**Draft Lodge Resolution Authorising Lodge Trustees to Insure a Building for a Value less than Replacement Value**

**Date:**

**BACKGROUND:**

1. The Trustees of <name of lodge> *(“the Lodge”)* are the owners (in their capacity as trustees) of a property situated at <address of property> *(“the property”)* pursuant to The Grand Lodge of Freemasons of New Zealand Trustees Act 1903 *(“the Act”).*
2. The estimated replacement value of the building is <$value>. The Lodge has elected not obtain an insurance valuation for the purposes of establishing the replacement value.
3. The cost of insuring the building is paid from the funds of the Lodge.
4. The Lodge, having considered its current financial position, does not have the funds to pay for the cost of insuring the building for replacement value.
5. The Lodge, having also considered the options of:
6. Increasing member dues to a level that would enable the building to be insured for replacement value, or;
7. Selling the property,

have resolved that neither of the options detailed above would be in the best interests of the promotion of, or continuance of Freemasonry in the <geographic area>.

1. Clause <number> of the Lodge By-Laws provides that the Trustees shall deal with the surplus funds and property of the Lodge in such manner as may be directed, from time to time, by resolution of the Lodge.
2. The Lodge now wishes to authorise and direct the Trustees to <select one from below>

*Insure the building for indemnity value of <$value>.*

*Insure the building for demolition value of <$value>.*

*Not insure the building.*

1. The Lodge, having considered obtaining independent legal advice prior to the passing of this resolution, elected not to do so.

**RESOLUTION:**

1. Moved by <name (not a Trustee)>, seconded by <name (not a Trustee)>, that having considered the matters set out above, the Lodge authorises and directs that the Trustees of the Lodge are to <select one from below>

*Insure the building for indemnity value of <$value>.*

*Insure the building for demolition value of <$value>.*

*Not insure the building.*

Carried

1. Moved by <name (not a Trustee)>, seconded by <name (not a Trustee)>, that the Secretary of the Lodge be directed to send a copy of this resolution to the Executive Director of Freemasons NZ for the attention of the Trustees of the Grand Lodge of New Zealand.

Carried

**Draft Lodge Resolution of Lodge Trustees to Insure a Building for a Value less than Replacement Value**

**Date:**

**BACKGROUND:**

1. The Trustees are the Trustees of <name of lodge> *(“the Lodge”)* and are the owners (in their capacity as trustees) of a property situated at <address of property> *(“the property”)* pursuant to The Grand Lodge of Freemasons of New Zealand Trustees Act 1903 *(“the Act”).*
2. The estimated replacement value of the building is <$value>.The Trustees elected not obtain an insurance valuation for the purposes of establishing the replacement value.
3. The Trustees have certain obligations to protect the value of all the assets vested in them, including the building, and to insure the building for a value less than replacement value may constitute a breach of their duties as Trustees.
4. Clause 14.6 of the Lodge By-Laws provides that the Trustees shall deal with the surplus funds and property of the Lodge in such manner as may be directed, from time to time, by resolution of the Lodge.
5. By a resolution of the Lodge dated <date> (a copy of which is attached), the Lodge authorised and directed the Trustees to insure the building for<select one from below>

*Insure the building for indemnity value of <$value>.*

*Insure the building for demolition value of <$value>.*

*Not insure the building.*

1. The Trustees, having considered obtaining independent legal advice prior to the passing of this resolution, elected not to do so.

**RESOLUTION**

1. Moved by <name of trustee>, seconded by <name of trustee> that, having been authorised and directed by a resolution of the Lodge, the Trustees of the Lodge will <select one from below>

*Insure the building for indemnity value of <$value>.*

*Insure the building for demolition value of <$value>.*

*Not insure the building.*

Carried

1. Moved by <name of trustee>, seconded by <name of trustee>, that the Secretary of the Lodge be directed to send a copy of this resolution (including a copy of the Lodge resolution) to the Executive Director of Freemasons NZ for the attention of the Trustees of the Grand Lodge of New Zealand.

Carried