

NAME OF FUND THE KEITH AND CARMEN REEVE FUND FOR
OUTREACH

ORIGINAL CRANTOR ST. MARK'S EPISCOPAL CHURCH, RALEIGH,
NORTH CAROLINA

DATE ESTABLISHED DECEMBER 9TH, 1986

ORIGINAL VALUE \$36,000

TERMS OF GRANT/INSTRUCTIONS FOR DISTRIBUTION OF PROCEEDS

St. Mark's Parish has established the Keith and Carmen Reeve Fund ["the Fund"] for Outreach with an initial grant of \$36,000 on the condition that interest earned by the Fund will be used to support charitable programs outside of the St. Mark's Parish. The Fund has been placed within a common trust fund of the Episcopal Diocese of North Carolina ["the Diocese"], but is to be administered pursuant to the terms set forth herein. The treasurer of the Diocese will provide a regular accounting of the principal and income of the Fund.

Subject to the exceptions set forth below, the principal of the Fund is to remain intact, and any money donated to the Fund is to be added to the principal. Donations may be made to St. Mark's Episcopal Church and specifically designated as contributions to the Fund.

Quarterly income or dividends earned by the Fund are to be retained and reinvested in the Fund by the treasurer of the Diocese. No income or dividends may be withdrawn from the Fund until the Fund has been in existence for at least one year. Thereafter, income or dividends may be withdrawn only after at least four quarters of income or dividends have accumulated subsequent to any prior withdrawal.

The treasurer of the Diocese is directed to disburse income or dividends of the Fund only upon receipt of a letter from the Vestry of St. Mark's Parish requesting such disbursement and stating that the Vestry has approved recommendations for use of the income or dividends so requested in compliance with the conditions of the Fund.

Income or dividends of the Fund may be used for charitable programs outside of St. Mark's Parish upon the recommendation of the Keith and Carmen Reeve Fund Committee ["the Committee"] and the approval of the Vestry. Members of the Committee are to be appointed by the Vestry to staggered terms not to exceed three consecutive years. The Vestry must report to the congregation of St. Mark's Parish on an annual basis as to the status of the Fund and any use of income or dividends of the Fund.

Money from the principal of the Fund may be borrowed for use to meet needs within St. Mark's Parish only upon recommendation of the Finance Committee of St. Mark's, agreement by the Keith and Carmen Reeve Fund Committee, and approval by the Vestry. The treasurer of the Diocese is

authorized to release money from the principal of the Fund upon a showing that the above conditions have been met. A schedule for repayment of the money, with interest, must be established at the time such money is borrowed. ~~Interest equal to the amount of income or dividends the borrowed money would have earned had it remained within the Fund must be repaid to the Fund, such that the Fund is not diminished by money having been borrowed from the principal.~~ Only in the event of an emergency in which money from the Fund is necessary to keep St. Mark's Parish solvent may money be borrowed from the principal of the Fund with no repayment schedule in place. In such event, however, St. Mark's Parish will nevertheless remain obligated ultimately to reimburse the Fund for any principal borrowed plus interest as described above.

In the event that the common trust fund of the Diocese ceases to exist, all money in the Fund will be returned to St. Mark's Parish to be used for purposes consistent with the purposes set forth herein. The purpose of this Fund, and the permissible uses of the principal and the income or dividends of the Fund, may not be altered or amended except by a two-thirds vote of members of the congregation present at a meeting called with adequate notice especially to consider such changes.

HISTORY

On _____, the Vestry of St. Mark's Episcopal Church voted to establish a fund using 1/2 (\$36,000.00) of the money from the sale of property owned by St. Mark's Episcopal Church to Lincoln Developers. The suggestion for establishment of such a fund was made by the Reverend Keith J. Reeve with the intent that any earnings of the fund be used for outreach programs above and beyond the outreach programs funded by the operating budget of St. Mark's Parish.

On _____, the Vestry of St. Mark's Episcopal Church voted to name this fund the "Keith and Carmen Reeve Fund."

On _____, the Vestry of St. Mark's Episcopal Church voted to approve the terms and instructions governing the Fund, as set forth above.

CLW4/chw