

Neilson Creek Housing Co-operative Inc.

By-law No 6

Organizational By-law

Passed by the Board of
Directors on February 1, 2017.

Confirmed by the Members
on _____.

Contents

- Article 1: About This By-law 1**
 - 1.1 Priority of This By-law 1
 - 1.2 References to Other By-laws 1
- Article 2: Membership 2**
 - 2.1 Membership..... 2
 - 2.2 Qualifications for Membership 2
 - 2.3 Applying for Membership 2
 - 2.4 Transfers and Withdrawals 3
- Article 3: Members’ Meetings 3**
 - 3.1 Annual Members’ Meetings..... 3
 - 3.2 Regular Members’ Meetings..... 3
 - 3.3 Special Members’ Meetings..... 3
 - 3.4 Place of Meetings..... 4
 - 3.5 Notice of Members’ Meetings 4
 - 3.6 Agenda of Regular or Special Members’ Meetings..... 4
 - 3.7 Continuing a Meeting on Another Date..... 5
 - 3.8 Quorum at Members’ Meetings 5
 - 3.9 Attendance by Non-Members 6
 - 3.10 Record of Attendance 6
 - 3.11 Conduct of Members’ Meetings 6
 - 3.12 Voting..... 6
- Article 4: Member Control 7**
 - 4.1 Powers of Board and Members 7
 - 4.2 Requisition for Passing a By-law or Directors’ Resolution 7
 - 4.3 Requisition To Put a Resolution on the Agenda of a Members’ Meeting 8
 - 4.4 Requisition for a Members’ Meeting..... 8
- Article 5: Board of Directors..... 9**
 - 5.1 Powers and Duties of the Board 9
 - 5.2 Number of Directors and Quorum..... 9

5.3	Who Can Act as a Director	10
5.4	Election of Directors.....	12
5.5	Election Officer or Committee	12
5.6	Procedures for Elections	13
5.7	Term of Office	14
5.8	Conduct of Individual Directors	14
5.9	Indemnification of Directors	14
5.10	Resignation of a Director	15
5.11	Removal of a Director	15
5.12	Vacancy	16
5.13	Board Meetings.....	16
5.14	Members, Non-Members and Employees at Board Meetings	18
5.15	Minutes of Board Meetings	18
Article 6: Officers.....		19
6.1	Meaning of “Officers”	19
6.2	Election of Officers.....	19
6.3	Removal of Officers.....	19
6.4	Resignation of Officers.....	20
6.5	The President and Vice-President.....	20
6.6	The Secretary	20
6.7	Recording Secretary and Corporate Secretary	21
6.8	The Treasurer	21
Article 7: Staff.....		21
7.1	Employment of Staff	21
7.2	Supervision of Staff	22
Article 8: Committees		22
8.1	Creating Committees	22
8.2	Role of Committees	23
8.3	Meetings	23
8.4	Board Liaison.....	23
Article 9: Conflict of Interest		23
9.1	Carrying Out Duties.....	23

9.2	Payment of Directors and Officers.....	23
9.3	Types of Conflict of Interest.....	24
9.4	Deciding Whether There Is a Conflict of Interest	25
9.5	Procedures When There Is a Conflict of Interest.....	25
9.6	Personal Relationships.....	27
9.7	Declaration.....	27
Article 10: Information and Confidentiality		27
10.1	Access to Member’s Files and Accounts.....	27
10.2	Confidentiality of Board and Committee Business	28
Article 11: Financial		28
11.1	Fiscal Year.....	28
11.2	Bonding Officers and Employees	29
11.3	Auditor	29
11.4	Auditor’s Report.....	29
11.5	Signing Officers	29
11.6	Power to Borrow.....	30
11.7	Investment of Co-op Funds.....	31
Article 12: Membership in Federations		31
12.1	Membership in Federations.....	31
12.2	Delegate to the Co-operative Housing Federation of Toronto and the Co-operative Housing Federation	31
Article 13: Notice		32
13.1	Defects in Notice.....	32
13.2	Delivery of Notice.....	32
13.3	Calculating Time for Notices	32

Schedule A	34
Rules Of Order for Members’ Meetings	34
1. Chair	34
2. Motions.....	34
3. Speaking.....	35
4. Amendments.....	35
5. Withdrawing a Motion.....	37
6. Voting.....	37
7. Motions About Procedure	38
8. Interruptions	39
9. Unacceptable Behaviour.....	40
Schedule B	42
Board Responsibilities.....	42
Schedule C	43
Ethical Conduct Agreement for Directors.....	43
Schedule D	45
Agreement To Be a Director	45
Schedule E	46
Director’s Indemnity Agreement	46
Schedule F	47
Annual Conflict of Interest Declaration	47
Schedule G	48
Confidentiality Agreement.....	48

By-law No 6 Organizational Bylaw

This By-law contains the rules under which Neilson Creek Co-operative Inc. (the co-op) is organized. The *Co-operative Corporations Act* (the Act) regulates the co-op. Certain parts of the Act contain rules which are not included in this By-law. Members should refer to them when questions come up.

Article 1: About This By-law

1.1 Priority of This By-law

- (a) This By-law repeals Organizational By-law - By-law No. 1. Any future by-law can only amend this By-law if the future by-law states that it is doing so.

- (b) If there is a conflict between documents, the documents will govern in the following order:
 - first, the *Co-operative Corporations Act*
 - second, the Articles of Incorporation
 - third, the Occupancy By-law of the co-op, and
 - fourth, the rest of this By-law, the other by-laws, and the legally adopted policies, rules and regulations of the co-op.

The co-op, board, members and employees must follow this order of priority.

1.2 References to Other By-laws

Some terms in this By-law contain references to other By-laws of the co-op. If those other By-laws have not been passed by the co-op, the board will decide any matters which would have been included in any By-law.

Article 2: Membership

2.1 Membership

To become members of the co-op, applicants must be approved by the board and become residents of the co-op.

When considering applications, the co-op must comply with the *Ontario Human Rights Code*.

When considering applications for housing charge geared-to-income units, the co-op must comply with federal rules regarding subsidy and their own by-laws.

2.2 Qualifications for Membership

To become members of the co-op, applicants must be sixteen years or older. The co-op may have other by-laws stating qualifications that applicants must have.

2.3 Applying for Membership

- (a) Persons must apply for membership in writing on the form that the co-op provides.
- (b) All members of an applicant's household who are sixteen years or older, and intend to live in the co-op, must apply for membership or long-term guest status. If they do not, the co-op will not consider the application. **Persons in a member's household who turn sixteen can apply for membership. The application must be signed by all co-op members in the household. If persons who turn sixteen do not apply for membership or are not accepted as members, they will automatically be considered long-term guest status and a long term guest agreement is not needed .**
- (c) New members must
 - sign the occupancy agreement
 - pay the lifetime membership fee
 - pay the member deposit, and
 - pay the first month's housing charge.

Applicants will still become members even if they do not do the above, as long as they comply with 2.1 of this By-law.

- (d) The board can require a new member to have a co-signer or to make other special financial arrangements.
- (e) If long-term guests are permitted as part of an applicant's household, the long-term guests and the member must sign a long-term guest agreement as stated in the Occupancy By-law.

2.4 Transfers and Withdrawals

Members cannot transfer their membership to any other person. Rules that apply to withdrawing from membership are in the *Co-operative Corporations Act* and in the Co-op's Occupancy By-law. Membership ends when a member dies.

Article 3: Members' Meetings

3.1 Annual Members' Meetings

The co-op must hold an annual members' meeting within eighteen months after incorporation. After that first meeting, annual meetings must be held no later than

- fifteen months after the last annual meeting, or
- six months from the end of the co-op's fiscal year.

