

**THE COMPANIES ACT 2006
COMPANY LIMITED BY GUARANTEE
WITHOUT SHARE CAPITAL**

ARTICLES OF ASSOCIATION

of

WEST OF ENGLAND SPORT TRUST

(Adopted by a resolution of members passed on 24th July 2019)

Ref: IN01/CG01
Burgess Salmon LLP
www.burgess-salmon.com
Tel: +44 (0)117 902 7765
Fax: +44 (0)117 902 4400



CONTENTS

Clause	Heading	Page
1	OBJECTS	1
2	POWERS.....	1
3	THE BOARD OF TRUSTEES	3
4	BOARD OF TRUSTEES' PROCEEDINGS.....	4
5	BOARD OF TRUSTEES' POWERS	4
6	BENEFITS AND CONFLICTS.....	5
7	RECORDS AND ACCOUNTS.....	7
8	MEMBERSHIP	7
9	GENERAL MEETINGS	8
10	TERMINATION OF MEMBERSHIP	9
12	LIMITED LIABILITY.....	10
13	GUARANTEE	10
14	COMMUNICATIONS.....	10
15	DISSOLUTION	11
16	INTERPRETATION.....	11

1 OBJECTS

1.1 The Objects of the Charity are to promote community participation in healthy recreation for the benefit of the inhabitants of the West of England and in particular to provide, or to assist in providing, and to promote:

- (a) public facilities, amenities, equipment and services for healthy recreation;
- (b) facilities and services for recreational, sporting or other leisure time occupation in the interests of social welfare for the public at large or those who by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, have need of such facilities and services;
- (c) the improvement and preservation of good health and well-being through participation in healthy recreation;
- (d) education, training and coaching courses which promote physical health and fitness;
- (e) the advancement of such other charitable purposes beneficial to the community consistent with the Objects set out in 1.1 (a) – (d) above as the Board of Trustees of the Charity shall in their absolute discretion determine.

1.2 This Objects may be amended by special resolution but only with the prior written consent of the Commission.

2 POWERS

The Charity has the following powers, which may be exercised only in promoting the Objects:

- 2.1 to provide advice or information;
- 2.2 to carry out research;
- 2.3 to co-operate with other bodies;
- 2.4 to support, administer or set up other charities;
- 2.5 to acquire, merge with or to enter into any partnership or joint venture arrangement with any other charity;
- 2.6 to accept gifts and to raise funds (but not by means of taxable trading);
- 2.7 to borrow money;

- 2.8 to give security for loans or other obligations (but only in accordance with the restrictions imposed by the Charities Act);
- 2.9 to acquire or hire property of any kind;
- 2.10 to let or dispose of property of any kind (but only in accordance with the restrictions imposed by the Charities Act);
- 2.11 to set aside funds for special purposes or as reserves against future expenditure;
- 2.12 to deposit or invest its funds in any manner (but to invest only after obtaining such advice from a financial expert as the Board of Trustees consider necessary and having regard to the suitability of investments and the need for diversification);
- 2.13 to delegate the management of investments to a financial expert, but only on terms that:
 - (a) the investment policy is set down in writing for the financial expert by the Board of Trustees;
 - (b) timely reports of all transactions are provided to the Board of Trustees;
 - (c) the performance of the investments is reviewed regularly with the Board of Trustees;
 - (d) the Board of Trustees are entitled to cancel the delegation arrangement at any time;
 - (e) the investment policy and the delegation arrangement are reviewed at least once a year;
 - (f) all payments due to the financial expert are on a scale or at a level which is agreed in advance and are notified promptly to the Board of Trustees on receipt; and
 - (g) the financial expert must not do anything outside the powers of the Charity;
- 2.14 to arrange for investments or other property of the Charity to be held in the name of a nominee company acting under the direction of the Board of Trustees or controlled by a financial expert acting under their instructions, and to pay any reasonable fee required;
- 2.15 to deposit documents and physical assets with any company registered or having a place of business in England or Wales as custodian, and to pay any reasonable fee required;
- 2.16 to insure the property of the Charity against any foreseeable risk and take out other insurance policies to protect the Charity when required;

- 2.17 to employ paid or unpaid agents, staff or advisers;
- 2.18 to enter into contracts to provide services to or on behalf of other bodies;
- 2.19 to establish or acquire subsidiary companies;
- 2.20 to do anything else within the law which promotes or helps to promote the Objects.

