

## UNIVERSITY

2.1 million acres that produce two income streams: mineral income, which comes mainly from oil and gas bonuses, rentals and royalties, and surface income such as income from grazing leases, easements, wind power generation and a commercial vineyard and winery.





### THE UNIVERSITY OF **TEXAS SYSTEM**

CONSTITUTIONAL USES OF AUF:



Payment of prinicipal and interest on **PUF** bonds



support and maintenance of **UT Austin** 



Support and maintenance of **UT System** Administration

# UNDERSTANDING

### **PERMANENT UNIVERSITY FUND**

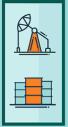
- UTSYSTEM.EDU/PUF -

A constitutional permanent endowment The University of Texas and Texas A&M Systems.

#### **KEY FACTS**

CONSTITUTION GIVES MANAGEMENT TO UT SYSTEM BOARD; GROWS FROM OIL AND GAS PRODUCTION AND

CONSTITUTION DOES NOT PERMIT UT SYSTEM TO USE AUF FOR OPERATIONAL EXPENSES AT INSTITUTIONS



MINERAL INCOME

**SURFACE** INCOME





The Available University Fund is PUF surface income plus an annual distribution from the total return on PUF investments, constitutionally allocated 2/3 to UT System and 1/3 to Texas A&M System.



The Texas A&M System has similar constitutional restrictions on use of AUF. Some Texas A&M institutions are not eligible for PUF bonds.

PUF income and investment assets are managed by UTIMCO, a nonprofit corporation operating under the authority of the UT System Board of Regents.