FORM FUND AGREEMENTS

FOR INDIANA COMMUNITY FOUNDATIONS

Prepared For

Indiana Philanthropy Alliance, Inc.

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# Table of Contents

## A. Introduction [Link1]

## B. Form Fund Agreements

1. **Discretionary Fund Agreements** [Link2]
   a. Endowment [Link3]
   b. Pass-Through [Link4]

2. **Designated Fund Agreements** [Link5]
   a. Endowment [Link6]
   b. Pass-Through [Link7]

3. **Field of Interest Fund Agreements** [Link8]
   a. Endowment [Link9]
   b. Pass-Through [Link10]

4. **Donor Advised Fund Agreements** [Link11]
   a. Endowment [Link12]
   b. Pass-Through [Link13]

5. **Discretionary Scholarship Fund Agreements** [Link14]
   a. Endowment [Link15]
   b. Pass-Through [Link16]

6. **Advised Scholarship Fund Agreements** [Link17]
   a. Endowment [Link18]
   b. Pass-Through [Link19]

7. **Advised Charitable Organization Fund Agreements** [Link20]
   a. Endowment [Link21]
   b. Pass-Through [Link22]
INDIANA PHILANTHROPY ALLIANCE
FORM FUND AGREEMENTS

INTRODUCTION

This form book contains sample fund agreements designed to assist Indiana community foundations that are exempt from taxation under Sections 501(c)(3) and 170(b)(1)(a)(vi) of the Internal Revenue Code of 1986, as amended (the “Code”). The enclosed forms reflect the most recent significant legal provisions affecting community foundations included in (i) the Pension Protection Act of 2006 (the “Pension Act”), as passed by the United States Congress and enacted into law on August 17, 2006, and (ii) the Uniform Prudent Management of Institutional Funds Act (“UPMIFA”), as passed by the Indiana General Assembly and effective as of July 1, 2007. In addition, the forms have been reviewed in light of the Community Foundation Compliance Project that the Internal Revenue Service undertook from 2007 to 2012 and the more recent attention that the IRS has given to donor advised funds. Because Congress and the Treasury may enact additional legislation or author updated regulations affecting community foundations, future modifications may be necessary to the sample fund agreements in this form book. Community foundations should consult with legal counsel with respect to utilizing or modifying these sample fund agreements.

This form book includes both endowment fund agreements and pass-through fund agreements. An endowment fund generally is one that is intended to exist in perpetuity, while a pass-through fund normally is not subject to spending limitations and therefore may be more temporary in duration. Under UPMIFA, unless the donor specifically provides otherwise, an institution may spend or accumulate so much of an endowment fund (including income, appreciation, and principal) as is prudent under the circumstances, consistent with the purposes of the fund, relevant economic factors, and the donor’s intent that the fund continue in perpetuity.

Please note that the contents of this form book constitute educational materials and are not intended to replace the advice of legal counsel with respect to the particular implications of specific situations.
**Discretionary Fund Agreements**

A Discretionary Fund (endowment or pass-through) typically is established to provide support for general, unspecified charitable purposes at the discretion of the Community Foundation, with no advice or recommendations from the Donor (or any persons designated by the Donor).
DISCRETIONARY ENDOWMENT FUND AGREEMENT
BETWEEN
_______________________________ COMMUNITY FOUNDATION, INC.,
AND
_______________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________,
20__, by and between ________________ 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, 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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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.
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

___________________________________ COMMUNITY FOUNDATION, INC.:

By:  __________________________________

Title: ________________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
DISCRETIONARY PASS-THROUGH FUND AGREEMENT
BETWEEN
____________________ COMMUNITY FOUNDATION, INC.,
AND
____________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________, 20__, by and between ___________________ Community Foundation, Inc. (the “Community Foundation”), and ______________________________ (“Donors”).

Recitals

WHEREAS, Donors desire to establish a discretionary pass-through 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 pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such a discretionary pass-through 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 discretionary pass-through 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 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.