3 THE BOARD OF TRUSTEES

- 3.1 The Board of Trustees have control of the Charity and its property and funds.
- 3.2 Each Member shall be appointed as a Trustee by being co-opted by the Board of Trustees. However, a Member shall not be co-opted and may not act as a Trustee unless he/she has signed a written declaration of willingness to act as a charity trustee of the Charity and has confirmed that he/she supports the Objects.
- 3.3 The Board of Trustees shall consist of at least three Trustees and (unless otherwise determined by ordinary resolution) not more than nine Trustees. All Trustees shall be over the age of 18 and Independent.
- 3.4 A Trustee shall hold office for a maximum period of up to nine consecutive years, unless he/she retires or is removed as a Trustee pursuant to or by operation of these Articles.
- 3.5 A Member who has previously held office as a Trustee shall be eligible to be co-opted to act as a Trustee. However, a Member that has served nine consecutive years in office as a Trustee may not be co-opted to act as a Trustee unless a period of 4 years has elapsed since the date on which he/she last retired or was removed as Trustee.
- 3.6 A Trustee's term of office shall automatically terminate if he/she:
 - (a) ceases to be a director of the Charity by virtue of any provision in the Companies Act;
 - (b) is disqualified under the Charities Act from acting as a charity trustee;
 - (c) is incapable, whether mentally or physically, of managing his/her own affairs;
 - (d) is absent without permission from three consecutive meetings of the Board of Trustees and is asked by the Board of Trustees to resign; or
 - (e) resigns by written notice to the Board of Trustees (but only if at least two Trustees will remain in office); or
 - (f) is removed by the Members.

3.7 The Board of Trustees may at any time co-opt any Member who is eligible under Article 3.3 to act as a Trustee to fill a vacancy in their number or (subject to the maximum number permitted by Article 3.3) as an additional Trustee.

3.8 A technical defect in the appointment of a Trustee of which the Board of Trustees are unaware at the time does not invalidate decisions taken at a meeting of the Board of Trustees.

4 BOARD OF TRUSTEES' PROCEEDINGS

4.1 The Board of Trustees must hold at least two meetings each year.

4.2 A quorum at a meeting of the Board of Trustees is two Trustees or at least one third of the Trustees (if greater).

4.3 A meeting of the Board of Trustees may be held either in person or by suitable electronic means agreed by the Board of Trustees in which all participants may communicate with all the other participants but at least one meeting in each year must be held in person.

4.4 The Chairman or (if the Chairman is unable or unwilling to do so) some other Trustee chosen by the Trustees present at a meeting of the Board of Trustees presides at each meeting.

4.5 Any issue may be determined by a simple majority of the votes cast at a meeting, but a resolution in writing agreed by all of the Trustees (other than any Conflicted Trustee who has not been authorised to vote) is as valid as a resolution passed at a meeting. For this purpose the resolution may be contained in more than one document.

4.6 Every Trustee has one vote on each issue but, in case of an equality of votes, the chairman of the meeting of the Board of Trustees shall have a second or casting vote.

4.7 A procedural defect of which the Board of Trustees are unaware at the time does not invalidate decisions taken at a meeting of the Board of Trustees.

