

Memorandum

Date: 12 October 2016
To: Executive Committee (EC)
From: Alf Gohdes, Chair, Actuarial Standards Committee (ASC)
Re: ISAP 1A – Governance of Models
cc: David Martin, Chair, Professionalism Committee

We are pleased to report that there were no late surprises submitted by comments coming in after we requested and you approved putting the ISAP 1A package on the Council 60 Day Agenda.

As we have previously discussed, our objective is to obtain Council approval for this ISAP at the November Council meeting in Cape Town. The ASC has approved the proposed final draft of ISAP 1A, along with the associated documents referred to below by a unanimous vote on 4 Oct 2016. In accordance with Due Process, we seek your approval for submission of our proposed final ISAP 1A and the updated Glossary to Council on the 30 Day Agenda.

Due Process also requires advice from the Professionalism Committee (PC) that the production of the ISAP has conformed with Due Process. The ISAP 1A task force (Mary Frances Miller and Liyaquat Khan) has completed its work. Its checklist documenting its work will be on the professionalism Committee agenda for approval in Cape Town.

As you are aware, in keeping with the requirements of the Due Process we have conducted a final review consultation involving all IAA member associations and commenters on the Exposure Draft to enable them (a) to draw attention to any unintended consequences in the final draft's wording, and (b) to determine whether their comments have been appropriately considered in the preparation of the proposed final draft.

We received fifteen comments on the consultation which are posted on the IAA website under http://www.actuaries.org/CTTEES_ASC/ISAP1A/Final_Review_Comments/Final_Review_ISA_P1A_CommentsReceived_Sept2016.pdf

The ISAP 1A TF has carefully reviewed the comments received and made a few non-substantial changes to the proposed final ISAP following the consultation.

We have prepared this memo for your discussion on October 18. It has the following attachments:

1. Clean set of documents for approval
 - a. Proposed final ISAP 1A
 - b. Proposed Glossary updated for ISAP 1A
2. Other documents
 - a. Mark up against final review consultation version of ISAP 1A
 - b. Mark up against final review consultation version of Glossary
 - c. ASC Report on Treatment of Comments received on the final review version.
 - d. PC ISAP 1A TF completed checklist.

The few changes made to the drafts published for final review by the ISAP 1A and the ASC have been made to improve clarity based on the comments received.

The ASC is very grateful to the ISAP 1A TF for the excellent work they have done on this ISAP.

I am at your disposal if you have any questions.