

**State System of Higher Education
Loan Covenant Agreement**

The Council of Trustees of _____ University of Pennsylvania has approved the acquisition of a facilities project to consist of (describe project) _____

_____ University of Pennsylvania wishes to secure financing for said facilities project from the State System of Higher Education of the Commonwealth of Pennsylvania. In so doing, the University agrees to:

Establish, collect, and remit fees from the appropriate students in an amount sufficient to satisfy the debt service payments as determined on behalf of the Board of Governors and to fund the annual operating and life cycle maintenance, repair, and renovation costs for auxiliary funded projects; or to commit sufficient operating funds as applicable for infrastructure and land improvement projects, deferred maintenance projects, or other facilities projects as approved by the Board of Governors.

This _____ day of _____, _____.

President

_____ University of Pennsylvania