



Donor Advised Funds

A Donor Advised Fund (DAF) is a convenient way for philanthropically minded individuals to simplify their charitable giving and take advantage of maximum tax savings. Donors make an irrevocable contribution to the Orcas Island Community Foundation to establish the fund, and at any time thereafter. Almost any kind of asset can be used to start a fund, such as cash, publicly traded securities, closely held stock, interests in limited partnerships, real estate, life insurance, and private foundation assets. Funds are then available for the donor to make grant recommendations to charitable organizations of their choice. A DAF can be established with a minimum donation of \$2,500.

Benefits of a Donor Advised Fund:

- Immediate tax benefits each time a gift is made to the DAF and simplified record-keeping. You receive one tax receipt from OICF in place of multiple receipts from the nonprofits you support.
- Flexibility to recommend grants from the DAF to the charities of your choice at your own pace.
- Opportunity to create a legacy of philanthropy to be shared with your family and passed on to your heirs.
- OICF handles all the administrative tasks, due diligence, and responsible, secure financial management of the fund. Funds are invested with the intent of maximizing returns, further amplifying your opportunity for impact.
- The OICF team is available to help you learn about organizations and programs in the community that align with your interests and values.

Investment Options for OICF Designated Funds

- **Mid-to-Long Term Fund** – A globally diversified portfolio with a target allocation of 44% equities, 36% fixed-income, and 20% to private alternatives. The fund includes mutual funds, ETFs, and Limited Partnership investments. The private alternatives include real estate, private equity, and private credit investments. Fixed-income holdings span low to moderate credit risk exposure. Equities are managed through a blend of passive and selectively active strategies by geography.
- **Blue Marble Fund** – This fund follows an Environmental, Social, and Governance (ESG) mandate and is structured as a globally diversified 60/40 stock and fixed income portfolio. It includes both Mutual Funds and ETFs.
- **Index Fund** – A passive, globally diversified 60/40 stock and fixed income portfolio. It is invested entirely in highly liquid ETFs with exceptionally low internal-fund costs, designed to track benchmark performance.
- **Short-Term Fund** – Invested in a low-cost, short-term bond mutual fund. The fund's investment objective is to seek to provide current income while maintaining limited price volatility. The fund invests in a diversified portfolio of high-quality and, to a lesser extent, medium-quality fixed income securities. The fund is expected to maintain a dollar-weighted average maturity of 0 to 2 years. The fund is designed to give investors low-cost exposure to money market instruments and short-term high-quality bonds, including asset-backed, government, and investment-grade corporate securities. Although short-term bond funds tend to have a higher yield than money market funds, their share price fluctuates.

Investment Strategies

Funds are pooled with the intent of maximizing returns while meeting our fiduciary responsibilities. Funds are invested with asset custodian Charles Schwab by professional consultants at [Pathstone](#), under the supervision of our board Investment Committee, which includes individuals with investment and financial expertise. Copies of the Committee Charter and Investment Policy Statement are available upon request.

Fund Advisor Information

Individuals who are designated as fund advisors are given access to OICF's online fund advisor portal to access fund balances, monthly statements, and to recommend grants. The OICF team is available to assist fund advisors with any questions and to help facilitate grantmaking.