3.2 Regular Members' Meetings

The board must call regular members' meetings at least two times a year that includes the annual meeting.

3.3 Special Members' Meetings

The board or the members at a proper meeting can call a special members' meeting. Members' meetings can also be called as stated in Article 4 of this By-law.

3.4 Place of Meetings

Members' meetings must be held in the City of Toronto.

3.5 Notice of Members' Meetings

Notice of any members' meeting must be given to the members not less than ten days nor more than fifty days before the date of the meeting. Notice must include the time and place of the meeting. Notice must be given to everyone who is a member at least eleven days before the date for the meeting. 13.2 of this By-law states rules for giving notice. 13.3 of this By-law states how to calculate the right date for giving notice.

3.6 Agenda of Regular or Special Members' Meetings

(a) The agenda for each **annual meeting** must include

- approving the auditor's report
- approving the financial statements, and
- appointing the auditor for the next year.

The agenda usually includes the election of directors, and reports from the board, committees and staff.

The agenda must also include the general nature of any other business to be dealt with at the meeting. Members can raise any matter at a meeting but they cannot vote on it if it was not included in the agenda.

(b) The board sets the advance agenda for **all members' meetings**. The notice calling the meeting must either include the agenda or be sent with the agenda. The notice must state the general nature of the items that the members will consider. Members can raise any matter at a meeting but they cannot vote on it if it was not included in the agenda.

If proper notice is given, the members can make any decision or pass any version of a by-law or budget. They can do this even if the version they pass is different from, or contrary to, the original.

Members can add items to the advance agenda as stated in 3.6 (d) and (e) of this By-law.

(c) At the meeting the members can adopt the advance agenda with or without changes. However, only those items that were included in the notice of meeting or advance agenda distributed by the

board, or in a notice as stated in 3.6(d) of this By-law, can be voted on. Items added to the agenda under 3.6 of this By-law must be within the authority of the members as stated in 4.1 of this By-law.

- (d) Members can have any item put on the advance agenda. However, members must give the secretary written notice of the item at least **seven** days before the deadline for sending out the notice of the meeting.

Any items which members add will be put at the end of the advance agenda unless the members change the order of the agenda during the meeting.

- (e) If the members do not give notice to the secretary in time, they can, at their own expense, give written notice directly to all members at least **ten** days before the date of the meeting.
- (f) A copy of a proposed by-law or budget does not have to be given with the agenda or notice of meeting. However, a copy must be given to each member as stated in 13.2 of this By-law at least **five** days before the meeting.

3.7 Continuing a Meeting on Another Date

- (a) If business is not completed at a meeting, the members can make a decision to continue the meeting on another date. The members can set a specific date, or state how a date will be chosen. A majority vote is needed to make the decision.
The agenda of the original meeting will be followed at the continued meeting unless the members decide to change it.
- (b) If the members set a specific date for the continued meeting, there is no need to give another notice. If they do not set a specific date, the board must give at least **two** days notice of the continued meeting unless the members decided on a different notice period.
- (c) Decisions made at a continued meeting will have the same effect as if they were made at the original meeting.

3.8 Quorum at Members' Meetings

- (a) Quorum at members' meetings means the minimum number of members who must be present for the co-op to hold a members' meeting and make decisions or transact any business.

If there is no quorum, anything discussed has no official status.

- (b) **Twenty** percent of the members make up a quorum.
- (c) A meeting must be called off if a quorum has not arrived **thirty** minutes after the meeting is scheduled to start. The members who are present can vote to continue the meeting on a date not less than **five** and not more than **fifteen** days later. There must be at least **two** days notice of the continued meeting.
- (d) If a full quorum has not arrived thirty minutes after the continued meeting is scheduled to start, the quorum for that meeting will be **ten** percent of the members.
- (e) If members have requisitioned a meeting and there is no quorum present **thirty** minutes after the meeting was scheduled to start, the meeting must be called off. Those present do not have the right to continue the meeting as in 3.8 (c). The board does not have to call another meeting in response to the requisition.

3.9 Attendance by Non-Members

- (a) Employees of the co-op who are not members have the right to attend and speak at members' meetings unless the members decide otherwise. They cannot vote or make motions.
- (b) Other non-members can attend and speak at meetings only if the chair gives them permission. The members can reverse the chair's permission. Non-members cannot vote or make motions.

3.10 Record of Attendance

The secretary is responsible for recording the names of all persons who attend members' meetings.

3.11 Conduct of Members' Meetings

The **Rules of Order** are a part of this By-law and are attached as Schedule A.

The chair uses the Rules of Order to run members' meetings, and decides any question about procedure which is not in the Rules of Order. The members have the right to appeal the chair's ruling as stated in the Rules of Order.

3.12 Voting

- (a) Every member of the co-op has the right to one vote at any members' meeting. Anyone can vote who is a member at the time that the vote is held.

- (b) Only members who are present at the meeting can vote. Members cannot appoint someone else to vote for them.
- (c) A majority vote is needed to make any decision, unless a by-law, or the *Act*, states differently.
- (d) A two-thirds majority is needed to pass or amend by-laws.
- (e) An abstention is not counted as a vote. A tie vote defeats the motion.

Article 4: Member Control

4.1 Powers of Board and Members

- (a) The board runs the business of the co-op. The members do not do this directly. However, the powers of the members include
 - electing directors under 5.4 of this By-law
 - removing directors under 5.11 of this By-law
 - approving the budget and housing charges under Article 4 of the Occupancy By-law
 - requisitioning directors to act under Article 4 of this By-law, and
 - appointing the auditor each year under 11.3 of this By-law.
- (b) The *Act* allows members' meetings to make decisions if
 - the by-laws or the *Co-operative Corporations Act* say that a members' meeting must decide something
 - the by-laws or the *Co-operative Corporations Act* give members the right to overrule a board decision, or
 - members follow the procedures in the *Act* and in Article 4 of this By-law.

4.2 Requisition for Passing a By-law or Directors' Resolution

- (a) Ten percent of the members can requisition the directors to pass any by-law or resolution. They must sign and deliver a notice to the co-op's office. The notice must state the wording of the by-law or resolution.
- (b) The board does not have to comply with the notice. If it wishes to comply, it must pass the by-law or make the decision within twenty-one days. If confirmation is required, the board must

also call a members' meeting to confirm it within the twenty-one day time limit, or put it on the agenda for a meeting that has already been called. The meeting does not have to be held within the twenty-one day limit.

If the board does not wish to comply with the notice, any of the members who requisitioned the meeting can call a members' meeting for that purpose. This members' meeting has the full power to pass the by-law or make the decision. This is the only way that members can adopt a by-law that the board has not passed.

- (c) The rules for these requisitions are in section 70 of the *Co-operative Corporations Act*.

4.3 Requisition To Put a Resolution on the Agenda of a Members' Meeting

- (a) Five per cent of the members can requisition the directors to put a resolution on the advance agenda for the next members' meeting. They must sign and deliver a notice to the co-op's office. The notice must state the wording of the resolution. This notice may include an explanation of the resolution of no more than one thousand words. The board will include this with the notice.
- (b) This procedure does not allow the members to
- pass a by-law unless the board has already passed it, or
 - make a decision unless the members already had the right to make it without a requisition.

It does allow members to remove a director under 5.11 of this By-law.

- (c) Members can have any item put on the advance agenda for a members' meeting as stated in 3.6(d) of this By-law.
- (d) The rules for these requisitions are in section 71 of the *Act*.

4.4 Requisition for a Members' Meeting

- (a) Five percent of the members can requisition the directors to call a meeting for any purpose that is
- connected with the business of the co-op, and
 - is in agreement with the *Act*.

