

**COMMUNITY FOUNDATION FOR LOUDOUN AND  
NORTHERN FAUQUIER COUNTIES  
AGENCY FUND**

1. Gift. We wish to establish a component fund with Piedmont Community Foundation doing business as Community Foundation for Loudoun and Northern Fauquier Counties (hereafter “the Foundation”), a Virginia nonprofit corporation, with the gift of the following-described property:

\$X,XXXXX check #

The initial contribution equaling or exceeding \$10,000.00, will be placed in a separate subaccount maintained by the Foundation. All monies shall immediately upon contribution become the property of the Foundation over which the Foundation shall exercise exclusive legal control, and shall not be refundable under any circumstances.

2. Fund Name: Fundraising/Outreach. The fund shall be known as the “Community Foundation for Loudoun and Northern Fauquier Counties ~~Nonprofit That Cares Endowment Fund~~” which name shall be used at all times when referring to the fund (hereafter “the Fund”).

Any public display, event, or fundraising program that mentions the Fund shall require prior written consent of the Foundation.

3. Administration.

a. The Fund is intended as a perpetual endowment for charitable purposes and shall be dedicated to the payment of grants from time to time as described herein (hereafter “the charitable purpose”) in the amounts determined under the Foundation’s Distributions Policy in effect from time to time.

b. Distributions from this Fund shall be subject to Foundation policies that track both current market value of the Fund and Historic Dollar Value, defined as “the fair value of the endowment funds at the time it is established, as increased by each donation to the fund and by accumulations as directed by the applicable gift instrument.” (Historic

Dollar Value does *not* include interest, dividends, appreciation, or other earnings, to a fund's balance unless the fund instrument so specifies. It also does not include grant distributions that are not distributed or taken during any given fiscal year.) Unless otherwise determined by the Board of Directors or its designated committee, current market value Fund balances that are equal to or less than Historic Dollar Value shall suspend grantmaking distributions in order to protect future grantmaking provisions of a Fund.

c. We recommend that the investment advisor that shall hold the Fund shall be determined by the Board of Directors or its designated committee.

d. The Fund shall be open-ended, i.e., additional contributions of cash or property are permitted to be made by any person or entity.

e. We recognize that the Foundation's administrative fee of one percent (1%) will be calculated and deducted from the Fund under the Foundation's Distribution Policy. In addition, investment fees as assessed by investment advisors will be calculated and deducted from the Fund.

4. Charitable Purpose. The Fund is intended as a perpetual endowment to the benefit of Nonprofit That Cares, Town, Virginia (hereafter "the designated charitable beneficiary") and shall be dedicated to making annual distributions to the designated charitable beneficiary.

Upon the written request of the governing board of the designated charitable beneficiary, the Foundation may withhold a full or partial distribution in any year and add such distribution to the Fund.

In the event of an emergency need of the designated charitable beneficiary that is not covered by the operating budget thereof, upon the written request and majority voted resolution of the governing board of the designated charitable beneficiary, the Foundation may, in its discretion, make a distribution from the Fund of an amount in excess of the amount determined pursuant to the preceding paragraph. Provided, however, that only one such excess distribution may be made in any one calendar year, and at least 75% or \$10,000, which ever is higher, must remain in the Fund's current market value after such excess distribution.

5. Variance Power; Investment Authority. We recognize and consent that

the Fund is subject to the terms and provisions of the Articles of Incorporation and Bylaws of the Foundation, including the ability of the Board of Directors of the Foundation (a) to modify any restriction or condition on the distribution of funds for any specified charitable purpose or purposes or to a specified charitable organization or organizations if in the sole judgment of the Board (without the necessity of the approval of any participating trustee, custodian, or agent), such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served; (b) to replace any participating trustee, custodian, or agent for breach of fiduciary duty under Virginia law; and (c) to replace any participating trustee, custodian, or agent for failure to produce a reasonable return of net income over a reasonable period of time, as determined by the Board all without the necessity of obtaining my approval or the approval of any other person or interested party.

The Foundation is authorized, at its discretion, to direct the investment advisor to invest any part or all of the Fund in securities or in other property, real or personal, as ordinarily prudent businesspeople are investing their own funds from time to time, without regard to any statute or law now or hereafter in force in the Commonwealth of Virginia restricting investments made by fiduciaries. The Fund may be co-mingled with other funds for investment purposes. We recognize that the Fund will not hold interests in any closely-held businesses, unless specific provision is made therefore.

6. Fund Acceptance. We recognize that the Fund must be approved by the Board of Directors of the Foundation, and will not be approved if implementation of the objectives of the Fund are not within the parameters permitted so that such implementation would negatively impact on the Foundation's status as a tax-exempt organization exempt from income taxes as a community foundation under Internal Revenue Code Section 501(c)(3).

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Name, Board President/Chair

DATE

Charity Address

APPROVED AS AUTHORIZED:

Community Foundation for Loudoun and Northern Fauquier Counties

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President

Date