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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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 venue 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

_________________________________
COMMUNITY FOUNDATION, INC.:

By:  _______________________________

Title:  _______________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ______________________________

Publicly Traded Securities:

Other:
**Designated Fund Agreements**

A Designated Fund (endowment or pass-through) typically is established to provide support for a specified public charity (e.g., the local art museum, symphony, or hospital), with no future advice or recommendations from the Donor (or any persons designated by the Donor).
DESIGNATED ENDOWMENT FUND AGREEMENT
BETWEEN
_____________________________ COMMUNITY FOUNDATION, INC.,
AND
__________________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
_____________, 20__, by and between ________________ 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. 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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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 vened 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

_________________________________
Donor

COMMUNITY FOUNDATION, INC.:

By:   _______________________________

Title: _______________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ________________________________

Publicly Traded Securities: ________________________________

Other: ________________________________
DESIGNATED PASS-THROUGH FUND AGREEMENT
BETWEEN
_____________________________ COMMUNITY FOUNDATION, INC.,
AND
__________________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
_________________, 20__, by and between __________________ Community Foundation, Inc.
(the “Community Foundation”), and ________________________________ (“Donors”).

Recitals

WHEREAS, Donors desire to establish a designated pass-through 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 pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such
a designated pass-through 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 pass-through 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 solely for purposes described in this Agreement.

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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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

________________________________________ COMMUNITY FOUNDATION, INC.:

By: ______________________________________

Title: ____________________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ______________________________

Publicly Traded Securities:

Other:
Field of Interest Fund Agreements

A Field of Interest Fund (endowment or pass-through) typically is established to provide support for a specified charitable purpose (e.g., cancer research, the arts, public schools, impoverished children), with no future advice or recommendations from the Donor (or any persons designated by the Donor).
FIELD OF INTEREST ENDOWMENT FUND AGREEMENT
BETWEEN
_________________________________ COMMUNITY FOUNDATION, INC.,
AND
_________________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
______________, 20__, by and between ___________________ 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 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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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

___________________________________ COMMUNITY FOUNDATION, INC.:

By: ________________________________

Title: ______________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ______________________________

Publicly Traded Securities:

Other:
FIELD OF INTEREST PASS-THROUGH FUND AGREEMENT

BETWEEN
_______________________________ COMMUNITY FOUNDATION, INC.,
AND
_______________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________, 20__, by and between ________________ Community Foundation, Inc. (the “Community Foundation”), and __________________________ (“Donors”).

Recitals

WHEREAS, Donors desire to establish a field of interest pass-through 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 pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such a field of interest pass-through 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 pass-through 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 rein vestments) allocable to the Fund, net of the fees and expenses set forth in this Agreement, may be committed, granted, or expended 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.

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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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

________________________________________ COMMUNITY FOUNDATION, INC.:

By: ____________________________________

Title: ___________________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
**Donor Advised Fund Agreements**

A Donor Advised Fund (endowment or pass-through) typically is established at the request of a Donor to the Community Foundation to provide support for charitable and similar exempt expenditures or recipients recommended by the Donor or persons designated by the Donor to advise the Community Foundation. The recommendations must be advisory only, and the Community Foundation must be free to reject any or all recommendations.
DONOR ADVISED ENDOWMENT FUND AGREEMENT
BETWEEN
________________________ COMMUNITY FOUNDATION, INC.,
AND
________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________, 20__, by and between __________________ 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 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 (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. 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.

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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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

_______________________________ COMMUNITY FOUNDATION, INC.:

By: ____________________________

Title: ____________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
DONOR ADVISED PASS-THROUGH FUND AGREEMENT
BETWEEN
____________________ COMMUNITY FOUNDATION, INC.,
AND
____________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________, 20__, by and between __________________________ Community Foundation, Inc. (the “Community Foundation”), and __________________________ (‘‘Donors’’).

Recitals

WHEREAS, Donors desire to establish an advised pass-through 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 pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such an advised pass-through 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 pass-through 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 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.

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. 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 assets 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.
The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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.

