

Capital Endowment Fund

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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.

Annual Plan		Long Term Plan	Annual Plan	Variance
2016/17		2017/18	2017/18	to LTP
		\$000		
	Capital			
98,467	Inflation protected Capital opening balance	100,042	100,042	-
1,575	Plus inflation protection	1,601	1,100	(501)
	Less allocations from capital:			
-		-	-	-
100,042	Total inflation protected Capital closing balance	101,643	101,142	(501)

Income allocation

(34)	Unallocated funds from prior year	-	108	108
2,362	Net interest earnings after inflation protection	2,401	2,305	(96)
2,328	Funds available for allocation	2,401	2,413	12

Economic Development, Innovation and Environment

958	CCT special projects	939	939	-
70	Singularity University Conference	-	-	-
50	Cycling Conference underwrite	-	-	-
-	Innovation and Sustainability grants	-	400	400

Community

600	Events (Cup & Show Week, Icefest)	600	600	-
-	Golden Oldies Games	200	200	-
80	Mountain Bike Racing	70	70	-
-	Rugby League World Cup	150	150	-
50	Canterbury Indoor Bowls Assn	-	-	-
1,808	Funds allocated	1,959	2,359	400
520	Balance available for allocation	442	54	(388)