

Termination of Agreement
And
Determination of Application of Funds

This agreement is entered this _____ day of _____, 2018 between Anonymous donor (Anonymous donor) and the Unitarian Universalist Fellowship of Central Oregon (UUFCO) for the purpose of terminating an agreement among Anonymous donor, the Unitarian Universalist Association (UUA) and UUFCO dated May 16, 2012. (the Agreement) The Agreement is no longer operative as all of the funds originally held under the Agreement by UUA on behalf of Anonymous donor have been transferred to UUFCO. That document further provided that any construction monies held by UUFCO at the end of calendar year 2017 would be transferred to UUFCO's " building operations and reserve fund." Prior to December 31, 2017 Anonymous donor and UUFCO extended the required transfer date as allowed under the Agreement

Rather than transferring the building funds originally held by UUA to the operations and reserve fund of UUFCO, Anonymous donor prefers that they remain in the building reserve fund to be used as specified in #3 below.

This agreement is being entered to set forth the terms upon which the former UUA held funds will be held and disbursed by UUFCO.

Now, therefore, the parties agree as follows:

1. Termination of the May 16, 2012 Agreement. The parties agree that the Agreement is no longer operational and is hereby terminated.
2. Holding of former UUA funds by UUFCO. The funds formerly held by UUA which are now held by UUFCO amount to \$387,922

as of June 7, 2018. The funds shall be held in an account or accounts as may be deemed appropriate from time to time by the board of trustees of UUFCO. This shall be known as the building reserve fund.

3. Use of building reserve fund. It is the intent of the parties that the building reserve fund shall be used only for the following purposes:
 - a. It is intended that the scope of uses which would “enhance” the church buildings or grounds as set forth in paragraph b. below be broadly construed so as to enable the facilities and land to be of maximum use and as aesthetically pleasing as possible for the congregation.
 - b. For furniture, fixtures, improvements and other expenditures which enhance the building facility or the UUFCO real property comprising the total UUFCO contiguous land holdings at the corner of Skyliner Road and Skyline Ranch Road in Bend, Oregon. As examples, and not in limitation of uses, the real property expenditures could provide for labyrinth improvements, play areas, parking spaces or other landscaping features.
 - c. To cover operating deficits of UUFCO in any fiscal year. However, operating deficits shall not be paid from this

fund until the monies set aside originally in a reserve account for the express purpose of paying operating deficits have been fully expended. That original account was funded with a percentage of the construction costs in the amount of \$225,000.00.

4. Authorization to expend funds. Funds may be disbursed from the building reserve account(s) only upon the authority of a majority vote of the total number of members of the UUFCO board of trustees. If ten or more individual members or a committee or team of UUFCO, or the minister of UUFCO or the board on its own motion would like to expend funds from this building reserve fund, a written proposal of such request shall be made to the board. Upon approval of such expenditure by the board the designated amount of funds approved by the board may be expended from the building reserve fund but only for the approved purpose. Any funds authorized which are not expended for the approved purpose shall be returned to the building reserve fund.
5. Investment of building reserve account funds. Funds deposited in the building reserve account(s) may be invested in such accounts, bonds, certificates of deposit, securities or other investment products which may be authorized from time to time by the UUFCO finance committee. The primary objective of the finance committee in determining how to invest such funds to maximize income return in reasonably prudent investment products.
6. Term of building reserve fund. The building reserve fund shall be maintained until all of the fund, including

earnings, have been expended for board authorized purposes.

Executed on the above date by:

Anonymous donor

UUFCO

By:

President