



**COMMUNITY
FOUNDATION**
SOUTHWEST
WASHINGTON

Fund Number _____

Designated Fund

Permanently Endowed

Waldon M. Groves Scholarship Fund

Permanently Endowed Designated Fund

La Center School District Board of Directors, on behalf of La Center High School, (Donor) and the Community Foundation for Southwest Washington (Foundation), a Washington nonprofit corporation, agree to establish a charitable fund, subject to the following conditions:

1. Any and all assets transferred to the Foundation under this agreement shall be accounted for and designated by the Foundation as the **Waldon M. Groves Scholarship Fund** (Fund).
2. The assets of the Fund may be commingled with other Foundation property for investment purposes.
3. The Foundation shall be entitled to charge reasonable fees against the assets of the Fund for its administrative and other services.
4. The Fund shall be administered as a component fund of the Foundation and shall be subject to the Foundation's Articles of Incorporation and Bylaws, each as amended and restated from time to time, and the terms of this agreement shall be applied in all respects in a manner not inconsistent with these Articles and Bylaws (including without limitation the provisions of the Foundation's Articles and Bylaws, as required by federal tax laws, authorizing the Foundation to vary or modify restrictions or conditions that it believes are unnecessary, incapable of fulfillment, or inconsistent with the charitable, educational, and scientific needs of the state of Washington).
5. The Foundation shall distribute an appropriate percentage of the fair market value of the Fund to **La Center School District Board of Directors**, located in La Center, Washington, a Washington governmental unit described in Internal Revenue Code Sections 170(c)(1) and 509(a)(1), for the purpose of awarding college scholarships to graduates of La Center High School. This percentage shall be determined from time to time by the Board of Directors of the Foundation under its grant percentage payout policy for permanently endowed funds. In determining this percentage, the Board of Directors of the Foundation will consider the expected total return on the investments of the permanently endowed funds of the Foundation, the desirability of maintaining the real value of the permanently endowed funds of the Foundation, and any and all other factors which it deems relevant in its sole discretion. In no event will this percentage be less than a reasonable rate of return.
6. If at any time **La Center High School** ceases to exist or is no longer a qualified charitable organization, further distributions from the Fund shall be made to a qualified charitable

organization with similar objectives and purposes selected by the Foundation in its sole discretion, after consulting with and seeking the advice of such members of the La Center School District Board of Directors as may be willing and able to consult and advise. For purposes of this paragraph, "qualified charitable organization" means a Washington tax-exempt charitable organization or governmental unit described in Internal Revenue Code Section 509(a) (1) or (2).

7. Unless the Foundation receives instructions to the contrary, all charitable distributions from the Fund shall be identified to the beneficiaries as coming from the Fund and the Foundation.
8. The Foundation shall appropriately memorialize the Fund for as long as the Fund remains in existence.

DATED: August 26, 2014

LA CENTER SCHOOL DISTRICT
BOARD OF DIRECTORS

Cris Yaw, Board President

John Parsons, Vice Chair

THE COMMUNITY FOUNDATION FOR
SOUTHWEST WASHINGTON

Jennifer Rhoads, President