5 BOARD OF TRUSTEES' POWERS

The Board of Trustees has the following powers in the administration of the Charity:

5.1 to appoint (and remove) any person (who may be a Trustee) to act as Secretary in accordance with the Companies Act;

5.2 to appoint a Chairman, a Treasurer and other honorary officers from among their number. However, the positions of Chairman and Chief Executive Officer of the Charity shall not be held concurrently by the same person;

- 5.3 to delegate any of their functions to committees consisting of two or more individuals appointed by them. At least two members of every committee must be a Trustee and all proceedings of committees must be reported promptly to the Board of Trustees;
- 5.4 to make standing orders consistent with the the Articles and the Companies Act to govern proceedings at general meetings;
- 5.5 to make rules consistent with the Articles and the Companies Act to govern their proceedings and proceedings of committees;
- 5.6 to make regulations consistent with Articles and the Companies Act to govern the administration of the Charity and the use of its seal (if any);
- 5.7 to establish procedures to assist the resolution of disputes or differences within the Charity;
- 5.8 to exercise in their capacity as Trustees any powers of the Charity.

6 BENEFITS AND CONFLICTS

- 6.1 The property and funds of the Charity must be used only for promoting the Objects and do not belong to the Members.
- 6.2 A Trustee must not receive any payment of money or other material benefit (whether directly or indirectly) from the Charity except:
 - (a) reimbursement of reasonable out-of-pocket expenses (including hotel and travel costs) actually incurred in running the Charity;
 - (b) the benefit of indemnity insurance for the Trustees as permitted by the Charities Act;
 - (c) an indemnity in respect of any liabilities properly incurred in running the Charity (including the costs of a successful defence to criminal or civil proceedings);
 - (d) in exceptional cases, other payments or benefits (but only with the written consent of the Commission in advance and where required by the Companies Act the approval or affirmation of the Members);
 - (e) where he/she has let or hired property to the Charity.
- 6.3 No Trustee or Connected Person may be employed by the Charity, but any Trustee or Connected Person may enter into a written contract with the Charity as permitted by the Charities Act, to supply goods or services in return for a payment or other material benefit but only if:

- (a) the goods or services are actually required by the Charity, and the Board of Trustees decide that it is in the best interests of the Charity to enter into such a contract;
 - (b) the nature and level of the remuneration is no more than is reasonable in relation to the value of the goods or services and is set in accordance with the procedure in Article 6.4; and
 - (c) no more than one-third of the Trustees of the Board of Trustees are subject to such a contract in any financial year.
- 6.4 Subject to Article 6.5, any Trustee who becomes a Conflicted Trustee in relation to any matter must:
- (a) declare the nature and extent of his or her interest before discussion begins on the matter;
 - (b) withdraw from the meeting of the Board of Trustees for that item after providing any information requested by the Board of Trustees;
 - (c) not be counted in the quorum for that part of the meeting of the Board of Trustees; and
 - (d) be absent during the vote and have no vote on the matter.
- 6.5 When any Trustee is a Conflicted Trustee, the Trustees who are not Conflicted Trustees, if they form a quorum without counting the Conflicted Trustee and are satisfied that it is in the best interests of the Charity to do so, may by resolution passed in the absence of the Conflicted Trustee authorise the Conflicted Trustee, notwithstanding any conflict of interest or duty which has arisen or may arise for the Conflicted Trustee, to:
- (a) continue to participate in discussions leading to the making of a decision and/or to vote, or
 - (b) disclose to a third party information confidential to the Charity, or
 - (c) take any other action not otherwise authorised which does not involve the receipt by the Conflicted Trustee or a Connected Person of any payment or material benefit from the Charity or
 - (d) refrain from taking any step required to remove the conflict.
- 6.6 This provision may be amended by special resolution but, where the result would be to permit any material benefit to a Trustee or Connected Person, only with the prior written consent of the Commission.

7 RECORDS AND ACCOUNTS

7.1 The Board of Trustees must comply with the requirements of the Companies Act and of the Charities Act as to keeping records, the audit or independent examination of accounts and the preparation and transmission to the Registrar of Companies and the Commission of information required by law including:

- (a) annual returns;
- (b) annual reports; and
- (c) annual statements of account.