They must sign and deliver a notice to the co-op's office. The notice must state the purpose for calling the meeting.

- (b) The board can include the business of the requisitioned meeting as part of any meeting that is scheduled during the time period stated in section 79 of the Act. Therefore, it is not necessarily a separate meeting.
- (c) This right to requisition does not allow the members to pass a by-law unless the board has already passed it. This procedure is to be used when the board is not calling members' meetings as often as it should. It does not give the members any authority which they do not already have.
- (d) The rules for these requisitions are in section 79 of the *Co-operative Corporations Act*.

Article 5: Board of Directors

5.1 Powers and Duties of the Board

- (a) The board manages and directs the business of the co-op. It can use all the powers of the co-op, unless the *Co-operative Corporations Act* or the by-laws say that a members' meeting is needed to decide on a specific matter.
- (b) The board can act only by a decision at a proper board meeting.
- (c) The board must carry out the list of responsibilities attached to this By-law as Schedule B.
- (d) Each director must sign and comply with the Ethical Conduct Agreement attached to this By-law as Schedule C.

5.2 Number of Directors and Quorum

- (a) The board is made up of nine directors.
- (b) Quorum at board meetings means the minimum number of directors who must be present to hold a board meeting and make decisions or transact any business.
- (c) **Five** directors make up a quorum to deal with the business of the co-op.

5.3 Who Can Act as a Director

- (a) The rules stating who can be a director are in section 89 of the *Co-operative Corporations Act*. They are repeated in this By-law.

To be a director, a person must be eighteen years or older and a member of the co-op.

A majority of directors must be Canadian citizens or landed immigrants. Anyone who is an undischarged bankrupt or mentally incompetent cannot be a director.

- (b) Directors must be elected at a members' meeting. Members cannot be directors if they were present at a meeting and refused to accept the office. If absent, a person must agree in writing to be a director. They must do this within ten days of the meeting. If not, there is a vacancy on the board and 5.12 of this By-law applies.

The co-op can use the sample agreement form that is attached to this By-law as Schedule D.

- (c) **Good Financial Standing:** Directors must be in good financial standing with the co-op.

- (d) A member is in good financial standing if the member does not owe housing charges or other amounts to the co-op.

- (e) A member is also in good financial standing if the member owes housing charges or other amounts to the co-op and

- The member has signed a performance or repayment agreement with the co-op agreeing to pay all money owed, and
- The member is not in default under the agreement, and
- The total amount owing under the agreement at the time being considered is **one month or less** housing charges

- (f) **Temporary problem:** Despite the above, a member will be considered in good financial standing even if the member owes housing charges or is in default under a performance or repayment agreement if the total amount owing is not more than one month's housing charges.

- (g) **Level of housing charges:** The level of housing charges for any month under (e) or (f) means the amount that the member actually pays. This is the full geared-to-income monthly housing charge, as applicable.

- (h) **Report to board:** At each board meeting, as the first item of business, the co-ordinator or manager will report to the board on any newly elected or existing directors who are not in good financial standing at the time of the board meeting. The name of the director and the details of the amount owing will be given. This part of the meeting will be confidential.
- (i) If the co-ordinator or the manager does not normally deal with arrears or is not present at a board meeting, the board may assign the reporting duties relating to financial standing to another person or committee.
- (j) **Cease to be a director:** If a newly elected or existing director is not in good financial standing at the beginning of the meeting, that person will cease to be a director effective immediately unless the total amount owing is less than the amount stated in (e) and a performance or repayment agreement is approved by the board. The board may fill any vacancy as stated in 5.12.
- (k) **Filling vacancies:** If a member is not in good financial standing, the member cannot be appointed by the board to fill a vacancy. If the member is appointed, the member will not become a director. The co-ordinator or manager should point out to the chair of the board meeting if someone who is nominated is not in good financial standing.
- (l) **Performance or repayment agreements by directors:** Despite anything in the co-op's by-laws or any management or employment contract, the prior approval of the board is required before the board enters into a performance or repayment agreement with a director (including a newly elected director) or forgives or writes off any amounts owing (or alleged to be owing) by a director.
- (m) If a director is not in good financial standing and a performance or repayment agreement is approved by the board that would put the director into good financial standing, the member will remain a director until the next board meeting in order to permit the agreement to be signed. If it is not signed before the beginning of the meeting, the member will cease to be a director at the beginning of the meeting (unless the director is then in good financial standing).
- (n) **Disputes:** If a dispute is raised about a director's or potential director's financial standing, the board will decide whether or not that person is in good financial standing.
- (o) **Voting:** The decision on a dispute, or on any approval under (l), will be made by a majority vote. The board's decision will be final. The motion and results will be recorded in the confidential minutes of the meeting. The director concerned may not vote or be present at the time of the vote.

5.4 Election of Directors

- (a) Members elect the directors. Normally, elections take place at the annual meeting but they can be scheduled for another meeting. If vacancies occur, the board appoints someone as stated in 5.12 of this By-law.
- (b) Sections 90 and 91 of the *Co-operative Corporations Act* state the election procedures that the co-op must follow.

The election is by secret ballot. **Members must cast a number of votes equal to the number of positions to be filled. Any ballot which has more or less votes will not be counted.** For example, if the meeting is electing seven directors, then members must vote for seven of the candidates. Members cannot vote more than once for a candidate. Members cannot appoint someone else to vote for them.

- (c) If the number of nominees is equal to the number to be elected, or less, the secretary will cast a single vote in favour of all the candidates.
- (d) Members can vote only during a proper meeting. There must be a quorum present from the time the ballot boxes open until the final vote is cast. There does not have to be a quorum present while the votes are being counted and when the results of the vote are announced. If there is a tie and a quorum is no longer present, then the board must call a new meeting to complete the election.

5.5 Election Officer or Committee

- (a) Before the meeting to elect directors, the board can appoint an election officer or an election committee. The officer or committee members do not have to be members of the co-op.

The election officer or committee is responsible for

- giving information about the election to the members, including educating members on the duties and responsibilities of the board
- getting candidates
- making sure that the election follows the rules stated in the *Act* and the co-op's by-laws, and
- supplying initialed ballots with a number of spaces equal to the number of directors to be elected.

- (b) The election officer or committee should try to have more candidates than the number of directors to be elected.
- (c) If the election officer or committee presents a list of candidates to the meeting, those candidates still have to be nominated. Members can nominate any other candidate.

5.6 Procedures for Elections

- (a) The members can appoint an election officer or committee. If the board has appointed an election officer or committee for the election meeting, the members can approve this appointment for the meeting or appoint someone else. If no one is appointed, the chair can perform the duties of the election officer or committee or appoint someone else.
- (b) The candidates who receive the greatest number of votes are elected to the board. The election officer or committee counts the votes and announces the results. The officer or committee should not announce the number of votes that each candidate got or the order in which they finished.
- (c) A second election must be held immediately if there is a tie for the final position on the board. In the second election only the candidates who were tied for the final position can be on the ballot.
- (d) If a quorum is present and a member moves to have a recount immediately after the results are announced, and **nine** members agree, there must be an immediate recount with scrutineers present. Detailed results must be announced.
- (e) After the election, the election officer or committee must return the ballots to the ballot box. The ballots must be kept in a sealed container in the co-op office, or some other safe place, for fourteen days. Then the officer can destroy the ballots.
- (f) During the fourteen day period ten percent of the members can requisition a special members' meeting to recount the votes. If this happens, the ballots must be kept until the requisitioned meeting. There must be scrutineers present at the recount and detailed results must be announced. Until the recount, the results announced at the election meeting will stand.

