

## **Georgia Tech Foundation, Inc.**

### **THE GEORGE P. BURDELL ENDOWMENT FUND**

This Agreement is made and entered into between GEORGE P. BURDELL, as Donor, and the Georgia Tech Foundation, Inc., a Georgia charitable corporation, for the purpose of establishing the George P. Burdell Endowment Fund of the Georgia Tech Foundation, Inc., as set forth below.

1.

The George P. Burdell Endowment Fund of the Georgia Tech Foundation, Inc. is established in acknowledgment of the *[Donor's gift/pledge of \$\_\_\_\_\_/ provision made by the Donor in his Last Will and Testament/Charitable Remainder Trust/Charitable Gift Annuity/etc.]* for the benefit of the Georgia Tech Foundation, Inc. Any property *[subsequently contributed to the Fund or received in distribution from the Will/Trust/etc.]* shall be held by the Georgia Tech Foundation, Inc. pursuant to the terms of this Agreement.

2.

The Fund established by this Agreement shall be maintained as an endowment for unrestricted support of the Georgia Institute of Technology.

*This is an example of an unrestricted endowment – a gift can be designated for a specific school or purpose, i.e. for scholarships, for faculty support, for bricks and mortar --- any area or program you wish to support.*

3.

It is the intention of the Foundation to use the Fund as described above in perpetuity. However, in the event that the Fund cannot be usefully applied for the purpose specified, the Board of Trustees of Georgia Tech Foundation, Inc. may use this Fund for such other purposes as it in its sole discretion shall determine to be consistent with the original intent of the Donor in establishing this endowment.

4.

(a) The property comprising the Fund may be merged with the general investment assets of the Georgia Tech Foundation, Inc. for investment purposes, but the identity and value of the Fund shall be preserved and designated on the Foundation's books and records in perpetuity; and,

(b) The Fund shall be held and administered by the Foundation in accordance with the policies and procedures of the Foundation governing the management and distribution of endowment funds, including but not limited to spending and fee policies, as adopted and amended from time to time by the Board of Trustees of the Foundation. A summary of the current policies is attached hereto as Exhibit A.

5.

Additions to the Fund established hereunder may be made by the Donor or by other contributors at any time. Any such additional contributions shall be made subject to the provisions of this Agreement, and governed by the conditions set forth herein.

Executed this \_\_\_\_\_ day of \_\_\_\_\_, 2007.

DONOR

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George P. Burdell

GEORGIA TECH FOUNDATION, INC.

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John B. Carter, Jr.  
President and Chief Operating Officer

APPROVED:

GEORGIA INSTITUTE OF TECHNOLOGY

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Representative  
(depends on designation)

**Exhibit A**  
**Georgia Tech Foundation, Inc.**  
**Management of Endowment Funds**

Endowment funds for the benefit of the Georgia Institute of Technology are held by the Georgia Tech Foundation, Inc., a 501(c)(3) organization whose purpose is to receive and manage private contributions made for the support of the Institute. The acceptance of the gift by the Foundation establishes an obligation on the part of its Board of Trustees to preserve the fund in perpetuity. An endowment fund may be named in honor of the donor or some other person specified by the donor. A written endowment agreement confirms the designation of the fund and permits the Board of Trustees of the Foundation to manage the fund in accordance with its regular policies and procedures, as amended over time to adjust to changing circumstances.

An endowment fund may be established with a minimum contribution of \$25,000, generally paid over up to five years. All endowment agreements provide that in the event the fund cannot be usefully applied for the purpose specified by the donor, the Board of Trustees of the Foundation may use the fund for such other purposes as they in their discretion shall determine to be consistent with the original intent of the donor in establishing the endowment.

Individual endowment funds are commingled for investment purposes in the Foundation's pooled investment fund. The pooled investment fund is managed by professional investment managers under the supervision of the Investments Committee of the Board of Trustees. Investment objectives for the pooled investment fund are set to achieve the highest possible total return at an appropriate level of risk. The Foundation utilizes unitized accounting, which permits individual endowment funds to retain their identity on the Foundation's books and records and share proportionately in the earnings of the pooled investment funds.

In managing endowment funds, the Georgia Tech Foundation strives to maintain a balance between the current needs of the Institute and maintaining the long-term value of the endowment. The primary financial objective of the Foundation is to preserve the real purchasing power of the endowment. The Board of Trustees of the Foundation continually reviews its endowment spending policy in light of this objective. Under current policy, the amount distributed from the endowment may be no greater than six percent of the twelve-quarter average market value per unit at the end of the fiscal year. A specific allocation percentage is set annually by the Board of Trustees on the recommendation of its Finance Committee. Distributions from an endowment may be made from current income, accumulated income, realized and unrealized appreciation, and from principal to the extent necessary to meet the allocation percentage for the year.

The expenses of the Foundation are paid, in part, through the allocation of an additional amount from each endowment fund. Under current policy, the additional allocation may not exceed one percent of the twelve-quarter average market value per unit annually. The additional allocation covers both direct expenses associated with the administration of the fund and a reasonable general overhead charge that permits the Foundation to recover the cost of other institutional resources that are essential to the accomplishment of the purposes of the fund but that cannot practicably be traced to that particular fund's activities.