

## **CHARLES M. BAIR MEMORIAL SCHOLARSHIP Administrative Rules and Procedural Guidelines**

The following administrative rules and procedural guidelines have been prepared by the Trustee of the Charles M. Bair Memorial Trust, the administrative body with the sole responsibility for the management and supervision of the Charles M. Bair Memorial Scholarship that has been awarded to you. The following rules and guidelines are incorporated into your scholarship grant and your signature below signifies that you have received a copy of these rules and guidelines and understand that your scholarship will be administered consistent with them. The administrative rules and procedural guidelines for all Charles M. Bair Memorial Scholarship Grants are as follows:

1. General Provisions. As the recipient of a Charles M. Bair Memorial Scholarship (the "Scholarship") you are the recipient of a "full-ride" award for all Colleges and Universities approved by the Trustee, subject to the provisions below. This Scholarship will pay for 100% of your tuition, room and board, and textbooks and course fees required by the educational institution for the particular curriculum or major and minor courses of study that you have chosen. These rules and guidelines may be amended, modified or revoked by the Trustee of the Scholarship, and these rules and guidelines are not meant to be exhaustive or all-inclusive. You will receive notice of any material modification, amendment or other change to these rules and guidelines that affect your Scholarship. The administration, management and supervision of your Scholarship lies in the sole discretion of the Trustee, consistent with the provisions of the Testamentary Will and Trust established by Marguerite Bair Lamb, in memory of her father, Charles M. Bair.
2. Approved Expenses and Fees. Your Scholarship will pay 100% of the tuition or fees charged to you by the college, university, trade vocational or other industrial or training school. In addition, the Scholarship will pay 100% of your housing and board expenses. Dormitories, nationally-recognized fraternities or sororities (whether or not on-campus), and married student housing are considered "on-campus housing". Your housing allowance will be limited to the cost of a double occupancy room only. If you elect to reside in a single room, you must pay the difference between single and double occupancy.

Should you choose to live in an off-campus facility during any portion of the period of the Scholarship, this choice will not revoke or adversely affect your Scholarship. If you decide to live in an off-campus facility, however, the housing allowance is limited to the amount equal to the on-campus housing allowance set forth above.

The Scholarship may pay for reasonable extraordinary charges, fees or expenses that are incidental (required) expenses of your chosen curriculum and major or minor courses of study, such as charges relating to nursing, drafting, art, music, etc. Extraordinary charges, fees or expenses related to courses of study that are recreational, leisure-type or other electives will not be eligible for reimbursement or payment by the Scholarship. Any student wishing the trustee to consider payment of eligible charges needs to provide documentation that those charges are requirements (not recommendations) for the courses and, further, that these courses are pertinent to the degree being sought by the Scholarship recipient. The trustee reserves the right to make the approval/denial of each eligible expense on a case-by-case basis.

3. Limitation of Fees and Expenses. The Scholarship will pay for all approved fees and expenses for any public or private post-secondary college, university, trade or vocational or other industrial or training institution or facility. The choice of a post-secondary educational institution or facility outside the State of Montana will not operate to revoke the Scholarship grant, but the Trustee will not pay for travel, lodging or other similar expenses to or from the educational

institution or facility, except as set forth below. Under no circumstance is a Bair Scholar entitled to a refund from the Scholarship for personal benefit. In the event an educational institution issues a refund to a Bair Scholar, the Scholar must reimburse The Charles M. Bair Memorial Trust. The purpose of the Scholarship is to provide an undergraduate degree or certification in a field of study and is limited to students seeking a degree or certification. Non-degree seeking education is not funded by the Charles M. Bair Memorial Trust.

