

SCHOLARSHIP FUND AGREEMENT

Thank you for setting up a scholarship fund. Your fund will be administered by the
Greater Kansas City Community Foundation, a 501(c)(3) public charity.

Please complete the attached form and return to scholarships@growyourgiving.org.

Questions?

Contact 816.627.3436
or scholarships@growyourgiving.org.



866.719.7886 | www.growyourgiving.org

GREATER KANSAS CITY COMMUNITY FOUNDATION SCHOLARSHIP FUND AGREEMENT

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Your Fund

Name your Fund as you like. You can include your name or remain anonymous.
Examples: *James Smith Memorial Scholarship Fund, Smith Family Scholarship Fund.*

Name of Fund

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Founder(s) of Fund

List additional Founders in Section 10.

Mr. Mrs. Ms. Dr. _____

First Name

Middle Initial

Last Name

Suffix

Preferred Name or Nickname

Date of Birth

Address Home Work

Phone Home Work Cell

City

State

Zip Code

Email Address

Mr. Mrs. Ms. Dr. _____

First Name

Middle Initial

Last Name

Suffix

Preferred Name or Nickname

Date of Birth

Address Home Work

Phone Home Work Cell

City

State

Zip Code

Email Address

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Scholarship Fund Purpose

The Fund shall provide scholarships for the following purpose(s):

Fund purpose examples:

- To honor an individual's memory by assisting students who have attended that individual's school.
- To assist students who attended a specific high school and who are pursuing higher education in a specific field or major.
- To assist students who are attending or plan to attend a specific college or university and who have demonstrated a strong work ethic both inside and outside the classroom.

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Scholarship Award Guidelines

Scholarship awards will be disbursed in equal payments in August and January. The January payment will be released provided the recipient continues to meet established criteria and submits a transcript. The type and amount of aid shall be at the discretion of the Community Foundation's Board of Directors and may include, but are not necessarily limited to:

\$ _____

Annual amount awarded to each recipient
(Minimum annual award for each recipient is \$1,000)

Maximum number of new recipients selected each year

Scholarship award covers the following expenses: *(Select all that apply.)*

- Tuition Fees Books
- Required course-related expenses Room and board Other educational expenses
(Examples: summer courses, test prep courses, equipment)

Select one:

- One-time award *(Recipient receives scholarship for one year and may not reapply for future awards from the Fund.)*
- Past recipients must reapply annually for future awards from the Fund.
- Automatic renewal(s) for up to _____ year(s), provided recipient satisfies renewal requirements.
- One-time award every _____ year(s).

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Scholarship Criteria

The pool of potential applicants must be sufficiently broad so that the granting of scholarships fulfills a charitable purpose and does not merely benefit private interests.

Who is eligible to receive an award? (Select all that apply.)

- High school seniors with a _____ minimum cumulative GPA who are planning to continue their education as full-time students at two- or four-year colleges/universities and/or vocational/technical schools.
- Postsecondary Students
 - Minimum cumulative GPA: _____
 - Minimum GPA for most recently completed semester: _____
 - Full-time students
 - Part-time students
- Students planning to pursue _____ (Major(s) or Degree(s))
- Students who graduated from _____ (High School(s))
- Students planning to attend _____ (Postsecondary School(s))
- Students who live in _____ (City, County, State)*

**Our staff's expertise is working with students and schools in the Kansas City metro area.*

Additional eligibility criteria

Award is based on: (Select all that apply.)

- Academic Achievement
- Community Service
- Extracurricular Activities
- Financial Need

Preferences

Criteria required to issue January (second) payment (GPA requirement, full-time status, etc.)

Annual renewal requirements, if applicable: (Select all that apply.)

- Minimum cumulative GPA: _____
- Minimum GPA for most recently completed semester: _____
- Full-time student
- Part-time student

Additional renewal requirements

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Advisory Committee

The Advisory Committee may include donors to the Fund, the person in whose honor the Fund is established, and related parties, but they may not make up a majority of the Committee. The Advisory Committee is appointed by and is accountable to the Community Foundation. List any additional Advisory Committee members in Section 10.

Please check here if you would like the Community Foundation staff to serve as the Advisory Committee.

