DUTIES OF OFFICER BEARERS FOR LANDCARE GROUPS

As a volunteer committee member or director, it's important that your volunteer time is as productive as possible. It's also critical to know areas of liability and your duties as an office bearer (includes directors and committee members).

1. KNOW WHAT YOUR JOB IS

This involves knowing what your duties are as an office bearer. Committee members have duties under law, which include:

- to act with reasonable care and diligence
- to act honestly and fairly in the best interests of the charity and for its charitable purposes
- not to misuse their position or information they gain as a Responsible Person
- to disclose conflicts of interest
- to ensure that the financial affairs of the charity are managed responsibly, and
- not to allow the charity to operate while it is insolvent.

For more information, please visit the <u>ACNC website</u>.

TIP: Ask yourself, when was the last time your committee had a workshop on duties of office bearers? Does your Landcare group have induction training for new office bearers?

2. KNOW WHICH HAT YOU'RE WEARING

When making decisions, office bearers need to focus on the best interests of your Landcare organisation, as opposed to:

- Your individual interests
- The interests of those who elected you to your position.

TIP: Does your organisation have a Conflict of Interest Policy? Make 'Conflict of Interest' a standing agenda item at your meetings. Make sure Conflicts of Interest are minuted.

3. UNDERSTAND THE FINANCIAL POSITION

While you may not consider yourself a 'numbers person', it's important that office bearers ask reasonable questions to ensure the financial position of your organisation are clear. Leaving the finances in the hands of the bookkeeper or auditor without asking reasonable questions and using common sense is not enough.

TIP: Consider a workshop for your office bearers on how to read and interpret financial statements. Have your organisation's accountant / auditor meet with your committee to discuss the organisation's finances.

4. EXERCISE YOUR OWN JUDGEMENT

It's vital for office bearers to use their mind when leading the organisation. Exercising your judgement includes asking questions, not abdicating responsibility (i.e., leaving the decision to someone else) and not just 'going with the flow'. If something strikes you as odd, don't assume it's from a lack of understanding on your part. Ask the question!

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DUTIES OF OFFICER BEARERS FOR LANDCARE GROUPS

5. ASK THE SOLVENCY QUESTION

To be solvent, your organisation must be able to pay its debts as and when they fall due. Insolvency is not a case of lack of cash flow, but where insufficient cash is an endemic problem. Key indicators include:

- Problems with obtaining intelligible financial reports
- Late payment of taxes
- Delays in paying suppliers
- Financial reports not forthcoming

TIP: Seek confirmation at each meeting that your organisation can pay its debts as they fall due. Have a working knowledge of your organisation's financial reporting, which will help assess solvency.

6. TAKE RISK MANAGEMENT SERIOUSLY

Your Landcare organisation will have significant obligations relating to:

- Work health and safety
- Employment
- Tax Concessions
- Working with Children
- Privacy
- Negligence
- Contracts

A risk management strategy and policy surrounding these issues is vital. For office bearers, it's also important to keep up to date with these areas – please refer to LNSW Guidelines <u>RUN</u><u>G3.4 Risk Management Plans</u>.

7. GET YOUR INSURANCE RIGHT

It's recommended that your organisation reviews its insurance at least every three years. For Landcare organisations, this includes insurance relating to volunteers, committee members and office bearers, the organisation's products / services and employees – please refer to LNSW Guidelines <u>RUN G2.2 Insurance</u>.

TIP: When was the last time you reviewed your insurance? Contact Landcare NSW for further information on insurance tips and competitive policies.

8. KEEP SIGHT OF YOUR MISSION

While keeping your bases covered on regulatory issues, it's important not to lose sight of your Landcare organisation's purpose and goals. All decisions made should have your organisation's mission at the front of your mind.

DISCLAIMER: The information contained in this publication is based on knowledge and understanding at the time of July 2020. However, because of advances in knowledge, users are reminded of the need to ensure that information upon which they rely is up to date and to check currency of the information with the user's independent advisor.

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