4. Scholarship Period. This scholarship grant is valid and effective for a period of four (4) academic years beginning the term, semester or quarter immediately following the grant. Except as noted below, the Scholarship recipient must successfully complete the four (4) post-secondary academic years within five (5) years of the award. Example: A Scholarship award made in May 2009 must be completed by the summer term, semester or quarter of 2014. The Trustee of the Charles M. Bair Memorial Trust encourages all Scholarship recipients to pursue their four-year post-secondary education without interruption, but the Trustee recognizes that facts and circumstances may arise that warrant a limited leave of absence from the academic and Scholarship program. Leaves of absence are controlled by the following provision.
5. Leaves of Absence. Upon written submission of a request for a leave of absence, a Scholarship recipient may receive such leave from the Trustee for a cumulative period not to exceed twelve (12) months during the Scholarship period unless the reason for the leave of absence is an injury or illness of the recipient in which case it can be longer than twelve (12) months. The twelve-month period does not include summer semester months, unless the scholarship recipient has chosen curriculum and major or minor courses of study requiring such student's attendance during the summer semester months. The twelve-month period need not be consecutive for purposes of this restriction.

Any leave of absence must be approved in writing by the Charles M. Bair Memorial Trust Trustee, and must be approved in advance by the Trustee except in the cases of illness or injury. In the event of illness or injury that precludes or substantially hinders the student from continuing his or her studies consistent with the Scholarship, a leave of absence greater than twelve months during the Scholarship period may be considered by the Trustee if the facts and circumstances warrant the extension. All requests of leave related to illness require physician's reports substantiating the circumstances and the possible date the recipient might be well enough to return to school for consideration by the Trustee.

All requests for leaves of absence must be in writing and sent to the following address:

Charles M. Bair Memorial Scholarship  
U. S. Bank Trust  
P O Box 30678  
Billings, MT 59115

The requests for leaves of absence must state the reason for the Scholarship extension or leave of absence, the period of absence contemplated, and their request must be signed by the student.

6. Payment of Fees and Expenses. The Trustee of the Charles M. Bair Memorial Trust will establish a billing arrangement with your school and the bookstore and, therefore, you are directed not to prepay your fees or textbook and other approved fees and expenses. Request assistance as a Scholarship recipient from the financial aid office. Necessary direction and assistance will be given to you at that time.

7. Grade Reports or Transcripts. The Trustee is required to keep current copies of grade reports or transcripts in your Scholarship file. Therefore, you are required to send, or direct the school registrar or other responsible person to send a copy of your grade reports or transcripts at the end of each term. Your file must contain the current copies of the grade reports or transcripts for the Scholarship to continue in good standing. Once annually (typically in spring) the transcript must be an official transcript of the school.
8. Academic Standards. As a Scholarship Recipient, you must at all times maintain high academic and scholarship standards. At no time may your non-cumulative grade-point average fall below 3.00 (a B average).

In the event your grade-point average or its equivalent shall fall below 3.00 for any one (1) term, your Scholarship shall be placed under review by the Trustee and it shall be closely monitored. At that time, the Trustee may request additional information from the Scholarship recipient in order to determine what circumstances may have caused the decline in academic standards. The Scholarship recipient must receive a non-cumulative GPA of at least 3.00 for all remaining reporting periods of the Scholarship. If for any reason the Scholarship recipient elects to discontinue education, please write the Trustee of this decision. A complete transcript must be provided to the Trustee as soon as possible after the latter term, so that the Trustee may evaluate the Scholarship award.

All students are encouraged to utilize all resources available through their college or university. Tutorial programs, elective labs, often assist students in classes (although tutorial programs are not paid for by the Scholarship, it often assists with difficult classes). Students may also get additional help and recommendations from college professors or other professionals at the university regarding difficult classes.

Scholars will be asked to submit their degree plan the summer after completion of their freshman year, and are required to submit a plan no later than registration deadline of spring semester of their sophomore year.

