

All such policies shall be held by the Corporation which shall, within thirty (30) days after the first day of December of each year, deliver to the Corporate Trustee a written certificate of its Treasurer stating: (1) the name of each insurance company or mutual association, (2) the policy number, (3) the risks covered by each policy, (4) the amount of each policy, (5) the property covered by each policy, (6) that mortgage clauses are attached to each policy, and (7) that all policies are in full force and all premiums due thereon have been paid.

In the event of any loss covered by any such policy, any appraisal or adjustment of such loss or settlement or payment of indemnity therefor which shall be agreed upon between the Corporation and any insurance company shall, upon the written request of the Corporation, be consented to and accepted by the Trustees. All insurance moneys received by the Trustees on account of any loss or damage by fire or the perils covered by extended coverage insurance to the mortgaged property under any of the provisions of this Section shall be deposited with and held by the Corporate Trustee as part of the mortgaged property, and, after deducting therefrom the reasonable charges of the Corporate Trustee in connection with the collection and disbursement of such moneys, shall be paid out from time to time for the purpose of paying the reasonable cost to the Corporation of repairs or replacements of the property damaged or destroyed, upon orders of the Corporation signed by its Treasurer, accompanied by his sworn statement stating:

(a) That such order is drawn for one or more of the purposes for which insurance moneys may be paid out under the provisions of this section;

(b) That the payment is, or that the payment and the amount remaining on deposit with the Corporate Trustee after such payment are, sufficient fully to accomplish such repair or replacement and to pay for the same free from all liens of mechanics and materialmen, or claims likely to ripen into such liens;

provided, nevertheless, that prior to the withdrawal of any insurance money as in this paragraph provided, the Corporation shall furnish to the Corporate Trustee: