THE PARLIAMENT OF THE COMMONWEALTH OF AUSTRALIA

THE SENATE COMMITTEE OF PRIVILEGES

POSSIBLE INTERFERENCE WITH WITNESSES
IN CONSEQUENCE OF THEIR GIVING EVIDENCE BEFORE
SENATE SELECT COMMITTEE ON
ADMINISTRATION OF ABORIGINAL AFFAIRS

(18TH REPORT)

JUNE 1989

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MEMBERS OF THE COMMITTEE

Senator Patricia Giles (Western Australia), Chair

Senator John Black (Queensland)

Senator Bruce Childs (New South Wales)

Senator John Coates (Tasmania)

Senator the Honourable Peter Durack, Q.C. (Western Australia)

Senator Janet Powell (Victoria)

Senator Baden Teague (South Australia)

The Senate
Parliament House
CANBERRA A.C.T. 2600

REPORT

Introduction

- 1. On 3 November 1988, the Senate agreed to the following motion moved by the Leader of the Opposition in the Senate (Senator Chaney):
 - (1) That the following matters be referred to the Committee of Privileges: Whether any of the following actions constituted a contempt of the Senate in that they involved an improper interference with witnesses:
 - (a) the resolution of the Aboriginal Development Commission of 23 May 1988 relating to public statements by members or officers of the Commission;
 - (b) the resolution of the Commission of 14 October 1988 relating to the presentation of papers and submissions to parliamentary committees;
 - (c) the resolution of no confidence in Mrs S. McPherson passed by the Commission on 10 October 1988; and
 - (d) the transfer of Mr M. O'Brien from the position of General Manager of the Commission.
 - (2) That, in inquiring into those matters, the Committee have regard to any relevant material, including the report of the Select Committee on the Administration of Aboriginal Affairs relating to the protection of witnesses.
 - (3) That, in inquiring into those matters, the Committee of Privileges have power to send for persons, papers and records, to move from place to place, and to meet notwithstanding any prorogation of the Parliament or dissolution of the House of Representatives, and that a daily <u>Hansard</u> be published of such proceedings of the Committee as take place in public.

2. The Minutes of the meetings of the Aboriginal Deve opment Commission record the resolutions referred to in Sena or Chaney's motion as follows:

In relation to paragraph (1)(a):

<u>Confirmation</u> of the Minutes of the 57th Commission Meeting

A/g Commissioner Perkins Moved that the Minutes of the 57th Commission Meeting be <u>APPROVED</u>, following the insertion of the following statement:

Following discussion during an "In Camera" session, the Commission APPROVED that no public statements are to be made by Commissioners or officers of the Commission without prior approval of the Board of Commissioners.

(Extract from Minutes of 58th Meeting of the Commission, held 14-15 June 1988)

In relation to paragraph (1)(b):

12.1.6 Papers or Submissions of Whatever Kind

RESOLUTION

That papers and Submissions of whatever kind shall not be presented to any Parliamentary Committee or other body without prior approval of the Commission.

(Extract from Minutes of 62nd Meeting, 10-14 October 1988)

In relation to paragraph (1)(c):

12.1.8 Motion of No-Confidence

RESOLUTION

The Commission hereby expresses its lack of confidence in the Chairman of the Commission in that:

(a) the Chairman has lost the confidence of the Aboriginal Housing Associations in Queensland as evidence by the passing of a motion of no confidence by the Chairman at the ADC Housing Conference in Rockhampton on 15-16 September 1988; and

- (b) the Chairman has persistently failed to communicate (both verbally and in writing) with Commissioners on matters of importance affecting the Commission;
- (c) the Chairman gave directions for a submission to be tendered on behalf of the ADC to the Senate Select Committee on Aboriginal Affairs without clearance from the Commission and,
- (d) notwithstanding a motion passed by the Commission on 23 May 1988, requiring Commissioners to notify the Commission prior to making public statements, the Chairman appeared before the Senate Committee on 2 September 1988 and delivered a speech the Young Labor Lawyers Conference without notifying the Commission;
- (e) the Chairman allowed the lodging of the explanatory notes 1988/89 with the Senate estimates without having submitted them to the Commission for approval.

and as a consequence the Commission hereby calls upon the Chairman to resign her position forthwith.

(Extract from Minutes of 62nd Meeting, 10-14 October 1988)

3. The resolution to give effect to the transfer referred to in paragraph (1)(d) is as follows:

12.1.2 Creation of SES Level 3 Position

RESOLUTION

In accordance with the Minister's s.11 Direction of 27 April 1988 requiring the ADC to co-operate with the Minister and portfolio bodies in effecting the transition to ATSIC and pursuant to the Commission having set aside funds to facilitate the negotiation of a Treaty, the Commission directs that:

- temporary position is established (1) equivalent to that at SES Level 3. This position will have responsibility for liaising with the ATSIC Task Force and overseeing the smooth generally ATSIC well transition to as for managing and responsibility controlling all aspects of the treaty consultations as well as other duties as directed.
- (2) the current General Manager, Mr M. O'Brien, be placed in the above created position forthwith.
- (3) Mr Cedric Wyatt be transferred to the position of acting General Manager.
- (4) the decision to create a temporary SES Level 2 position taken at the Townsville meeting be revoked; that appropriate job statement for the Level 3 position be drafted and that the Department of Industrial Relations be informed of his revocation and their approval sought for the new position as a matter of urgency.

(Extract from Minutes of the 62nd Meeting on 10-14 October 1988)

4. In addition, an examination of the Minutes of the 58th Meeting of the Commission, held in Canberra on 14-15 Jure 1988, revealed a further motion relating to Mrs McIherson, passed during in camera discussions, as follows:

12.1 <u>In-Camera Resolution</u>

During an "In-Camera" discussion, A/g Deputy Chairman Dodson Moved a motion of censure against the Chairman on the following grounds:

- (a) the lack of initiative in communicating with the Commissioners on matters that affect the Commission.
- (b) that leaks are occurring from the Commission over communication between the A/g Deputy Chairman and the Chairman over comments made in the Senate by the Leader of the Democrats on 29 May 1988 in respect of the information flow between the Chairman and the A/g Deputy Chairman.

