

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 the 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__.

In the event Donor(s) is/are unable to fulfill this pledge by the date specified above, and there are insufficient funds held in the endowment to reach the minimum funding level required for an endowment, Donor(s) understand(s) the endowment may be dissolved by the Board of Regents, and the President of the University shall have the discretion to designate an existing endowment to which to transfer the funds or expend the funds for the general purposes, taking into consideration the original intent as specified below.

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(s) 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.