

FUND STATEMENT EXPLANATION OF TERMS

DESIGNATED AND NONPROFIT FUNDS

ACTIVITY SUMMARY

Contributions: Consists of gifts of cash, securities, real estate, and personal property to the fund during the statement period. See statement for a detailed list.

Investment Activity: Consists of interest, dividends, gains (losses) from trade activity, changes resulting from fluctuations in market value, and third-party fees related to investment management, investment consulting and bank custody.

Distributions: Consists of all distributions approved during the statement period, including distributions paid and those scheduled to be paid. See statement for detailed list.

Foundation Supporting Fee: The supporting fee assessed to funds covers the cost of philanthropic advising for fundholders, grantmaking, gift and grant/distribution processing, planned giving services, nonprofit fund management, new fund development, and communications and outreach work. The fee is assessed monthly.

Other Fund Expenses: Expenses incurred by the fund that do not result from investment activity (e.g., brokerage fees on the sale of gifted securities).

FUND PROFILE

Fund Type: Fund types include discretionary (unrestricted and field of interest), advised, designated, nonprofit (endowment and reserve), and scholarship.

Foundation Supporting Fee Rate (the minimum annual fee applies to funds with balances less than \$50,000 for Discretionary Funds and \$25,000 for all other fund types):

Fund Type	VCF Annual Supporting Fee	Minimum Annual Fee
Discretionary	3%	\$1,500
Donor Advised*	2%	\$500
Committee Advised	3%	\$1,500
Designated	1%	\$250
Nonprofit Endowment	1%	\$1,000
Nonprofit Reserve	1%	\$1,000

*Donor Advised funds that are not actively invested are considered passthrough funds and are assessed a supporting fee of 2% of gifts rather than the annual supporting fee.

Spending Rate: This is the rate that is used in the spending calculation and determines the amount that is transferred annually from the invested portion to the distributions account of your fund. For nonprofit and designated funds, the calculation resulting from the spending rate is either automatically reinvested or automatically distributed annually in February.

Investment Allocation:

VCF Core Investment Pool: The Core Pool utilizes a diversified asset allocation approach that includes a mix of equities, alternatives, and fixed income. The Pool is managed with an overarching risk assessment framework that measures the Pool's exposure to environmental, social, and governance factors to ensure mission and values alignment with the VCF. As the pool is oriented towards long-term returns, it maintains considerable exposure to the equity markets. We believe this is an important quality over long periods although it will periodically produce weak results over shorter periods. Pool funds incur third party investment management, investment consulting, and bank custodial fees. Investment management fees are a blended rate based on the fees charged by our underlying investment managers, weighted for the assets they manage on behalf of the Foundation. Please contact us to find out the current rate.

Please note that past investment performance is no guarantee of future results. Individual performance results will vary, and the annual spending policy calculation may invade the original value of contributions to the fund based on actual performance.

Rolling Distributions: For those nonprofit fundholders that have not chosen to receive Automatic Annual Distributions from the fund, the cumulative spending policy calculation amounts are shown here and all or part can be requested for distribution at any time.

For questions regarding your statement please contact philanthropy@vermontcf.org or 802-388-3355, opt. 5

Updated May 2026