7.2 The Board of Trustees must also keep records of:

- (a) all proceedings at meetings of the Board of Trustees;
- (b) all resolutions in writing;
- (c) all reports of committees; and
- (d) all professional advice obtained.

7.3 Accounting records relating to the Charity must be made available for inspection by any Trustee at any time during normal office hours and may be made available for inspection by Members who are not Trustees if the Board of Trustees so decide.

7.4 A copy of the Charity's constitution and latest available statement of account must be supplied on request to any Trustee. Copies of the latest accounts must also be supplied in accordance with the Charities Act to any other person who makes a written request and pays the Charity's reasonable costs.

8 MEMBERSHIP

8.1 The Charity must maintain a register of Members.

8.2 Membership is open to any individual or organisation interested in furthering the Objects and approved by the Board of Trustees.

8.3 The form and the procedure for applying for Membership are to be prescribed by the Board of Trustees.

8.4 The Board of Trustees may only refuse an application for membership if, acting reasonably and properly, they consider it to be in the best interests of the Charity to refuse the application.

- 8.5 The Board of Trustees must inform the applicant in writing of the reasons for the refusal within twenty-one days of the decision.
- 8.6 The Board of Trustees must consider any written representations the applicant may make about the decision. The Board of Trustees' decision following any written representations must be notified to the applicant in writing and shall be final.
- 8.7 Membership is not transferable.
- 8.8 The Board of Trustees may establish different classes of membership (including non-voting membership) with different rights and obligations and shall record the rights and obligations in the register of Members.
- 8.9 A Member being an organisation may appoint any individual it considers appropriate to act as its authorised representative at a general meeting of the Charity provided that such individual may not be a Trustee of the Charity. Any such appointment shall be made, or may be revoked, by written notice to the Secretary.
- 8.10 The representative will be entitled to exercise all rights of membership on behalf of the Member to attend, speak and vote at any general meeting and to sign any written resolution pursuant to Article 9.8.
- 8.11 The Charity shall not be required to consider whether the representative has been properly appointed by the Member.

9 GENERAL MEETINGS

- 9.1 Members are entitled to attend general meetings in person or by proxy (but only if the appointment of a proxy is in writing and notified to the Secretary before the commencement of the meeting).
- 9.2 General meetings are called on at least 14 clear days' written notice indicating the business to be discussed or (if a special resolution is to be proposed) at least 21 clear days' written notice setting out the terms of the proposed special resolution.
- 9.3 There is a quorum at a general meeting if the number of Members present in person or by proxy and entitled to vote is at least five or one tenth of the total membership at the time, whichever is the greater.
- 9.4 The authorised representative of a member organisation or Members present by proxy shall be counted in the quorum.
- 9.5 General meetings shall be chaired by the person who has been appointed to chair meetings of the Board of Trustees.

- 9.6 Except where otherwise provided by the Articles or the Companies Act, every issue is decided by ordinary resolution.
- 9.7 Every Member present in person or by proxy has one vote on each issue.
- 9.8 Except where otherwise provided by the Articles or the Companies Act, a written resolution (whether an ordinary or a special resolution) is as valid as an equivalent resolution passed at a general meeting. For this purpose the written resolution may be set out in more than one document.
- 9.9 The Charity may (but need not) hold an AGM in any year.
- 9.10 Members must annually:
- (a) receive the accounts of the Charity for the previous financial year;
 - (b) receive a written report on the Charity's activities;
 - (c) be informed of the retirement of those Trustees who wish to retire;
 - (d) elect Trustees to fill the vacancies arising;
 - (e) appoint reporting accountants or auditors for the Charity;
- 9.11 A general meeting may be called by the Trustees at any time and must be called within 21 days of a written request from at least 10% of the Membership or (where no general meeting has been held within the last year) at least 5% of the Membership.
- 9.12 A technical defect in the appointment of a Member of which the Members are unaware at the time does not invalidate a decision taken at a general meeting or by a written resolution.
- 9.13 Members may also from time to time confer on any individual (with his/her consent) the honorary title of Patron, President or Vice-President of the Charity.

