REPORT OF THE SECRETARY-TREASURER

This report will be brief, as the two issues of the Newsletter released in 1970 discussed most of the details on important actions taken by the Council.

The Council met during the year on the following dates:

- February 9, 1970
- May 24, 1970
- May 25, 1970
- September 18, 1970
- November 15, 1970

In addition, mail votes were conducted on several items during the year.

The highlights of the actions taken by the Council at these meetings are summarized into categories as follows:

A. Sites
   1) The fall 1972 site in Ann Arbor, Michigan, was switched from the Sheraton to the Campus Inn.
   2) The following site selections were approved:
      - El Conquistador Hotel, San Juan, Puerto Rico — May 1974
      - Marriott Hotel, New Orleans — November 1974
      - Chateau Champlain, Montreal, Canada — November 1975

   Sites have now been selected through November 1975 except for Spring 1975.

B. Committee on Professional Conduct
   Adopted revised Guides to Professional Conduct and two related opinions. These Guides and Opinions were developed jointly with the Academy and Society of Actuaries. The Guides will be printed in the 1971 Year Book.

C. Committee on Election Procedures
   The following changes in election procedures were approved:
   1) Council
      Normally 5 or 6 candidates will be nominated for the three slots,
but not more than two and preferably fewer than two will have previously served on the Council. This change was implemented in elections at the 1970 Annual Meeting.

2) Officers
   President — One nominee, the President-Elect
   President-Elect — One nominee, normally the Vice President
   Vice President — normally one nominee

3) Change the name of the Council to Board of Directors.

The latter two actions were turned over to a Committee to Review the Constitution and Bylaws of the Society. The membership will consider the proposed Constitutional changes at the Spring 1971 meeting for implementation in the November 1971 elections.

D. Public Relations and Publicity Committee

The following action applied to this Committee:

1) Investigate possible co-sponsorship of high school mathematics test with the Society of Actuaries.

2) Establish eight regional contact men who would handle inquiries from students concerning the actuarial profession. The Secretary's office will work with the Committee on this program.

3) Increase the scope and function of this Committee to encompass cooperation with other Actuarial Societies.

E. Textbook Committee

Actions in this area are as follows:

1) Approved a grant of $5,000 to Georgia State University towards the cost of the preparation of a textbook on actuarial mathematics. Funds are to come from the Paul Dorweiler bequest to the CAS. There will be an appropriate dedication in the text to Paul Dorweiler. The CAS will receive 50% of the royalties from the sale of the text and the monies will replenish the Dorweiler Fund.

4) Approved the formal contract to be entered into with Georgia State University.

F. Dorweiler Legacy Committee

1) Textbook project (see action under Textbook Committee).

2) Established a $200 annual prize to be awarded for best eligible papers submitted by an Associate or Fellow (not eligible for Wood-
ward-Fondiller Prize). The prize will come from funds in the be-
quest.
3) The appropriate rules will be printed in the 1971 Year Book.

G. Finance Committee
The Council approved the budget for 1971 as recommended by this
Committee. Anticipated income will be $48,600.00 and anticipated
expense will be $38,000.00.

H. Advisory Committee to Department of Transportation
The Council action is as follows:
1) Accepted the report of this Committee. Agreed that a copy can
be furnished to the DOT as an opinion of the Committee only, not
the Council nor the Society membership as a whole.
2) The Committee should consider the feasibility of future CAS
research on the data in the closed claim survey.
3) The Committee should consider the possibility of future CAS
Committee on Government Statistics to work with various depart-
ments of the Federal Government.

I. Committee on Review of Papers
1) At the February 9, 1970, meeting the Council reconfirmed the
present scope, functions, and methods of operation of this Com-
mittee as outlined in the Year Book.
2) At the May 24, 1970 meeting the Council heard a Society mem-
ber speak on the issue involved in the previous action and voted as
follows:
   a) Reconfirmed action at previous meeting in which it confirmed
      the present scope, functions, and methods of operation of
      the Committee on Review of Papers as outlined in the Year
      Book.
   b) Approved the following clarification to the Guides for Sub-
      mission of Papers:
      “An author may appeal to the President in case of rejection,
      and the President will make such inquiries as he deems ap-
      propriate and will make recommendations to the Council.”
   c) Asked the Committee on Review of Papers to review current
      administrative and mechanical procedures followed by the
      Committee. Such review has now been completed.
J. Education and Examination Committee

The Council acted in the following areas:

1) Consistent with the Society of Actuaries action, fees for Parts 1, 2 and 3 are increased from $7.50 to $9.00 effective with the May 1971 exams.

2) Approved the furnishing of numerical grades for those who fail Parts 3 to 9. Successful candidates will continue to receive a "Pass" grade only.

3) Encouraged the exploration of the concepts of joint sponsorship of education and examinations, and alternate route to membership.

4) Authorized CAS representatives in the Joint Committee on Review of Education and Examinations to represent the CAS in discussions of both subjects (item 3) with the appropriate committee of other actuarial organizations.

5) Instructed Education section of Education and Examination Committee to explore and develop possible alternative routes to Society membership.

6) In the area of joint sponsorship:
   a) Indicate the CAS willingness to accept joint sponsorship with Society of Actuaries on their Parts 3 and 4.
   b) Extend invitation to American Academy, Canadian Institute, and Conference of Actuaries in Public Practice to co-sponsor CAS Parts 3, 4, 5 and 6. This will also include Part 7 at a later date.
   c) The CAS will be co-sponsor for Parts 1 and 2 of the Society of Actuaries exams.

Copies of the detailed 1969-1970 financial report of the Society were available at the November meeting. During the year total income amounted to $48,934.56, expenses were $33,559.60 and the $15,374.96 increase in assets produces a total net asset figure of $67,914.89 as of September 30, 1970.

RonalD L. Bornhuetter  
Secretary-Treasurer