- (c) the lack of communication and timing of such communication in the setting up of the Senate Select Committee on Aboriginal Affairs.
- (d) the quality of the Chairman's leadership which may or may not be attributable to or responsible for the political processes that have brought about the Senate Committee on Aboriginal Affairs, with the likely delay of a further six months to the implementation of ATSIC.

The motion was Seconded by A/g Commissioner Yu.

Motion Carried.

(Extract from Minutes of 58th Meeting on 14-15 June 1988)

While this latter resolution was not referred to the Committee, the Committee has taken the view that the resolution is relevant to the matters referred by the Senate, in that it provides evidence of the intentions of the "new" Commissioners¹ in relation to the existing Chairman, Mrs McPherson. The resolution is of particular significance in that it linked her activities with the public and protected forum of the Parliament.

Background

5. On 11 October 1988, Senator Peter Baume asked the President, during question time, a question concerning

^{1.} NOTE: Throughout this Report, the Committee has used the expression "new" Commissioners to encompass the eight Acting Commissioners who were appointed by the Minister for Aboriginal Affairs on 13 May 1988 in place of eight Acting Commissioners whose appointments were terminated on 11 May 1988, and also includes Ms Zona Martin, who had been appointed a Commissioner by the Governor-General for the period to 28 October 1989. The expression excludes Mrs Shirley McPherson, the Chairman of the Commission, who had also been appointed by the Governor-General for the period to 28 October 1989. Mrs McPherson resigned as Chairman of the Commission with effect from 1 June 1989. The term "former Commissioners" is used throughout the Report to refer to the eight Acting Commissioners whose appointments were terminated on 11 May 1988.

protection of witnesses in relation to evidence given to a Senate select committee. Senator Baume referred to reports that a motion of no confidence against the Chairman of the Aboriginal Development Commission had been passed at a Commission meeting and that one ground for censure was her appearance before the Senate Select Committee on the Alministration of Aboriginal Affairs. Senator Baume also asked whether any breach of privilege might be involved. On 12 October, the President advised that the Senate Select Committee on Aboriginal Affairs was investigating the matter and that he would therefore not take any further action until the Committee concluded its investigation.

- 6. 19 October, Senator Boswell raised with the President a question concerning a motion agreed to by the Aporiginal Development Commission to the effect that papers submissions of whatever kind should not be presented to any Parliamentary committee or any other body without the prior approval of the Commission. Senator Boswell asked whether the Commission was relying on the resolution to decline to provide or to delay the provision of information Senate Estimates Committee E and to the Select Committee on the Administration of Aboriginal Affairs, particularly in relation to the latter Committee's investigation of the matters raised by Senator Peter Baume. The President, in a cordance with his commitment to report back to the Senate a matter of urgency, made a statement on the same day that he had written to the Chairman of the Commission and hid received a response confirming that the motion referred to by Senator Boswell had been passed.
- On 20 October, the President advised the Senate that he had received a further resolution from the Aboriginal Development Commission. The resolution, which the President tabled on that day, reads as follows:

Meeting No: 63

Date: 20 October 1988

Agenda Item: File No.:

DISSEMINATION OF INFORMATION

Resolution

In relation to the resolution passed at the 62nd Commission meeting concerning the presentation of papers and submissions, the Board of Commissioners wishes to inform the Senate that this resolution:

- was not intended to in any way encroach upon or limit the powers of the Senate or any Parliamentary Committee;
- was not intended to prevent or in any way affect the right of individuals to appear before the Senate or such Committees;
- 3. was a purely administrative mechanism designed to ensure that papers and submissions presented on behalf of the ADC contained information that was accurate and reflected the views of the Commission;

and that the Board regrets any misunderstanding that may have occurred as a result of the passage of this resolution.

ABORIGINAL DEVELOPMENT COMMISSION
63RD MEETING 20 October 1988
RECOMMENDATION APPROVED
AS AMENDED DECLINED

Shirley McPherson Patrick Dodson (signed) (signed)

Chairman Agting Doputs

Chairman Acting Deputy Chairperson NOTED

8. The President also advised the Senate that he had received a letter from the Leader of the Opposition (Senator Chaney), raising a matter of privilege in accordance with the procedures laid down by the resolution of the Senate of 25 February 1988. The President indicated to the Senate that he would make the determination required by the resolution

following consideration of the additional material forwarded to him by the Aboriginal Development Commission, and report the determination to the Senate on the next day of sitting. Earing a debate on the motion moved by Senator Chaney to take note of the President's statement, the Chairman of the Select Committee on the Administration of Aboriginal Affairs (Senator McMullan) advised the Senate that the Committee would report to the Senate on the matter of privilege as soon as possible.

9. the Senate resumed on 1 November, Fresident made a statement advising the Senate that before giving his determination on the matters raised by Senator Chaney he would await the outcome of the deliberations Senate Select Committee on the Administration Aboriginal Affairs. The Committee reported to the Senate on 2 November, recommending that certain questions arising from appearance of witnesses before that Committee be referred to the Committee of Privileges. Later that day the Fresident, having considered the report, advised the Senate that he had determined that a notice of motion arising from the matters raised by Senator Chaney should be given precedence of all other business on the day for which it was given. Senator Chaney thereupon gave the notice which was moved in the terms set out in paragraph 1 above.

Conduct of inquiry

1). As advised to the Senate on 7 November, the Committee of Privileges wrote individually to the Commissioner and Acting Commissioners, to Mr Charles Perkins who had been Acting Commissioner at the time of the passage of each of the resolutions, to Mrs McPherson and to Mr O'Brien, inviting them to make written submissions to the Committee. The Committee also wrote to Mrs McPherson as Chairman of the Aboriginal Development Commission, asking

that all documents relevant to the Committee's inquiry be available for collection by the secretary to the Committee at 4 p.m. on 7 November. This letter of request was hand delivered to Mrs McPherson on 4 November.

