

AGREEMENT ESTABLISHING A LEGACY FUND OF THE HOPE CHRISTIAN COMMUNITY FOUNDATION

This agreement is made and entered into the ____ day of _____, 20____, by and between the Hope Christian Community Foundation, Inc. ("Foundation"), and _____ ("Donor").

Whereas, Donor desires to create a Legacy Fund with the Foundation in order to carry out the Donor's charitable purposes after the Donor's lifetime; and whereas, Donor believes that the Foundation, a not for profit Tennessee corporation exempt from taxation pursuant to the Internal Revenue Code, is the appropriate institution within which to establish this fund; and Whereas, the Foundation is willing and able to create the fund subject to the terms and conditions hereof.

Now, therefore, the parties agree as follows:

1. Name of Fund. The fund shall be named the

Fund of the Hope Christian Community Foundation (hereinafter "Fund").

2. Transfer of Assets. **Please select one:**

Donor has established a Donor Advised fund of Hope Christian Community Foundation and wishes it to convert to a Legacy Fund following Donor's lifetime(s).

Following donor's lifetimes, certain assets will be transferred and assigned to the Foundation for the purpose of creating a Legacy Fund of Hope Christian Community Foundation.

3. Conditions of Acceptance. Donor acknowledges that any assets transferred to the Foundation shall be subject to all terms and conditions of the Charter and Bylaws of the Hope Christian Community Foundation as they now exist, and as they may from time to time be amended. Donor may not impose any material restrictions or conditions that prevent the Foundation from freely and effectively employing the contributed assets or the income derived therefrom, in the furtherance of its charitable purposes.

4. Donor Recommendations. The Donor may set forth in writing from time to time specific recommendations for the administration of the Fund, including the following:

- Mission and Charitable Purpose Statement (Schedule A)
- Designated Beneficiaries (Schedule A)
- Fund Advisors (Section 5),
- Intended Life of the Fund (section 6)
- Annual Grants (section 7)
- Initial Investment Allocations (see section 11).

Should the Fund's Mission and Charitable Purpose, as described on Schedule A, become unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community, the Foundation may exercise its variance power under

Article XIV of its Bylaws. The exercise of such power shall not be effective earlier than at least thirty (30) days after Foundation notifies any current Fund Advisors in writing of its intent to exercise such power and the manner in which Foundation proposes to vary the purposes, uses or methods of administering the Fund.

5. Fund Advisor(s). Fund Advisor(s) may be appointed for the purpose of making recommendations to the Foundation regarding the distribution of the Fund's assets following Donor's lifetime. The Advisor(s) for the Fund is (are):

Name _____ Relationship _____

Name _____ Relationship _____

Name _____ Relationship _____

If more than one Advisor is appointed and serving, a majority of the Advisors so appointed shall be authorized to advise the Foundation on behalf of Fund.

If any of the Advisors should predecease the Donor or should cease to act as Advisor for any reason, the Successor Advisors, in the following order of succession, will be:

(1st) Name _____ Relationship _____

(2nd) Name _____ Relationship _____

(3rd) Name _____ Relationship _____

If all Advisors and Successor Advisors are unnamed or are unable to act as Advisor for any reason, the Grant Committee of the Foundation's Board of Directors will be the Advisors of the Fund. From time to time, Donor may amend the appointment of Advisors and Successor Advisors for the Fund by stating this in writing and delivering it to the office of the Foundation.

6. Intended Life of the Fund. **Please check one:**

Grants made will deplete the Fund in approximately _____ years

or

Grants made should be consistent with investment performance to allow the Fund's life to extend indefinitely.

7. Annual Grants. The fund will be endowed and the total amount distributed in grants annually from the fund shall be (**please check one**) :

An amount estimated to deplete the fund as specified in section 6

or

The annual earnings (as described in Section 9) of the fund

or

A fixed dollar amount of \$ _____

or

A fixed percentage of _____ % of the fund balance (usually not greater than 5%).

