

**DISCRETIONARY ENDOWMENT FUND AGREEMENT  
BETWEEN  
MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.,  
AND  
\_\_\_\_\_ (“DONORS”)**

**THIS AGREEMENT** (the “Agreement”) is made and entered into as of \_\_\_\_\_, 20\_\_, by and between Montgomery County Community Foundation, Inc. (the “Community Foundation”), and \_\_\_\_\_ (“Donors”).

**Recitals**

**WHEREAS**, Donors desire to establish a discretionary endowment fund for charitable and similar exempt purposes in the Community Foundation; and

**WHEREAS**, the Community Foundation is an Indiana nonprofit corporation exempt from federal income taxes under Internal Revenue Code (“Code”) section 501(c)(3), a public charity described in Code section 170(b)(1)(A)(vi), and accordingly an appropriate institution within which to establish such a discretionary endowment fund; and

**WHEREAS**, the Community Foundation is willing and able to hold and administer such a discretionary endowment fund which shall serve the general, unspecified charitable purposes of the Community Foundation, subject to the terms and conditions hereof.

**General Provisions**

**NOW THEREFORE**, the parties agree as follows:

**1. GIFT AND FUND DESIGNATION.** Donors hereby transfer irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish a discretionary endowment fund to be known as the \_\_\_\_\_ Fund (the “Fund”). Subject to the right of the Community Foundation to reject any particular gift, from time to time the Community Foundation may accept additional irrevocable gifts of property from Donors or from any other source to be added to the Fund, all subject to the provisions hereof. All gifts, bequests, and devises to this Fund shall be irrevocable once accepted by the Community Foundation.

**2. PURPOSE.** The purpose of the Fund shall be to provide support as directed by the Board of Directors (the “Board”) of the Community Foundation for programs or activities that fulfill charitable or other exempt purposes within the meaning of Code section 170(c)(1) or 170(c)(2)(B) and that are consistent with the mission and purposes of the Community Foundation.

**3. DISTRIBUTIONS.** The ordinary income, capital appreciation (realized and unrealized), and principal (both historic dollar value and any principal contributions, accumulations, additions, or reinvestments) allocable to the Fund, net of the fees and expenses

set forth in this Agreement, may be committed, granted, or expended pursuant to the distribution (or spending) policy of the Community Foundation, as such policy may be amended from time to time by the Community Foundation, solely for purposes described in this Agreement (i) to pay expenditures of charitable or other exempt programs and activities conducted or sponsored by the Community Foundation itself, (ii) to other organizations described in Code section 170(b)(1)(A), or (iii) to other exempt organizations that are not public charities (such as organizations described in Code sections 501(c)(4) or 501(c)(6)), provided that the Community Foundation exercises due diligence similar to that required by private foundations exercising expenditure responsibility, to ensure such distributions are used for exclusively charitable purposes. The Community Foundation's distribution (or spending) policy, as applied to endowments such as the Fund, shall be designed to take into account total return concepts of investment and spending, with the goal of preserving the real spending power of endowments over time while balancing the need for consistent spending to support the charitable and similar purposes of such endowments.

If any gift to the Community Foundation for the Fund is accepted subject to conditions or restrictions as to the use of the gift or income therefrom, such conditions or restrictions will be honored, subject, however, to the authority of the Board to vary the terms of any gift if continued adherence to any condition or restriction is in the judgment of the Board unnecessary, incapable of fulfillment, or inconsistent with the charitable or other exempt purposes of the Community Foundation or the needs of the community served by the Community Foundation. No distribution shall be made from the Fund that may in the judgment of the Community Foundation jeopardize or be inconsistent with the Community Foundation's Code section 501(c)(3) status or result in the imposition of any excise tax, penalty, or other tax, fine, or assessment under the Code.

**4. ADMINISTRATIVE PROVISIONS.** Notwithstanding anything herein to the contrary, the Community Foundation shall hold and administer the Fund, and all contributions and assets allocable to the Fund, subject to the provisions of applicable law and the Community Foundation's Articles of Incorporation and Bylaws, as amended from time to time. The Board shall oversee distributions from the Fund and shall have all powers of modification and removal specified in United States Treasury Regulation section 1.170A-9(f)(11)(v)(B) or corresponding provisions of any subsequent federal tax laws.

Upon request, the Board will provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants; provided, however, that the Donors provide contact information to the Community Foundation and update such contact information as needed.

This Agreement and all related proceedings shall be governed by and interpreted under the laws of the State of Indiana. Any action with respect to this Agreement shall be brought in or venued to a court of competent jurisdiction in Indiana.

**5. CONDITIONS FOR ACCEPTANCE OF GIFTS.** Donors agree and acknowledge that the establishment of the Fund is made in recognition of, and subject at all times to, applicable law and the terms and conditions of the Articles of Incorporation and Bylaws of the

Community Foundation, as amended from time to time, and that the Fund shall at all times be subject to such terms and conditions, including, but not by way of limitation, provisions for:

- a. Presumption of Donors' intent;
- b. Variance from Donors' direction; and
- c. Amendments.

**6. CONTINUITY OF THE FUND.** The Fund shall continue so long as assets are available in the Fund and the purposes of the Fund can be served by its continuation. If the Fund is terminated, the Community Foundation shall use any remaining assets in the Fund exclusively for charitable or other exempt purposes that:

- a. are within the scope of the charitable and other exempt purposes of the Community Foundation; and
- b. most nearly approximate, in the good faith opinion of the Board, the original purpose of the Fund.

**7. NOT A SEPARATE TRUST.** The Fund shall be a component part of the Community Foundation. All money and property in the Fund shall be held as general assets of the Community Foundation and not segregated as trust property of a separate trust.

**8. ACCOUNTING.** The receipts and disbursements of the Fund shall be accounted for separately and apart from those of other gifts to the Community Foundation.