10 TERMINATION OF MEMBERSHIP

- 11 Membership is terminated if:
- (a) the Member dies or being an organisation ceases to exist;
 - (b) the Member resigns by written notice to the Charity unless there would be less than two Members after the resignation;
 - (c) any sum due from the Member to the Charity is not paid in full within six months of it falling due;

- (d) the Member is removed from Membership by an ordinary resolution of the Charity in general meeting that it is in the best interests of the Charity that the Membership is terminated. A resolution to remove a Member from Membership may only be passed if:
 - (i) the Member has been given at least twenty-one days' notice in writing of the general meeting of the Charity at which the resolution will be proposed and the reasons why it is to be proposed; and
 - (ii) the Member's representative (if any) has been allowed to make representations to the meeting.

12 LIMITED LIABILITY

12.1 The liability of Members is limited.

13 GUARANTEE

13.1 Every Member promises, if the Charity is dissolved while he/she/it remains a Member or within one year after he/she/it ceases to be a Member, to pay up to £1 towards:

- (a) payment of those debts and liabilities of the Charity incurred before he/she/it ceased to be a Member;
- (b) payment of the costs, charges and expenses of winding up; and
- (c) the adjustment of rights of contributors among themselves.

14 COMMUNICATIONS

14.1 Notices and other documents to be served on Members or Trustees under the Articles or the Companies Act may be served:

- (a) by hand;
- (b) by post;
- (c) by suitable electronic means; or
- (d) through publication in the Charity's newsletter (if any) or on the Charity's website.

14.2 The only address at which a Member is entitled to receive notices sent by post is an address in the U.K. as shown in the register of Members.

14.3 Any notice given in accordance with these Articles is to be treated for all purposes as having been received:

- (a) 48 hours after being sent by electronic means or posted on the Charity's website (subject to the requisite electronic notification of the posting) or delivered by hand to the relevant address;
 - (b) two clear days after being sent by first class post to that address;
 - (c) three clear days after being sent by second class or overseas post to that address;
 - (d) immediately on being handed to the recipient personally; or, if earlier,
 - (e) as soon as the recipient acknowledges actual receipt.
- 14.4 A technical defect in service of which the Board of Trustees are unaware at the time does not invalidate decisions taken at a meeting of the Board of Trustees.

15 DISSOLUTION

- 15.1 If the Charity is dissolved, the assets (if any) remaining after providing for all the Charity's liabilities must be applied in one or more of the following ways:
- (a) by transfer to one or more other bodies established for exclusively charitable purposes which are within, the same as or similar to the Objects;
 - (b) directly for the Objects or for charitable purposes which are within, the same as or similar to the Objects;
 - (c) in such other manner consistent with charitable status as the Commission approves in writing in advance.
- 15.2 A final report and statement of account must be sent to the Commission.
- 15.3 This provision may be amended by special resolution but only with the prior written consent of the Commission.

16 INTERPRETATION

- 16.1 The Articles are to be interpreted without reference to the model articles under the Companies Act, which do not apply to the Charity.
- 16.2 In the Articles, unless the context indicates another meaning:
- 'AGM'** means an annual general meeting of the Charity;
- 'Articles'** means the Charity's Articles of Association and **'Article'** refers to a particular Article;

'Board of Trustees' or the **'Board'** means the Board of Trustees as a body or a quorum of the Trustees at a meeting of the Board of Trustees, as provided in these Articles. For the avoidance of doubt, the Board of Trustees is comprised of all Members of the Charity;

'Chairman' means the chairman of the Board of Trustees;

'Charity' means the company governed by the Articles;

'Charities Act' means the Charities Acts 1992 to 2006;

'charity trustee' has the meaning prescribed by the Charities Act;

'clear day' does not include the day on which notice is given or the day of the meeting or other event;

'Close Connection' means (i) they are or have within the last four years been actively involved in the Charity's affairs; (ii) they are or have within the last four years been an employee of the Charity; or (iii) they have close family ties with any of the Charity's directors or senior employees.