5.7 Term of Office

- (a) The directors will have staggered terms. At the first election using this system, the **five** candidates with the largest number of votes will be elected to a two year term. The next **four** candidates will be elected to a one year term. All directors will be elected to two year terms from then on.

In a newly developed co-op, this system of staggered terms will begin with the first election after the co-op has housing units ready for occupancy.

If an existing co-op does not already have this system, it will begin at the first election after this By-law is passed.

- (b) Unless they resign or are removed, directors serve until the first board meeting following the election of their successors.

5.8 Conduct of Individual Directors

Each director must

- act honestly, in good faith and in the best interests of the co-op at all times
- attend all board and members' meetings, unless excused by the board
- prepare for all meetings, and
- sign and comply with the Ethical Conduct Agreement – Schedule C and the Confidentiality Agreement – Schedule G attached to this By-law
- keep confidential any private information about the affairs of the co-op, its members or staff.

5.9 Indemnification of Directors

- (a) The co-op will indemnify all directors and officers, and their heirs and legal personal representatives, to the maximum extent permitted by section 110 of the *Co-operative Corporations Act*. This includes paying for any judgment or costs against directors and officers less any costs that result from failing to comply with their duties to the co-op. The co-op will indemnify all employees to the same extent.

The co-op should sign an agreement promising to do this. The co-op can use the sample agreement form that is attached to this By-law as Schedule E.

- (b) The co-op must purchase insurance to cover this liability.

5.10 Resignation of a Director

A director can resign by giving written notice, delivered either to the president or to the co-op office.

The resignation will not take effect until the board accepts it. The board must accept any resignation at the first meeting after it is received, unless it is withdrawn.

5.11 Removal of a Director

(a) **Members can remove a director**

The members can remove any director before the end of the director's term. Notice that a motion will be made to remove a director must be given at least **ten** days before the meeting. This motion must be passed by a majority vote.

(b) **The board can recommend removal**

The board can recommend that the members remove a director if the director

- is absent from **three** consecutive board meetings without permission or proper excuse
- has broken the confidentiality rules in Article 10 of this By-law or has broken the Ethical Conduct Agreement that is Schedule C to this By-law
- has not carried out the other responsibilities of a director, or
- has not carried out the responsibilities of a member or has broken the co-op's by-laws.

The board must give written notice to the director of the board meeting held to discuss the recommendation.

The notice must state:

- i. the time and place of the meeting, and
- ii. the reasons for the recommendation.

Notice must be given to the director at least **seven** days before the meeting.

The director can appear and speak at that board meeting. The board decides and votes on the recommendation without the director present.

If the board votes to recommend the removal of a director, it must present a resolution to the next members' meeting. The members must then make a decision. The director remains in office until the members make a decision.

Directors that are not in good financial standing as described article 5.3 (c) – (o) cease to be a director and the procedure for removal is as described in that section.

5.12 Vacancy

(a) When the members remove a director

The members can elect any qualified person to replace the director for the rest of the term of the former director. If the members do not do this, then 5.12(b) applies.

(b) When vacancies occur for any other reason

If there is still a quorum on the board, the directors can appoint a qualified person for the rest of the term of the former director.

The appointment takes effect immediately. But the election of the director must be put on the agenda for the next members' meeting. The appointment will be considered confirmed unless the members elect someone else.

If no quorum of directors remains in office, the remaining directors must call a members' meeting to fill the vacancies. At that meeting the members elect directors to serve the rest of the terms of the former directors.

(c) 5.4, 5.5 and 5.6 of this By-law apply to filling vacancies except that normally there is not an election committee.

5.13 Board Meetings

(a) Place of meetings

Board meetings must be held in the City of Toronto.

(b) **Regular meetings**

The board must hold regular monthly meetings on a date decided at the previous meeting, or at a regular time set by the board. There is no need to give notice of regular meetings.

(c) **Special meetings**

The board can hold special meetings. A special meeting can be called by a decision of the board, by the president or vice-president, or by a quorum of directors.

Each director must be given at least **three** days written notice of a special meeting. The notice must state the general nature of the meeting's business.

(d) **Emergency meetings**

A special meeting of the board can be called on less than **three** days notice if

- there is an emergency, and
- a quorum of directors is present at the meeting.

Emergency meetings can be called only in very unusual circumstances. For example, roof repairs might have to be done immediately to avoid serious damage. Notice of an emergency meeting must be given in writing or by telephone, and both if possible.

There must be a report to the next regular directors' meeting of any decision made at an emergency meeting.

(e) **Agenda of a board meeting**

An agenda should be given to directors before a board meeting. The agenda contains the items that the directors will consider at the meeting. At regular meetings, however, the board can consider or adopt any motion even if no notice of the item was given.

At special meetings or at emergency meetings, the board can only consider the business stated in the notice, or the agenda given with the notice.

(f) **Giving up the right to a notice**

Directors can give up their right to a notice. This must be done in writing.

(g) **Chair**

The chair of board meetings can be either the president or another person chosen by the board.

The chair can vote on all matters which come before board meetings, but cannot vote a second time if there is a tie.

(h) **Voting**

A majority vote is needed to make a decision unless this By-law states differently.

(i) **Procedures**

This By-law's procedures for members' meetings and the Rules of Order also apply to board meetings except when this By-law states differently. Procedures at board meetings will be the same as members' meetings with all appropriate changes.

(j) **Taking part in meetings**

If none of the directors present at a meeting objects, any or all directors can participate in a board meeting by telephone or other communication equipment. All the directors must be able to hear each other.

5.14 Members, Non-Members and Employees at Board Meetings

Members and employees of the co-op can attend board meetings except when the board makes a decision stating that some or all of the business of the meeting is confidential. Persons who are not directors can speak with the board's permission, but they cannot make motions or vote.

5.15 Minutes of Board Meetings

- (a) The approved minutes, or brief summaries, of all board meetings should be made available to members as soon as possible after the meeting.

For example, this can be done by publishing them in the co-op newsletter, sending them to members' units, or putting them up in a prominent location in the co-op.

A copy of the approved board minutes must be available to members in the co-op office during regular office hours.

- (b) Confidential minutes must only be available to board members unless the board decides otherwise.

Article 6: Officers

6.1 Meaning of “Officers”

Unless this By-law or the *Co-operative Corporations Act* states differently, the word “officers” means only the officers as stated in this article. It does not refer to employees of the co-op.

6.2 Election of Officers

- (a) The board elects the following officers annually, or more often as needed:

- president
- vice-president
- chair, if the board wishes to have one
- secretary
- treasurer

All officers will be elected at the first meeting after the board’s election. The board can fill vacancies as necessary. The board can elect any other officers and give them any authority and duties.

- (b) No person can hold more than one office.
- (c) All officers must be members of the co-op. Only the president and vice-president must be directors.

The office of president or vice-president becomes vacant as soon as the office-holder resigns, or is removed, as a director.

6.3 Removal of Officers

This section deals with removing an officer. 5.11 of this By-law deals with removing a director.

- (a) A majority of the board can remove any officer by a decision at any time and for any reason. Notice of this decision must be given to all directors.
- (b) If the officer is not a director, the officer is also entitled to notice of the meeting and the opportunity to be heard at the meeting.
- (c) The directors can immediately choose another qualified person to fill the vacancy.

6.4 Resignation of Officers

This section deals with the resignation of an officer. 5.10 of this By-law deals with the resignation of a director.

An officer can resign by giving written notice to the president or the office of the co-op. The resignation takes effect when the board accepts it. The board must accept any resignation at the first meeting after it is received, unless it is withdrawn.

