

NAME OF FUND
(SAMPLE FORM FOR A SCHOLARSHIP FUND)

Date

The Homer Foundation
P.O. Box 2600
Homer, Alaska 99603

Dear Board of Trustees:

I/We have delivered as a gift to the Homer Foundation (the "Foundation"), a tax exempt organization as described under Subsection 501(c)(3) of the Internal Revenue Code, the property described in Schedule A hereof, to establish the _____ Scholarship Fund (the "Fund"). All contributions to the Fund shall be irrevocable and are subject to the terms and conditions hereinafter set forth. It is my/our request that such gift, together with any additional gifts be held and administered as follows:

1. The Name of Fund shall be known and identified as such by the Foundation and its Trustees in the course of the administration and distribution thereof.
2. The income from the Name of Fund shall be distributed in a manner consistent with those specified in the Foundation's governing documents as they now exist on the date hereof or as they may hereafter be amended. It is our intent that the income shall be distributed at least annually through the _____ Scholarship to provide assistance for purpose of Scholarship, as outlined in Schedule B hereof, taking into consideration the written recommendations made to the Foundation by the duly authorized Scholarship Committee.
3. It is understood that such recommendations shall be advisory only, will not be binding upon the Foundation, and will not be the sole criteria used by the Foundation in determining whether to make such distributions. If the Foundation determines not to follow any such recommendations, the income of the Fund shall be distributed by the Foundation as the Board, in its sole discretion, shall determine. Receipt of the Foundation's current scholarship policies and procedures is hereby acknowledged.
4. Distributions as provided in paragraph 2 shall be consistent with the Homer Foundation's Spending Policy. However, the Foundation Trustees may, if they consider circumstances to exist which make it advisable to invade principal, authorize distributions from the principal of the Fund for the purposes as provided in 2 above.
5. Notwithstanding anything herein contained to the contrary, the Fund shall at all times be held and administered in accordance with the provisions of the Articles of Incorporation, Bylaws, and Policies of the Foundation and applicable tax regulations, as they now exist or as they may be amended, all of which are hereby accepted and agreed to by the undersigned, including those provisions relating to amendment, termination and variance from the donors' directions. The undersigned acknowledges

that under the provisions of the applicable tax regulations, the Foundation Trustees have the power and the duty to modify any restrictions or condition on the distribution of funds for any specified charitable purpose if, in its sole discretion, the purpose has become, in effect, unnecessary or incapable of fulfillment or inconsistent with the charitable needs of the southern Kenai Peninsula.

If the foregoing is acceptable to the Foundation, kindly so indicate by dating and signing the enclosed copies of this letter in the space provided below and return one to my attention. Upon such acceptance, this letter will constitute our agreement with respect to the Name of Scholarship Fund and all prior discussions and agreements concerning the Fund are merged herein and are made a part hereof.

All correspondence, reports, or inquiries shall be mailed to the attention of Name of Contact Person at the address below.

Very truly yours,
Name
Address
City, State
Phone, Fax, Email

FOR FOUNDATION USE ONLY-----

Accepted this _____ day of _____, 2015.

HOMER FOUNDATION

by _____
Name

Title

SCHEDULE A

Description of Property
Delivered to the Homer Foundation
Pursuant to Attached Letter of Transmittal

The following gift/s are to be credited to Name of Scholarship Fund: (type of asset/s) in the amount of \$_____ delivered to the Homer Foundation on _____ for (purpose of scholarship fund).

SCHEDULE B

(The procedure and criteria for selecting scholarship recipients shall be agreed upon by the donor and the Foundation at the time the Fund is established, and may include the following:

THE _____ SCHOLARSHIP

Purpose of Scholarship:

_____.

Sample Eligibility Criteria:

1. Applicant must be a resident of the _____.
2. Applicant must be between the ages of _____.
3. Applicant must be planning to pursue _____.
4. Preference will be given to _____.
5. No members of the donors family, review Committee, or employees of the Foundation, shall be eligible for this scholarship.

Sample Selection Criteria:

1. Applicants will apply through a competitive application process, or be selected for award based on set criteria.
2. Applicants will be judged on:
 - a) class standing or GPA
 - b) professional/career goals
 - b) involvement and service to school and community
 - c) demonstrated ability, interest and/or connection to _____
 - d) letters of recommendation
 - e) financial need
3. Selection will be made without regard for race, religion, color, national origin, sexual orientation, or gender of candidate.

Award:

The scholarship will be awarded annually. The recommended award amount will be \$_____. Should earnings be insufficient the Committee can request that the Homer Foundation Board of Trustees invade the principal of the Fund, recognizing that by so doing the Fund could be depleted over time. Pass-through donations will be accepted for current year awards at the discretion of the Board of Trustees.

Committee:

The distribution of funds from the _____ Scholarship Fund will be supervised and directed by the _____ Fund Scholarship Committee (“Committee”), composed of persons approved in advance by the Foundation. The Committee will adhere to scholarship committee policy and procedures as set by the Homer Foundation.