

Review of ISAP 2 – Financial Analysis of Social Security Programs
Actuarial Standards Committee Report
19 November 2019

Background:

ISAP 2 was adopted by the IAA Council on 13 October 2013.

Paragraph 8.4. in the Due Process for International Standards of Actuarial Practice states: *The Professionalism Committee will ensure that ISAPs that have been adopted are reviewed regularly, and will work with the ASC to have the review carried out. Normally, an ISAP should be reviewed every five years¹; however, the Professionalism Committee may request more frequent review of an ISAP if it believes such review to be advisable.*

ASC Review:

At the meeting in Washington D.C. on 16 May 2019, the ASC decided that it is an appropriate time to consider the review of ISAP 2.

An ASC task force comprising of Marius Du Toit and Jim Verlautz was tasked to do an initial review and make recommendations to the ASC.

A report of the task force's review was submitted to the ASC for discussion (see [attachment](#)).

The ASC, at their meeting in Tokyo on 19 November 2019, discussed the report and recommendation made by the task force and voted unanimously on the ASC's conclusion.

ASC's Conclusion and Recommendation:

- a. Based on the comprehensive review, and the recommendation made by the task force, the ASC will not recommend changes to ISAP 2 at this time. However, the ASC will review ISAP 2 again in 3 years (i.e. in 2022).
- b. the "nice to have" changes that have been identified will be saved and maintained via the Secretariat for future consideration along with any other feedback that may be received in the meantime.
- c. The ASC's conclusion and recommendation will be posted on the website, on the ISAP 2 Webpage.

By this report the ASC wishes to formally communicate their recommendation to the Professionalism Committee and the Executive Committee.

This activity addresses the requirement in paragraph 8.4 in the Due Process for ISAPs.

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¹ Formerly it was every three years. Council approved to change *every three years* to *every five years* at their Tokyo meeting on 21 November 2019.