6.5 The President and Vice-President

- (a) The president
 - gives leadership to the co-op
 - follows the decisions approved at board and members' meetings, and
 - co-ordinates the work of the board, committees, members and staff.
- (b) The president and vice-president work together to carry out the above responsibilities. They decide how they will share them. They review their roles regularly to make sure that they are carrying out all the responsibilities.
- (c) If there is no president, or if the president is absent, the vice-president will perform the duties of the president.

6.6 The Secretary

- (a) The secretary must ensure that
 - all required notices of board and members' meetings are given
 - all the necessary documents for board and members' meetings are provided

- the minute book of the co-op is kept up to date
 - all legally required notices are given, such as the notice of meetings
 - all necessary notices are filed with the Ministry of Financial Institutions
 - complete minutes of all board and members' meetings are kept and distributed before the next meeting, and
 - a copy of all new by-laws is given to the members as soon as possible after they are confirmed.
- (b) The secretary will not personally perform these duties if they are part of staff duties. The co-ordinator or manager must see that all the staff duties are done and that legal requirements are met.

6.7 Recording Secretary and Corporate Secretary

The board can appoint a recording secretary and a corporate secretary.

- (a) A **recording secretary** takes and distributes the minutes of board and members' meetings.
- (b) A **corporate secretary** is responsible for all the other duties of the secretary.

6.8 The Treasurer

The treasurer must understand and review the co-op's finances and report on them to the board, the finance committee (if there is one) and the members. The co-ordinator or manager is responsible for the day-to-day financial management of the co-op. The treasurer must:

- assist in preparation of the annual budget
- make recommendations regarding the auditor and the audited statements
- review monthly bank reconciliations

Article 7: Staff

7.1 Employment of Staff

- (a) The board hires employees or property management companies to fill all staff positions.
- (b) When the board hires employees, the board should provide a job description for each staff position where appropriate. The job description states the responsibilities and authority of the

position. When the board hires a property management company, the contract should provide a detailed description of the services it will provide.

- (c) A permanent full-time employee cannot live in the co-op.
- (d) Ordinarily, (a permanent full-time employee cannot live in the co-op. If the board decides that the employee's duties make it necessary to live in the co-op, the employee will be a tenant of the co-op. The board will pass a motion designating the employee's unit as a non-member unit under the *Co-operative Corporations Act*. The *Residential Tenancies Act* will apply, and the employee's unit will be treated as a superintendent's premises under that *Act*.

7.2 Supervision of Staff

- (a) The board is the final authority for the co-op in relation to property management contracts or employees. It sets the terms of employment.
- (b) The property management company or direct hire employees work under the instructions of the board. However, the personnel policy or job description for direct hire employees may state that some employees will work under the instructions of a senior employee.
- (c) Employees must provide any information about their position that the board asks for.

Article 8: Committees

8.1 Creating Committees

If the Co-op has committees, the co-op will provide appropriate training to members joining certain committees. There are two ways to create a committee.

- (a) The board can create a committee. It can decide on the duties of the committee and appoint the committee's members.
- (b) A members' meeting can create a committee. The members' meeting can decide on the duties of this committee and appoint the committee's members. These duties are limited by 8.2(b) of this By-law. If the members' meeting does not decide on the duties, the board can do so.

All committee members must sign the Confidentiality Agreement that is Schedule G attached to this By-law if the committee may have access to confidential or personal information. Examples are finance committee, membership committee and maintenance committee.

8.2 Role of Committees

- (a) Each committee reports to the board.
- (b) A committee must have the authority from a by-law or from a motion passed by the board to
 - spend any money
 - authorize any expense
 - enter into any contract, or
 - commit the co-op to any action.

8.3 Meetings

Committee should meet as often as required in order to carry out the work of the committee. No decisions can be made without quorum present at the meeting. A majority of the members of the committee make up a quorum.

8.4 Board Liaison

The board may appoint a board members to act as a liaison to certain committees. The role of the liaison is to act as the contact person between the committee and the board. The board may request that the liaison provide written or verbal reports regarding the committee's activities.

Article 9: Conflict of Interest

9.1 Carrying Out Duties

All officers, directors, committee members, agents and employees must carry out their duties honestly, in good faith and in the best interests of the co-op rather than in their personal interest. This includes following the co-op's by-laws and Provincial legislation about conflict of interest.

9.2 Payment of Directors and Officers

- (a) Directors and officers serve without payment of any kind. However, they have the right to be paid for travelling or other expenses while doing business for the co-op as long as the expenses are reasonable. The board must authorize these expenses. These expenses must meet the

guidelines and limits set by the board or the co-op's by-laws. Directors and officers cannot receive compensation for lost income while doing business for the co-op.

Despite anything else in this By-law, directors and officers or people related to them cannot enter into any contracts with the co-op other than contracts that are generally available to other members, such as occupancy or performance agreements.

- (b) Directors and officers hired by the co-op to a paid position must resign from office. This does not apply to being the on-call person for the equivalent of one day less a week.

9.3 Types of Conflict of Interest

- (a) A conflict of interest is when someone benefits personally in any way from a decision of the co-op. In this By-law a person related to a director, officer, agent or employee means a parent, spouse, same-sex partner, child, household member, sibling, uncle, aunt, niece, nephew, mother-in-law, father-in-law, grandparent, or a person with whom the director, committee members, agent or employee has a business relationship.
- (b) A conflict of interest can happen when a director, officer, committee member, member, agent or an employee
- recommends, makes or takes part in a decision affecting the co-op's affairs, and
 - the result of the decision gives the person a financial or other benefit which other co-op members do not have, or which only a few other members have. This financial or other benefit can be direct or indirect.
 - The result of the decision gives the employee, or a person related to the employee a financial or other benefit. This financial or other benefit can be direct or indirect.
- (c) Examples of conflicts of interest are
- the co-op does business with a director or employee of the co-op in which the director or the employee or a person related to them have a financial interest or stock
 - the board gives out on-call positions to friends or family without telling all members that positions are available
 - someone living in the co-op or an employee is involved personally in a disciplinary procedure where they or someone related to them made the complaint or where a household member, friend or relative is being disciplined.

There are other types of conflict of interest. The co-op should deal with them by using the principles contained in this Article.

9.4 Deciding Whether There Is a Conflict of Interest

The facts of each case are different, and careful judgment is needed to decide whether or not there is a conflict of interest. Even a perception of conflict of interest could undermine the appearance of integrity and the credibility of the co-op's business practices and the government funding program.

The board, committee members, agents and employees and members should follow the procedures below to determine if there is a conflict of interest and to deal with the conflict of interest if it exists.

9.5 Procedures When There Is a Conflict of Interest

The board must record conflicts of interest in the minutes of any meeting where the board discussed a conflict of interest or potential conflict of interest pertaining to a board member, committee member, member, agents or employees. The minutes must

- record the board's decisions
- record the options the board considered
- show how the decision was in the best interest of the co-op
- show how the decision was appropriate for a body that receives significant public funding

(a) **When a director has or may have a conflict of interest**

When a director has or may have a conflict of interest:

- i. The director must declare the conflict of interest or possible conflict of interest at or before the first board meeting after becoming aware of the conflict of interest or potential conflict of interest. This declaration must be recorded in the minutes of the board meeting at which the matter is considered.
- ii. If a director does not declare the conflict of interest or potential conflict of interest, but another director is aware of one, the other director should bring it up at the meeting.
- iii. The board then decides whether there is a conflict of interest. The board must consider the matter no later than the second meeting after the notice of the conflict of interest was given. This discussion must be recorded in the minutes of the meeting.
- iv. If the board decides that there is a conflict of interest, the director cannot vote on the matter and must not be present at any or parts of the meetings when the matter is discussed and the director does not count as quorum for those parts of the meeting.