**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

____________________________ COMMUNITY FOUNDATION, INC.:

By: ____________________________

Title: ____________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
**Discretionary Scholarship Fund Agreements**

A Discretionary Scholarship Fund (endowment or pass-through) typically is established to provide educational scholarships to individuals, with no advice or recommendations from the Donor (or persons designated by the Donor). If the Donor wishes to be involved in the selection of scholarship recipients (or wishes to designate one or more persons to be involved in the selection of scholarship recipients), the Advised Scholarship Fund Agreement forms should be used.
DISCRETIONARY SCHOLARSHIP ENDOWMENT FUND AGREEMENT
BETWEEN
___________________________ COMMUNITY FOUNDATION, INC.,
AND
___________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
______________, 20__, by and between __________________ 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, 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 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 accredited two- or four-year public or private
institutions of higher learning as described in Code section 170(b)(1)(A)(ii), and in particular to
such students who meet the following qualifications [such as students who graduate from a
particular high school, district, or county, students enrolled in a particular field of study, etc.]:

____________________________________________________________________________
____________________________________________________________________________
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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.
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

______________________________ COMMUNITY FOUNDATION, INC.:

By: ___________________________

Title: _________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: _____________________________

Publicly Traded Securities:

Other:
DISCRETIONARY SCHOLARSHIP PASS-THROUGH FUND AGREEMENT
BETWEEN
________________________________________ COMMUNITY FOUNDATION, INC.,
AND
________________________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
__________, 20__, by and between ________________ Community
Foundation, Inc. (the “Community Foundation”), and ________________ (“Donors”).

Recitals

WHEREAS, Donors desire to establish a discretionary scholarship pass-through 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 pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such a discretionary scholarship pass-through 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 discretionary scholarship pass-through 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 accredited two- or four-year public or private institutions of higher learning as described in Code section 170(b)(1)(A)(ii), and in particular to such students who meet the following qualifications [such as students who graduate from a particular high school, district, or county, students enrolled in a particular field of study, etc.]:

______________________________________________________________________________
______________________________________________________________________________
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 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).

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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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

_________________________________
COMMUNITY FOUNDATION, INC.:

By: __________________________________

Title: _______________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ______________________________

Publicly Traded Securities:

Other:
Advised Scholarship Fund Agreements

An Advised Scholarship Fund (endowment or pass-through) typically is established to provide educational scholarships to individuals, where the Donor or persons designated by the Donor are to be involved in the selection of scholarship recipients. Under the Pension Act, the Donor (or his or her designee) may only participate in such selection as a member of a larger advisory committee, and the following additional requirements must be met:

(i) Each and every member of the committee must be appointed by the Community Foundation (rather than by the Donor);

(ii) The Donor and his/her designees may not control or constitute a majority of the committee, and

(iii) All scholarship grants must be awarded pursuant to objective and nondiscriminatory procedures, approved in advance by the Community Foundation’s Board of Directors, that are designed to satisfy Code section 4945(g)(1), (2), or (3).

The scholarship advisory committee’s recommendations must be advisory only, and the Community Foundation must be free to reject any recommendations.
ADVISED SCHOLARSHIP ENDOWMENT FUND AGREEMENT
BETWEEN
____________________ COMMUNITY FOUNDATION, INC.,
AND
____________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
_____________, 20__, by and between ___________________ Community Foundation, Inc.
(the “Community Foundation”), and ______________________________ (“Donors”).

Recitals

WHEREAS, Donors desire to establish an advised scholarship endowment fund in the
Community Foundation with respect to which Donors, or a Donor Representative (as defined
below), may participate in an advisory committee established by the Community Foundation to
recommend to the Community Foundation potential scholarship recipients from such fund; 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 scholarship endowment fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such
an advised scholarship 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 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 accredited two- or four-year public or private
institutions of higher learning as described in Code section 170(b)(1)(A)(ii), and in particular to
such students who meet the following qualifications [such as students who graduate from a
particular high school, district, or county, students enrolled in a particular field of study, etc.]:

___________________________________________________________________________
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. SCHOLARSHIP ADVISORY COMMITTEE AND CRITERIA. Until the last to die of (i) the surviving Donor and (ii) the Donor Representative (if any) (as defined below), the Community Foundation shall establish a Scholarship Advisory Committee (the “Committee”) for the purpose of providing advice and recommendations to the Community Foundation with respect to proposed recipients of educational scholarships from the Fund and shall appoint members of the Committee as provided below. The final selections of recipients shall be made by the Community Foundation subject to the Community Foundation’s objective and nondiscriminatory selection criteria for awarding scholarships to individuals, such criteria previously having been approved by the Board consistent with Code section 4945(g) and corresponding Treasury Regulations. The following guidelines shall be followed in establishing and conducting the affairs of the Committee:
a. The Community Foundation shall consider and may appoint to membership on the Committee either (i) one or both Donors or (ii) one representative (the “Donor Representative”) jointly identified and nominated by Donors, or identified and nominated by the Donor who is last to survive. An appointed Donor or appointed Donor Representative shall participate with the other members of the Committee in recommending to the Foundation proposed scholarship recipients consistent with the purposes described in this Agreement.

b. At no time shall Donors or the Donor Representative, in combination with any persons related to either Donor or the Donor Representative, constitute a majority of the Committee’s membership or otherwise directly or indirectly control the Committee.