- 11. At the appointed time, a significant quantity of documents, including minutes of meetings of the Aboriginal Development Commission, the file relating to Mr O'Brien's transfer, and cassette tapes of a number of Commission meetings (excluding in camera meetings) was provided to the Committee. Subsequently, further minutes and documents were also provided to the Committee.
- 12. The Committee asked the persons invited to make a submission to respond to the Committee's invitation not later than 18 November. While the Committee was anxious to expedite the inquiry, it was sympathetic to requests for extensions of time to make written submissions. Consequently, an extension to 25 November was initially granted to all persons.
- In the meantime, the Committee received advice that 13. a number of Commissioners and Acting Commissioners would be legally represented by Minter Ellison, who briefed Q.C. and Ms A. Katzmann of the New South Mr M. F. Adams, Subsequently, it was established that Minter Wales Bar. Ellison was also acting for the Aboriginal Development Discussions proceeded between the Aboriginal Commission. Development Commission and Mr Perkins as to whether a joint submission would be lodged. Mr Perkins was represented by Macphillamy Cummins & Gibson. Mrs McPherson and Mr O'Brien were represented by Crossin Power Haslem.
- 14. On 22 November 1988, three days before the extended deadline for receipt of submissions was due to expire, the Committee received a letter from Minter Ellison, on behalf

of their clients, suggesting that it was not appropriate for the Commissioners to make written submissions at that time. addition to raising a number of matters concerning the conduct of the Committee's inquiry, Minter Ellison also printed out that time was required to go through all the material held by the Aboriginal Development Commission, and sought an extension of time, to 2 December, provide the information. The Committee was advised on that day that more time would be required to examine the documents. Mr Perkins was ill during this period, and, as indicated, discussions were being held as to whether a joint submission would be made on behalf of all Commissioners (ther than Mrs McPherson) and Mr Perkins. Mrs McPherson and M₁ O'Brien had been granted an extension of time, until 2 December, to make their submission and their joint submission was received on that day.

- 1!. On 9 December, the Committee was advised by Minter Elison that their clients, on legal advice, declined to make submissions in response to its original invitation "except to the extent that the written submissions so far fall within that description".
- 16. 12 December, the President of the Senate On forwarded to the Committee a letter he had received from M: nter Ellison. The letter raised with the President the participation by Senator Durack as a member of the Privileges Committee in its examination of this matter. (A letter from Macphillamy Cummins & Gibson was received from the President on 12 January 1989.) On December, the Committee sought the advice of the Clerk Senate concerning the participation by members of the a number of inquiries before it. In Committee in meantime, the Committee awaited specific documents promised it by Minter Ellison in a further letter of 9 December. Mcst were received on 3 January, while the last of the dccuments was delivered to the Committee on 30 January 1989.

- The Committee met on 25 January 1989 and considered 17. and discussed the documents before it, in particular the tape recordings of the meeting held on 14 and 15 June 1988. Having done so, the Committee satisfied itself that the circumstances relating to the passage of the resolution of 23 May did not amount to a contempt of the Senate. Committee's reason for drawing this conclusion was that, despite the wording of the resolution (see paragraph 2), it evident from the Commission's discussions that the intention of the resolution was that prior approval must be for statements to be made on behalf of the sought Commission. This point was made on a number of occasions during those discussions. The Committee's conclusion is elaborated at paragraphs 33 to 39.
- Committee's finding was February, the 18. On 3 conveyed, on confidential basis, to the legal representatives of the "new" Commissioners and Mr Perkins, and to Mrs McPherson and Mr O'Brien. At the same time, the Committee asked all persons concerned to direct their attention specifically to the remaining terms of reference, and asked the legal representatives of the Commissioners and Mr Perkins to make written submissions, directed to the three outstanding terms of precisely reference, not later than 20 February. In relation to Mrs McPherson and Mr O'Brien, the Committee asked whether either person would be able to or willing to provide any further evidence to support any allegation of contempt in relation to the remaining terms of reference.
- 19. At the same meeting, the Committee, having received advice from the Clerk of the Senate on the question of participation by members in committee inquiries, sought from him further advice on a specific matter raised in the Macphillamy Cummins & Gibson letter received by the Committee on 3 January.

20. On 16 February, the Committee, having considered both papers prepared by the Clerk of the Senate in response to its requests, wrote to the President in the following terms:

Dear Mr President,

The Committee has considered the letters to you, from Minter Ellison of 12 December 1988, and from Macphillamy Cummins and Gibson of 9 December 1988, concerning the position of Senator Durack on the Committee during its inquiry into matters referred to it by the Senate on 3 November 1988.

The Committee sought the views of the Clerk of the Senate on the question and, having received and discussed his response, has concluded as follows:

- (a) The analogy drawn in both letters between proceedings of committees of the Senate in an investigatory mode and judicial proceedings is not appropriate. Restrictions which apply to judges and courts are incompatible with the nature and functions of an elected legislature, the members of which must monitor, and participate in, all matters of public interest and controversy.
- (b) The question whether individual members of the Committee should refrain from participating in certain inquiries, or certain parts of an inquiry, is one for good judgment of the Senators themselves. The Committee may wish to discuss whether а Senator should participate in a particular inquiry, and accepts that a Senator might in any case decide not to participate. Under present circumstances, however, it is firmly of view that it has neither the right the duty to suggest that any member the present Committee disqualify himself or herself from participating in of the matters currently before it.

Yours sincerely,

Patricia Giles Chair

- Submissions dated 20 February, by members of the 21. Aboriginal Development Commission, and 22 February, behalf of Mr Charles Perkins, were considered briefly by the Committee on 1 March. The Committee, at that stage, decided seek the Clerk of the Senate's comments on the matters raised in the submission made on behalf of Mr Perkins. This submission consisted of a joint legal opinion by Mr R.J. Ellicott, Q.C. and Professor J.E. Richardson. The Committee advised the Committee that Minter Ellison on behalf of their clients, 23 February that, they "adopt[ed] what [was] said in Mr Perkins' submission". The Clerk responded on 6 March and the Committee considered his on 9 March. The Committee, at that meeting, determined that all the persons affected should be given the relevant submissions, with comments to be access to received by the Committee by 29 March. The Committee made available, on request, copies of all the cassette tapes it had received on 7 November (see paragraph 11).
- 22. The Committee also decided, pursuant to paragraph 2(8) of the Privilege Resolutions, to appoint, on terms and conditions approved by the President, counsel to assist it. Thus, on 14 March, the Chair of the Committee sought and received the approval of the Deputy President, in the absence overseas of the President, to appoint Mr Theo Simos, Q.C., instructed by Mallesons Stephen Jaques, to assist it. Having considered all relevant documentation, Mr Simos provided the Committee with advice of his preliminary views on 4 April and with two memoranda, on 2 and 3 May, respectively.
- 23. The Committee received, on 31 March, a further submission by "counsel for the Commissioners [of the ADC] (except the Chairperson and Mr Perkins)" and "commentary by counsel for Mr Charles Perkins AO on the joint submission by Mrs McPherson and Mr O'Brien to the Senate Committee of Privileges". The commentary was made by Mr Ellicott and Professor Richardson.