9. Scholarship is a Privilege/Review Procedures. As a Scholarship recipient, you understand that the Scholarship grant and award is a privilege, not a property right. As a privilege, it may be revoked and withdrawn or terminated by the Trustee of the Charles M. Bair Memorial Trust in the event that you do not comply with the intent and purpose of the Scholarship award. Your Scholarship grant and award may be placed under review by the Trustee if the facts and circumstances of your performance, whether scholastic or otherwise, during the academic or Scholarship period does not meet with the educational, moral and other purposes of the Scholarship grant. In the event that your Scholarship grant or award is terminated or withdrawn for any reason other than a grade-point average below 3.00, you shall be allowed to make a written request to the Trustee for reinstatement of the Scholarship within thirty (30) days of written notice to you by the Trustee that your Scholarship has been terminated or withdrawn. No hearing will be conducted, but your request for reinstatement must state the facts, explanation and circumstances to justify reinstatement. No promise of reinstatement is made after the Trustee has determined that the Scholarship will be terminated or withdrawn.
10. High Moral Character and Citizenship. As a Scholarship recipient, you have demonstrated yourself as an academic achiever, a good citizen of high moral character, and a person with leadership and other skills that justify the award. It is important that you maintain this integrity and high moral character during all Scholarship periods, and continue the leadership and other skills that you have demonstrated in the past. The Trustee of the Charles M. Bair Memorial Trust expects that you will make the Trustee, yourself and family and friends proud of your

achievements, and will apply the resources of this Scholarship grant to the educational and other purposes of this grant.

You must at all times conduct yourself in a law-abiding manner, and show a commitment to apply yourself to the educational opportunity that is being provided by this Trust. At no time will violation of any law or ordinance be tolerated, and the conviction or the entry of a plea of guilty or nolo contendere to any felony criminal act shall be grounds for immediate revocation of the Scholarship. Such conviction or plea to a misdemeanor may also be grounds for revocation if the Trustee deems the circumstances to warrant it, in its sole and absolute discretion.

Except in the case of non-moving traffic violations and speeding citations, the Scholarship recipient shall notify the Trustee of any such infraction, conviction or plea.

11. Insurance. The Charles M. Bair Memorial Trust does not pay the cost of any health, disability, life or other insurance policy or premiums. We suggest that you consult the registrar of your college university about the group plans that may be available to you as a student of that facility or educational institution. We encourage you to maintain health and hospitalization insurance during all periods of the Scholarship award.
12. Foreign Studies. The Trustee of the Charles M. Bair Memorial Trust encourages progressive and well-rounded educational endeavors, including studies in foreign lands or languages. The Trustee will not disapprove or discourage foreign exchange or other foreign programs to which the Scholarship recipient is admitted or accepted during the Scholarship period. The payment for these foreign educational other expenses will be limited to the approved expenses set forth above, including room and board at the "on-campus housing" rate, and will be expressly contingent upon the foreign program being endorsed and approved by the college or university being attended by the Scholarship recipient and expressly contingent upon the credits for such schooling being applied to the graduation requirements for the student's chosen curriculum and major or minor courses of study at the domestic college or university. Restrictions on elective courses and reimbursement of other expenses are applicable to the exchange or other foreign program studies. Once per academic semester, the Scholarship will reimburse the recipient for the cost of a single, round-trip commercial airline ticket to a foreign country for study. The ticket must be purchased by the recipient at least 21 days prior to travel and be for the least expensive class of travel.
13. Communication with Trustee. Please remember at all times that we are proud of your past achievements, as recognized by the award of this Scholarship to you. We are interested in following your accomplishments and endeavors during this Scholarship period, and you are encouraged to communicate regularly with the Trustee regarding your progress during your post-secondary education. You are also encouraged and invited to present any problems you may be encountering in school to the Trustee and the Trustee will assist in any way it can. In the event your academic performance or grade-point average starts to decline and puts your Scholarship in jeopardy, it is important that you address the problems with the Trustee and your school advisors so that the problem can be remedied and the Scholarship remain in good standing.

CHARLES M. BAIR MEMORIAL TRUST,  
U. S. Bank, Trustee