



# SCHOLARSHIP FUND AGREEMENT

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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 following form and return to [scholarships@growyourgiving.org](mailto:scholarships@growyourgiving.org)  
or fax to 816.842.8079.

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# GREATER KANSAS CITY COMMUNITY FOUNDATION SCHOLARSHIP FUND AGREEMENT

**1** Fund Name

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

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Name of Fund

**2** Founder(s) of Fund

List additional Founders in Section 12.

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First Name

Middle Name or Initial

Last Name

Suffix

---

Preferred Name or Nickname *(if different than first name)*

Date of Birth

---

Address

Home  Work

City

State

Zip Code

---

Phone

Home  Work  Cell

Email Address

---

First Name

Middle Name or Initial

Last Name

Suffix

---

Preferred Name or Nickname *(if different than first name)*

Date of Birth

---

Address

Home  Work

City

State

Zip Code

---

Phone

Home  Work  Cell

Email Address

### 3 Scholarship Fund Purpose

The Fund will 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.

### 4 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.)**

<input type="checkbox"/> Tuition	<input type="checkbox"/> Fees	<input type="checkbox"/> Books
<input type="checkbox"/> Required course-related expenses	<input type="checkbox"/> Room and board	<input type="checkbox"/> Other educational expenses (Examples: summer courses, test prep courses, equipment)

**Select one:**

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

The pool of potential applicants must be sufficiently broad, so scholarship awards fulfill a charitable purpose and do 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.

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Additional eligibility criteria

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

Academic Achievement     Community Service     Extracurricular Activities     Financial Need

Preferences or other areas to consider when determining recipient(s):

If scholarship is paid in two payments (fall and spring), list criteria required to issue second payment:

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

Minimum cumulative GPA: \_\_\_\_\_     Full-time student

Minimum GPA for most recently completed semester: \_\_\_\_\_     Part-time student

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Additional renewal requirements

**6 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. These individuals will have online access to view the Fund activity. List any additional Advisory Committee members in Section 12.

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

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Name of Advisory Committee Chair

Preferred Name or Nickname *(if different than first name)*

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Address  Home  Work

City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

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Phone  Home  Work  Cell

Email Address \_\_\_\_\_

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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)*

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**Manager of Scholarship Funds**

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Name of Advisory Committee Chair

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**1055 Broadway Blvd, Suite 130**

Address

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**816.627.3436**

Phone

**Greater Kansas City Community Foundation**

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Organization

---

**Kansas City**

City

---

**MO**

State

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**64105**

Zip Code

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***scholarships@growyourgiving.org***

Email Address

**Appointed by the Community Foundation**

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Briefly Describe Relationship to the Fund

Appointed by:

*Greater Kansas City Community Foundation*

Date

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Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

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Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

---

Briefly Describe Relationship to the Fund

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Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

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Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

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Briefly Describe Relationship to the Fund

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Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

---

Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

---

Briefly Describe Relationship to the Fund

Appointed by: \_\_\_\_\_

*Greater Kansas City Community Foundation*

Date

---

Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

---

Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

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Briefly Describe Relationship to the Fund

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Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

---

Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

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Briefly Describe Relationship to the Fund

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Name of Advisory Committee Member

Preferred Name or Nickname *(if different than first name)*

---

Address       Home     Work

City

State

Zip Code

---

Phone       Home     Work     Cell

Email Address

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Briefly Describe Relationship to the Fund

Appointed by: \_\_\_\_\_

Greater Kansas City Community Foundation

Date

Internal Use Only: Fund ID \_\_\_\_\_

- ▶ **Option 1:** Financial Advisor Managed Account
- ▶ **Option 2:** Community Foundation's Investment Pools
- ▶ **Option 3:** Community Foundation's Investment Pools with an emphasis on environmental, social and governance (ESG) factors

**Option 1:** The assets in the Fund will be invested separately in a Financial Advisor Managed Account on your financial advisor's platform. Your financial advisor will make investment selections for your Fund on your behalf. You will provide your financial advisor's information in Section 8.

**This option is available for funds with assets of \$100,000 or more.**

How much do you plan to contribute to your Fund in the next year?