21. The solicitors for Mrs McPherson and Mr O'Brien sought an extension of time for the lodgement of their responses to the other submissions, initially, by oral request, to 14 April but subsequently, in writing, to 21 April. In advising its agreement to an extension to 14 April, the Committee requested that the response focus precisely on the terms of reference before the Committee and ignore matters in the submissions previously forwarded which were not relevant. The Committee's letter included the following:

In particular:

(i) In respect of Mr O'Brien:

The Committee asks: Does Mr O'Brien make a specific allegation about the proposal that he be removed from his position as General Manager of the Commission and his having given evidence to the Senate Select Committee on the Administration of Aboriginal Affairs? If so, the Committee would appreciate particulars of the facts and circumstances, including conversations, upon which Mr O'Brien would rely in making such an allegation.

(ii) In respect of Mrs McPherson:

The Committee notes Mrs McPherson's statement made at page 3 of attachment 33 to the joint submission that:

"The Commissioners conceded that I may have some good points in the area of financial management but they believed that they couldn't 'trust me' particularly because of my appearance before the Senate Select Committee and they found that they couldn't tolerate the current situation any longer."

The Committee asks: Does Mrs McPherson make a specific allegation about the motion of no confidence in her and her having given evidence to the Senate Select Committee on the Administration of Aboriginal Affairs? If so, the Committee would appreciate particulars of circumstances, the and facts including conversations, upon which Mrs McPherson would rely in making such an allegation.

The response on behalf of Mrs McPherson and Mr O'Brien was received by the Committee on 14 April.

Issues for determination

- may be noted, as demonstrated by the above 25. account of the proceedings of the Committee in relation to the matter, that the Committee has had great difficulty in focussing the attention of all persons affected by the matters before it on the specific questions the Committee was required to consider. The Committee was placed in the position of first, having to determine whether allegations had been, or warranted being, formulated (see especially paragraph 24), and also engaged in lengthy correspondence with the legal advisers to the "new" Commissioners as to they were prepared even to respond whether to the Committee's invitation to make written submissions (see especially paragraphs 14 and 15).
- 26. When all the submissions came before the Committee, they discussed at length matters relating to the Aboriginal Development Commission, the proposed Aboriginal and Torres Strait Islander Commission legislation, the dismissal of former Acting Commissioners and the appointment of new Acting Commissioners. It is clear that the matters the Committee was required to consider were part of a much wider problem of the conduct of Aboriginal affairs in the atmosphere which characterised the Commission's operations over the relevant period. The Committee has, therefore, itself had great difficulty in distilling the matters before it, and ensuring that matters irrelevant to its terms of reference have been excluded from consideration.
- 27. The task of the Committee was to determine whether, under the terms of the resolutions of the Senate relating to matters which may be treated as contempts, offences had been committed under the following headings:

Interference with witnesses

6(10) A person shall not, by fraud, intimidation, force or threat of any kind, by the offer or promise of any inducement or benefit of any kind, or by other improper means, influence another person in respect of any evidence given or to be given before the Senate or a committee, or induce another person to refrain from giving such evidence.

Molestation of witnesses

- 6(11) A person shall not inflict any penalty or injury upon, or deprive of any benefit, another person on account of any evidence given or to be given before the Senate or a committee.
- The Senate, in passing the Privilege Resolutions of Privilege Resolutions of 2. February 1988, declared that it would take into account four criteria when determining, firstly, whether matters possibly involving contempt should be referred to the Committee of Privileges, and, secondly, whether a contempt had been committed. These criteria are as follows:
 - 3(a) the principle that the Senate's power to adjudge and deal with contempts should be used only where it is necessary to provide reasonable protection for the Senate and its committees and for Senators against improper acts tending substantially to obstruct them in the performance of their functions, and should not be used in respect of matters which appear to be of a trivial nature or unworthy of the attention of the Senate;
 - (b) the existence of any remedy other than that power for any act which may be held to be a contempt; and
 - (c) whether a person who committed any act which may be held to be a contempt:
 - (i) knowingly committed that act, or
 - (ii) had any reasonable excuse for the commission of that act.

- The relevant resolution also <u>requires</u> the Committee to take these criteria into account when inquiring into any matter referred to it. In contrast, the President, under resolution 4, is required merely "to have regard to" the criteria, and to only two of the four criteria. The criteria to which the President is not required to have regard are contained in paragraph 3(c) of the Privilege Resolutions.
- 30. It should be emphasised that the Committee and the Senate may find a contempt has been committed even in the absence of any intention on the part of the person or persons to commit any act which may be held to be a contempt. The Committee is of the view that such a finding of strict liability would be justified only in exceptional circumstances. The damage to the Senate and its committees resulting from any such acts would need to be of a most serious kind.
- 31. In the present case no acts of the "new" Commissioners actually had the effect of interfering with the operations of the Senate and its committees. Accordingly the Committee ruled out any consideration of strict liability in this case.
- 32. In regard to the criteria referred to in paragraph 28 the Committee decided that the criterion in 3(b) was inapplicable in that there was no remedy available other than the Senate's power to deal with contempt. It decided, however, that the other criteria were relevant and took them into consideration in making its findings on this reference.

