4-H CLUB DISSOLUTION CLAUSE

Upon consideration of dissolution, the members of ________________________________ 4-H Club agree to the following procedure:

The ________________________________ 4-H Club shall be terminated and dissolved by a majority vote of the membership in favor of dissolution and termination of the 4-H Club. The members shall also vote on how to disburse club resources for a project or activity or contribution to the betterment of the county or state 4-H program. When a 4-H Club dissolves or fails to reorganize without vote of the members, the resources become the property of the local Extension Unit, County Extension office, County 4-H/Extension Foundation, or another recognized 4-H club after a waiting period of one (1) year. During the one-year waiting period, the account will be maintained by a representative of the county 4-H program.

Upon dissolution and termination of the 4-H Club for any reason, the officers shall take full account of the 4-H Club assets and liabilities, and shall liquidate the assets and shall apply and distribute the proceeds there from the following order:

a) To the payment of the debts and liabilities of the ________________________________ 4-H Club.

b) To the establishment of any reserves that the officers may deem reasonable or necessary for the purpose of paying any unforeseen liabilities or obligations of the ________________________________ 4-H Club.

c) In the event that the local Extension Office or county or Unit 4-H/Extension Foundation does not qualify for funds or does not exist at the time of dissolution and termination of the ________________________________ 4-H Club, the remaining balance shall be disposed of exclusively for such purposes or to such 501(c)(3) organizations or government agencies as may be determined by court order.

d) The balance remaining shall be distributed to (i.e., local Extension office, or county or Unit 4-H/Extension Foundation) for the purpose of program development directly related to the enrichment of the 4-H youth program. This can be given to any one organization and/or a percentage of all.

Each of the members shall be furnished with a statement prepared by the ________________________________ 4-H Club setting forth the assets, liabilities, and the distribution upon complete liquidation. Upon compliance with the foregoing terms and manner of distribution, the ________________________________ 4-H Club shall cease.