\$ \_\_\_\_\_  
Estimated Contribution

**Option 2:** The assets in the Fund will be invested in the Community Foundation's Investment Pools.

**Select one mix from the options listed below, or create your own mix.**

### Investment Pools

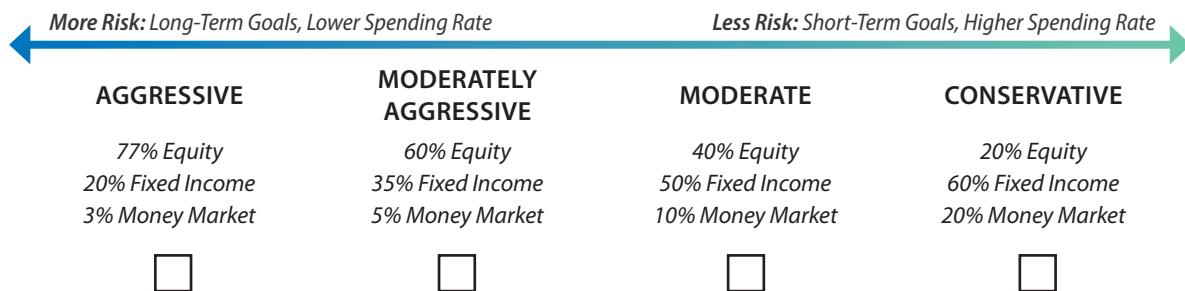
Mix Options ▶	MORE RISK Long-Term Goals Lower Spending Rate			LESS RISK Short-Term Goals Higher Spending Rate		
	AGGRESSIVE	MODERATELY AGGRESSIVE	MODERATE	CONSERVATIVE	RISK AVERSE	CUSTOM MIX*
Domestic Equity	52%	41%	27%	14%	0%	%
International Equity	25%	19%	13%	6%	0%	%
Intermediate-Term Fixed Income	12%	21%	30%	36%	0%	%
Short-Term Fixed Income	8%	14%	20%	24%	0%	%
Money Market	3%	5%	10%	20%	100%	%

\*Combined total  
must equal 100%

**Option 3: The assets in the Fund will be invested in the Community Foundation's Investment Pools with an emphasis on environmental, social and governance (ESG) factors.**

- ▶ **If you wish to use a pre-selected investment mix, follow the two steps below.**
- ▶ **If you prefer to create your own mix, complete the Custom Mix table with the percentages of each pool you wish to include.**

**Step 1: Select your risk tolerance.**



**Step 2: Choose an ESG option for the equity allocation.**

**SOCIAL IMPACT**

The Social Impact Pool invests in organizations that are treating employees and customers fairly and are creating opportunities for the least advantaged. Additionally, the Pool focuses on investment managers from groups that have been traditionally excluded from the asset management industry.

**ENVIRONMENTAL IMPACT**

The Environmental Impact Pool invests in organizations that are best positioned to address and cope with rising climate risks by reducing carbon emissions, conserving resources, and adopting environmental policies.

**BROAD ESG IMPACT**

The Broad ESG Impact Pool invests in organizations that tackle global challenges through commitments to environmental action, diversity and inclusion, and good governance.

*Additional information about the ESG Pools is available at [www.growyourgiving.org/investing](http://www.growyourgiving.org/investing).*

**Or, build your own custom mix with ESG Pools.**

Investment Pools	CUSTOM MIX	
	Combined total must equal 100%	
Social Impact (70% U.S. Stock / 30% Foreign Stock)		%
Environmental Impact (70% U.S. Stock / 30% Foreign Stock)		%
Broad ESG Impact (70% U.S. Stock / 30% Foreign Stock)		%
Domestic Equity (100% U.S. Stock)		%
International Equity (100% Foreign Stock: 80% Developed Markets / 20% Emerging Markets)		%
Intermediate-Term Fixed Income		%
Short-Term Fixed Income		%
Money Market		%

## 8 Financial Advisor Information

If your financial advisor will be involved with your Fund, provide the following details.

The financial advisor named below will have online access to view your Fund information in the Community Foundation's portal, including balance, contribution and scholarship award history.

- ▶ If you selected Option 1 in Section 7, your financial advisor will serve as the Fund's Investment Manager, investing the Fund's assets separately in a Financial Advisor Managed Account.  
*A Founder, member of the Advisory Committee, or family member may not be named as the Fund's Investment Manager.*  
The Community Foundation will set up the investment account with the Investment Manager's firm.
- ▶ If you selected Option 2 or 3 in Section 7, your financial advisor will serve as an Authorized Party for the Fund, and may submit a new investment recommendation (i.e., changing the asset allocation of the Fund) on your behalf.