**9. INVESTMENT OF FUND ASSETS.** The Community Foundation shall have all powers necessary, or in its judgment desirable, to carry out the purposes of the Fund including, but not limited to, the power to retain, invest, and reinvest the assets of the Fund and the power to commingle the assets of the Fund for investment purposes with those of other funds or the Community Foundation's general assets. **Funds may be invested in uninsured securities and are subject to investment risks that may result in loss of value.**

**10. COSTS OF THE FUND.** It is understood and agreed that the Fund shall share a fair portion of the total investment and administrative costs and expenses of the Community Foundation. Those costs and expenses charged against the Fund shall be determined in accordance with the then current fee schedule identified by the Community Foundation as applicable to funds of this type, as such schedule may be amended by the Community Foundation from time to time. Any costs and expenses incurred by the Community Foundation in accepting, transferring, or managing property donated to the Community Foundation for the Fund, including without limitation the Community Foundation's costs and expenses (including reasonable attorneys fees) of any claim or proceeding with respect to the Fund in which the Community Foundation is prevailing party, also shall be paid from the Fund.

**[GO TO NEXT PAGE]**

**Execution**

**IN WITNESS WHEREOF**, Donors and the Community Foundation, by a duly authorized officer, have executed this Agreement as of the day and year first above written.

DONORS:

\_\_\_\_\_  
Donor

\_\_\_\_\_  
Donor

MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.:

By: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT A**

LIST OF INITIAL DONATIONS TO FUND

Cash: \_\_\_\_\_

Publicly Traded Securities:

Other:

**MONTGOMERY COUNTY COMMUNITY FOUNDATION**  
Supplemental Information for Endowment Fund Agreements

**INVESTMENT OF ENDOWMENT FUNDS**

1. The Montgomery County Community Foundation commingles investments of endowment funds with other funds in its investment pool. The commingled investments administered by the Community Foundation include only the endowment and non-permanent funds of the Foundation, the assets of charitable trusts, and the assets of other charitable organizations that have requested the commingling of a portion of their investments with those of the Community Foundation.
2. The Foundation's Board of Directors is responsible for the Foundation's pooled investments.
3. The Community Foundation's investment pool is exempt from the registration requirements of the federal securities laws, pursuant to an exemption for collective investment funds and similar funds maintained by charitable organizations.
4. The Foundation seeks to achieve investment returns in light of acceptable risk levels. The Foundation, with the assistance of an Investment Advisor, may actively manage the allocation of the investments among different investment styles, including equity, fixed income and alternatives. **The value of trusts and funds in the Foundation's pooled investments may be subject to fluctuations on the basis of certain factors; consequently, disbursements from endowment funds may be unpredictable, especially in the first few years of their existence.**
5. Professional investment managers and mutual funds may be utilized to achieve the Foundation's investment objectives. Managers may be compensated out of the assets of trusts and funds in the investment pool. Additional fees may be incurred; fee information is available upon request.
6. Funds must be invested a minimum of four (4) quarters before any grant distribution is made.
7. The Foundation offers two investment options utilizing two different investment allocation strategies. Please select one of the following investment options for your funds to be invested. Once you have selected an investment option, you may **not** change that investment option at a later date.

\_\_\_\_\_ **Total Return Approach (Pool #1)**

*The primary objective of the investments will be to provide for long-term growth of principal and income without undue exposure to risk to enable the Foundation to make grants on a continuing and reasonably consistent basis. Spending is based on the total return approach (appreciation plus ordinary income).*

\_\_\_\_\_ **Income Approach (Pool #2)**

*The primary objective of the investments will be to provide for income with a secondary focus on the growth of that income. Spending is based on ordinary income only.*

Receipt acknowledged:

\_\_\_\_\_

Name of Fund

Signature

Date

**FIELD OF INTEREST ENDOWMENT FUND AGREEMENT  
BETWEEN  
MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.,  
AND  
\_\_\_\_\_ (“DONORS”)**

**THIS AGREEMENT** (the “Agreement”) is made and entered into as of \_\_\_\_\_, 20\_\_, by and between Montgomery County Community Foundation, Inc. (the “Community Foundation”), and \_\_\_\_\_ (“Donors”).

**Recitals**

**WHEREAS**, Donors desire to establish a field of interest endowment fund in the Community Foundation; and

**WHEREAS**, the Community Foundation is an Indiana nonprofit corporation exempt from federal income taxes under Internal Revenue Code (“Code”) section 501(c)(3), a public charity described in Code section 170(b)(1)(A)(vi), and accordingly an appropriate institution within which to establish such a field of interest endowment fund; and

**WHEREAS**, the Community Foundation is willing and able to hold and administer such a field of interest endowment fund, subject to the terms and conditions hereof.

**General Provisions**

**NOW THEREFORE**, the parties agree as follows:

**1. GIFT AND FUND DESIGNATION.** Donors hereby transfer irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish a field of interest endowment fund to be known as the \_\_\_\_\_ Fund (the “Fund”). Subject to the right of the Community Foundation to reject any particular gift, from time to time the Community Foundation may accept additional irrevocable gifts of property from Donors or from any other source to be added to the Fund, all subject to the provisions hereof. All gifts, bequests, and devises to this Fund shall be irrevocable once accepted by the Community Foundation.

**2. PURPOSE.** The purpose of the Fund shall be to provide support for \_\_\_\_\_ (a purpose within the scope of Code section 170(c)(1) or 170(c)(2)(B) that is consistent with the mission and purposes of the Community Foundation), as directed by the Board of Directors (the “Board”) of the Community Foundation.

**3. DISTRIBUTIONS.** The ordinary income, capital appreciation (realized and unrealized), and principal (both historic dollar value and any principal contributions, accumulations, additions, or reinvestments) allocable to the Fund, net of the fees and expenses set forth in this Agreement, may be committed, granted, or expended pursuant to the distribution (or spending) policy of the Community Foundation, as such policy may be amended from time to

time by the Community Foundation, solely for purposes described in Section 2 of this Agreement (i) to pay expenditures of charitable or other exempt programs and activities conducted or sponsored by the Community Foundation itself, (ii) to other organizations described in Code section 170(b)(1)(A), or (iii) to other exempt organizations that are not public charities (such as organizations described in Code sections 501(c)(4) or 501(c)(6)), provided that the Community Foundation exercises due diligence similar to that required by private foundations exercising expenditure responsibility, to ensure such distributions are used for exclusively charitable purposes. The Community Foundation's distribution (or spending) policy, as applied to endowments such as the Fund, shall be designed to take into account total return concepts of investment and spending, with the goal of preserving the real spending power of endowments over time while balancing the need for consistent spending to support the charitable and similar exempt purposes of such endowments.