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Chair Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund
Examples of relationship descriptions include:
• Funder or relative of Founder (describe exact relation)
• Subject matter expert
• Relative of individual in whose honor fund was established (describe exact relation)

Manager of Scholarship Funds
Name of Advisory Committee Member Phone Home Work Cell

1055 Broadway Blvd., Suite 130
Address Home Work *Greater Kansas City Community Foundation*
Organization

Kansas City *MO* *64105*
City State Zip Code *Appointed by the Community Foundation*
Briefly Describe Relationship to the Fund

scholarships@growyourgiving.org
Email Address

Appointed by: _____ Date
Greater Kansas City Community Foundation

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Member Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Member Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

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Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

Appointed by: _____ Date
Greater Kansas City Community Foundation

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Member Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Member Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

Mr. Mrs. Ms. Dr. _____

Name of Advisory Committee Member Preferred Name or Nickname

Address Home Work City State Zip Code

Email Address Phone Home Work Cell

Briefly Describe Relationship to the Fund

Appointed by: _____
Greater Kansas City Community Foundation Date

Option 1 The assets in the Fund will be managed directly by your financial advisor. *(Please note, a Founder, Advisory Committee member, or family member of a Founder or Advisory Committee member **may not** be named as the Fund's investment manager.)*

Financial Advisor Name		Firm Name				
Address		Phone				
City	State	Zip Code	Email Address			

Please check here if you would like your financial advisor to have online access to view the Fund.

Option 2 The assets in the Fund will be invested in the Community Foundation's Investment Pools. *(Please note, assets are allocated once a month. Assets will be held in the Money Market pool in the interim.)*

Please select one mix from the mix options listed below, or create your own mix.

	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mix Options:	Aggressive	Moderately Aggressive	Moderate	Conservative	Risk Averse	Custom Mix*
Money Market	3%	5%	15%	25%	100%	
Short-Term Fixed Income	10%	21%	27%	33%	0%	
Intermediate-Term Fixed Income	10%	14%	18%	22%	0%	
Domestic Equity	55%	43%	29%	14%	0%	
International Equity	22%	17%	11%	6%	0%	

*Combined total must equal 100%

8 Professional Advisor Information Please list any additional professional advisors (accountants, attorneys, financial advisors) with whom the Community Foundation may share information about your Fund should they inquire.

Professional Advisor Name & Profession	Firm Name
Professional Advisor Name & Profession	Firm Name
Professional Advisor Name & Profession	Firm Name

9 Referrer Information If someone guided you in the decision to establish the Fund, please provide the following information about your referral.

Name	Organization Name		
Address	Phone		
City	State	Zip Code	Email Address

If you did not receive a personal referral, please share how you heard about us.

10 Additional Information Please include any additional information you would like us to know.

11 Terms & Required Signature(s)

The Founder(s) establish this Fund with the Community Foundation.

The Founder(s) agree to establish the Fund with a minimum fund balance of \$25,000. The Founder(s) intend that the income and principal from the Fund provide annual scholarships for the purpose(s) stated in Section 3.

If Selecting Investment Option One: The Fund will be managed directly by the named financial advisor participating in the Community Foundation's financial advisor program until such time that the Community Foundation or the Advisory Committee exercises the option to make a different selection for management of this Fund. The named financial advisor will manage the assets of this Fund in accordance with the most current financial policies and standards of the Community Foundation. The Community Foundation will regularly review the financial performance of this Fund.

If Selecting Investment Option Two: The responsibility for managing the Community Foundation's investment program is vested in the Community Foundation's Board of Directors through its Investment Committee. The percentages in the mix options may change from time to time upon Investment Committee review.

As required by IRS regulations:

- a) the investment recommendation is advisory only and the Community Foundation may, at its sole and absolute discretion, follow or decline to follow the recommendation;
- b) the Community Foundation may at any time, at its sole and absolute discretion, change the investment of all or any portion of the assets in the Fund;
- c) if the investment recommendation is accepted, the investments will be administered in accordance with the financial policies and fiduciary standards of the Community Foundation; and
- d) investments are subject to normal market and interest rate fluctuation risks, and any gain or loss generated by the above investments will be credited or charged to the Fund.

The Community Foundation's administrative fee schedule is attached. The fee schedule is subject to modification and may be increased or decreased at the sole discretion of the Community Foundation.

The Scholarship Fund Policies are attached; signing below indicates acceptance of these policies. The Community Foundation reserves the right to make the final decision regarding distributions from the Fund.

