

Important Gift Administration Disclosures

Summary of Endowment Distributions

The Texas A&M Foundation is a nonprofit corporation legally separate from Texas A&M University. Its budget is primarily supported as described below. It is not funded by the University or the State of Texas.

Endowment Management Fee

The Texas A&M Foundation annually allocates one and one quarter percent (1.25%) of the market value of the Foundation's overall Endowment (applied on a quarterly basis utilizing a twenty (20) quarter average), to support the operations of the Foundation.

Endowment Restricted Purpose Distributions

The Texas A&M Foundation annually allocates four percent (4%) of the market value of the Foundation's overall Endowment (applied on a quarterly basis utilizing a twenty (20) quarter average) and makes that amount available for distribution to support the purpose of the gift account.

The Foundation utilizes the twenty (20) quarter period to smooth out short-term market value fluctuations.

The Foundation's Board of Trustees reviews the Endowment's management fee and distribution policy annually. The Board may change either policy so as to balance provision of current benefits with perpetual value of the Endowment.

Other Direct Expenses Paid to Third Parties

For credit card, non-cash and complex gifts that incur specific expenses related to the acceptance, processing, maintenance or sale, these direct expenses will be allocated to the purpose for which the gift is made. For gifts made by credit card, this amount is three percent (3%) of the amount of the gift.

Variance Power

Gifts directed by a donor to an existing account established by a gift agreement between the Foundation and other donor(s) will be added to such account and will be administered according to the terms thereof. Should the Foundation and other donor(s) make changes to the governing gift agreement (e.g., future changes to the name and/or purpose), all gifts directed to such account will be administered in accordance with such changes without notice to other donors.

Gifts directed in response to a solicitation from Texas A&M University /Texas A&M Foundation that are not governed by a specific donor gift agreement may be subjected to programmatic use changes and restricted account name changes in response to changes to programs at Texas A&M University without notice to donors to such accounts.