

MISSION INVESTING WITH YOUR DONOR ADVISED FUND

Invest donor advised funds for impact and maximize your philanthropy

LCF Fund Advisors with Donor Advised Funds (DAF) of \$10,000 or more may participate in a mission investment – a financial decision with the potential to generate a positive social impact and financial return.

LOCAL SOCIAL IMPACT

Mission investments provide organizations with the capital to advance projects and programs that help our community thrive. For example, mission investments through Lincoln Community Foundation have supported the creation of affordable housing, helped entrepreneurs start and grow their businesses while simultaneously providing jobs, and developed real estate in emerging neighborhoods.

LCF seeks mission investment opportunities that lift up historically marginalized communities where traditional financing may not be available.

ADVANCING A CHARITABLE MISSION AND PROVIDING FINANCIAL RETURN

Mission investments are structured to provide a financial return and support the underlying charitable purpose. They are made in the form of loans, loan guarantees, and equity investments directly into projects or to intermediaries that invest in these projects. LCF evaluate all mission investments for financial stability and ability to pay and present the opportunity to our Mission Investment Committee for final approval.

LCF seeks to produce a return on its principal investment along with a modest financial gain. While a financial return is the goal, it cannot be guaranteed.

MAKING A MISSION INVESTMENT WITH YOUR DAF

LCF has been awarding mission investments from its endowment pool for many years and has expanded its capabilities to include donor advised funds. We pool investments from participating donor advised funds and the endowment, and these funds are then awarded to the organization for the intended use.

Gains (or losses) that arise from LCF's mission investments are then allocated to participating DAFs on a pro rata basis. For example, if a DAF represents 20% of the total LCF mission investment, the fund will receive 20% of any gains.

