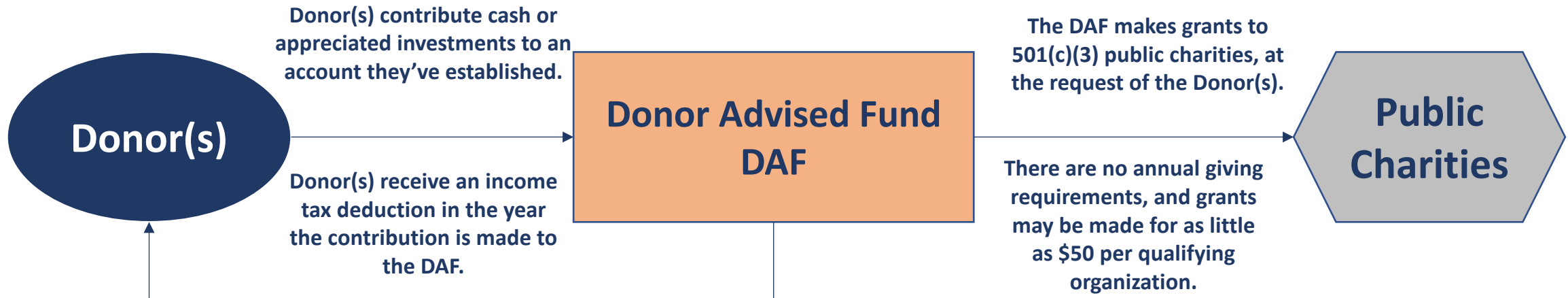


# DONOR ADVISED FUNDS (DAF)



## 1. Open a Donor Advised Fund Account

- Go [www.schwabcharitable.org](http://www.schwabcharitable.org), and click on "Open an Account" at the top of the page. **OR**
- Contact your Rockbridge Advisor.

## 2. Choose How to Invest the Assets in the DAF

- Pre-Allocated Investment Pools - Mutual funds similar to Target Date Funds.
- Single Asset Class Investment Pools - Index, and actively managed mutual funds, that target specific asset classes.

## Mutual Fund Operating Expenses:

- Expenses range from 0.88% to 0.99% annually, on pre-allocated investment pool funds.
- Actively managed, and money market funds cost between 0.43% and 0.87% annually.
- Index fund options cost between 0.03% and 0.06% annually.

## 3. Transfer Cash/Investment Assets to the DAF

- The minimum initial contribution to a "Core" account is \$5,000, or \$250,000 for a professionally managed account. Additional contributions, to either account type, must be of at least \$500.
- You get an income tax deduction for contributions made to your DAF.
- Contributing highly appreciated investments allow you to get a tax deduction based on an asset's FMV, without paying capital gains tax.

## 4. Recommend Grants from Your DAF to Charity

- Easily request grants to your favorite charities, by logging into your account online, or by completing a 1-page form.
- The minimum grant size is \$50, and the charity must be a 501(c)(3) Organisation.
- There is no minimum annual grant requirement, however, Schwab will make a \$50 grant if the Donor(s) have not made any grants in the last four-and-a-half years.

## Annual Administrative Fees on Core Accounts:

- The minimum annual account administration fee is the greater of \$100 or 0.60%, on the first \$500k of assets.
- The annual fee on account assets between \$500k and \$1M, falls to 0.30%, with 5 additional asset based break points.