

# Index Pool Options

The Community Foundation is structured to provide philanthropic resources for the Richmond community. Our index pool options are designed for philanthropists who prefer a passive management investment approach with lower investment management fees. The 80% equity / 20% fixed income, 60% equity / 40% fixed income, and 40% equity / 60% fixed income options are comprised of domestic and international equities, as well as fixed income. The Vanguard Socially Responsible option serves donors who want their fund investments screened against socially responsible and environmental criteria. Investment management fees range from approximately 6 to 13 basis points.

## Investment Philosophy

The Community Foundation has partnered with Vanguard Institutional Investor Group to provide lower cost options designed for philanthropists with different risk tolerances or time horizons. All three asset allocation strategies are constructed by using four Vanguard indexed funds – Total Stock Market Index, Total International Stock Index, Total Bond Market Index and Total International Bond Index. The Vanguard Socially Responsible Fund is comprised of the Vanguard FTSE Social Index Fund and the Vanguard Intermediate-Term Treasury Fund.

## Asset Allocation

Three asset allocation options are available for charitable funds – 80% equity / 20% fixed income, 60% equity / 40% fixed income, and 40% equity / 60% fixed income. Beginning in 4Q2022, the Vanguard Socially Responsible Fund shifted its asset allocation from 80% / equity / 20% fixed income to a 70% / equity / 30% fixed income allocation. Donors should consider their time horizon and risk tolerance when selecting the asset allocation that works best for their charitable fund.

	Equity		Fixed Income	
	Total Stock Market Index	Total International Stock Index	Total Bond Market Index	Total International Bond Index
<b>80/20 Index Option</b>	48%	32%	14%	6%
<b>60/40 Index Option</b>	36%	24%	28%	12%
<b>40/60 Index Option</b>	24%	16%	42%	18%

## Vanguard Pool Performance as of 3/31/2023