If any gift to the Community Foundation for the Fund is accepted subject to conditions or restrictions as to the use of the gift or income therefrom, such conditions or restrictions will be honored, subject, however, to the authority of the Board to vary the terms of any gift if continued adherence to any condition or restriction is in the judgment of the Board unnecessary, incapable of fulfillment, or inconsistent with the charitable or other exempt purposes of the Community Foundation or the needs of the community served by the Community Foundation. No distribution shall be made from the Fund that may in the judgment of the Community Foundation jeopardize or be inconsistent with the Community Foundation's Code section 501(c)(3) status or result in the imposition of any excise tax, penalty, or other tax, fine, or assessment under the Code.

**4. ADMINISTRATIVE PROVISIONS.** Notwithstanding anything herein to the contrary, the Community Foundation shall hold and administer the Fund, and all contributions and assets allocable to the Fund, subject to the provisions of applicable law and the Community Foundation's Articles of Incorporation and Bylaws, as amended from time to time. The Board shall oversee distributions from the Fund and shall have all powers of modification and removal specified in United States Treasury Regulation section 1.170A-9(f)(11)(v)(B) or corresponding provisions of any subsequent federal tax laws.

Upon request, the Board will provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants; provided, however, that the Donors provide contact information to the Community Foundation and update such contact information as needed.

This Agreement and all related proceedings shall be governed by and interpreted under the laws of the State of Indiana. Any action with respect to this Agreement shall be brought in or venued to a court of competent jurisdiction in Indiana.

**5. CONDITIONS FOR ACCEPTANCE OF GIFTS.** Donors agree and acknowledge that the establishment of the Fund is made in recognition of, and subject at all times to, applicable law and the terms and conditions of the Articles of Incorporation and Bylaws of the Community Foundation, as amended from time to time, and that the Fund shall at all times be subject to such terms and conditions, including, but not by way of limitation, provisions for:



- a. Presumption of Donors' intent;
- b. Variance from Donors' direction; and
- c. Amendments.

**6. CONTINUITY OF THE FUND.** The Fund shall continue so long as assets are available in the Fund and the purposes of the Fund can be served by its continuation. If the Fund is terminated, the Community Foundation shall use any remaining assets in the Fund exclusively for charitable or other exempt purposes that:

- a. are within the scope of the charitable and other exempt purposes of the Community Foundation; and
- b. most nearly approximate, in the good faith opinion of the Board, the original purpose of the Fund.

**7. NOT A SEPARATE TRUST.** The Fund shall be a component part of the Community Foundation. All money and property in the Fund shall be held as general assets of the Community Foundation and not segregated as trust property of a separate trust.

**8. ACCOUNTING.** The receipts and disbursements of the Fund shall be accounted for separately and apart from those of other gifts to the Community Foundation.

**9. INVESTMENT OF FUND ASSETS.** The Community Foundation shall have all powers necessary, or in its judgment desirable, to carry out the purposes of the Fund including, but not limited to, the power to retain, invest, and reinvest the assets of the Fund and the power to commingle the assets of the Fund for investment purposes with those of other funds or the Community Foundation's general assets. **Funds may be invested in unsecured securities and are subject to investment risks that may result in loss of value.**

**10. COSTS OF THE FUND.** It is understood and agreed that the Fund shall share a fair portion of the total investment and administrative costs and expenses of the Community Foundation. Those costs and expenses charged against the Fund shall be determined in accordance with the then current fee schedule identified by the Community Foundation as applicable to funds of this type, as such schedule may be amended by the Community Foundation from time to time. Any costs and expenses incurred by the Community Foundation in accepting, transferring, or managing property donated to the Community Foundation for the Fund, including without limitation the Community Foundation's costs and expenses (including reasonable attorneys fees) of any claim or proceeding with respect to the Fund in which the Community Foundation is prevailing party, also shall be paid from the Fund.

**[GO TO NEXT PAGE]**

**Execution**

**IN WITNESS WHEREOF**, Donors and the Community Foundation, by a duly authorized officer, have executed this Agreement as of the day and year first above written.

DONORS:

\_\_\_\_\_  
Donor

\_\_\_\_\_  
Donor

MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.:

By: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT A**

**LIST OF INITIAL DONATIONS TO FUND**

Cash: \_\_\_\_\_

Publicly Traded Securities:

Other:

**MONTGOMERY COUNTY COMMUNITY FOUNDATION**  
Supplemental Information for Endowment Fund Agreements

**INVESTMENT OF ENDOWMENT FUNDS**

1. The Montgomery County Community Foundation commingles investments of endowment funds with other funds in its investment pool. The commingled investments administered by the Community Foundation include only the endowment and non-permanent funds of the Foundation, the assets of charitable trusts, and the assets of other charitable organizations that have requested the commingling of a portion of their investments with those of the Community Foundation.
2. The Foundation's Board of Directors is responsible for the Foundation's pooled investments.
3. The Community Foundation's investment pool is exempt from the registration requirements of the federal securities laws, pursuant to an exemption for collective investment funds and similar funds maintained by charitable organizations.
4. The Foundation seeks to achieve investment returns in light of acceptable risk levels. The Foundation, with the assistance of an Investment Advisor, may actively manage the allocation of the investments among different investment styles, including equity, fixed income and alternatives. **The value of trusts and funds in the Foundation's pooled investments may be subject to fluctuations on the basis of certain factors; consequently, disbursements from endowment funds may be unpredictable, especially in the first few years of their existence.**
5. Professional investment managers and mutual funds may be utilized to achieve the Foundation's investment objectives. Managers may be compensated out of the assets of trusts and funds in the investment pool. Additional fees may be incurred; fee information is available upon request.
6. Funds must be invested a minimum of four (4) quarters before any grant distribution is made.
7. The Foundation offers two investment options utilizing two different investment allocation strategies. Please select one of the following investment options for your funds to be invested. Once you have selected an investment option, you may **not** change that investment option at a later date.

\_\_\_\_\_ **Total Return Approach (Pool #1)**

*The primary objective of the investments will be to provide for long-term growth of principal and income without undue exposure to risk to enable the Foundation to make grants on a continuing and reasonably consistent basis. Spending is based on the total return approach (appreciation plus ordinary income).*

\_\_\_\_\_ **Income Approach (Pool #2)**

*The primary objective of the investments will be to provide for income with a secondary focus on the growth of that income. Spending is based on ordinary income only.*

Receipt acknowledged:

\_\_\_\_\_

Name of Fund

Signature

Date

**DESIGNATED ENDOWMENT FUND AGREEMENT  
BETWEEN  
MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.,  
AND  
\_\_\_\_\_ (“DONORS”)**

**THIS AGREEMENT** (the “Agreement”) is made and entered into as of \_\_\_\_\_, 20\_\_, by and between Montgomery County Community Foundation, Inc. (the “Community Foundation”), and \_\_\_\_\_ (“Donors”).

