

capital endowment fund

Background

In April 2001, the Council set up a Capital Endowment Fund. This fund was established using a share of the proceeds from the sale of Orion's North Island gas company.

A sum of \$75m was set aside in the Fund in order to provide an ongoing income stream which can be applied to economic development and civic and community projects.

The policies relating to the Capital Endowment Fund are contained within the Investment Policy (see the Investment Policy in volume 3 of the 2004/14 Community Plan for details).

Capital Endowment Fund - Funding Allocations

	Plan 2005/06 \$000's	LTCCP 2005/06 \$000's
Estimated Total Available Income from Fund after management expenses	2,920	2,638
Less not to be allocated until later years (25%)		(660)
Total available for allocation this year	2,920	1,979
Economic Development		
70% of 2005-06 Funds Available for Allocation	2,044	1,385
Previously Unspent Budgets Available for Reallocation	429	
Less already allocated		
Unspecified Economic Development - Canterbury Economic Development Fund	(1,600)	(1,385)
Balance available for Economic Development Projects	873	-
Civic and Community 30%		
30% of 2005-06 Funds Available for Allocation	876	594
Previously Unspent Budgets Available for Reallocation	764	
Less already allocated		
Christchurch School of Gymnastics Grant	(350)	
Te Papanui Trust Grant	(250)	
Canterbury Museum Trust Board Building and Development Project Grant	(733)	(733)
Balance available for Civic and Community Projects	308	(139)