Con:lusions

In relation to term of reference (1)(a) (Resolution of 23 May 1988)

- In determining its position in relation to the 33. resolution of 23 May, as conveyed to all persons affected by the matters before the Committee (see paragraphs 17 and 18), Committee was mindful of the particular circumstances, t.h€ the understanding of the "new" Commissioners, relating anc to the passage of that resolution. (For definition of "new" paragraph 4 above.) see note to Committee's finding that the motion of 23 May was intended, and was understood by the "new" Commissioners, to refer only to statements made on behalf of the Commission is based on the minutes and transcripts of various meetings, and on the su missions that the Committee has received since the ma:ters before it were referred by the Senate. The question arises as to whether that requirement for approval to speak on behalf of the Commission might nonetheless constitute a contempt.
- 34 -Ellicott, Q.C. and Mr R.J. Professor J.E. Richardson, counsel for Mr Perkins, put the view in the submission made on behalf of Mr Perkins on 22 February that any statements or evidence by Commissioners or officers, nctably by Mrs McPherson and Mr O'Brien, should have received the prior approval of the "new" Commissioners. Ccunsel argued that the distinction between public and private was artificial, in that the Chairman, and the General Manager, had a duty of trust to the Commission such that it was not proper or appropriate for either of them to make such a distinction.

- 35. As was pointed out by the Clerk of the Senate in his advice to the Committee on matters raised by Mr Ellicott and Professor Richardson, however, the question for the Committee was not whether the requirement imposed by the resolution of 23 May was lawfully imposed; rather, the question for the Committee was that, regardless of whether that requirement was lawful, whether the imposition of it amounted to a contempt. The Committee has not found it necessary to establish whether the resolution imposing the requirement was itself lawful.
- 36. The Committee has concluded that, in the particular circumstances of the case, based on the evidence before it, the resolution of 23 May did not constitute a contempt, in that there was no intention to interfere with the rights of individuals to make their views known to a Senate committee. The Committee's reasons for so concluding are based on the following circumstances.
- 37. The atmosphere of mistrust between Mrs McPherson and certain senior executives of the Commission, on the one hand, and the "new" Commissioners, on the other, was already evident, both from public utterances and from the acrimonious circumstances surrounding the appointment of the "new" Commissioners.
- 38. Regardless of their justification for their views, it is clear from the evidence before the Committee that the "new" Commissioners were determined to exercise authority over the one person who could not easily be removed from her statutory position, and certain persons in senior executive positions who were perceived by the "new" Commissioners as supporting her in opposition to the government's proposals restructure the administration and operation of Aboriginal Affairs. The perceived need to exercise authority over the Chairman was given formal force at the Meeting, in June, when the motion of censure quoted at paragraph 4 above was agreed to.

Nevertheless, the Committee has concluded that the Main resolution was not passed with the intention of interfering with witnesses proposing to give evidence to a Senate committee. It may be noted that the resolution was passed on 23 May 1988, more than a week before the Senate Select Committee on the Administration of Aboriginal Affairs was established by the Senate. It is further to be noted that the meeting of 23 May was the first meeting to be held following the dismissal of the former Commissioners and the appointment of the "new" Commissioners.

In relation to term of reference (1)(b) (Resolution relating to presentation of papers and submissions)

40. This term of reference presented the Committee with considerable difficulty. On a literal reading resolution as agreed to, the resolution would not permit any papers or any submissions to be presented at any time anybody on any matter without prior approval of the Commission. This would represent the grossest intrusion on the rights of individuals and, in the context of contempt of Parliament, would clearly represent an interference with a witness under resolution 6(10). The submissions considered this Committee and the Select Committee Administration of Aboriginal Affairs, together with the document tabled by the President on 20 October, indicate that the "new" Commissioners did not have this intention. of the Commission have emphasised in submissions that they did not intend, and nor could they have contemplated, that such a prohibition extended to a person acting in a private capacity. (But see comment at paragraph 49.)

The Committee notes that the explanations given in 41. submissions, and in the resolution tabled by 1 he justifications for are ex post facto President, Commissioners' actions. Nevertheless, the Committee has taken into account the atmosphere in which the resolution vas passed, in that the meeting of October represented the culmination of the conflict which had been escalating since and considers that the Commissioners were sufficiently aware of the implications and ramifications of the resolution. It therefore has concluded that, while the drafting and passage of the resolution were inept and unwise, the explanation and apology, contained in the resolution tabled by the President on 20 October, should be accepted.

In relation to term of reference (1)(c) (Resolution of no confidence in Mrs McPherson)

42. The action of the ADC in passing a motion of no confidence in Mrs McPherson during its 62nd meeting held in Adelaide on 10-14 October squarely raises the question whether a penalty or injury has been inflicted on Mrs McPherson as a result of her giving evidence to a Senate Uncontradicted evidence has been given to Committee. Committee that the resolution was one of eight resolutions resolution (including the relevant to papers submissions, discussed at paragraphs 40 and 41, resolution relating to the transfer of Mr O'Brien, discussed at paragraphs 58 to 65) prepared in advance of that meeting, and produced to the Commissioners, early in the proceedings at Adelaide. The motion of no confidence includes the following paragraph:

- (d) notwithstanding a motion passed by the Commission on 23 May 1988, requiring Commissioners to notify the Commission prior to making public statements, the Chairman appeared before the Senate Committee on 2 September 1988 and delivered a speech to the Young Labor Lawyers Conference without notifying the Commission.
- 43 The chronology of events is significant:
 - (i) Mrs McPherson advised during the 60th meeting of the Commission (22 July 1988) that she had "met at length with Senator McMullan", Chairman of the Select Committee, and intended to appear before the Select Committee to give evidence. The minutes of that meeting were confirmed at the 61st meeting, held on 22 to 26 August;
 - (ii) Mrs McPherson appeared before the Committee on 2 September, and made it clear in her written submission, and in oral evidence, that she was appearing in a private capacity. She appeared before the Committee with former Commissioners of the ADC;
 - (iii) Mr Pat Dodson, Acting Deputy Chairman of the ADC, sought advice both as to the basis on which Mrs McPherson appeared before the Committee, and as to the details of the evidence she had given. He was advised that Mrs McPherson had appeared in a private capacity, that her public evidence was available, but that her in camera evidence was not available without authorisation of the Committee;
 - (iv) Mr Dodson sought that advice on 16
 September and a response was sent to Mr
 Dodson by the principal legal adviser to
 the Commission, Mr Brendan Bailey, on 26
 September; and
 - (v) It is to be noted that the advice was provided well before the Commission's meeting in Adelaide in October.

- Much of the evidence before the Committee has centred on a sense of grievance that other members of the Commission were "not notified" "notwithstanding a motion passed by the Commission on 23 May 1988" that Mrs McPherson was to appear before the Select Committee. The facts are as The resolution of 23 May did not refer to follows: rotification, but instead to "prior approval" of statements to be made. In view of the Committee's earlier finding in relation to paragraph (1)(a) of the terms of reference, the intention, as reinforced by discussions held at subsequent reetings, was that "prior approval" should be sought for tatements made on behalf of the Commission. There was never requirement, in terms of that resolution, for notification an intention to make a statement, or give evidence, whether on behalf of the Commission or in a personal (although, of course, the notion of :apacity ipproval" of statements and evidence on behalf of the Commission necessarily entails notification).
- Thus, the preamble of paragraph (d) of the motion 15. of no confidence, relating to Mrs McPherson's appearance both before the Senate Committee and before a Young Labor Lawyers' Conference, misstated the true position. Mrs McPherson, as evidenced by her focussing upon statements "on behalf of the Commission" in June, and reinforced by subsequent evidence on behalf of all parties, clearly would not have contemplated the possibility of her speaking or producing documents on behalf of the Commission without any forum whatsoever. Further, even though approval at there was no requirement for her to notify the Commission that she intended to give evidence to the Senate Committee in a private capacity, in fact she did so at the July meeting, as confirmed by the minutes of the August meeting. Her actual evidence before the Select Committee was publicly given in a private capacity.

- that, given the knowledge that Mr Dodson possessed, as evidenced by his letter and the response from Mr Bailey, at least one member of the Commission had been informed that Mrs McPherson had given evidence in a private capacity. Given, too, that the uncontradicted evidence is that the motions before the Commission at its meeting of 10-14 October had been prepared before the meeting, it is difficult to contemplate that at least some members of the Commission were not aware that the generally understood prohibition relating to making statements on behalf of the Commission without prior approval had not been breached.
- 47 The Committee accepts that prior notification that statements are to be made on behalf of an organisation is a reasonable requirement and, as indicated in paragraph 44, in this particular case was a necessary pre-condition to the fu filment of the requirement specified in the resolution of 23 May that no statements were to be made on behalf of the without the Commissioners' Comission prior approval. In leed, the Committee, in reaching its findings in relation to terms of reference (1)(a) and (1)(b), has taken the view that, under the circumstances, there was justification for the "new" Commissioners' insistence on prior approval behalf stitements made on of the Commission and Commissioners.
- also 48. The Committee acknowledges that no ification, even if only a short time in advance, that statements on matters relevant to an organisation are to be male by a member of that organisation in a private capacity cal be a reasonably expected courtesy. Reasons in:lude the possibility that other members of the or anisation might be placed in a position of having to make a response to such statements.

- The facts remain, however, that Mrs McPherson had ndeed notified the Commission of her intention to appear before the Select Committee, and that the paragraph of the no confidence motion did not in any case reflect with any accuracy the terms of the May resolution. In the first place, given the Committee's findings, and what, evidence, must be assumed to be the "new" Commissioners' inderstanding of the resolution of 23 May, there was approval was required for contemplation that prior statements made otherwise than on behalf of the Commission or Commissioners. Secondly, as evidenced by the minutes, notification of Mrs McPherson's intention to give evidence was made, despite the fact there was no such requirement. The Committee acknowledges that Mrs McPherson's notification to the "new" Commissioners was in general terms, and was made some six weeks before her appearance before the Select Committee. Nonetheless, the preamble to the paragraph of the resolution of no confidence is wrong in fact. Further, despite the distinction which has been made between statements on behalf of the Commission and statements in a private capacity, it is by no means clear to the Committee that such a distinction was in the minds of the "new" Commissioners.
- 50. The "new" Commissioners had before them a motion of no confidence which contained a number of elements. The Committee has gained the impression that the motion of no confidence was intended to be as comprehensive as possible and that every possible grievance was included to add force to the Commissioners' concerns. In other words, the paragraph of the motion relating to the giving of evidence before the Select Committee was not included to penalise Mrs McPherson for her actions in relation to the Committee per se, but rather as a weapon in an arsenal to strengthen the case for dissatisfaction with her as the Chairman of the Commission.

- 51. In determining whether any contempt has been established in the case, the Committee must be satisfied that those who supported the motion had an intention to inflict a penalty or injury upon her "on account of" her giving evidence to the Select Committee.
- The Committee is also required to "take into account" when determining any question of contempt "the principle that the Senate's power to adjudge and deal with contempts should be used only where it is necessary to provide reasonable protection for the Senate and its Committees and for Senators against improper acts tending substantially to obstruct them in the performance of their functions" (paragraph 3(a), Senate Resolutions of 25 February 1988).
- 53. In coming to its decision the Committee has had particular regard to the general environment in which all persons involved in this matter had been operating since the turbulent events in May 1988. From then on the "new" Commissioners were determined to change the policy of the AEC towards the ATSIC proposal and were in conflict with the attitude of the Chairman, Mrs McPherson, and the General Manager, Mr O'Brien. This appears to have led to a constant state of suspicion and antagonism relating to the proposed policy changes. It appears that the motion of no confidence was designed to bring these conflicts to a head. As we have observed, every possible grievance was thrown in to add force to the motion.
- 54. The majority of the Committee have formed the view that the passage of the "no confidence" motion, including the reference to Mrs McPherson's appearance before the Senate Committee, is not sufficient evidence of the required intention. It is only one of six grounds for the motion. It

- is based upon a misunderstanding of a motion passed by the Commission on 23 May 1988 and the Commissioners who supported the motion were obviously confused about the circumstances of Mrs McPherson's appearance before the Senate Committee.
- 55. A minority of the Committee has formed the view that, although a technical breach of privilege was probably committed by those Commissioners who supported the motion, the circumstances in which they did so and the background of conflict and antagonism which had existed on the Commission since the appointment of the "new" Commissioners raised the question whether the Senate should exercise its power to deal with a contempt in the particular circumstance of this case. These members of the Committee have decided that it is not necessary to do so.
- 56. important to note that, when seeking a is response and Mr O'Brien from Mrs McPherson to the submissions from the Commissioners, Acting Commissioners and Perkins, the Committee specifically drew attention to a statement in appendix 33 of the joint submission of McPherson and Mr O'Brien of 2 December 1988 and asked whether Mrs McPherson wished to make a specific allegation about the motion of no confidence in her (see paragraph 24 In response, the solicitors for Mrs McPherson above). stated, as follows: "Our clients do not assume responsibility of specifying charges, particularising those or proving them. Our clients have simply put charges, relevant facts, as they believe them to be, before the Committee for its consideration and at its request".
- 57. In the particular circumstances of the case the Committee has concluded that it should not find that a contempt has been committed, and accordingly <u>recommends</u> that, likewise, the Senate should not so find.