**Recitals**

**WHEREAS**, Donors desire to establish a designated endowment fund in the Community Foundation; and

**WHEREAS**, the Community Foundation is an Indiana nonprofit corporation exempt from federal income taxes under Internal Revenue Code (“Code”) section 501(c)(3), a public charity described in Code section 170(b)(1)(A)(vi), and accordingly an appropriate institution within which to establish such a designated endowment fund; and

**WHEREAS**, the Community Foundation is willing and able to hold and administer such a designated endowment fund, subject to the terms and conditions hereof.

**General Provisions**

**NOW THEREFORE**, the parties agree as follows:

**1. GIFT AND FUND DESIGNATION.** Donors hereby transfer irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish a designated endowment fund to be known as the \_\_\_\_\_ Fund (the “Fund”). Subject to the right of the Community Foundation to reject any particular gift, from time to time the Community Foundation may accept additional irrevocable gifts of property from Donors or from any other source to be added to the Fund, all subject to the provisions hereof. All gifts, bequests, and devises to this Fund shall be irrevocable once accepted by the Community Foundation.

**2. PURPOSE.** The purpose of the Fund shall be to provide support to \_\_\_\_\_ (a single tax-exempt nonprofit organization described in Code sections 501(c)(3) and either 509(a)(1), 509(a)(2), or 509(a)(3)) (the “Designated Charitable Organization”), as directed by the Board of Directors (the “Board”) of the Community Foundation. Such support shall be used to further the charitable or other exempt purposes of the Designated Charitable Organization within the meaning of Code section 170(c)(1) or 170(c)(2)(B) and shall be consistent with the mission and purposes of the Community Foundation.

**3. DISTRIBUTIONS.** The ordinary income, capital appreciation (realized and unrealized), and principal (both historic dollar value and any principal contributions, accumulations, additions, or reinvestments) allocable to the Fund, net of the fees and expenses set forth in this Agreement, may be committed, granted, or expended pursuant to the distribution (or spending) policy of the Community Foundation, as such policy may be amended from time to time by the Community Foundation, solely for purposes described in this Agreement. The Community Foundation's distribution (or spending) policy, as applied to endowments such as the Fund, shall be designed to take into account total return concepts of investment and spending, with the goal of preserving the real spending power of endowments over time while balancing the need for consistent spending to support the charitable and similar exempt purposes of such endowments.

If any gift to the Community Foundation for the Fund is accepted subject to conditions or restrictions as to the use of the gift or income therefrom, such conditions or restrictions will be honored, subject, however, to the authority of the Board to vary the terms of any gift if continued adherence to any condition or restriction is in the judgment of the Board unnecessary, incapable of fulfillment, or inconsistent with the charitable or other exempt purposes of the Community Foundation or the needs of the community served by the Community Foundation. In this regard, if the Designated Charitable Organization ceases to exist or to be classified by the Internal Revenue Service as a public charity described in 509(a)(1), 509(a)(2), or 509(a)(3), the Board shall have the discretion to select another designated recipient that furthers purposes similar to that of the Designated Charitable Organization. No distribution shall be made from the Fund that may in the judgment of the Community Foundation jeopardize or be inconsistent with the Community Foundation's Code section 501(c)(3) status or result in the imposition of any excise tax, penalty, or other tax, fine, or assessment under the Code.

**4. ADMINISTRATIVE PROVISIONS.** Notwithstanding anything herein to the contrary, the Community Foundation shall hold and administer the Fund, and all contributions and assets allocable to the Fund, subject to the provisions of applicable law and the Community Foundation's Articles of Incorporation and Bylaws, as amended from time to time. The Board shall oversee distributions from the Fund and shall have all powers of modification and removal specified in United States Treasury Regulation section 1.170A-9(f)(11)(v)(B) or corresponding provisions of any subsequent federal tax laws.

Upon request, the Board will provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants; provided, however, that the Donors provide contact information to the Community Foundation and update such contact information as needed.

This Agreement and all related proceedings shall be governed by and interpreted under the laws of the State of Indiana. Any action with respect to this Agreement shall be brought in or venued to a court of competent jurisdiction in Indiana.

**5. CONDITIONS FOR ACCEPTANCE OF GIFTS.** Donors agree and acknowledge that the establishment of the Fund is made in recognition of, and subject at all times to, applicable law and the terms and conditions of the Articles of Incorporation and Bylaws of the

Community Foundation, as amended from time to time, and that the Fund shall at all times be subject to such terms and conditions, including, but not by way of limitation, provisions for:

- a. Presumption of Donors' intent;
- b. Variance from Donors' direction; and
- c. Amendments.

**6. CONTINUITY OF THE FUND.** The Fund shall continue so long as assets are available in the Fund and the purposes of the Fund can be served by its continuation. If the Fund is terminated, the Community Foundation shall use any remaining assets in the Fund exclusively for charitable or other exempt purposes that:

- a. are within the scope of the charitable and other exempt purposes of the Community Foundation; and
- b. most nearly approximate, in the good faith opinion of the Board, the original purpose of the Fund.

**7. NOT A SEPARATE TRUST.** The Fund shall be a component part of the Community Foundation. All money and property in the Fund shall be held as general assets of the Community Foundation and not segregated as trust property of a separate trust.

**8. ACCOUNTING.** The receipts and disbursements of the Fund shall be accounted for separately and apart from those of other gifts to the Community Foundation.

**9. INVESTMENT OF FUND ASSETS.** The Community Foundation shall have all powers necessary, or in its judgment desirable, to carry out the purposes of the Fund including, but not limited to, the power to retain, invest, and reinvest the assets of the Fund and the power to commingle the assets of the Fund for investment purposes with those of other funds or the Community Foundation's general assets. **Funds may be invested in uninsured securities and are subject to investment risks that may result in loss of value.**

**10. COSTS OF THE FUND.** It is understood and agreed that the Fund shall share a fair portion of the total investment and administrative costs and expenses of the Community Foundation. Those costs and expenses charged against the Fund shall be determined in accordance with the then current fee schedule identified by the Community Foundation as applicable to funds of this type, as such schedule may be amended by the Community Foundation from time to time. Any costs and expenses incurred by the Community Foundation in accepting, transferring, or managing property donated to the Community Foundation for the Fund, including without limitation the Community Foundation's costs and expenses (including reasonable attorneys fees) of any claim or proceeding with respect to the Fund in which the Community Foundation is prevailing party, also shall be paid from the Fund.