The minimum amount of an individual grants recommendation is \$250.

8. Minimum Fund Size. The minimum amount to create a Legacy Fund is \$100,000. If the balance of the fund falls below \$100,000, the Fund shall be dissolved and the balance of the Fund shall be distributed to the Designated Beneficiaries listed on Schedule A.
9. Earnings. The earnings of the Fund including interest, dividends and capital gains or losses will be retained by the Fund.
10. Cost of Administration. The Fund will be assessed by the Foundation an annual administrative fee calculated on the market value of the fund which shall be paid quarterly. The fees are as follows:
 - 1.25% on the Fund's balance from \$0 - \$999,999.99
 - 1.00% on the Fund's balance from \$1,000,000.00 - \$2,999,999.99
 - 0.75% on the Fund's balance from \$3,000,000.00 - \$4,999,999.99
 - 0.50% on the Fund's balances over \$5,000,000.00

11. Initial Investment Allocations. The Fund will initially be invested according to the following allocations:

_____ % - Cash Management Pool (Bank C.D.s and U.S. Government Agency notes with maturities of less than one-year);

_____ % - Reliant Pool - Reliant Investment Management Pool (Short duration, high quality fixed income: 1-3 year maturities);

_____ % - Longleaf Pool (invested equally in the Partners Fund, Small-Cap Fund and the International Fund); or

_____ % - My fund will be \$500,000 or greater, and I plan to recommend my own investment manager.

100 % - Total Allocations

If the initial investment weightings are subsequently determined to be inappropriate to achieve its intended charitable purpose by the Investment Committee of the Board of Directors of the Foundation, the weightings may be altered by the Committee. The Donor, his advisors and successor advisors are aware of the risk of investing the Fund, and the Foundation is not responsible for poor performance or decline in value. In addition, the Foundation is not responsible for decisions made by an investment manager recommended by the Donor.

12. Representations of Hope Christian Community Foundation. The Foundation represents to the Donor that it has received a ruling from the Internal Revenue Service that it is an organization described in IRS Code Sections 501(c) (3); that the facts and circumstances forming the basis of the issuance of the ruling have not substantially changed since the date of issuance thereof; and that the ruling has not been expressly or impliedly revoked.

In witness whereof, the parties hereto have executed this Agreement as of the day and date first above written.

(Donor's Signature)

(Donor's Signature)

Mailing Address: _____

Fax Number: _____

Phone Number: _____

Cell Phone Number: _____

E-mail Address: _____

Personal Information (*optional*):

Birthday _____ Spouse's Birthday _____

Church affiliation _____

Children- Name _____ Birthday _____

Name _____ Birthday _____

Name _____ Birthday _____

Accepted by: _____

President, Hope Christian Community Foundation

SCHEDULE A

Legacy Fund Name _____

Mission and Charitable Purpose Statement

Designated Beneficiaries

Donor recommends the following organizations (“Designated Beneficiaries”) receive annual grants from the Fund in the following dollar amounts or percent of total annual grants as described in Section 7. Grant amounts may be adjusted proportionally according to the amount available for grants as described in Section 7.

<u>Organization</u>	<u>Dollar Amount or Percentage</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

In the event the Designated Beneficiaries listed above are no longer functioning in a manner consistent with the Fund’s Mission Statement, Advisors, Successor Advisors or the Grant Committee of the Foundation’s Board of Directors may approve grants to other organizations whose purpose and mission are consistent with the Mission and Charitable Purpose Statement of the Fund.

Donor understands that the Foundation will not approve grants recommended by the Donor, Fund Advisors, or Successor Advisors that would be used for a purpose not permitted by the Internal Revenue Service. Such purposes include, but are not limited to pledges, dues or membership fees, tickets, political contributions, or any purpose that confers a benefit to any individual such as tuition payments. The Foundation requests a minimum grant recommendation of \$250.

Donor Signature

Donor Signature

Date

Date