

**LAPSE OF
TIME**

EBAP/20/49

June 29, 2020

To: Members of the Executive Board

From: The Secretary

Subject: **Submission to the Board of Governors of the Report of the Standing Joint Committee on the Remuneration of Executive Directors and their Alternates**

Board Action:	Executive Directors' consideration on a lapse of time basis
Deadline to Request a Board Meeting, after which Proposed Decision Deemed Approved:	Wednesday, July 1, 2020 5:30 p.m.
Proposed Decision:	Pages 1-3
Additional Information:	Pursuant to Section 13(d) of the Fund's By-Laws, it is proposed that no Governor shall vote on the resolution regarding the report and recommendation of the 2020 Joint Committee on Remuneration (JCR) on the remuneration of Fund and Bank Executive Directors and Alternate Executive Directors until Wednesday, July 1, 2020 or after Wednesday, August 26, 2020 , and that votes received after 6:00 p.m. Washington time on Wednesday, August 26, 2020 will not be counted. The same period for voting on the JCR's recommendations is being provided for the Governors of the Bank.
Questions:	Ms. Michaels, SEC (ext. 35451) Mr. Bonaker, SEC (ext. 36745)

INTERNATIONAL MONETARY FUND

**Submission to the Board of Governors of the Report of the
Standing Joint Committee on the Remuneration of
Executive Directors and their Alternates**

Prepared by the Secretary's Department

June 29, 2020

Pursuant to Section 14(e)(ii) of the By-Laws of the Fund, the standing Joint Committee on the Remuneration of Executive Directors and their Alternates has considered matters affecting the remuneration and other benefits of Executive Directors of the Fund and the Bank and their Alternates. By-Law 14(e)(ii) also provides that reports of the Joint Committee shall be submitted to the Board of Governors for a vote on any recommendation contained therein without a meeting in accordance with Section 13 of the By-Laws. The Committee has directed the Secretary to submit its Report to the Board of Governors for a vote without meeting on the recommendations contained therein.

Accordingly, the draft decision below is proposed for adoption by the Executive Board. After adoption, the Secretary would request the Governors, in his letter transmitting to them the Report of the standing Joint Committee, to vote on the recommendations in that Report. It is understood that a similar proposal is being made to the Executive Directors of the Bank.

DRAFT DECISION

1. Section 14(e)(ii) of the By-Laws states that reports of the standing Joint Committee on the Remuneration of Executive Directors and their Alternates shall be submitted to the Board of Governors for a vote on any recommendations contained therein without meeting in accordance with Section 13 of the By-Laws.
2. The Board of Governors is therefore requested to vote upon the recommendations of this Committee without meeting, pursuant to Section 13 of the By-Laws of the Fund.

3. The Secretary is authorized and directed to send on **Wednesday, July 1, 2020**, to each member of the Fund by rapid means of communication the Report of the standing Joint Committee to the Board of Governors together with a letter of transmittal that includes the following points:
 - (a) The standing Joint Committee on the Remuneration of Executive Directors and their Alternates has adopted a Report and recommendation to be submitted to the Board of Governors. The Joint Committee neither discussed with nor disclosed to Executive Directors its Report and recommendation prior to their transmittal to the Governors. At the request of the Joint Committee, the Secretary is transmitting its Report and recommendation.
 - (b) The Board of Governors is requested to vote without meeting, pursuant to Section 13 of the By-Laws of the Fund, on the Resolution attached to the Report.
 - (c) To be valid, votes on the Resolution must be cast by Governors or Alternate Governors and must be received at the seat of the Fund on or after **Wednesday, July 1, 2020** but not later than 6:00 p.m. Washington time on **Wednesday, August 26, 2020**. Votes received after 6:00 p.m. on **Wednesday, August 26, 2020**, will not be counted.

4. No particular form of vote is required, so long as the Fund receives a clear indication whether the Governor approved or disapproved the proposed resolution, the response having been signed by the Governor or Alternate Governor, or there being a clear indication that the Governor or Alternate Governor has given instructions that his or her vote be transmitted by the sender.
5. All votes cast pursuant to this decision on the proposed Resolution shall be held in the custody of the Secretary until counted. As soon as practicable after the poll is concluded, the Secretary shall canvass the votes on the proposed Resolution and report thereon to the Executive Board. Any Executive Director may challenge the Secretary's report on the voting results, or the status of any vote counted or disqualified, in which case the Executive Board shall determine the result of the vote.
6. The effective date of the Resolution of the Board of Governors shall be the last day allowed for voting.
7. The Secretary is authorized to take such further action as he shall deem necessary or appropriate in order to carry out the purposes of this decision.