

**CITY OF PRINCE GEORGE
BYLAW NO. 6930**

A Bylaw to establish the “Endowment Fund”.

WHEREAS Council may, by bylaw, establish reserve funds for expenditure for or in respect of capital projects and land, machinery or equipment necessary for the capital projects and extension or renewal of existing capital work, and for the purchase of machinery and equipment to maintain municipal property and to protect persons and property;

AND WHEREAS Council wishes to establish an “Endowment Fund”, to be a perpetual reserve;

AND WHEREAS it is Council’s general intent that:

- Interest earned on the reserve in excess of the rate of inflation be transferred to the Capital Expenditure Reserve to be expended on capital projects; and
- The principal be expended on capital projects with the expectation that the principal (and interest thereon) would be repaid to the Endowment Fund through internal loans;
- The Endowment Fund be used to finance all types of general capital expenditures.

AND WHEREAS it is Council’s general intent that the proceeds from the sale of City real estate assets would be deposited in the Endowment Reserve, except for:

- The proceeds from the sale of land held for the water, sanitary sewer or other specified areas;
- The proceeds from the sale of “land bank” land (which would be deposited in the Land Development Reserve);
- Any funds which had been advanced from the Land Development Reserve to finance expenditures necessary to facilitate the sale of City-owned land (such as development costs);
- Specific instances, agreed to in advance by Council, where there are unique factors (such as the sale of an asset where there is a moral or legal obligation to use the proceeds in some other manner);

AND WHEREAS it is Council’s general intent to preserve the principal of the Endowment Fund over time (recognizing that fund balances would go up and down as internal loans are made and repaid);

NOW THEREFORE, the Council of the City of Prince George, in open meeting assembled, **ENACTS AS FOLLOWS:**

- 1) The "Endowment Fund" is hereby established as a capital works reserve fund.
- 2) Money in the Endowment Fund, and interest earned on it, shall be used for the following purposes:
 - a) Expenditures for or in respect of capital projects and land, machinery or equipment necessary for the capital projects and extension or renewal of existing capital works;
 - b) The purchase of machinery and equipment to maintain municipal property and to protect persons and property.
- 3) This bylaw may be cited as "Endowment Fund Bylaw No. 6930, 1998."

READ A FIRST TIME THIS THE 15th DAY OF June , 1998.

READ A SECOND TIME THIS THE 15th DAY OF June , 1998.

READ A THIRD TIME THIS THE 15th DAY OF June , 1998.

All three readings passed by a unanimous decision of Members of City Council present and eligible to vote.

ADOPTED THIS THE 22nd DAY OF June , 1998, BY A unanimous DECISION OF ALL MEMBERS OF CITY COUNCIL PRESENT AND ELIGIBLE TO VOTE.



MAYOR



CLERK