



COPY

HON GARY GRAY AO MP

Special Minister of State
Special Minister of State for the Public Service and Integrity

REF:C11/85129

Mr Roger Corbett AO
Chairman of the Reserve Bank Board
Remuneration Committee
Reserve Bank of Australia
GPO Box 3947
SYDNEY NSW 2000

Dear Mr Corbett

I would like to inform you that I have declared the offices of Governor and Deputy Governor of the Reserve Bank of Australia into the Remuneration Tribunal's Principal Executive Office (PEO) jurisdiction under the *Remuneration Tribunal Act 1973* (the Act).

The declaration assigns each office to Band E of the Tribunal's PEO classification structure and declares the Reserve Bank Board to be the employing body for each office. The instrument takes effect seven days after the date of my endorsement. A copy of the instrument is attached for your reference.

Section 3A(4) of the Act enables the commencing remuneration of each office to be fixed. On that basis, I now give notice to you, representing the employing body, that with effect on and from the date of effect of the instrument, the commencing remuneration of these offices will be as follows:

- Governor of the Reserve Bank of Australia
 - total remuneration reference rate \$850,000
 - personal loading for the term of the current appointee \$242,766

Section 22

I understand that total remuneration for the current occupants of these public offices (being, in each case, the sum of the total remuneration reference rate and the personal loading) will be the same amount as that currently determined by the Board for the relevant office. The total remuneration amount, subject to any subsequent adjustment advised to the Reserve Bank Board by the Remuneration Tribunal, will apply to the current appointees while each continues to hold office. Once each ceases to hold office, the rate of total remuneration for each office will be the relevant ongoing total remuneration reference rate.

I understand that the Remuneration Tribunal will consider a submission from the Remuneration Committee of the Reserve Bank of Australia prior to finalising on-going reference rates for these two offices. Any queries that you may have on the matters referred to in this letter should be directed to the President of the Remuneration Tribunal.

This letter has been copied to the Treasurer, the Hon Wayne Swan MP, and to Mr Conde.

Yours sincerely



GARY GRAY

- 8 AUG 2011

Commonwealth of Australia

Remuneration Tribunal Act 1973

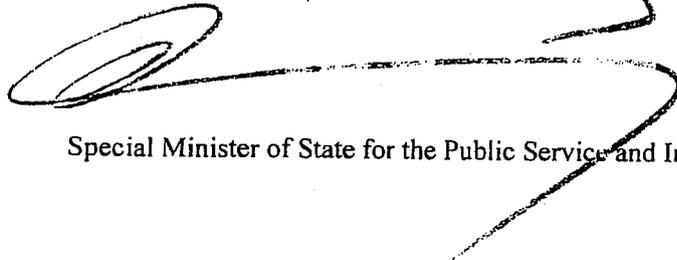
**DECLARATION ASSIGNING PRINCIPAL EXECUTIVE OFFICES TO CLASSIFICATION
AND DECLARATION OF EMPLOYING BODY**

I, GARY GRAY, Special Minister of State for the Public Service and Integrity, make the following declarations under the *Remuneration Tribunal Act 1973*:

- (1) In relation to the offices of Governor of the Reserve Bank of Australia and Deputy Governor of the Reserve Bank of Australia:
 - (a) DECLARE under s 3A(2) that each office is assigned to Band E within the classification structure determined from time to time by the Remuneration Tribunal under s 5(2A); and
 - (b) DECLARE under s 3B that the Reserve Bank Board of the Reserve Bank of Australia is the employing body for each office.

These declarations take effect from 25 July 2011.

Dated this 18 day of July 2011.



A large, stylized handwritten signature in black ink, starting with a large loop on the left and extending across the page.

Special Minister of State for the Public Service and Integrity