

THE AIR CADET/YOUTH FUND DEED

I. Purpose of the Fund

To provide annual gliding and soaring training bursaries for air cadet and youth members. The bursaries shall be available to any SAC Air Cadet/Youth member according to the terms of the SAC Youth Bursary Program.

II. Administration

- II. i. The Air Cadet/Youth Bursary Fund, hereafter referred to as the Fund shall be administered by a board of three trustees, identical with the Finance Committee of the Soaring Association of Canada, hereafter referred to as SAC, or the Association. They shall review the Fund as appropriate, but at least once a year, and may call on an advisor(s) as seems reasonable. The Fund shall be audited by the Association's auditor once a year. The Fund shall be reported on at the annual general meeting of the Association.
- II. ii. The Fund shall be invested in assets at the choice of the trustees, or by delegation, the advisor(s). No trustee shall have a personal, or fiduciary, interest of a non-arm's length nature in any financial instrument held by the Fund. The Fund shall be administered in a prudent manner, with due regard for both risk and return. Transfer of monies from the Fund to the Youth Bursary Fund shall be limited to a maximum of the investment earnings of the Fund in the year prior to the awards.
- II. iii. The terms of the Fund, once established, shall be inviolate, unless a majority of at least 2/3 of the Board of Directors and 2/3 of the votes cast at a SAC annual general meeting, whether by proxy, or directly, are in favour of a proposed change. In the case of a bequest or a gift to the Fund that has restrictive covenants applied; any change proposed by SAC shall not be applicable to the bequest or gift unless the granter or his or her estate, heir or assigns as appropriate, also agree.
- II. iv. Expenses incurred each year in the administration of the Fund, save for financial transaction charges, management charges, broker's and like fees, shall be borne by SAC.
- II. v. In the event that, in any given year, there are insufficient scholarship candidates, the award(s) that would have otherwise have been made that year shall be retained in the Fund to increase its capital value and thereby the amount, or number, of future bursary awards.

III. Winding up the Fund

It is intended that the awarding of the awards and the associated Fund continue in perpetuity. In the event that SAC is either unable, or unwilling, to continue to administer the Fund and its associated awards program, all monies in the Fund shall be given in the first instance to a similar SAC program, failing that to the Air Cadet League of Canada and failing that to another program devoted to young Canadians, such as the Boy Scouts and/or Girl Guides.