**GIFT OF DONOR ADVISED NONENDOWED FUND**

This Agreement is made effective the \_\_\_\_\_th day of \_\_\_\_\_\_\_\_\_, \_\_\_\_\_\_\_\_, by and between **Town Square Community Foundation**, a Texas nonprofit corporation (the “**Foundation**”) and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_(the “**Donor**”).

 ARTICLE ONE

Section l. The Donor hereby gives, assigns, transfers and conveys to the Foundation an initial deposit of $50.00, as an irrevocable gift from the Donor to the Foundation. The gift and any future additions thereto, including the growth or income derived from the contributed property, shall be known as the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (the “**Fund**”). It is the intent of the Donor that the Fund be used to raise funds for the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ program that distributes toys and assistance to needy families in the area based upon or consistent with the advice of the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (Donor) or the advice of the Donor’s appointed advisor(s) (the “**Donor Advisors**”), and otherwise pursuant to Article Four of this Agreement (the “**Charitable Purpose**”).

Section 2. The Donor acknowledges that the Fund shall be subject to all the terms and conditions of the Foundation’s Articles of Incorporation and Bylaws as they now exist and as they may from time to time be amended. The Donor further acknowledges that neither the Donor nor any other contributors to the Fund may impose any material restriction or condition that prevents the Foundation from freely and effectively employing the Fund in furtherance of the Charitable Purpose.

Section 3. From time to time the Donor or other contributors may make gifts to or for the use of the Fund by naming or otherwise identifying the\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_. Such gifts will be held and administered as part of the Fund in accordance with this Agreement.

 ARTICLE TWO

The Fund shall be held, administered and expended by the Foundation, acting through its duly authorized Board of Trustees, officers, and agents, consistent with the Charitable Purpose. The assets of the Fund may be kept separate from other Foundation assets, or alternatively, may be commingled with other Foundation assets; provided that the Foundation shall at all times keep accurate records showing the proportion of the assets credited to, or owned by, the Fund as to both principal and income. The assets of the Fund may be invested and reinvested from time to time in such securities, obligations or other property as the Foundation may deem prudent.

ARTICLE THREE

It is the Donor’s intent that the Fund not be considered an endowment fund. Further, it is the Donor’s intent that the Fund shall be fully available to make distributions and grants consistent with the Charitable Purpose. The Donor accepts that ultimately all distributions and grants from the Fund shall be made in the sole and absolute discretion of the Foundation.

Continuity and Variance Power. It is intended that the Fund shall be used for the Charitable Purpose unless or until such time as, in the reasonable judgment of the Board of Trustees of the Foundation, the Charitable Purpose shall be incapable of fulfillment, or inconsistent with the charitable needs of the community: Treasury Reg. Sec. 1.170A-9(e)(11)(v)(B)(1). In such event, to the extent practicable and permitted under then existing law, the Foundation shall endeavor to make distributions from the Fund to carry out those charitable purposes most closely aligned with the Charitable Purpose for which the Fund was originally created and subsequently supported through distributions.

ARTICLE FOUR

The Donor may from time to time submit recommendations for distributions and grants to be made from the Fund. In addition, the Donor may appoint Donor Advisors, other than the Donor who may from time to time submit recommendations for distributions and grants to be made from the Fund.

In the event neither the Donor, nor any appointed Donor Advisors make recommendation for distributions to be made from the Fund for a period of two year(s), the Foundation may in its sole and absolute discretion award grants from the Fund consistent with the prior grant history of the Fund, or if no grant history, the Foundation may in its sole and absolute discretion award grants from the Fund.

 Following the death of the Donor and all of the Advisors appointed by the Donor, or at any time upon the Donor’s written request, the Fund shall become an endowment fund, permanent in nature, and guided by the spending policy and procedures established from time to time by the Board of Trustees of the Foundation. At such time, grants from the Fund shall be awarded to areas of interest expressed by the Donor or as evidenced by the prior grant history of the Fund, or if no grant history, grants from the Fund shall be awarded in the sole and absolute discretion of the Foundation.

 ARTICLE FIVE

The Donor understands that the Foundation may employ attorneys, accountants, financial managers or advisors and such other assistants as the Board of Trustees of the Foundation in its sole and absolute discretion deems necessary. In such event, the Donor acknowledges that the Fund will bear its proportionate share of the fees and expenses actually charged for such services. In addition, the Fund will be assessed administrative fees by the Foundation in accordance with the fee schedule approved from time to time by the Board of Trustees.

ARTICLE SIX

The Fund signatures will be the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, Chair and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, Treasurer of the Board of Director in accordance with the signatory authority approved from time to time by the Board of Trustees. The original Donor Advisors are \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

Executed this \_\_\_\_th day of \_\_\_\_\_, \_\_\_\_\_\_\_\_.

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Donor

 \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Chairman, Board of Trustees

Town Square Community Foundation