

Capital Endowment Fund

Capital Endowment Fund

In April 2001, Council set up a Capital Endowment Fund of \$75 million. This fund was established using a share of the proceeds from the sale of Orion's investment in a gas company. The Fund provides an ongoing income stream which can be applied to specific projects.

Current Council resolutions in respect of the fund are:

1. that the purpose of the fund be for: civic and community, innovation, economic development and environment.
2. that the capital of the fund including the inflation adjusted component will not be used unless 80% of funds are managed in accordance with Council's Investment Policy.
3. the earnings from the fund be split 40% to civic and community, and 60% to innovation, economic development and environment.
4. that no single project be funded for more than three years, except in exceptional circumstances,
5. that if desired, funding be carried forward to another year for allocation,
6. only projects greater than \$50k will be considered.
7. all funding proposals must include an assessment against the agreed assessment criteria for the category

Long Term Plan 2018/19	Long Term Plan 2019/20	Annual Plan 2019/20	Variance to LTP
Capital			
103,582 Capital opening balance	103,582	103,923	341
103,582 Capital closing balance	103,582	103,923	341
Income allocation			
14 Unallocated funds from prior year	-	156	156
3,627 Net interest earnings after inflation protection	3,647	3,601	(46)
3,641 Funds available for allocation	3,647	3,757	110
Allocations:			
939 Christchurch NZ funding	939	939	-
1,350 Christchurch NZ - events	600	800	200
400 Innovation and Sustainability grants	400	400	-
- Build Back Smarter Partnership	-	85	85
50 Events Seeding Fund	-	-	-
50 EnviroSchools	50	50	-
2,789 Funds allocated	1,989	2,274	285
852 Balance available for allocation	1,658	1,483	(175)