

Hon Grant Robertson

MP for Wellington Central

Minister of Finance

Minister for Sport and Recreation

Minister for Cyclone Recovery

Leader of the House



Professor Neil Quigley Chair
Reserve Bank of New Zealand
Wellington neil.quigley@rbnz.govt.nz

Dear Neil

FUNDING AGREEMENT: POOLING OF EXPENDITURE ALLOWANCES

The current 2020-25 funding agreement for the Reserve Bank of New Zealand (Reserve Bank) provides for direct net currency issue expenses separately from other expenditure of the Reserve Bank.

For the final two years of the previous 2015-2020 funding agreement, I had agreed that the Reserve Bank could treat these as a single aggregate pool for expenditure, which enabled the Reserve Bank to apply its underspend on currency issue expenses to fund specific unforeseen expenditure, such as asbestos remediation.

I understand the Reserve Bank has continued to aggregate its expenditure and wants confirmation this practice can continue for the two remaining years of the current 2020- 25 funding agreement.

I confirm that the Reserve Bank may continue to apply its underspend on currency issue expenses to other operational expenditure for the remainder of the current 2020-25 funding agreement.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Grant Robertson'.

Hon Grant Robertson
Minister of Finance

3 / 7 / 23

The Reserve Bank agrees with the Minister to vary the 2020-25 Funding Agreement as set out above, in accordance with section 209(4) of the Reserve Bank of New Zealand Act 2021.

A handwritten signature in black ink, appearing to read 'Neil Quigley'.

Professor Neil Quigley
Chair

22/08/23

A handwritten signature in blue ink, appearing to read 'Adrian Orr'.

Adrian Orr
Governor

22/08/23