

# 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: community, economic development and innovation and environment.
2. that if desired, funding be carried forward to another year for allocation,
3. that no single project be funded for more than three years, except in exceptional circumstances,
4. that the capital of the fund will not be used unless 80% of councillors vote in favour,
5. funds are managed in accordance with Council's Investment Policy.
6. With regards the Community portion; projects implement a strong community strategic plan, projects are of city-wide benefit, priority is given to new community facilities, only projects greater than \$50k will be considered.

Plan	Fund Movements:	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
<b>2015/16</b>										
		\$000								
97,674	Capital opening balance	98,467	100,042	101,643	103,371	105,128	107,020	108,947	111,017	113,126
1,660	Plus inflation protection	1,575	1,601	1,728	1,757	1,892	1,927	2,070	2,109	2,262
(872)	Less allocations from capital									
<b>98,462</b>	<b>Total inflation protected Capital closing balance</b>	<b>100,042</b>	<b>101,643</b>	<b>103,371</b>	<b>105,128</b>	<b>107,020</b>	<b>108,947</b>	<b>111,017</b>	<b>113,126</b>	<b>115,388</b>
<b>Income allocation</b>										
234	Unallocated funds from prior year	(34)								
2,745	Net interest earnings after inflation protection	2,362	2,401	2,185	2,222	2,313	2,568	2,506	2,553	2,489
2,980	Funds available for allocation	2,328	2,401	2,185	2,222	2,313	2,568	2,506	2,553	2,489
<b>Economic Development and Innovation</b>										
977	CDC special projects									
977	CCT special projects	958	939	939	939	939	939	939	939	939
	Singularity University Conference	70	-	-	-	-	-	-	-	-
	Cycling Conference underwrite	50	-	-	-	-	-	-	-	-
<b>Community</b>										
1,050	Events (Cup & Show Week, Icefest, PGA Golf (till 15/16))	600	600	600	600	600	600	600	600	600
200	World Bowls	-	-	-	-	-	-	-	-	-
	Golden Oldies Games	-	200	-	-	-	-	-	-	-
90	Mountain Bike Racing	80	70	-	-	-	-	-	-	-
	Rugby League World Cup	-	150	-	-	-	-	-	-	-
	Canterbury Indoor Bowls Assn	50	-	-	-	-	-	-	-	-
<b>Environment</b>										
3,295	Funds allocated	1,808	1,959	1,539	1,539	1,539	1,539	1,539	1,539	1,539
<b>(315)</b>	<b>Balance available for allocation</b>	<b>520</b>	<b>442</b>	<b>646</b>	<b>683</b>	<b>774</b>	<b>1,029</b>	<b>967</b>	<b>1,014</b>	<b>950</b>



