



Juniors Development Foundation

Sponsorship & Restricted Funds Support Agreement

EXECUTIVE SUMMARY

Overview

This agreement establishes the formal relationship between **Juniors Athletics, LLC** (a Texas for-profit company) and **Juniors Development Foundation** (a Texas nonprofit corporation, pending 501(c)(3) designation). It defines how the Foundation will raise and manage restricted charitable funds to support youth soccer programs operated by Juniors Athletics in The Woodlands community.

What the Foundation Does

The Foundation serves as the charitable fundraising arm, with sole authority over all donor relationships and fundraising campaigns. All funds raised are restricted to three specific purposes:

- **Field Rentals** — Securing and paying for soccer field access for youth training, practices, and competitions
- **Equipment** — Purchasing uniforms, balls, goals, nets, training gear, and related materials
- **Player Scholarships** — Financial assistance for youth players from families with demonstrated financial need

Important: Restricted funds may never be used for salaries, overhead, or general operating expenses of Juniors Athletics.

How Funds Flow

All charitable contributions are deposited into the Foundation's own accounts and administered under its treasury management policies. Disbursements happen in one of two ways:

- **Direct payment** — The Foundation pays vendors directly (e.g., field rental facilities, equipment suppliers)
- **Reimbursement** — Juniors Athletics submits verified invoices and receipts, and the Foundation reimburses approved expenses

The Foundation retains ultimate discretion and control over all funds to ensure compliance with IRS regulations and nonprofit law.

Key Obligations

Foundation responsibilities:

- Maintain full legal compliance with IRS and Texas nonprofit regulations
- Issue proper donor acknowledgment letters and tax receipts
- Keep accurate books and records, available for inspection
- Administer a written scholarship policy with objective eligibility criteria
- Prepare quarterly reports on funds raised, disbursed, and allocated

Juniors Athletics responsibilities:

- Provide accurate invoices, receipts, and documentation for all reimbursement requests
- Accept all qualified scholarship recipients without charging additional fees
- Provide sponsor recognition (logo placement on uniforms, banners, websites, signage)
- Submit periodic reports on program participation and fund usage

Legal Structure

The two organizations remain **fully independent** — this agreement does not create a partnership, joint venture, or agency relationship. The Foundation is an independent nonprofit and Juniors Athletics is an independent for-profit entity. This arm's-length structure protects the Foundation's 501(c)(3) tax-exempt status.

Term & Termination

The agreement runs for one year and automatically renews for successive one-year terms unless either party gives 30 days' written notice. Either party may terminate immediately if the other materially breaches the agreement or engages in conduct that jeopardizes legal compliance.

Bottom line: This agreement ensures that all charitable fundraising for youth soccer flows through a proper nonprofit structure with full transparency, IRS compliance, and restricted fund controls — while keeping the Foundation and Juniors Athletics legally independent.