

Investment Overview

We are known for our financial strength and sound investment strategies. Donors understand that their funds are prudently managed by the Foundation's Investment Committee in consultation with our investment advisor, Crewcial Partners LLC. **As of December 31, 2025, the Foundation's assets totaled \$276.2 million.**

► Visit sacregcf.org/investment-overview for the Investment Committee roster, investment advisor background, and asset definitions. For more information, contact Chelsea Fahr, Senior Director of Philanthropy, at chelsea@sacregcf.org.

Endowed Funds

Assets in endowed funds are invested to provide an annual amount that will be spent for charitable purposes in perpetuity. The endowed investment pool is an actively managed perpetual fund; the investment management fee for the endowed pool is 1%.

Investment Goals

To earn a sufficient long term return with little to no volatility as possible to preserve the purchasing power of the assets, after annual grants of 4% and annual support fees and cost of living increases.

Spending Policy

Endowed fundholders may choose to make an annual distribution of 4% of the fund's balance, averaged over the previous 12 quarters. Fundholders may also choose to reinvest that amount into the corpus for continued growth.

Investment Philosophy

The Foundation has adopted a Strategic Asset Allocation Strategy that best balances the opportunity for achieving investment return objectives with an acceptable volatility level. There is significant evidence that long-term investors do not benefit from attempting to earn returns through short-term asset class forecasts or market timing. While each asset class and strategy is carefully selected, the focus of the investment is always on the overall portfolio.

Peer Comparison (based on available data through 6/30/25)

The Foundation's endowment portfolio ranks in the top 5% for the last year of a large universe of community foundations, universities, and hospital endowments. Over the latest five-and ten-year periods, the endowment ranks in the top 25% of this universe.

Endowed Asset Allocations

The portfolio is diversified across various asset classes and strategies, and results of each asset manager are reviewed quarterly. Areas of investment include:

US Large/Mid Cap Equity (15%)

US Small Cap Equity (6%)

International Equity (15%)

Emerging Markets (6%)

Select Strategies (19%)

Core Fixed Income (10%)

Hedged Funds (11%)

US Short Term Bonds (3%)

Natural Resources (1.5%)

Real Estate (1.5%)

Private Equity (11%)

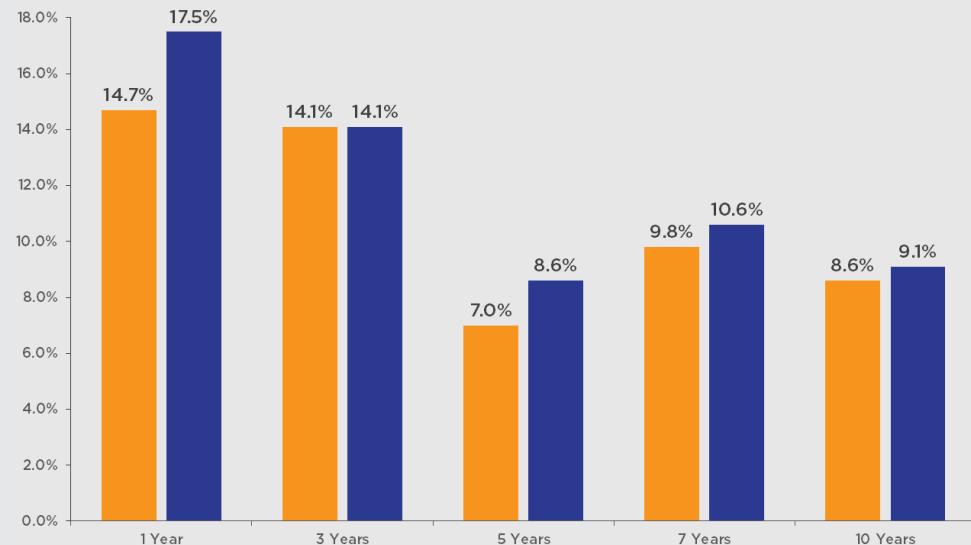
Cash and Equivalents (1%)

Endowed Investment Results

Results are reported net of investment management fees for the period ending December 31, 2025.

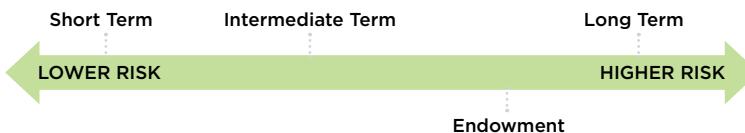
The endowed investment pool is an actively managed perpetual fund.

 **Foundation Endowment Portfolio**
 **Endowment Benchmark**



Expendable Funds (Non-Endowed)

Donors who choose to spend down their funds rather than permanently endow the assets have the option of selecting an investment pool that closely matches their timing for making grants. Donors can opt to change pools once per year. All investment options carry varying degrees of risk, illustrated relative to each other below:



Expendable Asset Allocations

Short Term Pool

Provides a high level of liquidity for fundholders with short term grant making strategies (1-3 years). The investment management fee for this pool is 0.15%.

US Core Bonds (50%)

Money Market (50%)

Intermediate Term Pool

Balances mild liquidity needs with a reasonable level of expected appreciation over full market cycles (3-5 years). The investment management fee for this pool is 0.17%.

US Large Cap (15%)

US Small Cap (4%)

International Equity (13%)

Emerging Markets (5%)

US Core Bonds (23%)

US Short Term Bonds (40%)

Long Term Pool

Mirrors the Endowment investment strategy as closely as possible with the intention of maintaining assets within the pool for a longer time frame (over 5 years). The investment management fee for this pool is 0.18%.

US Large Cap (30%)

US Small Cap (6%)

International Equity (26%)

Emerging Markets (8%)

US Core Bonds (15%)

US Short Term Bonds (15%)

Expendable Investment Results

Results are reported net of investment management fees for the period ending December 31, 2025.

█ Short Term Pool
█ Intermediate Term Pool
█ Long Term Pool