**[GO TO NEXT PAGE]**

**Execution**

**IN WITNESS WHEREOF**, Donors and the Community Foundation, by a duly authorized officer, have executed this Agreement as of the day and year first above written.

DONORS:

\_\_\_\_\_  
Donor

\_\_\_\_\_  
Donor

MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.:

By: \_\_\_\_\_

Title: \_\_\_\_\_



**EXHIBIT A**

**LIST OF INITIAL DONATIONS TO FUND**

Cash: \_\_\_\_\_

Publicly Traded Securities:

Other:

**MONTGOMERY COUNTY COMMUNITY FOUNDATION**  
Supplemental Information for Endowment Fund Agreements

**INVESTMENT OF ENDOWMENT FUNDS**

1. The Montgomery County Community Foundation commingles investments of endowment funds with other funds in its investment pool. The commingled investments administered by the Community Foundation include only the endowment and non-permanent funds of the Foundation, the assets of charitable trusts, and the assets of other charitable organizations that have requested the commingling of a portion of their investments with those of the Community Foundation.
2. The Foundation's Board of Directors is responsible for the Foundation's pooled investments.
3. The Community Foundation's investment pool is exempt from the registration requirements of the federal securities laws, pursuant to an exemption for collective investment funds and similar funds maintained by charitable organizations.
4. The Foundation seeks to achieve investment returns in light of acceptable risk levels. The Foundation, with the assistance of an Investment Advisor, may actively manage the allocation of the investments among different investment styles, including equity, fixed income and alternatives. **The value of trusts and funds in the Foundation's pooled investments may be subject to fluctuations on the basis of certain factors; consequently, disbursements from endowment funds may be unpredictable, especially in the first few years of their existence.**
5. Professional investment managers and mutual funds may be utilized to achieve the Foundation's investment objectives. Managers may be compensated out of the assets of trusts and funds in the investment pool. Additional fees may be incurred; fee information is available upon request.
6. Funds must be invested a minimum of four (4) quarters before any grant distribution is made.
7. The Foundation offers two investment options utilizing two different investment allocation strategies. Please select one of the following investment options for your funds to be invested. Once you have selected an investment option, you may **not** change that investment option at a later date.

\_\_\_\_\_ **Total Return Approach (Pool #1)**

*The primary objective of the investments will be to provide for long-term growth of principal and income without undue exposure to risk to enable the Foundation to make grants on a continuing and reasonably consistent basis. Spending is based on the total return approach (appreciation plus ordinary income).*

\_\_\_\_\_ **Income Approach (Pool #2)**

*The primary objective of the investments will be to provide for income with a secondary focus on the growth of that income. Spending is based on ordinary income only.*

Receipt acknowledged:

\_\_\_\_\_

Name of Fund

Signature

Date

**DONOR ADVISED ENDOWMENT FUND AGREEMENT  
BETWEEN  
MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.,  
AND  
\_\_\_\_\_ (“DONORS”)**

**THIS AGREEMENT** (the “Agreement”) is made and entered into as of \_\_\_\_\_, 20\_\_, by and between Montgomery County Community Foundation, Inc. (the “Community Foundation”), and \_\_\_\_\_ (“Donors”).

**Recitals**

**WHEREAS**, Donors desire to establish an advised endowment fund in the Community Foundation with respect to which Donors can recommend appropriate expenditures or recipients of grants for charitable and similar exempt purposes; and

**WHEREAS**, the Community Foundation is an Indiana nonprofit corporation exempt from federal income taxes under Internal Revenue Code (“Code”) section 501(c)(3), a public charity described in Code section 170(b)(1)(A)(vi), and accordingly an appropriate institution within which to establish such an advised endowment fund; and

**WHEREAS**, the Community Foundation is willing and able to hold and administer such an advised endowment fund, subject to the terms and conditions hereof.

**General Provisions**

**NOW THEREFORE**, the parties agree as follows:

**1. GIFT AND FUND DESIGNATION.** Donors hereby transfer irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish an advised endowment fund to be known as the \_\_\_\_\_ Fund (the “Fund”). Subject to the right of the Community Foundation to reject any particular gift, from time to time the Community Foundation may accept additional irrevocable gifts of property from Donors or from any other source to be added to the Fund, all subject to the provisions hereof. All gifts, bequests, and devises to this Fund shall be irrevocable once accepted by the Community Foundation.

**2. PURPOSE.** The purpose of the Fund shall be to provide support as directed by the Board of Directors (the “Board”) of the Community Foundation for programs or activities that fulfill charitable or other exempt purposes within the meaning of Code section 170(c)(1) or 170(c)(2)(B) and that are consistent with the mission and purposes of the Community Foundation.

**3. DISTRIBUTIONS.** The ordinary income, capital appreciation (realized and unrealized), and principal (both historic dollar value and any principal contributions, accumulations, additions, or reinvestments) allocable to the Fund, net of the fees and expenses set forth in this Agreement, may be committed, granted, or expended pursuant to the distribution (or spending) policy of the Community Foundation, as such policy may be amended from time to time by the Community Foundation, solely for purposes described in this Agreement (i) to pay expenditures of charitable or other exempt programs and activities conducted or sponsored by the Community Foundation itself, (ii) to other organizations described in Code section 170(b)(1)(A), or (iii) to other exempt organizations that are not public charities (such as organizations described in Code sections 501(c)(4) or 501(c)(6)), provided that the Community Foundation exercises expenditure responsibility pursuant to Code section 4945(h), to ensure such distributions are used for exclusively charitable purposes. The Community Foundation's distribution (or spending) policy, as applied to endowments such as the Fund, shall be designed to take into account total return concepts of investment and spending, with the goal of preserving the real spending power of endowments over time while balancing the need for consistent spending to support the charitable and similar exempt purposes of such endowments.

