



Report to Council
from the Executive Committee Meeting
August 28, 2012

1. Finances

a. *2Q Statements and Year-End Forecasts*

The Director of Finance reviewed in detail the 2Q statements and year-end forecasts, highlighting significant variances compared to budget. It was noted that, overall, a very large surplus was projected at year-end.

b. *Budget 2013*

The Director of Finance presented the proposed budget for 2013 which is based on no fee increase, as had been presented in Los Angeles. The end result is a deficit budget. Typically, in accordance with Canadian not-for-profit tax laws, budgets should be presented on a breakeven basis; however, it is acceptable to present a deficit budget to absorb a surplus from previous years. Given that the projected surplus for 2012 was significant, the EC supported the budget as presented for submission to Council for approval in Nassau.

c. *Updated 5-year business plan*

The EC also considered the updated 5-year business plan which had been revised to reflect the proposed 2013 budget and impact on future years. It was pointed out that the dues level had not been changed from the version presented to Council in Los Angeles; that will be a decision for Council to make on an annual basis when the budget is presented for approval.

2. Recommendation to Council Re Secretary General

Following the Council meeting in Los Angeles, Council Delegates were encouraged to express their views on the continued role for the Secretary General. Very little additional input has been received. The Officers reported that operations were running smoothly and proposed to maintain the status quo for a few more months. The question will be brought back to the EC prior to year-end for agreement on a recommendation that will be presented to Council at the May 2013 meeting.

3. Approval of Chair of Environment Working Group

The EC approved the appointment of Oliver Bettis as Chair of the Environment Working Group.

4. Approval of Appointments on Recommendation of Nominations Committee

The EC approved the following appointments, on the recommendation of the Nominations Committee:

- Accreditation: reappointment of Ken Hohman (USA) as Co-Vice-Chair and appointment of Ricardo Frischtak (Brazil) as Co-Vice-Chair (both 2-year terms)

- Education: reappointment of Klaus Mattar (Germany) and Enrique de Alba (Mexico) as Co-Vice-Chairs (both 1-year terms)
- Enterprise and Financial Risk: appointment of Lars Pralle (Germany) as Co-Vice-Chair and reappointment of John Maroney (Australia) as Co-Vice-Chair (both 2-year terms)
- Insurance Regulation: appointment of Dave Sandberg (USA) as Chair (3-year term)
- Microinsurance Working Group: reappointment of Howard Bolnick (USA) as Chair and appointment of Peter Wrede (Germany) as Vice-Chair (both 2-year terms)
- Mortality Working Group: reappointment of Martin Stevenson (Australia) as Chair (2-year term)
- Pensions and Employee Benefits: reappointment of Tom Terry (USA) as Co-Vice-Chair (2 year-term)
- IAA Delegate to IACA: appointment of Tom Terry (USA) (3-year term)

All terms of office take effect on January 1, 2013. This will be an agenda item for ratification by Council in Nassau.

5. Approval of Revised Professionalism Committee Terms of Reference

The terms of reference of the Professionalism Committee had been revised to reflect the new due process; these were approved as presented.

6. Strategic Plan for ISAPs

The EC commented a draft strategic plan for ISAPs and requested additional input prior to approval. A revised version will be submitted for the October 9 EC meeting; this will be a discussion item for the Council meeting in Nassau.

7. IASSC

a. Approval of ISAP 1

The EC considered ISAP 1 and requested more consultation before approving. It was agreed to proceed with adding approval of ISAP 1 to the 60-day Council agenda for approval in Nassau, subject to recommendation by the EC. The final version will need to be approved by the EC no later than October 18 in order for the document to be included on the 30-day agenda.

b. Report from Professionalism Committee

The EC considered a draft report of the Task Force on Professionalism confirming that due process had been followed in developing ISAP 1. The report is being considered by the full Committee and will be on the EC agenda for the October 9 meeting.

c. Approval of Actuarial Standards Committee Terms of Reference

The EC approved the terms of reference for inclusion on the Council agenda for approval in Nassau.

d. Update on Work

The EC received a detailed written report on the work of the IASSC.

Desmond Smith, Chairperson