Financial Conflicts of interest

This paragraph applies in addition to paragraph 9.1 and paragraph 9.3 if a director or officer has or may have a financial conflict of interest. In the case of contracts or agreements, the provisions of 9.2 apply. Other financial conflicts of interest may be approved if the board believes there is no reasonable alternative, that their decision is in the best interests of the co-op and is appropriate for a body that receives significant public funding.

Where the board approves a financial conflict of interest they must report it at the next meeting of the members. This does not apply to payments for on-call duties as set out in Article 9.2(b). If the board does not approve the financial conflict of interest the minutes must show this.

(b) When a committee member has or may have a conflict of interest

If a committee member has or may have a conflict of interest, the committee must follow the same procedure as the board. If there is a dispute, the matter can be appealed to the board. If the conflict of interest is financial, it must be referred to the board. The board decision is final.

(c) When an employee or agent has or may have a conflict of interest

An employee who has or may have a conflict of interest must report it to the employee's supervisor or to the president, and follow the supervisor's or president's directions.

The co-ordinator or manager must report a conflict of interest to the staff liaison officer, if there is one, or to the president who will report it to the board. The co-ordinator or manager must follow the board's directions.

If the co-op has retained a management company, the management company and all of its' personnel must follow the same procedures as an employee of the co-op.

Where there are officers of the co-op who are not directors, they must follow the same procedures as employees.

(d) When a member has or may have a conflict of interest

Members should try to act in the best interests of the co-operative. All members can take part in discussions and vote at members' meetings, even if they have a conflict of interest. However, members must declare a conflict of interest before taking part in the discussion.

The above procedures are in addition to and do not replace the requirements of the *Co-operative Corporations Act* or the common law.

9.6 Personal Relationships

Sometimes decisions have to be made which affect the friends or relatives of officers, directors and committee members. If the relationship is close enough, there may be a conflict of interest.

For example, there might be a decision of the board to evict a friend of a director. If there is a close relationship, it might influence the director's decision and the director should declare a conflict of interest.

9.7 Declaration

All directors, staff and agents of the co-op must sign the Conflict of Interest Declaration attached to this By-law as Schedule F. Directors, staff and agents of the co-op will sign when they begin their term and existing directors, staff and agents of the co-op will sign annually.

Article 10: Information and Confidentiality

10.1 Access to Member's Files and Accounts

Members have the right to see their own personal files and financial accounts during co-op office hours. Members may have to make an appointment. The co-op shall use and share information only with the written agreement of the individuals concerned or as permitted by law and government agreements that apply to the co-op, or the co-op's by-laws and occupancy agreements.

The co-op will store personal information securely to prevent unauthorized use. The co-op will destroy personal information when the co-op no longer needs it and when permitted by law.

The co-op will correct any errors in personal information that the individual brings to the co-op's attention. If any member believes that there is an error in their personal file or accounts, co-op staff should try to correct the problem. If staff does not think there is a mistake, they should explain the record to the member. If the member is still not satisfied, the member can take the matter to the board by following the procedure outlined in such policy that the board enacts and that is in effect from time to time.

10.2 Confidentiality of Board and Committee Business

- (a) The board, staff, committees and agents of the co-op must follow the co-op's Confidentiality By-law or Policy. Sometimes directors and committees discuss confidential matters. All directors and committee members must keep these matters secret, even after they are no longer directors, members of the committee, or members of the co-op.

Confidential matters are

- personal and financial information about members and other residents
 - personal information about co-op employees, and
 - information about co-op business which should be kept secret to protect the co-op.
- (b) Officers, employees, agents of the co-op or members sometimes learn confidential information. They must keep that information secret and not pass it on to anyone else.
- (c) When the board discusses confidential matters, the minutes of these discussions must be kept in a separate section of the minute book. Only board members can see the confidential minutes.
- (d) Directors must decide which items are confidential. They should remember that members have the right to be fully informed about the co-op's business. They must have a good reason for keeping something confidential.
- (e) Confidential or other personal information may be made available to the board as stated in this By-law, the Occupancy By-law and the Confidentiality By-law or Policy.
- (f) Directors and committee members should sign a confidentiality agreement. The co-op can use the sample agreement form that is attached to this By-law as Schedule G.

Article 11: Financial

11.1 Fiscal Year

The fiscal year of the co-op starts June 1 and ends May 31 of the following year.

11.2 Bonding Officers and Employees

The following persons must be bonded:

- every officer or employee in charge of or handling money or securities
- every signing officer, and
- any other officer, employee or person under contract that the board decides should be bonded.

11.3 Auditor

- (a) The members appoint an auditor at each annual members' meeting. The auditor can be either a chartered accountant or a chartered accountant firm.

The auditor stays in office until the members appoint the next auditor. The board will arrange for payment of the auditor if authorized by the members.

- (b) Sections 124 and 125 of the *Co-operative Corporations Act* state how to remove an auditor and appoint a different auditor.
- (c) The auditor must have access to the books, accounts and vouchers of the co-op at all reasonable times.
- (d) The directors, employees and officers of the co-op must provide any information and explanations which the auditor needs.

11.4 Auditor's Report

The auditor reports at the annual members' meeting on the financial statement of the co-op.

11.5 Signing Officers

- (a) The president, vice-president, secretary and the treasurer will be signing officers.
- (b) All cheques or other negotiable documents must be signed by two signing officers. Officers must never sign a blank cheque.

Before signing a cheque or other negotiable document, the officers must make sure that the expense has been properly approved.

- (c) All other documents must be signed by two signing officers. This includes any written commitment of the co-op such as a contract for work to be done. Before signing a document, the officers must make sure that the document has been properly approved.

The board can make a specific decision to appoint any officer, director or employee to sign documents, or any class of documents, for the co-op.

- (d) Signing officers must have board approval before making any commitments, or entering into contracts or obligations, for the co-op.
- (e) When authorizing a document, the board can decide its exact form. If it does not, the signing officers can approve the final document.
- (f) Anyone who has the authority to sign documents can also put the corporate seal on a document.

11.6 Power to Borrow

- (a) The board can
- borrow money on the credit of the co-op
 - issue, sell or pledge securities of the co-op, and
 - use the property of the co-op as security for a loan or payment of a debt.
- (b) Total liabilities under 11.6 (a) cannot be more than \$25,000, unless the members approve by a special resolution.
- (c) The co-op has or will get a first mortgage loan under a government program. The board may authorize this loan without a special resolution. This includes preliminary funding prior to taking out the first mortgage.

The board must pass a special resolution to obtain any new first mortgage if the co-op has units ready for occupancy. The board does not have to pass a special resolution if it is renewing or refinancing an existing loan without increasing the principal.

11.7 Investment of Co-op Funds

(a) The board can invest co-op funds in government bonds, treasury bills or other securities backed by the governments of Canada or Ontario. The board can deposit funds with a

- credit union
- chartered bank
- trust company, or
- Province of Ontario Savings Office or securities of mutual investment

The board must not invest co-op funds in any investment or security other than those mentioned above without the approval of the members. The co-op must comply any limitations in the co-op's agreement with funding authorities.

(b) To help promote co-operative principles, the board should consider investing co-op funds in a credit union.

(c) The co-op must allocate funds to the reserve fund and the contribution is to be made annually. Money earned on reserve funds or special funds will be put back into these funds.

(d) The board will review quarterly Investment Statements of Account and the board will make all decisions regarding transfers or withdrawals of funds from the reserves.

Article 12: Membership in Federations

12.1 Membership in Federations

The co-op should become a member of co-operative federations and associations which support and promote co-operative housing. The co-op must pay the reasonable expenses of members appointed to attend federation activities.