5. 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 the Committee (if any) may from time to time submit to the Community Foundation the names of proposed recipients for educational scholarships from the Fund. All recommendations from the Committee shall be solely advisory, and the Community Foundation may accept or reject them, applying reasonable standards and guidelines with regard thereto.

6. 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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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.

7. 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.

8. 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.

9. 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.

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

11. 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.

12. 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

_________________________________ COMMUNITY FOUNDATION, INC.:

By: __________________________________

Title: ________________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
ADVISED SCHOLARSHIP PASS-THROUGH FUND AGREEMENT
BETWEEN
______________________________ COMMUNITY FOUNDATION, INC.,
AND
______________________________ (“DONORS”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of
________, 20__, by and between ____________________ Community
Foundation, Inc. (the “Community Foundation”), and __________________________
(“Donors”).

Recitals

WHEREAS, Donors desire to establish an advised scholarship pass-through fund in the
Community Foundation with respect to which Donors, or a Donor Representative (as defined
below), may participate in an advisory committee established by the Community Foundation to
recommend to the Community Foundation potential scholarship recipients from such fund; 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 scholarship pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such
an advised scholarship pass-through 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 scholarship pass-through 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 accredited two- or four-year public or private
institutions of higher learning as described in Code section 170(b)(1)(A)(ii), and in particular to
such students who meet the following qualifications [such as students who graduate from a
particular high school, district, or county, students enrolled in a particular field of study, etc.]:

______________________________________________________________________________
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 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).

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. SCHOLARSHIP ADVISORY COMMITTEE AND CRITERIA. Until the last to die of (i) the surviving Donor and (ii) the Donor Representative (if any) (as defined below), the Community Foundation shall establish a Scholarship Advisory Committee (the “Committee”) for the purpose of providing advice and recommendations to the Community Foundation with respect to proposed recipients of educational scholarships from the Fund and shall appoint members of the Committee as provided below. The final selections of recipients shall be made by the Community Foundation subject to the Community Foundation’s objective and nondiscriminatory selection criteria for awarding scholarships to individuals, such criteria previously having been approved by the Board consistent with Code section 4945(g) and corresponding Treasury Regulations. The following guidelines shall be followed in establishing and conducting the affairs of the Committee:

a. The Community Foundation shall consider and may appoint to membership on the Committee either (i) one or both Donors or (ii) one representative (the “Donor Representative”) jointly identified and nominated by Donors, or identified and nominated by the Donor who is last to survive. An appointed Donor or appointed Donor Representative shall participate with the other members of the Committee in recommending to the Foundation proposed scholarship recipients consistent with the purposes described in this Agreement.
b. At no time shall Donors or the Donor Representative, in combination with any persons related to either Donor or the Donor Representative, constitute a majority of the Committee’s membership or otherwise directly or indirectly control the Committee.

5. 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 the Committee (if any) may from time to time submit to the Community Foundation the names of proposed recipients for educational scholarships from the Fund. All recommendations from the Committee shall be solely advisory, and the Community Foundation may accept or reject them, applying reasonable standards and guidelines with regard thereto.

6. 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.

The Board agrees to provide Donors a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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.

7. 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.

8. 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.

9. 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.

