



Institute of Actuaries of Australia

XIth Accident Compensation Seminar 2007

Do Schemes need an Approved Actuary?

Lisa Simpson, FIAA

If better information and wise advice will lead to a more equal, more efficient and more just result for this country, I am sure the Institute of Actuaries of Australia will provide that wise advice.

Sir Owen Woodhouse, 1988

In a properly organised state a place would be found for them in a garret or in the groves of academe where they could practice their arts and not get under the feet of men of affairs.

Deputy manager NRMA, 1985

Overview

History of Approved Actuaries

Actuarial involvement in Schemes

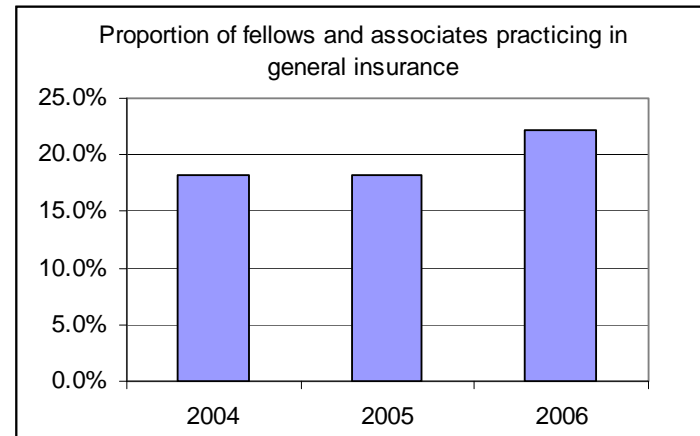
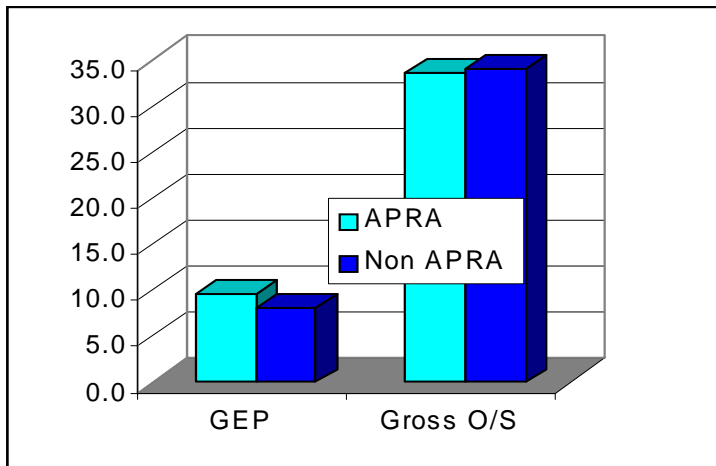
Role of Approved Actuary

Schemes vs Insurers

Is there a reason for change?

History of Approved Actuaries

- APRA reforms July 2002
- Subsequent introduction of FCR
- APRA's GPS 310 and IAA PS 305



Actuarial involvement in Schemes



Role of Approved Actuary

Appointment and approval

Whistle-blowing

Primary role

Insurance Liability valuation report

Financial condition report

Schemes vs Insurers

- Funding and guarantees
- History of scheme operations
- Regulatory role
- Cost of compliance

Is there a reason for change?

- Trends towards harmonisation
- More active surplus management