

#### Termination for economic reasons flowchart

## Pre-termination report

• Must be given to lot owners at least 90 days before a general meeting where an economic reasons motion will be voted on.

## Economic reasons motion

Must pass by majority resolution.

• If the economic reasons motion is **not** passed, an application for specialist adjudication disputing the outcome may be made within 90 days after the economic reasons motion was considered.

### Termination plan motion

Must pass by majority resolution.

# Notice of termination plan resolution

- If termination plan motion passes, notice of the termination plan resolution must be given to certain parties within 14 days via the approved form.
- Once notice has been given, an application for specialist adjudication disputing the passing of the economic reasons motion may be made within 90 days.

## Copy of termination plan

A copy of the termination plan must be given to all owners at least 120 days before a
general meeting where a termination motion will be voted on.

#### Termination motion

- Can only pass if 75% or more of all lot owners vote in favour of the motion.
- No proxies may be used.
- Owners who are unfinancial **are** entitled to vote on the motion.

### Notice of termination resolution

- An approved form advising the outcome (resolution) of the termination motion must be given to certain parties within 2 weeks of the motion being voted on.
- Once notice has been given, a dispute about the termination resolution may be made to the District Court within 90 days.

## Appointment of facilitator

- Must be appointed to assist with termination plan being carried out.
- Appointment should be subject to terms and conditions.
- Must be appointed by ordinary resolution if performing a function of body corporate, committee, or committee member.

