

General Counsel  
P.O. Box 425497, Denton, TX 76204-5497

June 30, 2006

Dr. Ann Stuart  
Chancellor and President  
Texas Woman's University  
Denton, Texas 76204

Dear Dr. Stuart:

This is to confirm the terms of the extended contract of employment between the Texas Woman's University and you as Chancellor and President.


1. The extended term of employment is for three (3) years beginning June 30, 2006.
2. The present salary will continue through the current fiscal year, after which it will be \$380,781.00 plus any subsequent increases approved by the Board of Regents or Legislature.
3. An expense account will be provided by the University for the purpose of reasonable expenses incurred in performing the duties of the Chancellor and President.
4. A suitable automobile will be available for the Chancellor/President's use for University-related business. Automobile expenses will be paid by the University.
5. It is required that the Chancellor and President reside in the residence provided by the University located at 610 East University Drive for the purpose of enhancing public relations through entertaining and hosting of special groups. Maintenance will be provided by the University.
6. The usual vacation, sick leave, University retirement, insurance benefits, and other employee benefits will be provided according to State and University guidelines.

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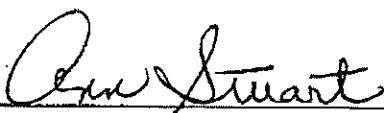
7. Termination initiated by you prior to the completion of the contract period will cause cancellation of the terms of this contract based upon the date of termination.
8. The expiration of this contract will provide an opportunity, if desired by both parties, for contract renegotiation based upon terms agreeable to the Board of Regents and you.

Signed on this 1<sup>st</sup> day of July, 2006.

TEXAS WOMAN'S UNIVERSITY  
BOARD OF REGENTS

by   
Dr. Therese Bartholomew Bevers  
Chair and Presiding Officer  
Board of Regents  
Texas Woman's University

Signed on this 10<sup>th</sup> day of July, 2006.

  
Dr. Ann Stuart  
Chancellor and President  
Texas Woman's University