

PROPOSED METHOD OF ALLOCATING FUNDS FOR PROMOTION  
OF DISTRICT RUGBY LEAGUE

The Board of Directors has endorsed the following scheme which involves an agreement being entered between the Committee of Penrith District Rugby League Football Club and the Board of Directors of Penrith Rugby League Club Limited. Under such an agreement, the Board of Directors would agree each year to allocate a certain sum of money to the promotion of Rugby League on condition that the District League Committee would agree to certain conditions in the use of their funds.

THE DISTRICT CLUB COMMITTEE WOULD BE ASKED TO AGREE:-

1. That their funds will be used for no purposes what-so-ever other than:-
  - (a) Payment of players' match payments as set down by N.S.W. League.
  - (b) Assurance payments to conform with their By-Laws.
  - (c) Purchase and maintenance of materials, uniforms or gear directly associated with the game but not including the ground.

(District Club funds would include gate receipts or money received in any way, other than by donation from the Licensed Club.)
2. To deposit with the Licensed Club any surplus funds after finalising these payments, such funds to be held by the Licensed Club for future football expenditure.

(The possibility of having a surplus after paying the above amounts from gate receipts etc., would be very remote. However, should there be a surplus, the District Club would still be secure in the knowledge that it would be used solely for promoting football.)
3. To deposit with the Licensed Club all transfer fees received, such fees to be held for future payments of transfer fees, or for the repayment of past transfer fee payments.

(The payment of transfer fees will almost certainly be in excess of the receipts from the sale of players. Therefore, this deposit probably would never cover the amounts already paid out.)
4. Not to enter into any agreements involving finance, whether verbally or written, with any person, without first obtaining a written authority to do so from the Board of Directors.

(This clause is not meant to lessen the power or authority of the District Club in any way. It merely ensures that no negotiations will be entered into unless sufficient money is available to do so. A written authority from the Board of Directors would consist of a letter, stating how much money was available for negotiation and this amount would be determined according to the Budget, not according to the Directors' opinions of the value of the player. It would be possible to incorporate other methods of payment other than lump sum sign-on fees.)
5. To manage the ground catering for the Licensed Club.

(For use of the profits from this operation, see Directors' agreement.)
6. To allow all books of account to be inspected by the Board or its delegates at any time and copies of all contracts to be kept by both parties.

THE DIRECTORS AGREE:-

1. That should the funds of the District Club be insufficient to meet the stipulated requirements, the difference will be made up by a direct donation from the Licensed Club.
2. To enter into contracts so that existing contracts may be honoured by:-
  - (i) The payment of players' match payments as set down by N.S.W. League, plus
  - (ii) The remainder due under their existing contracts being paid by the Licensed Club as amounts fall due.
3. To enter into future contracts for amounts over the N.S.W. League stipulations as required by the District Club, provided negotiations are kept within the bounds set out by the letters of authority.
4. To pay all transfer fees, as recommended by the District Club, within the limits specified in the letters of authority.

(The amount of transfer fees specified in the letters of authority would be according to the amount remaining in the Budget for that purpose and would not be subject to the opinions of the Directors as to their values.)
5. To allow the Retention Committee or District Committee to negotiate with players and come to terms, provided that the Board is given prior notice so that a letter can be drafted showing the amount available for negotiation.

(This clause would protect the Board from the possibility of having to honour promises or contracts which were negotiated outside the Budget allocation.)
6. To provide for entertainment, drinks for players, donations, travelling expenses etc. on condition that arrangements for them are made with the Board prior to the debts being incurred.
7. To make all profits from the canteen fund available for ground maintenance and improvements.
8. To allow time at every meeting to discuss financial requirements with District League delegates.
9. To pay honorariums. The amount of each honorarium to be decided by the Board, taking into account recommendations from the District League Committee.
10. To ensure that players contracting with the Club for extra payments, sign-on fees etc., will be contracted to the District Club as well, in a manner satisfactory to N.S.W. League.
11. To employ and pay a full-time Secretary.
12. To make available the sum of \$78,000 for promotion of District football for 1969, such amount to be paid as outlined in this agreement.