In relation to paragraph (1)(d) (Proposed transfer of Mr O'Brien)

Committee has examined all available material 58 relating to the proposed transfer of Mr Michael O'Brien from him position as General Manager of the ADC. There is little doubt that the antagonism between the "new" Commissioners and Mrs McPherson extended to Mr O'Brien, as chief executive of the organisation. He appears to have been perceived by the "new" Commissioners as part of the "old guard" and not to be trusted. So far as this relates to the question of his before the Select Committee, ap earance Commissioners' resentment reached its height at the 60th me ting of the Commission which took place on 22 July, three dars after Mr O'Brien had given evidence before the Select Committee. Mr O'Brien appeared before that Committee after forwarding a written submission purporting to be by the Commission. The Acting Deputy Chairman of the Commission, contacted the Chairman Mr Dodson. of the Committee, Selator McMullan, to advise that the submission had been made without the approval of the Commission as a whole. When Mr O'Brien actually appeared before the Committee, it was agreed that he appear in a private capacity, as the following exchange indicates.

At the beginning of Mr O'Brien's evidence the Chairman of the Select Committee asked Mr O'Brien (<u>Hansard</u>, page 68): "Is this, in fact, a submission made by the Aboriginal Development Commission?"

Mr O'Brien replied:

To the extent that it has been formally cleared by the full Board of the Commission, no, it is not ... The Chairman of the Commission, Mrs Shirley

has carefully read the McPherson, and authorised document has submission to the Committee as a factual and objective account of those events. [Note: the events referred to related to dismissal of previous Acting Commissioners.] That is the status that it has.

60. The Chairman then said to Mr O'Brien:

It just may be that it would best be formally considered ... as a submission from you, that is, that it is not the submission of the Aboriginal Development Commission, it is Mr O'Brien's submission.

Mr O'Brien replied:

I would be happy about that because it does not contain any of my personal opinions or views ... I am quite happy for those to be provided to the Committee under my name as General Manager of the Commission (emphasis added).

The Chairman later stated that the submission would be "incorporated in <u>Hansard</u> as a submission from Mr O'Brien, who is the General Manager of the Aboriginal Development Commission, but it is his personal submission".

61. concern expressed during the Commission's The on 22 July, as evidenced by the transcript of discussions, was twofold: The general lack of communication between the "new" Commissioners and the Commission administration and the Commissioners' disquiet that evidence been given on behalf of the Commission without the Commissioners having approved or cleared the evidence. The question of Mr O'Brien's transfer from his position as General Manager did not arise formally until almost three months after the discussion about his evidence.

62. Uncontradicted evidence by Mr O'Brien and Mrs McPherson indicates that the following resolution was produced as one of a set of eight motions (two others of which have been discussed at paragraphs 40 to 57 above) which were considered at an in camera meeting of the Commission on 10 October:

12.1.2 Creation of SES Level 3 Position

RESOLUTION

In accordance with the Minister's s.11 Direction of 27 April 1988 requiring the ADC to co-operate with the Minister and portfolio bodies in effecting the transition to ATSIC and pursuant to the Commission having set aside funds to facilitate the negotiation of a Treaty, the Commission directs that:

- (1) a temporary position is established equivalent to that at SES Level 3. This established position will have responsibility for liaising with the ATSIC Task Force and overseeing generally the smooth to transition ATSIC as well as managing responsibility for and controlling all aspects of the treaty consultations as well as other duties as directed.
- (2) the current General Manager, Mr M.O'Brien, be placed in the above created position forthwith.
- (3) Mr Cedric Wyatt be transferred to the position of acting General Manager.
- (4) the decision to create a temporary SES Level 2 position taken at the Townsville meeting be revoked; that appropriate job statement for the Level 3 position be drafted and that the Department of Industrial Relations be informed of his revocation and their approval sought for the new position as a matter of urgency.

(Extract from Minutes of the 62nd Meeting on 10-14 October 1988)

- The Committee notes the close connection in timing and production between the resolution and the resolutions relating to parliamentary matters. However, none of the evidence given to the Committee indicates that the proposed transfer was caused by Mr O'Brien's giving evidence to the Select Committee. Mrs McPherson's evidence (appendix 33 to the joint submission of 2 December) indicates the other Commissioners' concern about lack of communication and lack of trust. Mrs McPherson also recalls an explanation given by the other Commissioners that they were proposing to transfer Mr O'Brien to a new position because they regarded him "as the most suitably qualified ADC officer to discharge effectively the duties of the newly-created position".
- 64. This explanation might not have been acceptable were it not for the fact that the Committee had asked the solicitors for Mrs McPherson and Mr O'Brien whether either person wished to make a specific allegation relating to the matters before the Committee and that the solicitors advised that their clients declined so to do (see paragraphs 24 and Further, Mr O'Brien has not given any particulars conversations or conduct on the part of any Commissioners which link their actions with his evidence before the Select The Committee therefore concludes that the proposal to transfer Mr O'Brien was not formulated in consequence of his having given evidence before the Select Committee, but rather as part of the broader context of a determination by the "new" Commissioners to transfer his pivotal position as chief executive of the Commission.
- The Committee, therefore, finds that no contempt of the Senate has been committed in respect of the transfer of dr O'Brien, in that any penalty or injury caused to dr O'Brien was not inflicted in consequence of his giving evidence to the Select Committee.

