GIFT AGREEMENT FOR A SCHOLARSHIP FUND

THE STATE OF TEXAS	Э
	Э
COUNTY OF TOM GREEN	Э
ANGELO AREA FOUNDATIO business in Tom Green Cou	ctive the day of, 20, by and between SAN N, a Texas nonprofit corporation having its principal place of anty, Texas hereinafter called "the Foundation" and d "Donor", acting individually, [or by its duly authorized
	WITNESSETH:
	ARTICLE ONE
of \$ [or detailed the Foundation. This gift and any	by gives, assigns, transfers and conveys to the Foundation a gift d in attached schedule] as an irrevocable gift from the Donor to additions thereto, shall be known as thelled "the Fund ") and will be administered as further detailed in
to time are incorporated herein by governing instrument of the Found documents. The Donor hereby a subject to its governing instrument and (D) and Section 1(g) of Article Foundation shall have the power to for any specified charitable purpose board such restriction or condition	reporation and By-laws of the Foundation as they exist from time reference and made a part hereof. Together they constitute the ation and reference to that term shall be deemed to refer to both grees that the Fund will be administered by the Foundation ts. As set forth in tax regulations, 1.170A-9(e)(11)(V)(B), (C), to VIII of the Foundation's by-laws, the board of directors of the modify any restriction or condition on the distribution of funds sees or to specified organizations if in the sole judgment of the in becomes, in effect, unnecessary, incapable of fulfillment or eds of the community or area served.
for the use of the Fund by na	me the Donor or other donors may continue to make gifts to or aming or otherwise identifying
	ARTICLE TWO
administered by the Foundation, a officers, and agents. Assets of the alternatively, may be commingled at all time keep accurate records so Fund , both as to principal and eart	gs in addition thereto will be held for the benefit of the cholarship Fund. The assets of the Fund shall be held and acting by and through its duly authorized Board of Directors, a Fund may be kept separate from other Foundation assets, or with other Foundation assets. However, the Foundation shall howing the proportions of the assets to be included within the nings. The assets of the Fund may be invested and reinvested, obligations, common stock equity, bonds, or other property of

any kind that the Foundation may deem advisable, including, but not limited to, interest bearing accounts, certificates of deposit, and common trust funds administered by the Foundation.

ARTICLE THREE

[non-endowed or quasi endowed section option]

Section 1. It is the intent of the Donors that the Fund will be managed as a quasi-endowed fund and will use the total net investment return of the Fund as well as principal to provide scholarships grants as detailed by the method and criteria described in Exhibit 'A'.

[endowed section option]

<u>Section 1.</u> The Donors intend for this Fund to be permanently endowed. Each year the Foundation will determine the amount allowed for distributions by applying its spending policy for endowed funds to assets in the fund to provide grants as further detailed to provide scholarship(s) by the method and criteria described in Exhibit 'A'.

ARTICLE FOUR

Should the procedures described in Exhibit 'A' cease to be capable of execution, or become impractical or not appropriate as determined by the Foundation, the Foundation may distribute the **Fund** as scholarships, and establish new procedures for distribution. The Foundation will consider the original purpose of the gift and those individuals, groups, and causes which the Donor sought to benefit in making such distribution.

ARTICLE FIVE

The **Fund** will be assessed fees by the Foundation in accordance with the fee schedule set by the Board of Directors as defined in the Financial Administration Policy of the Foundation as they exist and may be amended from time to time. The Foundation may also assess the fund to cover any unusual expenses incurred in connection with the contributed assets, including the cost of disposing of them, and in the administration of the Fund.

Executed this	day of _	, 20
		SAN ANGELO AREA FOUNDATION
		By: Matt Lewis – President & CEO
		DONOR

EXHIBIT 'A'

Procedures for the Determination of the Recipients of Scholarships

This scholarship shall always be known as the	Scholarship Fund.
Starting in the year 20, The Fund shall award scholarship(s) annually to	recipient(s) chosen by
the procedures set out herein according the Distribution Policy and Schola	rship Policy of the
Foundation. Scholarship awards may increase in size and number, if the Fu	and balance continues
to grow through gifts and appreciation.	

The scholarship will be limited to a student who:

- Has completed the application for scholarship from the Foundation
- Has not received a full scholarship
- Will be enrolled as full-time (12 hours per long-semester) student at an accredited College, University or trade school

Preference for this scholarship will be given to a student who [examples below]:

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

Criteria delineated in the Preference Section must be objective, non-discriminatory, and reasonably related to the purpose of the scholarship.

[optional if the fund reaches at least \$100,000]

The scholarship is renewable if:

- The student maintains at least a cumulative 2.5 GPA (on a 4.0 GPS scale)
- The student is enrolled full time (as defined above)

Selection process:

- Applications for the scholarship will be reviewed by a committee chosen by the Foundation.
- [optional]
 - The Foundation may establish an advisory committee for this Fund. The committee will consist of ____ members, all of whom must be appointed by the Foundation. Up to ___ [must be less than a majority] members may be the donor, persons related to the donor, or persons the donor appoint. The committee will operate in accordance with the Foundation's Policies and Procedures for Scholarship Funds.
- This committee will advise the board of directors of the San Angelo Area Foundation of their recommendation of award recipient(s) by April 15 and the board of directors will vote on the recipient at its next board meeting.
- Scholarship payment will be made during the following semester to the college or university to the benefit of the recipient, after the recipient has provided substantiation of enrollment to said college or university.