12.2 Delegate to the Co-operative Housing Federation of Toronto and the Co-operative Housing Federation of Canada

The delegate to each of these federations

- represents the co-op at meetings of the federation
- informs the board and the members of what the federation is doing
- informs the federation of the views and concerns of the co-op, and

- votes at federation meetings. The delegate must get direction from the board on important issues if there is time.

The board will select the delegate to each of these federations.

Article 13: Notice

13.1 Defects in Notice

A minor error or omission in any notice will not affect any decision made by the board or members. This includes accidentally failing to give notice to a person entitled to it. It also includes a person's not receiving a notice that has been sent.

13.2 Delivery of Notice

- (a) Except where the *Co-operative Corporations Act* states otherwise, the co-op needs to give only one notice per unit.

Any notice or other document can be

- handed personally to the member
- left with an adult in the member's unit
- left in the mail box
- taped to the door
- delivered in any other manner to the member's unit, or
- put in the member's box in the co-op's internal mail box system.

- (b) These rules do not apply to notices given to members when they are being evicted. The rules for eviction notices are in 10.3 of the Occupancy By-law.

13.3 Calculating Time for Notices

When calculating the time for a notice, the date on which the notice is given is not counted, but the date of the meeting or event is counted. For example, a members' meeting is scheduled for Thursday, October 21. The By-law says that there must be a notice of ten days. Counting back ten days, including the day of the meeting, this count will end at Tuesday, October 12. Therefore, notice should be given on or before Monday, October 11. Sundays or holidays are included when counting.

CERTIFIED to be a true copy of By-law No. 6 of Neilson Creek Housing Co-operative Inc., passed by the board of directors at a meeting held on the 1st day of February, 2017 and confirmed by a two-thirds majority at a meeting of members held on the ____ day of _____, 20__.

Secretary

Schedule A

Rules Of Order for Members' Meetings

These are rules of order for members' meetings. These rules replace any other rules such as Robert's Rules of Order. There are also comments to explain the meaning of the rules. The comments are not part of the rules.

1. Chair

In these rules of order, "chair" means the person chairing the meeting at the time that the rule applies.

- i. If the board has not appointed a chair, the members can choose the president, the vice-president or anyone else to chair members' meetings. A person can be appointed to chair one meeting or a series of meetings. If the board has appointed a chair, the members must approve that person to chair members' meetings. If the members do not approve that person, they can appoint someone else.
- ii. The chair makes sure that meetings run smoothly. The chair tries to make sure that members have a chance to discuss every item on the agenda fully and fairly and that the meeting comes to a clear conclusion.
- iii. A chair who wants to make or discuss a motion must step down until the meeting has dealt with all matters concerning the motion. Another person approved by the members can chair the meeting in the meantime.
- iv. The chair does not vote unless there is a tie or the vote is by secret ballot. If there is a tie on a secret ballot, the chair cannot vote a second time. The chair must be a member in order to vote.

2. Motions

The meeting can deal with an item of business on the agenda in three ways:

- i. The member who asked that the item be put on the agenda can ask the members to approve a proposal by "moving" it.
- ii. The chair can present an item on the agenda, and ask if any member wishes to make a motion.
- iii. A member can present an item for discussion without making a motion. The chair decides if a motion is needed. If so, the Chair asks for a motion.

Another member must “second” a motion. Otherwise, members cannot discuss the motion. Members can only discuss one main motion at a time.

Comment: A main motion tells members what the proposal is. It’s helpful if the motion can be written and sent to members before the meeting. If possible, get motions written, given to the chair, and written on a flip chart for members. The secretary reads the motion to the members before a vote is taken.

The way items get on the agenda is stated in 3.6 of the Organizational By-law.

3. Speaking

Members discuss a motion after it has been moved and seconded. The chair controls the discussion. Members speak as follows:

- i. They can ask questions. The chair or the member who moved the motion answers the questions.
- ii. They can speak for or against the motion.
- iii. They speak to the chair.
- iv. Each speaker normally speaks for 3 minutes or less. The chair can set a longer or shorter time limit.
- v. Normally, the chair will allow a member to speak more than once on an item only after others who want to speak have done so.

Comment: All those who want to speak should raise their hands. The chair may keep a speaker’s list and call members to speak in order. The chair may rule speakers “out of order” if their comments are off the point.

4. Amendments

Members can suggest an amendment to a main motion during discussion. An amendment must be moved and seconded like any other motion. An amendment can:

- take out part of the main motion
- add to it, or
- change parts of it.

An amendment cannot:

- be unrelated to the main motion, or
- be, in the opinion of the chair, directly against the meaning of the main motion.

All speakers must speak about the amendment once it has been moved and seconded. They continue to do so until the amendment has been voted on. The chair will keep a separate speakers' list for the discussion on amendments.

(a) Friendly Amendments

A member can ask that the mover and seconder of the main motion accept an amendment as "friendly". If they agree that it is a "friendly" amendment, it becomes part of the main motion.

(b) More Than One Amendment

The chair can accept more than one amendment if:

- the amendments have been moved and seconded
- they would change the same part of the motion, or
- a second amendment would change the terms of the first one.

The chair can limit the number of amendments at any one time. After the meeting deals with them, the chair can allow members to move other amendments.

(c) Order of Voting on Amendments

The order of discussion and voting on amendments is the **reverse** of the order in which they were moved. This means that discussion and voting begins with **the last amendment moved**.

Any amendment to the main motion that is passed becomes part of the main motion. When there are no more amendments to be discussed, members vote on the (amended) main motion.

(d) Majority of Votes

An amendment must have the same majority as the motion that it amends. Therefore, an amendment to a proposed by-law must have a two-thirds majority.

Comment: The chair must make sure that members know which amendment is being discussed. Members can easily become confused if there are several amendments being discussed at once.

Members cannot amend a motion by moving a whole new motion, or by an amendment that is directly against the meaning of the main motion. Members who want to oppose a motion may:

- speak against the motion
- outline a new motion to be proposed if the current motion is defeated
- ask the mover to withdraw the main motion
- ask the members to defeat the main motion so that they can move a new motion

5. **Withdrawing a Motion**

The member who moved a motion can withdraw it at any time during the discussion if the seconder agrees.

Comment: The mover might decide that this is not the right time to make a decision, or might feel that someone else has a better motion to present.

6. **Voting**

The chair calls for a vote once every member who wishes to speak has spoken.

(a) **Majority**

Motions are decided by simple majority unless the Act or the co-op's by-laws say otherwise.

A simple majority vote is more than half of the votes cast, without counting abstentions. A two-thirds majority is two-thirds of the votes cast without counting abstentions. If the co-op votes by ballot, a spoiled ballot will not be considered a vote cast.

(b) **Chair**

The chair rules on whether or not the motion has passed. Any member can request a recount of votes.

Comment: Normally, members will vote by a show of hands. The chair asks first for those in favour, then for those against, then for abstentions.

However, the meeting may decide, by a simple majority, to vote by secret ballot. Usually a vote by ballot is better if the item is a sensitive one.

A simple majority is not always fifty percent of the votes plus one. If there are 49 votes cast, a simple majority would be 25 not 26.

7. Motions About Procedure

(a) Calling the Question

A member who wishes to end the discussion can call for an immediate vote by saying “I call the question” or “I move to end the debate”. This motion to **call the question** needs a seconder. The chair will immediately ask members to vote on whether they want to finish the discussion at this point. A two-thirds majority is needed.

If the motion to **call the question** is carried, the members then vote on the main motion or amendment.

If the motion to **call the question** is defeated, members can continue to discuss the main motion or amendment.