Su mary of findings

In relation to term of reference (1)(a) (resolution of 23 May 1988), the Committee has found that the resolution wa; not passed by the Aboriginal Development Commission with the intention of interfering with witnesses proposing to give evidence to a Senate committee. Therefore, no contempt of the Senate has been committed. (paragraph 39)

relation to term of reference (1)(b) In (presentation of papers and submissions), the Committee has found that, on the basis that members of the Aboriginal De relopment Commission were not sufficiently aware of and ramifications of the resolution, implications no contempt of the Senate has been committed and that explanation and apology, contained in a further resolution of the Commission tabled by the President of the Senate on 20 October 1988, should be accepted. (paragraph 41)

In relation to term of reference (1)(c) (resolution of no confidence in Mrs S. McPherson), the Committee has concluded that, in the particular circumstances of the case, a finding that a contempt of the Senate has been committed should not be made. (paragraph 57)

In relation to paragraph (1)(d) (proposed transfer of Mr M. O'Brien), the Committee has found that no contempt of the Senate has been committed, in that any penalty or injury caused to Mr O'Brien was not inflicted in consequence of his giving evidence to the Select Committee. (paragraph 65)

Patricia Giles Chair

COMMITTEE OF PRIVILEGES

LIST OF DOCUMENTS

TABLED WITH REPORT

VOLUME 1

1. EXTRACTS FROM MINUTES OF MEETINGS, ABORIGINAL DEVELOPMENT COMMISSION

56th Meeting	10 May 1988
57th Meeting	23 May 1988
58th Meeting	14-15 June 1988
60th Meeting	22 July 1988
61st Meeting	22-26 August 1988
62nd Meeting	10-14 October 1988
63rd Meeting	20 October 1988
65th Meeting	18 November 1988
66th Meeting	5-9 December 1988

Queensland Housing Conference 15-16 September 1988

. TRANSCRIPTS OF EXTRACTS FROM TAPE RECORDINGS OF MEETINGS OF THE ABORIGINAL DEVELOPMENT COMMISSION

[Prepared by Senate staff]

58th Meeting

60th Meeting

VOLUME 2

. SUBMISSIONS

- Mrs S. McPherson and Mr M. O'Brien, dated 2 December 1988
- Members of the Aboriginal Development Commission, received 20 February 1989
- On behalf of Mr C. Perkins from Mr R.J. Ellicott, Q.C. and Professor J.E. Richardson, dated 22 February 1989
- On behalf of Commissioners (except Mrs McPherson and Mr Perkins) from Mr M. Adams, Q.C. dated 28 March 1989

Commentary by Counsel for Mr C. Perkins, dated 31 March 1989

Mrs S. McPherson and Mr M. O'Brien, dated 17 April 1989 with covering letter from Crossin Power Haslem, dated 17 April 1989

VOLUME 3

COMMITTEE CORRESPONDENCE

letter to Chairman ADC, from Chair of Committee of Privileges, dated 4 November 1988

letter from Chairman ADC to Committee, dated 7 November 1988 letter to individual Commissioners and M. O'Brien from Chair of Committee of Privileges, dated 7 November 1988 letter from C. Wyatt to Chair of Committee of Privileges,

dated 21 November 1988

letter from Minter Ellison to Secretary of Committee of Privileges, dated 22 November 1988

letter from Macphillamy Cummins & Gibson to Secretary of Committee of Privileges, dated 23 November 1988

letter from Minter Ellison to Secretary of Committee of Privileges, dated 24 November 1988

letter to Macphillamy Cummins & Gibson from Secretary of Committee of Privileges, dated 28 November 1988

letter to Minter Ellison from Secretary of Committee of Privileges, dated 28 November 1988

letter from Minter Ellison to Secretary of Committee of Privileges, dated 2 December 1988

letter from Minter Ellison to Secretary of Committee of Privileges, dated 9 December 1988

letter from Minter Ellison to Secretary of Committee of Privileges, dated 9 December 1988

letter from President to Chair of Committee of Privileges, dated 12 December 1988, enclosing letter from Minter Ellison to President, dated 12 December 1988

letter to Minter Ellison from Secretary of Committee of Privileges, dated 15 December 1988

letter to President from Chair of Committee of Privileges, dated 15 December 1988

letter from President to Chair of Committee of Privileges, dated 12 January 1989, enclosing letter from Macphillamy Cummins & Gibson to President, dated 9 December 1988

letter to Macphillamy Cummins & Gibson from Secretary of Committee of Privileges, dated 3 February 1989

letter to Minter Ellison from Secretary of Committee of Privileges, dated 3 February 1989

letter to M. O'Brien from Chair of Committee of Privileges, dated 3 February 1989

- letter to S. McPherson from Chair of Committee of Privileges, dated 3 February 1989
- letter from Minter Ellison to Secretary of Committee of Privileges, dated 23 February 1989
- letter to Minter Ellison from Secretary of Committee of Privileges, dated 10 March 1989
- letter to Macphillamy Cummins & Gibson from Secretary of Committee of Privileges, dated 10 March 1989
- letter to Crossin Power Haslem from Secretary of Committee of Privileges, dated 10 March 1989
- letter from Crossin Power Haslem to Secretary of Committee of Privileges, dated 17 March 1989
- letter from Crossin Power Haslem to Secretary of Committee of Privileges, dated 5 April 1989
- letter to Crossin Power Haslem from Secretary of Committee of Privileges, dated 6 April 1989

2. OTHER COMMITTEE DOCUMENTS

- Letter from Chair of Committee of Privileges to Clerk of the Senate, dated 15 December 1988
- Advice from Clerk of the Senate to Chair of Committee of Privileges, dated 18 January 1989
- Letter from Chair of Committee of Privileges to Clerk of the Senate, dated 31 January 1989
- Advice from Clerk of the Senate to Chair of Committee of Privileges, dated 1 February 1989
- Letter to President from Chair of Committee of Privileges, dated 16 February 1989
- Letter to Clerk of the Senate from Chair of Committee of Privileges, dated 2 March 1989
- Advice from Clerk of the Senate to Chair of Committee of Privileges, dated 6 March 1989
- Letter to T. Simos, Q.C. from Secretary of Committee of Privileges, dated 7 April 1989
- Memorandum from Mr T. Simos Q.C., dated 2 May 1989
- Supplementary Memorandum from Mr T. Simos Q.C., dated 3 May 1989
- Covering letter to Committee members relating to Mr Simos' memoranda, dated 4 May 1989