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

11. 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.**

12. 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

________________________________ COMMUNITY FOUNDATION, INC.:

By:   ______________________________

Title: ______________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ________________________________

Publicly Traded Securities:

Other:
Advised Charitable Organization Fund Agreements

An Advised Charitable Organization Fund (endowment or pass-through) typically is established at the request of a charitable organization (the “Charitable Organization”) to provide support for Charitable Organization’s exempt purposes, as recommended by the Charitable Organization. The Charitable Organization’s recommendations must be advisory only, and the Community Foundation must be free to reject any recommendations.
ADVISED CHARITABLE ORGANIZATION ENDOWMENT FUND AGREEMENT
BETWEEN
________________________ COMMUNITY FOUNDATION, INC.,
AND
____________________________ (THE “CHARITABLE
ORGANIZATION”)

THIS AGREEMENT (the “Agreement”) is made and entered into as of ____________,
20__, by and between ______________________ Community Foundation, Inc. (the
“Community Foundation”), and _______________________________ (the “Charitable
Organization”).

Recitals

WHEREAS, the Charitable Organization desires to establish an advised charitable
organization 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 an advised charitable organization endowment fund; and

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

General Provisions

NOW THEREFORE, the parties agree as follows:

1. GIFT AND FUND DESIGNATION. The Charitable Organization hereby transfers
irrevocably to the Community Foundation the property (cash, publicly traded securities, or other
assets) described in the attached Exhibit A to establish an advised charitable organization
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
the Charitable Organization 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 the Charitable
Organization (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)), 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 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. 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. 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 to the Charitable Organization at such time or times and in such amount or amounts as may be determined by the Community Foundation; provided, however, that the Charitable Organization may from time to time submit to the Community Foundation recommendations regarding specific purposes or amounts for distributions to the Charitable Organization. All recommendations from the Charitable Organization shall be solely advisory, and the Community Foundation may accept or reject them, applying reasonable standards and guidelines with regard thereto.

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.

The Board agrees to provide the Charitable Organization a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.
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. The Charitable Organization and any subsequent donor agrees and acknowledges 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, the Charitable Organization and the Community Foundation, by duly authorized officers, have executed this Agreement as of the day and year first above written.

CHARITABLE ORGANIZATION:

______________________________
Name of Charitable Organization

By: ____________________________
Title: __________________________

______________________________ COMMUNITY FOUNDATION, INC.:

By: ____________________________
Title: __________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ____________________________

Publicly Traded Securities:

Other:
ADvised Charitable Organization Pass-Through Fund Agreement

Between
____________________ COMMUNITY FOUNDATION, INC.,

And
____________________ ________________________ (the “Charitable Organization”)

This Agreement (the “Agreement”) is made and entered into as of ____________, 20__, by and between __________________________ Community Foundation, Inc. (the “Community Foundation”), and ________________________________ (the “Charitable Organization”).

Recitals

WHEREAS, the Charitable Organization desires to establish an advised charitable organization pass-through 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 an advised charitable organization pass-through fund; and

WHEREAS, the Community Foundation is willing and able to hold and administer such an advised charitable organization pass-through fund, subject to the terms and conditions hereof.

General Provisions

Now therefore, the parties agree as follows:

1. Gift and Fund Designation. The Charitable Organization hereby transfers irrevocably to the Community Foundation the property (cash, publicly traded securities, or other assets) described in the attached Exhibit A to establish an advised charitable organization pass-through 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 the Charitable Organization 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 the Charitable Organization (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)), 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 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 solely for purposes described in this Agreement.

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. 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 to the Charitable Organization at such time or times and in such amount or amounts as may be determined by the Community Foundation; provided, however, that the Charitable Organization may from time to time submit to the Community Foundation recommendations regarding specific purposes or amounts for distributions to the Charitable Organization. All recommendations from the Charitable Organization shall be solely advisory, and the Community Foundation may accept or reject them, applying reasonable standards and guidelines with regard thereto.

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.

The Board agrees to provide the Charitable Organization a copy of any annual examination of the finances of the Community Foundation as reported by independent certified public accountants.

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. The Charitable Organization and any subsequent donor agrees and acknowledges 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.
Execution

IN WITNESS WHEREOF, the Charitable Organization and the Community Foundation, by duly authorized officers, have executed this Agreement as of the day and year first above written.

CHARITABLE ORGANIZATION:

___________________________________
Name of Charitable Organization

By: __________________________________

Title: ________________________________

______________________________ COMMUNITY FOUNDATION, INC.:

By: __________________________________

Title: ________________________________
EXHIBIT A

LIST OF INITIAL DONATIONS TO FUND

Cash: ______________________________

Publicly Traded Securities:

Other: