many have been amended piecemeal over time
- The amendments create a less consistent document
- Many don't separate the regulations, making it difficult for the committee to be proactive





Constitution

 Requires members support to make amendments

Regulations (By-laws)

 Elected committee can make amendments



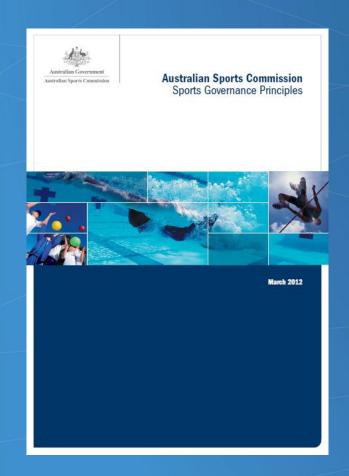


Don't panel beat it, replace it!





### The need for constitutional alignment



National Association



State Association



Regional Association



Club

ASC and ORS have developed templates for each

Templates are aligned and based on best practice governance principles





## The need for constitutional alignment

National Association

State Association



Regional Association



Club

The club's constitution binds members to the jurisdiction of the Regional Association.

In turn the Regional Association constitution also binds the member clubs to the State Association, etc...





## Why is alignment important?

- Common objects from NSO to clubs
- Common membership categories
- Common effects of membership
- Stronger/entrenched relationships from NSO to clubs
- Policies and rules developed by the NSO and SSO automatically adopted by club
- Common disciplinary clauses and dispute resolution processes





# What do you need to know about the updated templates?





1. Why are objects important?





- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?



- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?
- 3. Does the committee need portfolios?



- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?
- 3. Does the committee need portfolios?
- 4. Can the elected committee members appoint additional committee members?



- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?
- 3. Does the committee need portfolios?
- 4. Can the elected committee members appoint additional committee members?
- 5. Does the President and Chairperson have to be the same person?





- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?
- 3. Does the committee need portfolios?
- 4. Can the elected committee members appoint additional committee members?
- 5. Does the President and Chairperson have to be the same person?
- 6. Does the committee have the power to accept and reject membership?





- 1. Why are objects important?
- 2. Explain the categories of membership. Who has voting rights and who has non-voting rights?
- 3. Does the committee need portfolios?
- 4. Can the elected committee members appoint additional committee members?
- 5. Does the President and Chairperson have to be the same person?
- 6. Does the committee have the power to accept and reject membership?
- 7. What are the disciplinary powers of the committee?





## **Updating your constitution**

- Contact your State Association
- Gather key documents
- Form a Constitution Sub Committee
- Set a project timeline (6 months out from your AGM)



## Selling it to the members

- Members need to understand the rationale for change
- Make draft available on website, via email, at club rooms
- Give members the opportunity to ask questions or give feedback
- Identify members to 'champion' the process
- Release the final draft with other AGM documents in advance of meeting





#### At the AGM

- Approval by majority required
- Have the 'mover' speak in favour of the rationale for changing
- Chairperson can request someone to speak against the motion
- Chairperson can alternate between speakers 'for' and 'against'
- During debate it is possible for amendments to be requested





# Questions