'Commission' means the Charity Commission for England and Wales or any body which replaces it;

'Companies Act' means the Companies Acts 1985 to 2006;

'Conflicted Trustee' means a Trustee in respect of whom a conflict of interest arises or may reasonably arise because the Conflicted Trustee or a Connected Person is receiving or stands to receive a benefit (other than payment of a premium for indemnity insurance) from the Charity, or has some separate interest or duty in a matter to be decided, or in relation to information which is confidential to the Charity;

'Connected Person' means, in relation to a Trustee, a person with whom the Trustee shares a common interest such that he/she may reasonably be regarded as benefiting directly or indirectly from any material benefit received by that person, being either a member of the Trustee's family or household or a person or body who is a business associate of the Trustee, and (for the avoidance of doubt) does not include a company with which the Trustee's only connection is an interest consisting of no more than 1% of the voting rights;

'constitution' means the Articles and any special resolutions relating to them;

'custodian' means a person or body who undertakes safe custody of assets or of documents or records relating to them;

'electronic means' refers to communications addressed to specified individuals by telephone, fax or email or, in relation to meetings, by telephone conference call or video conference;

'financial expert' means an individual, company or firm who is authorised to give investment advice under the Financial Services and Markets Act 2000;

'financial year' means the Charity's financial year;

'firm' includes a limited liability partnership;

'indemnity insurance' means insurance against personal liability incurred by any Trustee for an act or omission which is or is alleged to be a breach of trust or breach of duty, unless the act or omission amounts to a criminal offence or the Trustee concerned knew that, or was reckless whether, the act or omission was a breach of trust or breach of duty;

'Independent' means a Trustee that is free from any Close Connection to the Charity and if, from the perspective of an objective outsider, they would be viewed as independent. For the avoidance of doubt, a Trustee may still be deemed to be 'independent' even if they are a Member of the Charity;

'material benefit' means a benefit, direct or indirect, which may not be financial but has a monetary value;

'Member' has the meaning given in section 112 of the Companies Act;

'month' means calendar month;

'nominee company' means a corporate body registered or having an established place of business in England and Wales which holds title to property for another;

'ordinary resolution' means a resolution agreed by a simple majority of the Members present and voting at a general meeting or in the case of a written resolution by Members who together hold a simple majority of the voting power. Where applicable, **'Members'** in this definition means a class of Members;

'Objects' means the Objects of the Charity as defined in Article 1;

'Resolution in writing' means a written resolution of the Board of Trustees;

'Secretary' means a company secretary;

'special resolution' means a resolution of which at least 21 days' notice has been given agreed by a 75% majority of the Members present and voting at a general meeting or in

the case of a written resolution by Members who together hold 75% of the voting power. Where applicable, **'Members'** in this definition means a class of Members;

'taxable trading' means carrying on a trade or business in such manner or on such a scale that some or all of the profits are subject to corporation tax;

'Trustee' means a Member who is duly appointed as a Trustee as provided by these Articles. For the purposes of the Companies Act a Trustee is also a director as defined by the Companies Act;

'written' or **'in writing'** refers to a legible document on paper or a document sent by electronic means which is capable of being printed out on paper;

'written resolution' refers to an ordinary or a special resolution which is in writing;

'year' means calendar year.

- 16.3 Expressions not otherwise defined which are defined in the Companies Act have the same meaning.
- 16.4 References to an Act of Parliament are to that Act as amended or re-enacted from time to time and to any subordinate legislation made under it.