If the persons named in this document or after the date of this document are not available to advise and consult with the Community Foundation due to death, resignation or incapacity to serve, the Community Foundation shall use the principal and income from the Fund for scholarships honoring the Founder(s)' intent. However, in the event that the Board of Directors of the Community Foundation determines that continued distributions for the specified scholarship purpose named in this document have become unnecessary, obsolete, incapable of fulfillment, impractical or inconsistent with the community's charitable needs, the Community Foundation may change the purpose of the Fund or shall use the principal and income from the Fund for its general and charitable purposes.

Founder Signature Date

Printed Name

Founder Signature Date

Printed Name

Accepted by: _____ Date
Greater Kansas City Community Foundation

12 Administrative Fees

This administrative fee schedule applies to funds at the Greater Kansas City Community Foundation. Administrative fees are used exclusively to support our mission-based operations. These fees are your investment in a 501(c)(3) public charity dedicated to increasing charitable giving, educating and connecting donors to community needs they care about, and leading on critical community issues.

The administrative fee structure illustrates the annual cost for a fund. These fees are assessed to the Fund on a monthly basis. (The monthly fee equals one-twelfth of the annual fee, based on the average fair market value of Fund assets for the month. If there are no assets in the Fund for the entire month, there is no fee.) For newly established funds, the annual fee is prorated over the remainder of the year.

Fund Assets up to \$7 million	Annual Administrative Fee
first \$500,000	1.00% or \$250 <i>(whichever is greater)</i>
next \$500,000	0.60%
next \$2 million	0.30%
next \$4 million	0.10%

Sample Fee Calculations

Fund assets of \$10,000
 \$250 minimum fee applies: 1.00% of \$10,000 is less than \$250
Total annual administrative fee = \$250 (\$21/month)

Fund assets of \$30,000
 1.00% fee on \$30,000 = \$300
Total annual administrative fee = \$300 (\$25/month)

Fund assets of \$600,000
 1.00% fee on the first \$500,000 = \$5,000
 0.60% fee on the next \$100,000 = \$600
Total annual administrative fee = \$5,600 (\$467/month)

For funds with assets in excess of \$7 million, please contact us at service@growyourgiving.org or 816.842.7444.

Funds will be charged for direct expenses incurred by the Community Foundation on behalf of a specific fund, such as commissions for the sale of contributed stock or legal fees. The Community Foundation may request additional fees for extraordinary services such as special grant processing and review (which may apply pursuant to a contract with the Community Foundation or after the death of the founder(s) of the Fund if no advisors are serving) or other non-standard services.

For funds receiving a bequest that will be fully disbursed to one or more charities upon receipt, the Community Foundation will assess a one-time 3% fee on such bequest.

Contributions to Scholarship Funds

Contributions to scholarship funds at the Community Foundation are gifts to a public charity and eligible for the maximum tax deduction allowed by law. The Community Foundation accepts gifts of cash, publicly traded securities, private business interests (closely held stock, limited liability company interests, limited partnership interests), and real estate. Contributions are subject to the review and approval by the Community Foundation prior to acceptance and are irrevocable once accepted. The Community Foundation does not provide legal, tax or financial advice, so the Community Foundation encourages donors to consult with their own professional advisors prior to making a contribution.

Contributions of Non-Cash Assets

The general policy of the Community Foundation is to sell all contributed property as soon as practical after receipt to minimize market risk. For non-publicly traded securities or other assets for which no readily liquid market exists, the Community Foundation will exercise discretion as to the timing and price of sales. Any costs incurred by the Community Foundation necessary for the disposition of securities and other assets and for the management of such assets prior to disposition will be an expense of the scholarship fund.

Fund Activity

The Community Foundation is responsible for ensuring the Fund is used for scholarship purposes and does not confer any private benefit on a donor or any other person.

Fund Statements

Fund statements will be available on a quarterly basis through the online donor portal. If you wish to receive fund statements through the mail, please contact Donor Services at service@growyourgiving.org or 866.627.3440.

Advisory Committee

The Advisory Committee recommends scholarships from the Fund to eligible students and may recommend investments and other fund-related matters to the Community Foundation. Ideally, the majority of the Advisory Committee includes individuals with expertise related to the scholarships being awarded. It is recommended that the Advisory Committee be made up of a minimum of three to five individuals. The Community Foundation will review the composition of the Advisory Committee on an annual basis and appoint additional Advisory Committee members as deemed necessary.

The Community Foundation may act upon receiving and approving the written recommendation of the Advisory Committee Chair. The Advisory Committee is appointed by and is accountable to the Community Foundation. All scholarships awarded must be pursuant to an objective and nondiscriminatory procedure that has been approved by the Board of Directors of the Community Foundation.