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Financial Advisor Name

Firm Name

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Address

City

State

Zip Code

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Phone

Email Address

## 9 Authorized Parties or Additional Investment Team Members

Please list any individuals who can access fund information. These individuals will have online access to view the Fund activity, including balance, contribution and scholarship award history.

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Name

Title or Relationship to Founder(s)

---

Email Address

---

Name

Title or Relationship to Founder(s)

---

Email Address

## 10 Contribution Information

If you know how you will make your initial contribution, please provide details. If there are other assets you plan to contribute to the Fund, please list in Section 12. You will need to contact your financial advisor or financial institution to initiate transfers to the Fund.

\$ \_\_\_\_\_  
Estimated Initial Contribution

Approximate Date of Initial Contribution

Check

Wire or ACH

Bank Name: \_\_\_\_\_

Stocks and Other Securities

Number of Shares and Symbol(s):  
\_\_\_\_\_

**Private Business Interest or Real Estate:** Please contact [info@growyourgiving.org](mailto:info@growyourgiving.org) to discuss the donation process.

**Bequest:** You do not plan to use the Fund during your lifetime. The contribution will be made upon your death.

## 11 Referral Information

Check here if the financial advisor listed in Section 8 guided you in the decision to establish the Fund.

If you were not referred by your financial advisor, please share how you heard about us:

## 12 Additional Information

Please include any additional information you would like us to know.  
\_\_\_\_\_

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.

*For assets in a Financial Advisor Managed Account:* The assets in the Fund will be managed directly by the named Investment Manager on a discretionary basis, until such time that the Community Foundation, the Founder(s) or the Advisory Committee exercise(s) the option to make a different selection for management of this Fund. The named Investment Manager will manage the assets of this Fund in accordance with the Founder(s)' charitable objectives and the most current financial policies and standards of the Community Foundation, which can be found at [www.growyourgiving.org/fap-guidelines](http://www.growyourgiving.org/fap-guidelines). The Community Foundation will regularly review the financial performance of this Fund.

*For assets in the Community Foundation's Investment Pools:* 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. For additional details regarding investment mixes and pools, refer to [www.growyourgiving.org/investing](http://www.growyourgiving.org/investing) to view the Investment Performance Summary and the Supplemental Report.

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 Scholarship Fund Policies are subject to change. 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.

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Founder Signature

Printed Name

Date

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Founder Signature

Printed Name

Date

Accepted by: \_\_\_\_\_

*Greater Kansas City Community Foundation*

Date

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 (whichever is greater)
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 of \$7 million or more, please contact us at [info@growyourgiving.org](mailto:info@growyourgiving.org) or 816.842.0944.

*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. Should sufficient liquidity not be available in the scholarship fund to cover any expenses, taxes or liabilities due as a result of the fund's ownership of a non-cash asset, the donor of such asset(s) agrees to contribute additional liquid assets to the scholarship fund as necessary to fully and timely cover such obligations.

### Fund Activity and Fund Statements

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 showing gift, scholarship award and investment activity for a scholarship fund are available through the online donor portal.

### 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.

## **Role of an Investment Manager for Scholarship Funds**

An Investment Manager is an investment professional who manages the investment of assets in a scholarship fund's Financial Advisor Managed Account. An Investment Manager has online access to fund information but has no advisory privileges. In accordance with IRS rules, an Investment Manager cannot be (i) a donor to the Fund, (ii) a Founder, (iii) a member of the Advisory Committee, (iv) any family member of a Founder/Advisory Committee member (defined as that person's spouse, ancestors, children, grandchildren, great grandchildren, siblings, and the spouses of children, grandchildren, great grandchildren, siblings) and (v) any entity where more than 35 percent of the entity is owned/controlled by any of these persons.

## **Investment of a Scholarship Fund**

A member of the Advisory Committee (or Authorized Party with permission to change investments on behalf of the Founder(s) or the Advisory Committee) may recommend that a scholarship fund be invested separately in a Financial Advisor Managed Account on the Investment Manager's platform or in the Community Foundation's investment pools. If the Community Foundation does not receive an investment recommendation for a fund, assets will be held in the Community Foundation's Money Market Pool.

## **Confidentiality and Privacy Policy**

The Community Foundation holds all information concerning our donors and their scholarship 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](http://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, 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) for the following component fund: [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](http://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 of the Greater Kansas City Community Foundation, available at [www.growyourgiving.org/procedures](http://www.growyourgiving.org/procedures).