

Document 2

From: s22
Sent: Wednesday, 22 August 2012 3:36 PM
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Subject: Trio - draft ToR's for review of regulators [SEC=UNCLASSIFIED]

s22

Draft ToR's attached. In preparing these a few things that would need to be considered:

- I have drafted the ToRs on the basis of a review of process and procedures – a bit like an administrative review. As such I haven't included an examination of the risk based framework or anything about 'market intelligence'. The PJC recommends increased collaboration with the private sector (and which in conjunction with the regulators we are looking at)
- In terms of a handling strategy one option is for the regulators to initiate the review rather than the Minister initiate it.
- The review could be seen as analogous to an audit (which the ANAO could do but timing wouldn't allow) or to a review by an Inspector General (like the Tax Inspector General or Intelligence Inspector General). We don't have an Inspector General equivalent in the financial system.
- Timing – to allow the Government to respond in Sept this would need to be a fairly quick review (realistically the Government announcement is more likely to be October)

I haven't canvassed possible candidates for conducting the review – happy to start doing so.

Happy to discuss

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