

ADMINISTRATIVE PROVISIONS
FOR THE
ENDOWMENT NAME QUASI-ENDOWMENT
SUPPORTING THE
UNIVERSITY OF TENNESSEE, **CAMPUS**
NAME OF THE COLLEGE, NAME OF THE DEPT

BACKGROUND

The University of Tennessee (the University) wishes to establish the **ENDOWMENT NAME QUASI-ENDOWMENT**.

PURPOSE

The **ENDOWMENT NAME QUASI-ENDOWMENT** will provide **DESCRIPTION**.

ADMINISTRATION

The Head of **NAME OF THE DEPT** will determine how and how much of the distribution will be spent.

The **ENDOWMENT NAME QUASI-ENDOWMENT** shall be treated as a...

Permanent Quasi-endowment _____
Redeemable Quasi-endowment _____
(select only one)

...to be pooled with other endowed and quasi-endowed funds for investment purposes.

If it becomes impossible or impractical to use the gift for the purpose designated by these administrative provisions, or if these provisions are determined to be in conflict with any federal, state, or local law, regulation, or ordinance, the University's Board of Trustees, in consultation with the President of the University, will direct the use of this gift in the best interest of the University and in a manner as close as possible to the original intent expressed in these provisions. Any changes should take into account that all Quasi-endowments are intended to be permanent capital and are invested in long-term, often illiquid assets.

All expenditures must be made in accordance with University policies and procedures. The University may, for investment purposes, commingle the property comprising this gift with any of its investment assets; however, the gift shall be entered on the University's books and records as the **ENDOWMENT NAME QUASI-ENDOWMENT**. The University will invest the fund and may reinvest some or all of the earnings at its discretion in accordance with policies and procedures established by the University's Board of Trustees and the Office of the Treasurer.

QUESTIONNAIRE FOR PROPOSED QUASI-ENDOWMENTS:

PERMANENT QUASI-ENDOWMENT:

1. Can the funds be designated as a Permanent Quasi-endowment*?

Yes/No

If the answer is "Yes," there is no need to proceed to questions 2-3 below. If "No," please answer questions 2 and 3 below.

*Please note Section A. above. Permanent Quasi-endowments are invested in perpetuity, generating income for a specified purpose. The principal cannot be spent, and the University will not entertain redemption requests. These funds will be invested in perpetuity in the CIP. University officials answering "Yes" to the question above are accountable for ensuring the funds proposed for a Permanent Quasi-endowment can be invested in perpetuity in the CIP. Errors made in this assessment may result in extended delays in the redemption and disbursement of these funds due to the illiquid nature of certain CIP investments.

REDEEMABLE QUASI-ENDOWMENT:

2. Can the funds meet the following requirements of a Redeemable Quasi-endowment? If the answer is "No" to any of 2 (a-d), then the funds do not qualify for Quasi-endowment status.

- A. No redemptions for 7 years (7-year Lock-up):

Yes/No

- B. Post Lock-up, only 1 redemption request per calendar year:

Yes/No

- C. Post Lock-up, a maximum redemption of 15% of the redeemable market value. (See annual withdrawal limits as described in section B.2.)

Yes/No

- D. Can the funds withstand a decline and/or potential loss of value?

Yes/No

Name of University of Tennessee Official

Signature of University of Tennessee Official

Position of University of Tennessee Official

Date of Signature