If any gift to the Community Foundation for the Fund is accepted subject to conditions or restrictions as to the use of the gift or income therefrom, such conditions or restrictions will be honored, subject, however, to the authority of the Board to vary the terms of any gift if continued adherence to any condition or restriction is in the judgment of the Board unnecessary, incapable of fulfillment, or inconsistent with the charitable or other exempt purposes of the Community Foundation or the needs of the community served by the Community Foundation. No distribution shall be made from the Fund that may in the judgment of the Community Foundation jeopardize or be inconsistent with the Community Foundation's Code section 501(c)(3) status or result in the imposition of any excise tax, penalty, or other tax, fine, or assessment under the Code (e.g., taxes on Code section 4966 taxable distributions to "disqualified supporting organizations").

**4. RECOMMENDATIONS FOR DISTRIBUTIONS.** Subject to the Community Foundation's principles and procedures for advised funds, the commitments, grants, or expenditures from the Fund contemplated in this Agreement shall be made at such time or times and in such amount or amounts as may be determined by the Community Foundation; provided, however, that Donors (or any one individual designated by the Donors as the Fund advisor) may from time to time submit to the Community Foundation recommendations regarding appropriate expenditures or the names of specified organizations described in Code section 170(b)(1)(A) to which it is recommended that distributions be made. All recommendations from Donors or the designated advisor shall be solely advisory, and the Community Foundation may accept or reject them, applying reasonable standards and guidelines with regard thereto (including policies and procedures implemented to comply with applicable law). If both spouses sign this Agreement as Donors, each shall be equally entitled to advise as to Fund distributions while both survive. After the first of the Donors to die, the surviving Donor may make all such recommendations. After the death of both Donors or the last properly designated advisor (if later), the assets of the Fund shall be added to, and maintained, expended, or distributed as part of, the general endowment funds of the Community Foundation. Moreover, in the event that no grant recommendations are made from the Fund for a period of [two years] and, during such time the

Donors (or the Fund advisor, if applicable) do not reply to the Community Foundation's attempts to contact them, the Community Foundation will begin making grants from the Fund pursuant to the spending policy of the Community Foundation and consistent with the Fund's purpose or Donors' grantmaking history for an additional [three-year] period. If no grant is recommended in this subsequent [three-year] period by the Donors (or Fund advisor) the assets of the Fund shall be added to, and maintained, expended, or distributed as part of, the general endowment funds of the Community Foundation.

**5. ADMINISTRATIVE PROVISIONS.** Notwithstanding anything herein to the contrary, the Community Foundation shall hold and administer the Fund, and all contributions and assets allocable to the Fund, subject to the provisions of applicable law and the Community Foundation's Articles of Incorporation and Bylaws, as amended from time to time. The Board shall oversee distributions from the Fund and shall have all powers of modification and removal specified in United States Treasury Regulation section 1.170A-9(f)(11)(v)(B) or corresponding provisions of any subsequent federal tax laws.

Upon request, the Board will provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants; provided, however, that the Donors provide contact information to the Community Foundation and update such contact information as needed.

This Agreement and all related proceedings shall be governed by and interpreted under the laws of the State of Indiana. Any action with respect to this Agreement shall be brought in or venued to a court of competent jurisdiction in Indiana.

**6. CONDITIONS FOR ACCEPTANCE OF GIFTS.** Donors agree and acknowledge that the establishment of the Fund is made in recognition of, and subject at all times to, applicable law and the terms and conditions of the Articles of Incorporation and Bylaws of the Community Foundation, as amended from time to time, and that the Fund shall at all times be subject to such terms and conditions, including, but not by way of limitation, provisions for:

- a. Presumption of Donors' intent;
- b. Variance from Donors' direction; and
- c. Amendments.

**7. CONTINUITY OF THE FUND.** The Fund shall continue so long as assets are available in the Fund and the purposes of the Fund can be served by its continuation. If the Fund is terminated, the Community Foundation shall use any remaining assets in the Fund exclusively for charitable or other exempt purposes that:

- a. are within the scope of the charitable and other exempt purposes of the Community Foundation; and
- b. most nearly approximate, in the good faith opinion of the Board, the original purpose of the Fund.

**8. NOT A SEPARATE TRUST.** The Fund shall be a component part of the Community Foundation. All money and property in the Fund shall be held as general assets of the Community Foundation and not segregated as trust property of a separate trust.

**9. ACCOUNTING.** The receipts and disbursements of the Fund shall be accounted for separately and apart from those of other gifts to the Community Foundation.

**10. INVESTMENT OF FUND ASSETS.** The Community Foundation shall have all powers necessary, or in its judgment desirable, to carry out the purposes of the Fund including, but not limited to, the power to retain, invest, and reinvest the assets of the Fund and the power to commingle the assets of the Fund for investment purposes with those of other funds or the Community Foundation's general assets. **Funds may be invested in uninsured securities and are subject to investment risks that may result in loss of value.**

**11. COSTS OF THE FUND.** It is understood and agreed that the Fund shall share a fair portion of the total investment and administrative costs and expenses of the Community Foundation. Those costs and expenses charged against the Fund shall be determined in accordance with the then current fee schedule identified by the Community Foundation as applicable to funds of this type, as such schedule may be amended by the Community Foundation from time to time. Any costs and expenses incurred by the Community Foundation in accepting, transferring, or managing property donated to the Community Foundation for the Fund, including without limitation the Community Foundation's costs and expenses (including reasonable attorneys fees) of any claim or proceeding with respect to the Fund in which the Community Foundation is prevailing party, also shall be paid from the Fund.

**[GO TO NEXT PAGE]**

**Execution**

**IN WITNESS WHEREOF**, Donors and the Community Foundation, by a duly authorized officer, have executed this Agreement as of the day and year first above written.