If there are no persons on the Advisory Committee who are available to advise and consult with the Community Foundation due to death, resignation, or incapacity to serve and no additional Advisory Committee members have been appointed by the Community Foundation, then the Community Foundation shall review all eligible scholarship applications and make the selection(s) independently.

Application Award Recommendations

The Advisory Committee determines the application questions, which must be approved by the Community Foundation. The Community Foundation hosts an online application and provides online access to completed applications to the Advisory Committee members for review. The Committee verifies applicants' eligibility and suggests final candidate(s) to the Community Foundation for award. Information provided by applicants is to remain confidential and shall only be used for purposes of determining scholarship eligibility. Scholarship recommendations made by the Advisory Committee for the Fund must receive approval from the Manager of Scholarship Funds for the Community Foundation.

The Advisory Committee Chair will provide the annual scholarship recommendations to the Community Foundation in writing, and must confirm the following:

- All scholarship recommendations were made pursuant to the approved objective and nondiscriminatory procedure outlined in the Scholarship Fund Agreement.
- Fund donors, the person(s) in whose honor the Fund is established and related parties did not control the selection process either directly or indirectly.
- The recommended student(s) for scholarship award(s) are not related to the Founder(s), the person(s) in whose honor the Fund was established, any member of the Advisory Committee or any donor to the Fund.
- Scholarship payments from the Fund will not fulfill a legally binding pledge or commitment.

Anti-Discrimination Policy

Discrimination against minorities is prohibited. Scholarships that favor minorities are generally permissible. Criteria used in selecting scholarship recipients must objectively relate to the purpose of the scholarship and be applied equally to all applicants.

Who Can Manage the Investments of a Scholarship Fund

A Founder or Advisory Committee member may recommend that a scholarship fund be invested in the Community Foundation's investment pools or with a financial advisor. Financial advisors may manage the investments of a scholarship fund as long as the financial advisor is not (i) a Founder, (ii) a member of the Advisory Committee, (iii) any family member of a Founder/Advisory Committee member (defined as that person's spouse, ancestors, children, grandchildren, great grandchildren, brothers, sisters and the spouses of children, grandchildren, great grandchildren, brothers and sisters) and (iv) any entity where more than 35 percent of the entity is owned/controlled by any of these persons.

Confidentiality and Privacy Policy

The Community Foundation holds all information concerning our donors and their donor-advised funds in strict confidence. The Community Foundation will only release information about a donor if the donor has given permission, or if a government agency or court has the legal authority to request the information. All personal data collected on this form is subject to the Community Foundation's privacy policy, which can be found at www.growyourgiving.org/privacy-policy.

Bequests and Beneficiary Designations

The Community Foundation can carry out donors' charitable goals beyond their lifetimes. To name a scholarship fund at the Community Foundation as a beneficiary of a will or trust, life insurance policy or retirement plan account, the following language may be helpful in completing estate planning documents or beneficiary designation forms: After describing what the donor wants to leave to the fund (i.e., a percentage of the estate/trust/account or a specific dollar amount), please note that it will pass "to the [Greater Kansas City Community Foundation (EIN 43-1152398)] at 1055 Broadway Blvd., Suite 130, Kansas City, MO 64105 for the [name of the fund]."

Fundraising

The Community Foundation cannot sponsor or reimburse expenses for any fundraising activities or any other events intended to benefit any scholarship fund, and will not be responsible for the collection of any amounts from any benefit, ball, banquet, athletic event or third-party online fundraising page. The Community Foundation will only be responsible for the proper disbursement of funds actually received. Any advertising, promotional or other materials must be consistent with this policy.

Additional information about fundraising can be found at www.growyourgiving.org/fundraising-guidelines.

Honoring Donor Intent/Variance Power

The Community Foundation carries out a donor's charitable intent through a scholarship fund. In rare circumstances, the Community Foundation may determine that the specified scholarship purposes may have become unnecessary, obsolete, incapable of fulfillment, impractical or inconsistent with the community's charitable needs. In that case, the Community Foundation may need to exercise its variance power to change the specified scholarship purpose of the fund. In doing so, the Community Foundation will strive to make distributions that are consistent with the donor's scholarship interests.

Additional Detail on These Policies

Please see the Procedures for the Establishment and Operation of Funds and relevant sections of the Bylaws. The Greater Kansas City Community Foundation's Procedures and relevant Bylaws are available at www.growyourgiving.org/procedures.