

## ENDOWMENT AGREEMENT

I/We, \_\_\_\_\_, (“Donor(s)”) hereby pledge to give \$\_\_\_\_\_ to the Board of Regents of The University of Texas System (“Board of Regents”) to establish an endowment for the use and benefit of The University of Texas \_\_\_\_\_ (“University”).

### I. Schedule and Form of Contributions

Donor(s) acknowledge(s) a gift commitment to the Board of Regents and University. It is the intent of Donor(s) to give or cause to be given a total of \$\_\_\_\_\_ to be conveyed in installments of \$\_\_\_\_\_ per year beginning on \_\_\_\_\_, 20\_\_ or sooner, and continuing through \_\_\_\_\_, 20\_\_.

If, as of the date specified above, there are sufficient funds held in the endowment to reach the required minimum funding level for an endowment, but insufficient funds to reach the required funding level for the endowment as originally established, Donor(s) understand(s) the endowment may be redesignated by the Board of Regents to the highest level of endowment category possible based upon the book value of funds held and the original intent.

### II. Purpose

The (*name of endowed fund*) shall be a permanent endowment and shall be used for the benefit of the (department/school/college/unit). Funds distributed from the endowment shall be used to (statement of use).

### III. Administration

Such endowment shall never become a part of the Permanent University Fund, the Available University Fund or the General Fund of the State of Texas, and shall never be subject to appropriation by the Legislature of the State of Texas. These funds and all future additions to the endowment, including those made by the Board of Regents or University administration, shall be subject to the provisions of this agreement and shall be classified as permanent endowment funds. If in the opinion of the Board of Regents, future circumstances change so that the purposes for which the endowment is established become illegal, impracticable, or no longer able to be carried out to meet the needs of the University, said Board of Regents may designate an alternative use for the endowment payout in accordance with applicable state law to further the objective of the University in the spirit of the original purpose.

### IV. Investment, Payout and Reinvestment

These endowment funds may be merged or commingled with other funds held by the Board of Regents for investment purposes in accordance with the policies of the Board of Regents. Donor(s) acknowledge(s) and agree(s) that in connection with administration and management of the endowment funds, the Board of Regents may charge certain expenses against the endowment funds for administration, management and similar charges. Funds distributed from the endowment in a year may be retained and expended for the purposes of the endowment in

subsequent years, or may be reinvested, at the discretion of the Board of Regents or University administration, as a permanent addition to the principal of the endowment.

---

Donor Signature

---

Date

**Endowments are officially established upon approval of the Board of Regents. As with any decision involving your assets, we urge you to seek the advice of your professional counsel when considering a gift to the University.**