DONORS:

\_\_\_\_\_

Donor

\_\_\_\_\_

Donor

MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.:

By: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT A**

LIST OF INITIAL DONATIONS TO FUND

Cash: \_\_\_\_\_

Publicly Traded Securities:

Other:



**MONTGOMERY COUNTY COMMUNITY FOUNDATION**  
Supplemental Information for Endowment Fund Agreements

**INVESTMENT OF ENDOWMENT FUNDS**

1. The Montgomery County Community Foundation commingles investments of endowment funds with other funds in its investment pool. The commingled investments administered by the Community Foundation include only the endowment and non-permanent funds of the Foundation, the assets of charitable trusts, and the assets of other charitable organizations that have requested the commingling of a portion of their investments with those of the Community Foundation.
2. The Foundation's Board of Directors is responsible for the Foundation's pooled investments.
3. The Community Foundation's investment pool is exempt from the registration requirements of the federal securities laws, pursuant to an exemption for collective investment funds and similar funds maintained by charitable organizations.
4. The Foundation seeks to achieve investment returns in light of acceptable risk levels. The Foundation, with the assistance of an Investment Advisor, may actively manage the allocation of the investments among different investment styles, including equity, fixed income and alternatives. **The value of trusts and funds in the Foundation's pooled investments may be subject to fluctuations on the basis of certain factors; consequently, disbursements from endowment funds may be unpredictable, especially in the first few years of their existence.**
5. Professional investment managers and mutual funds may be utilized to achieve the Foundation's investment objectives. Managers may be compensated out of the assets of trusts and funds in the investment pool. Additional fees may be incurred; fee information is available upon request.
6. Funds must be invested a minimum of four (4) quarters before any grant distribution is made.
7. The Foundation offers two investment options utilizing two different investment allocation strategies. Please select one of the following investment options for your funds to be invested. Once you have selected an investment option, you may **not** change that investment option at a later date.

\_\_\_\_\_ **Total Return Approach (Pool #1)**

*The primary objective of the investments will be to provide for long-term growth of principal and income without undue exposure to risk to enable the Foundation to make grants on a continuing and reasonably consistent basis. Spending is based on the total return approach (appreciation plus ordinary income).*

\_\_\_\_\_ **Income Approach (Pool #2)**

*The primary objective of the investments will be to provide for income with a secondary focus on the growth of that income. Spending is based on ordinary income only.*

Receipt acknowledged:

\_\_\_\_\_

Name of Fund

Signature

Date

**DISCRETIONARY SCHOLARSHIP ENDOWMENT FUND AGREEMENT  
BETWEEN  
MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.,  
AND  
\_\_\_\_\_ (“DONORS”)**

**THIS AGREEMENT** (the “Agreement”) is made and entered into as of \_\_\_\_\_, 20\_\_, by and between Montgomery County Community Foundation, Inc. (the “Community Foundation”), and \_\_\_\_\_ (“Donors”).

**Recitals**

**WHEREAS**, Donors desire to establish a discretionary scholarship endowment fund in the Community Foundation; and

**WHEREAS**, the Community Foundation is an Indiana nonprofit corporation exempt from federal income taxes under Internal Revenue Code (“Code”) section 501(c)(3), a public charity described in Code section 170(b)(1)(A)(vi), and accordingly an appropriate institution within which to establish such a discretionary scholarship endowment fund; and

**WHEREAS**, the Community Foundation is willing and able to hold and administer such a discretionary scholarship endowment fund, which shall provide scholarships at the discretion of the Community Foundation pursuant to the process established by the Community Foundation in accordance with the terms and conditions of this Agreement.

**General Provisions**

**NOW THEREFORE**, the parties agree as follows:

**1. GIFT AND FUND DESIGNATION.** Donors hereby transfer irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish a discretionary scholarship endowment fund to be known as the \_\_\_\_\_ Fund (the “Fund”). Subject to the right of the Community Foundation to reject any particular gift, from time to time the Community Foundation may accept additional irrevocable gifts of property from Donors or from any other source to be added to the Fund, all subject to the provisions hereof. All gifts, bequests, and devises to this Fund shall be irrevocable once accepted by the Community Foundation.

**2. PURPOSE.** The purpose of the Fund shall be to provide support as directed by the Board of Directors (the “Board”) of the Community Foundation for educational scholarships for students who are accepted into and attend an accredited educational organization that normally maintains a regular faculty and curriculum and has a regularly enrolled body of students as described in Code section 170(b)(1)(A)(ii). Consistent with the charitable purposes of the Community Foundation, distributions from this Fund will be used primarily to provide scholarships in accordance with the criteria contained in Exhibit B to this Agreement and the Community Foundation’s Policies and Procedures for Scholarship Funds, as amended from time

to time. All scholarship determinations shall be made by a scholarship committee entirely appointed by the Community Foundation's Board of Directors (and on which the Donors shall not serve).

In the event that the above criteria are too restrictive (because no student acceptable to the Community Foundation meets the criteria, or for other reasons), the purpose of the Fund shall include the support of educational scholarships for deserving students who most closely satisfy the criteria. All support provided from the Fund shall further the educational, charitable, or other exempt purposes of the Community Foundation within the meaning of Code section 170(c)(1) or 170(c)(2)(B) and shall be consistent with the mission and purposes of the Community Foundation.

**3. DISTRIBUTIONS.** The ordinary income, capital appreciation (realized and unrealized), and principal (both historic dollar value and any principal contributions, accumulations, additions, or reinvestments) allocable to the Fund, net of the fees and expenses set forth in this Agreement, may be committed, granted, or expended pursuant to the distribution (or spending) policy of the Community Foundation, as such policy may be amended from time to time by the Community Foundation, solely for the purposes described in this Agreement. In addition, all Fund assets shall be available to make payments in support of previously approved educational scholarships (for example, a four-year scholarship awarded with the understanding that scholarship payments will continue as long as the recipient remains in good standing with a particular grade point average). The Community Foundation's distribution (or spending) policy, as applied to endowments such as the Fund, shall be designed to take into account total return concepts of investment and spending, with the goal of preserving the real spending power of endowments over time while balancing the need for consistent spending to support the educational, charitable, and similar purposes of such endowments.

If any gift to the Community Foundation for the Fund is accepted subject to conditions or restrictions as to the use of the gift or income therefrom, such conditions or restrictions will be honored, subject, however, to the authority of the Board to vary the terms of any gift if continued adherence to any condition or restriction is in the judgment of the Board unnecessary, incapable of fulfillment, or inconsistent with the educational, charitable, or other exempt purposes of the Community Foundation or the needs of the community served by the Community Foundation. No distribution shall be made from the Fund that may in the judgment of the Community Foundation jeopardize or be inconsistent with the Community Foundation's Code section 501(c)(3) status or result in the imposition of any excise tax, penalty, or other tax, fine, or assessment under the Code.

