



Designated Funds

Designated Funds support a charitable organization's efforts and are either temporarily or permanently restricted. They can be opened with a minimum donation of \$5,000. Designated funds can be established for a specific project, such as a capital campaign or building expansion, or for general operating support. Donations to the funds are tax-deductible, and OICF provides tax receipts to donors. OICF can accept nearly any kind of gift: cash, marketable stock, closely held, restricted or pre-IPO stock, real estate, transfer of a private foundation, tangible personal property, royalties and distribution rights, or business interests, including partnerships and interests in LLCs. Additionally, designated funds may accept RMDs (required minimum distributions) and QCDs (qualified charitable distributions).

Temporarily Restricted Funds are held for an organization for an identified purpose or for a specified span of time. The timing and amount of distributions from temporarily restricted funds are generally determined by the organization's Board or Board Designee.

Permanently Restricted Funds, also referred to as Endowed funds, hold maintaining principle as the primary purpose, ensuring an annual distribution in perpetuity. These funds are designated by donors, not by the organization. An organization can set up an endowment fund agreement so donors have that option, but the Board cannot legally increase the restrictions on unrestricted or temporarily restricted gifts.

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

Orcas Island Community Foundation 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 request grants. The OICF team is available to assist fund advisors with any questions and to help facilitate grantmaking.