

ENDOWMENT AGREEMENT

The (*Name of Quasi Endowed Fund*) was established as a quasi endowment by the Board of Regents of The University of Texas System (“Board of Regents”) on (date of approval) with a \$_____ transfer of funds from The University of Texas _____ (“University”).

(Name of Donor(s)) has/have provided gifts to this endowment totaling \$_____. This agreement is to confirm that said gifts will be held by the Board of Regents in a permanent endowment account for the (school/department/college) entitled the (*Name of Permanent Endowed Fund*). Funds distributed from the permanent endowment and the quasi endowment shall work in conjunction and be used to support (statement of use).

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. 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.

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

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.