**4. ADMINISTRATIVE PROVISIONS.** Notwithstanding anything herein to the contrary, the Community Foundation shall hold and administer the Fund, and all contributions and assets allocable to the Fund, subject to the provisions of applicable law and the Community Foundation's Articles of Incorporation and Bylaws, as amended from time to time. The Board shall oversee distributions from the Fund and shall have all powers of modification and removal specified in United States Treasury Regulation section 1.170A-9(f)(11)(v)(B) or corresponding provisions of any subsequent federal tax laws.

Upon request, the Board will provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants; provided, however, that the Donors provide contact information to the Community Foundation and update such contact information as needed.

This Agreement and all related proceedings shall be governed by and interpreted under the laws of the State of Indiana. Any action with respect to this Agreement shall be brought in or venued to a court of competent jurisdiction in Indiana.

**5. CONDITIONS FOR ACCEPTANCE OF GIFTS.** Donors agree and acknowledge that the establishment of the Fund is made in recognition of, and subject at all times to, applicable law and the terms and conditions of the Articles of Incorporation and Bylaws of the Community Foundation, as amended from time to time, and that the Fund shall at all times be subject to such terms and conditions, including, but not by way of limitation, provisions for:

- a. Presumption of Donors' intent;
- b. Variance from Donors' direction; and
- c. Amendments.

**6. CONTINUITY OF THE FUND.** The Fund shall continue so long as assets are available in the Fund and the purposes of the Fund can be served by its continuation. If the Fund is terminated, the Community Foundation shall use any remaining assets in the Fund exclusively for educational, charitable, or other exempt purposes that:

- a. are within the scope of the educational, charitable, and other exempt purposes of the Community Foundation; and
- b. most nearly approximate, in the good faith opinion of the Board, the original purpose of the Fund.

**7. NOT A SEPARATE TRUST.** The Fund shall be a component part of the Community Foundation. All money and property in the Fund shall be held as general assets of the Community Foundation and not segregated as trust property of a separate trust.

**8. ACCOUNTING.** The receipts and disbursements of the Fund shall be accounted for separately and apart from those of other gifts to the Community Foundation.

**9. INVESTMENT OF FUND ASSETS.** The Community Foundation shall have all powers necessary, or in its judgment desirable, to carry out the purposes of the Fund including, but not limited to, the power to retain, invest, and reinvest the assets of the Fund and the power to commingle the assets of the Fund for investment purposes with those of other funds or the Community Foundation's general assets. **Funds may be invested in uninsured securities and are subject to investment risks that may result in loss of value.**

**10. COSTS OF THE FUND.** It is understood and agreed that the Fund shall share a fair portion of the total investment and administrative costs and expenses of the Community Foundation. Those costs and expenses charged against the Fund shall be determined in accordance with the then current fee schedule identified by the Community Foundation as applicable to funds of this type, as such schedule may be amended by the Community Foundation from time to time. Any costs and expenses incurred by the Community Foundation in accepting, transferring, or managing property donated to the Community Foundation for the Fund, including without limitation the Community Foundation's costs and expenses (including reasonable attorneys fees) of any claim or proceeding with respect to the Fund in which the Community Foundation is prevailing party, also shall be paid from the Fund.

**[GO TO NEXT PAGE]**

**Execution**

**IN WITNESS WHEREOF**, Donors and the Community Foundation, by a duly authorized officer, have executed this Agreement as of the day and year first above written.

DONORS:

\_\_\_\_\_  
Donor

\_\_\_\_\_  
Donor

MONTGOMERY COUNTY COMMUNITY FOUNDATION, INC.:

By: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT A**

**LIST OF INITIAL DONATIONS TO FUND**

Cash: \_\_\_\_\_

Publicly Traded Securities:

Other:

## **EXHIBIT B**

### **SELECTION CRITERIA**

Pursuant to the terms of the Agreement, scholarships may be awarded by the Community Foundation to students who meet the following qualifications:

[For example:

- Residency requirements
- School currently attended
- Level of study to be supported (undergraduate, graduate, etc.)
- Requirement for field or fields of study and/or career guidelines
- Need based and/or merit based requirements
- Requirement for attendance at specific institution(s) or within geographic boundary]

[Criteria chosen must be objective, non-discriminatory, and reasonably related to the purpose of the scholarship.]



**MONTGOMERY COUNTY COMMUNITY FOUNDATION**  
Supplemental Information for Endowment Fund Agreements

**INVESTMENT OF ENDOWMENT FUNDS**

1. The Montgomery County Community Foundation commingles investments of endowment funds with other funds in its investment pool. The commingled investments administered by the Community Foundation include only the endowment and non-permanent funds of the Foundation, the assets of charitable trusts, and the assets of other charitable organizations that have requested the commingling of a portion of their investments with those of the Community Foundation.
2. The Foundation's Board of Directors is responsible for the Foundation's pooled investments.
3. The Community Foundation's investment pool is exempt from the registration requirements of the federal securities laws, pursuant to an exemption for collective investment funds and similar funds maintained by charitable organizations.
4. The Foundation seeks to achieve investment returns in light of acceptable risk levels. The Foundation, with the assistance of an Investment Advisor, may actively manage the allocation of the investments among different investment styles, including equity, fixed income and alternatives. **The value of trusts and funds in the Foundation's pooled investments may be subject to fluctuations on the basis of certain factors; consequently, disbursements from endowment funds may be unpredictable, especially in the first few years of their existence.**
5. Professional investment managers and mutual funds may be utilized to achieve the Foundation's investment objectives. Managers may be compensated out of the assets of trusts and funds in the investment pool. Additional fees may be incurred; fee information is available upon request.
6. Funds must be invested a minimum of four (4) quarters before any grant distribution is made.
7. The Foundation offers two investment options utilizing two different investment allocation strategies. Please select one of the following investment options for your funds to be invested. Once you have selected an investment option, you may **not** change that investment option at a later date.

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*The primary objective of the investments will be to provide for long-term growth of principal and income without undue exposure to risk to enable the Foundation to make grants on a continuing and reasonably consistent basis. Spending is based on the total return approach (appreciation plus ordinary income).*

\_\_\_\_\_ **Income Approach (Pool #2)**

*The primary objective of the investments will be to provide for income with a secondary focus on the growth of that income. Spending is based on ordinary income only.*

Receipt acknowledged:

\_\_\_\_\_

Name of Fund

Signature

Date