(b) Motions to Defer, Refer, or Table a Motion

Comment: A motion to call the question is an attempt to stop further discussion. It should be used when members seem to be ready to vote and when speakers are not saying anything new. However, it should be used carefully as it may take away someone’s right to speak.

During the discussion on a main motion or an amendment, any speaker can move to

- defer the question
- refer the question, or
- table the motion.

Motion to **defer the question**

This motion needs a seconder. Members can debate it. It must state the date or time at which the members will discuss the question.

Motion to **refer the question**

This motion needs a seconder. Members can debate it. It must state to whom the question is referred.

Motion to **table the motion**

This motion needs a seconder. Members do not debate it.

Comment:

To defer the question means to put off discussion to another meeting, or to a later time in the same meeting.

To refer the question means to give the board, a committee, or a small group the job of studying the question and of making recommendations to the members.

To table the motion set aside the business for an indefinite period. It is usually used when members don't want to discuss, or express their opinions. At another time, or at a later meeting, members may pass a motion (by a simple majority) "to take the motion from the table". They can then continue discussion.

(c) Motions that Waste Time

The chair can rule a motion out of order on the grounds that it is absurd or wasting time, and not worth the members' attention.

8. Interruptions

Members can speak out of turn if they wish to raise:

- a point of order
- a point of information
- an appeal against the chair's ruling
- a question of privilege.

They can also speak out of turn if they wish **to call the question**.

Once a **point of order** is raised, the chair rules whether it is correct or not, and acts accordingly.

Members who have:

- an important piece of information, or
- a question which will save time in the discussion

can raise a **point of information**.

Members can **appeal** when they think a ruling of the chair is not correct. The appeal needs a seconder, and is not discussed. Both the chair and the member who makes the appeal can give their reasons. The question: "Do we confirm the decision of the chair?" is put to the vote. The chair does not vote. If the vote is tied, the chair's ruling is confirmed.

A **question of privilege** does not need a seconder. It is not discussed. The chair rules on the question without calling for a vote.

9. Unacceptable Behaviour

The chair can rule that a member be ejected from the meeting if the member's behavior is unruly or inappropriate in a significant way and will interfere with the conduct of the meeting. The chair's ruling may be appealed as stated in Section 8, including by the member involved.

Failure to voluntarily leave the meeting after the chair has ruled that the member be ejected, and any appeal has confirmed the ruling is a breach of this By-law and is grounds for eviction under the Occupancy By-law. In addition, the chair or the meeting may take any other measures that are appropriate to remove the member from the meeting.

Comment:

A point of order

Members may raise a point of order if they think that the meeting is following an incorrect procedure, or there is not a quorum.

A point of order should not be used to continue a debate.

A point of information

Points of information should always be brief.

A point of information should not be used as debate.

Members who want to raise points of order or points of information should stand up and politely say that they have a point of order or information.

An appeal

The chair does not have to resign if an appeal is supported by a majority of members. Members have the right to decide how their meetings should run. An appeal is not a vote of confidence. It is simply a way for members to control their meeting.

A question of privilege

A member who feels that there is a risk to the rights, safety or comfort of the members (or of one member) may raise a question of privilege. It may be a simple matter, such as the need for better ventilation, or for the use of a microphone. There is no need of a seconder or discussion. The chair gives a ruling on the question of privilege.

Schedule B

Board Responsibilities

The board has the following responsibilities:

Members

- approves or rejects membership applications as stated in the by-laws
- sets the advance agenda for all general members' meetings
- reports to the members on the activities of the board and committees
- pays attention to the social and community needs of the members, and
- makes sure that education about co-operatives is available to members.

Finances

- oversees the financial affairs of the co-op
- makes financial decisions for the co-op, and
- makes sure that the co-op has enough insurance coverage.

Organization

- makes sure that the by-laws and continuing resolutions of the board are adopted and reviewed regularly
- gives a clear outline of the responsibilities of staff, committees and members
- directs and coordinates the activities of all committees
- makes sure that the co-op's property is well maintained, and
- involves the co-op in the broader co-operative movement and in the local community.

Employees

- hires, fires and directs employees as stated in the by-laws
- sets the salary and employment terms of employees, and
- makes sure that education about co-operatives is available to employees.

The board can delegate some of these responsibilities to committees or staff. However, the board has the final responsibility.

Schedule C

Ethical Conduct Agreement for Directors

1. I agree to be a director of the co-op.

2. I agree
 - to put my duty to the Co-op and the members before my own interests
 - to perform my duties honestly and with care and diligence
 - to attend all board meetings. If I am unable to do so I will notify the co-op office in advance
 - to remain in good financial standing as stated in 5.3 of the Organizational By-law or any other By-law of the Co-op.
 - to avoid conflicts of interest. I will follow the rules about conflict of interest set out in Article 9 of this Organizational By-law and any other By-law of the Co-op and all legal requirements about conflict of interest.
 - to sign and comply with the Co-op's Confidentiality Agreement (Schedule G to the Organizational By-law) and any requirement of the Co-op and all legal requirements about confidentiality and privacy. If I don't know if something is confidential, I will ask the board of directors for a decision on the issue.
 - to support the board of directors' decisions, policies and positions outside of board meetings.
 - to make any complaints I may have about the co-op's manager and staff only to other directors and to bring any concerns I may have to the attention of the board
 - not to make any statements which in any way harm, put down or show a lack of respect for other directors, staff or members especially as these may relate to grounds that are prohibited under the *Ontario Human Rights Code*.

3. I understand that as an individual director I do not have any authority and only the board has authority to deal with the co-op's affairs. Outside of board meetings individual directors do not have authority at all unless the board has delegated it to them by board motion or the director is an officer and is performing the duties of the office as stated by a board motion or the Organizational By-law.

I understand that if I have broken this Ethical Conduct Agreement I may be asked to resign and if I do not resign, the board can follow the procedure stated in Article 5.11 of the Organizational By-law to remove me as a director.

I have read and I understand this Ethical Conduct Agreement and I agree that I will follow it.

Name:

Signature:

Date:

Schedule D

Agreement To Be a Director

Neilson Creek Housing Co-operative Inc.

I agree to be a director of the co-op.

I agree that any director can participate in a board meeting by telephone or other communication equipment as long as all persons in the meeting can hear each other.

Name:

Signature:

Date:

Schedule E

Director's Indemnity Agreement

Neilson Creek Housing Co-operative Inc.

To:

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You have agreed to be a director. The co-op agrees to indemnify you to the maximum extent permitted by section 110 of the Co-operative Corporations Act. This includes paying for any judgment or costs against you less any costs that result from failing to comply with your duties to the co-op.

Signature for the co-op:

<i>Co-op:</i>

<i>By:</i>	<i>Date:</i>
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Schedule F

Annual Conflict of Interest Declaration

I agree that I will act honestly, and in good faith, and in the best interests of the co-op. I must avoid conflicts of interest, both direct and indirect. I will always put the interests of the co-op before my personal interests. I promise to declare in writing any possible conflict of interest that I have or may have, in connection with any co-op contract, business, or proposed business as soon as it occurs. The board will deal with the conflict of interest using the procedure set out in Article 9 of this By-law.

Name:

Signature:

Date:

Declaration to be signed annually by directors and staff.

Schedule G

Confidentiality Agreement

Neilson Creek Housing Co-operative Inc.

Confidential information is

- personal and financial information about members
- personal information about co-op employees, and
- information about co-op business which should be kept secret to protect the co-op.

I agree that I will keep secret any confidential information that I know through my position with the co-op or that I learn while at board or committee meetings unless authorized by the board of the co-op to disclose it. This applies while I am a member, or staff of the co-op and after I leave the co-op.

Name:

Signature:

Date: