



The IAA: What's there for us?

Suomen Aktuaariyhdistys 31.1.2007

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Origins, mission and recognition

- Comité Permanent des Congés d'Actuaires founded in 1895
- Restructured in 1998 to serve as worldwide association of professional actuarial associations and individual actuaries.
- To encourage development of global profession
 - technically competent and professionally reliable
 - to ensure that the public interest is served
- Not-for-profit, non-political, Non-Governmental Organisation
 - on the Roster of the Economic and Social Council of the UN
 - on the Special List of the ILO



Objectives

- Develop the role and reputation of the profession
- Promote high standards of professionalism to serve public interest
- Advance the body of knowledge of actuarial science
- Further the personal professional development of actuaries
- Promote mutual esteem and respect amongst actuaries
- Provide discussion forum for actuaries and associations
- Represent the global profession with supranational bodies



PRINCIPLE OF SUBSIDIARITY

Article 8 Co-operation

- IAA restricts its activities to strategies and programmes which require international co-ordination or direction, or can be handled more efficiently across national and regional boundaries.
- Does not become involved with actions at level of Member Associations or regional groups of actuarial associations, except at express invitation of such association or group.
- IAA takes measures necessary to avoid duplication or overlap with activities of Member Associations or regional groups of actuarial associations.



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Membership and representation

- Full Member Associations: 58
- Associate Member Associations: 23
- Assisting develop profession in 40 additional countries
- Fully qualified actuaries: 40,000+ in 97 countries
- Institutional Members:
 - International Association of Insurance Supervisors (IAIS)
 - International Accounting Standards Board (IASB)
 - International Social Security Association (ISSA)
- Observer Member
 - World Bank



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IAA Membership Requirements

- For Full Member Association
 - Code of Conduct
 - Formal discipline process
 - IAA Education Guidelines and Syllabus
 - Formal process to adopt standards of practice
.....if and when national standards are created
- For Associate Member Association
 - Actuarial association not meeting all conditions above



International Actuarial Association





IAA Officers and Secretariat 2008

- President: David Hartman (United States)
- President-Elect: Katsumi Hikasa (Japan)
- Immediate Past President Hillevi Mannonen (Finland)

- Secretary General: Yves Guérard (Canada)
- Executive Director: Nicole Séguin
- Director, Finance: Denise Vella Lamarca
- Manager, IT and Member Services: Christian Levac
- Project Manager, Technical Projects: Katy Martin
- Project Manager, Membership and Development: Céleste Leclerc



Council Meetings

- Held twice a year at invitation of Full Member associations
- Criteria for governance and conduct of committee meetings exist
- Full Member association entitled to 1 delegate and 1 alternate delegate on Council
- Council agenda sent 90 days in advance of meeting includes motions for decisions requiring super-majority vote
- Second Council agenda sent 60 days in advance of meeting, followed by final agenda up to date of meeting, if necessary
- Final 30-days agenda can only include non-substantial changes



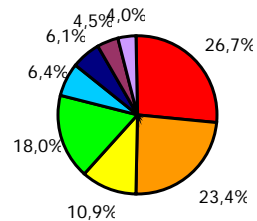
Finances and Expenses

- Budget for 2008:

Full Member Dues: 14.00 CAD\$ per fully qualified actuary

Expected Revenue:

Expected Expenses:



- Secretariat
- Statutory Meetings
- IAA Fund
- Committee Support & Expenses
- Representations & Gifts
- Rent & Other Office Expenses
- Internet & Communications
- Insurance & Other Services



Communication and Tools for Members

- Communication is electronic: List servers / discussion groups
- Committee delegates and interested persons can join various list servers to participate / monitor work of committees
- IAA Members' Website contains:
 - specialized online translation tool in 8 pairs of languages
 - specialized search tool
- Guidelines adopted to facilitate participation of non-native English speakers in work of IAA



Committee Participation

- Full Member Associations entitled to one representative (delegate) on most committees – Diversity is desirable
- Committee chairs and vice-chairs can also represent their association as a delegate
- Role of Committee Members :
 - active participation in committee work, discussions, meetings
 - keep home association informed of committee developments
- Delegates assume own travel costs



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Committees – Leaders

- **Accreditation** Juan Carlos Padilla (Mexico)
- **Audit and Finance** Curtis Huntington (United States)
- **Advice & Assistance** Robert Conger (United States)
 - China Subcommittee: Estella Chiu (Hong Kong)
 - Latin America Subcommittee: Luis Huerta (Mexico)
 - IAA Fund Subcommittee: W James MacGinnitie (United States)
- **Education** Mary Frances Miller (United States)
- **Executive Committee** Hillevi Mannonen (Finland)
 - Strategic Planning TF David Hartman (United States)
 - TF on Mortality Martin Stevenson (Australia)
- **Enterprise & Financial Risk** Anthony Coleman (Australia)
 - TF on Financial Economics David Kingston (Ireland)



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Committees – Leaders *(cont'd)*

- **Insurance Accounting**
Actuarial Standards Subcommittee
Sam Gutterman (United States)
David Congram (Canada)
Francis Ruygt (The Netherlands)
- **IAA Education Program (IEPC)**
Steering Committee
Alf Guldberg (Sweden)
Ibrahim Muhanna (Lebanon)
- **Insurance Regulation**
Reinsurance Subcommittee
Solvency Subcommittee
Rolf Stölting (Germany)
Michael Eves (Switzerland)
Stuart Wason (Canada)
- **Member Services**
Ibrahim Muhanna (Lebanon)
- **Nominations**
Hillevi Mannonen (Finland)
- **Pensions & Employee Benefits**
Accounting Standards Subcttee
Esko Kivisaari (Finland)
Gary Hibbard (United Kingdom)
- **Professionalism**
Michael Pomery (United Kingdom)
- **Social Security**
Robert L. Brown (Canada)
- **Supranational Relations**
Philippe Maeder (Switzerland)



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Relationship Between IAA, Sections and Congresses

- IAA: association driven, focusing on professionalism, standards, representation
- Sections: scientific, research and practical arm
- Congresses: a high point for both
- Colloquia are yearly or biannually, while Congresses are every four years
- In Congress year, section colloquia are held in conjunction with Congress
- Next Congress: March 7-12, 2010 in Cape Town, South Africa



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Sections of the IAA

- IAA has seven specialized sections that form an integral part of the IAA
- Sections focus on actuarial research and development in specific areas of practice
- Each Section has its own area on the IAA Web site: www.actuaries.org
- Anyone may apply to join
- Dues 40 CAD\$ except for AWF 20 CAD\$



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Sections of the IAA (*cont'd*)

- 1957 ASTIN Actuarial Studies in Non-Life Insurance
- 1986 AFIR Actuarial Approach for Financial Risks
- 1968 IACA International Association of Consulting Actuaries
- 2003 IAAHS Health Section
- 2003 PBSS Pensions, Benefits, and Social Security Section
- 2003 AWF Actuaries Without Frontiers
- 2005 Life Section



IAA International Actuarial Standards of Practice

- Class 1 Compulsory
- Class 2 Voluntary
- Class 3 Recommended Practice
- Class 4 Practice Guidelines:
 - educational in nature
 - not binding
 - Usually start as class 4, can be upgraded later to class 1-3.



International Actuarial Standards of Practice (IASP)

- Current
 - IASP 1 On Social Security - class 4
 - IASP 2-10 On Financial Reporting for Insurers - class 4
 - IAA web page under STANDARDS
- Under development:
 - Financial Reporting for Insurers
 - Pensions