



# CASUALTY ACTUARIAL SOCIETY **ANNUAL REPORT** **EXECUTIVE SUMMARY**



**100 Years of Expertise,  
Insight & Solutions**

# LETTER FROM THE PRESIDENT



The year 2014 was one we can all be exceptionally proud of as CAS members. Our Annual Report details our accomplishments in all areas key to our success: basic education, continuing education, research, outreach, and community. Underscoring all our successes are the professionalism and commitment of our members who make it happen.

A theme over the past year was our commitment to collaboration, which calls for active engagement with our various stakeholders. A good illustration of that was our work with universities. In FY 2014, CAS Student Central registered more than 900 students from 250 schools. CAS Academic Central is up and running with 200 academics participating. And more than 400 University Liaisons meet with students throughout the year to provide guidance only an experienced practitioner can give. These new and revamped programs have been put in motion in just a short time thanks to our volunteers and staff, and our commitment to building collaborative partnerships. The following pages detail many more similar successes.

Looking ahead, we have a wealth of opportunities to lead and show our strengths identifying, assessing, quantifying and mitigating risk. Risk is inherent in so many emerging concerns, and there are opportunities everywhere for casualty actuaries. We can add value both to our employers and society with our combination of analytical skills and business understanding.

The foundation for that skill set is our basic education system, which remains the standard employers and regulators expect. Our more than 600 exam committee volunteers provide the critical breadth of expertise and experience that only practitioners can provide. We will maintain the unparalleled value of our credential.

We are moving away from representative democracy to popular democracy, with constant feedback and interaction with our various publics, including members and employers. Our interaction with our members at our various continuing education programs, like the Spring and Annual Meetings, seminars, workshops, and Regional Affiliates meetings, provide us with broad, current perspectives on what our members expect from our leadership and the CAS. Our Employers Advisory Council imparts valuable insight into how our members can best meet employers' evolving requirements.

We listen; that's our culture. We all want the highest standards for the CAS and our collective professionalism. We expect excellence from our leaders, from the CAS as an organization and from each other as individual members. Our dedication, passion and professionalism are the keys to ensuring our continued success in the years to come.



*Wayne H Fisher*

Wayne Fisher, President

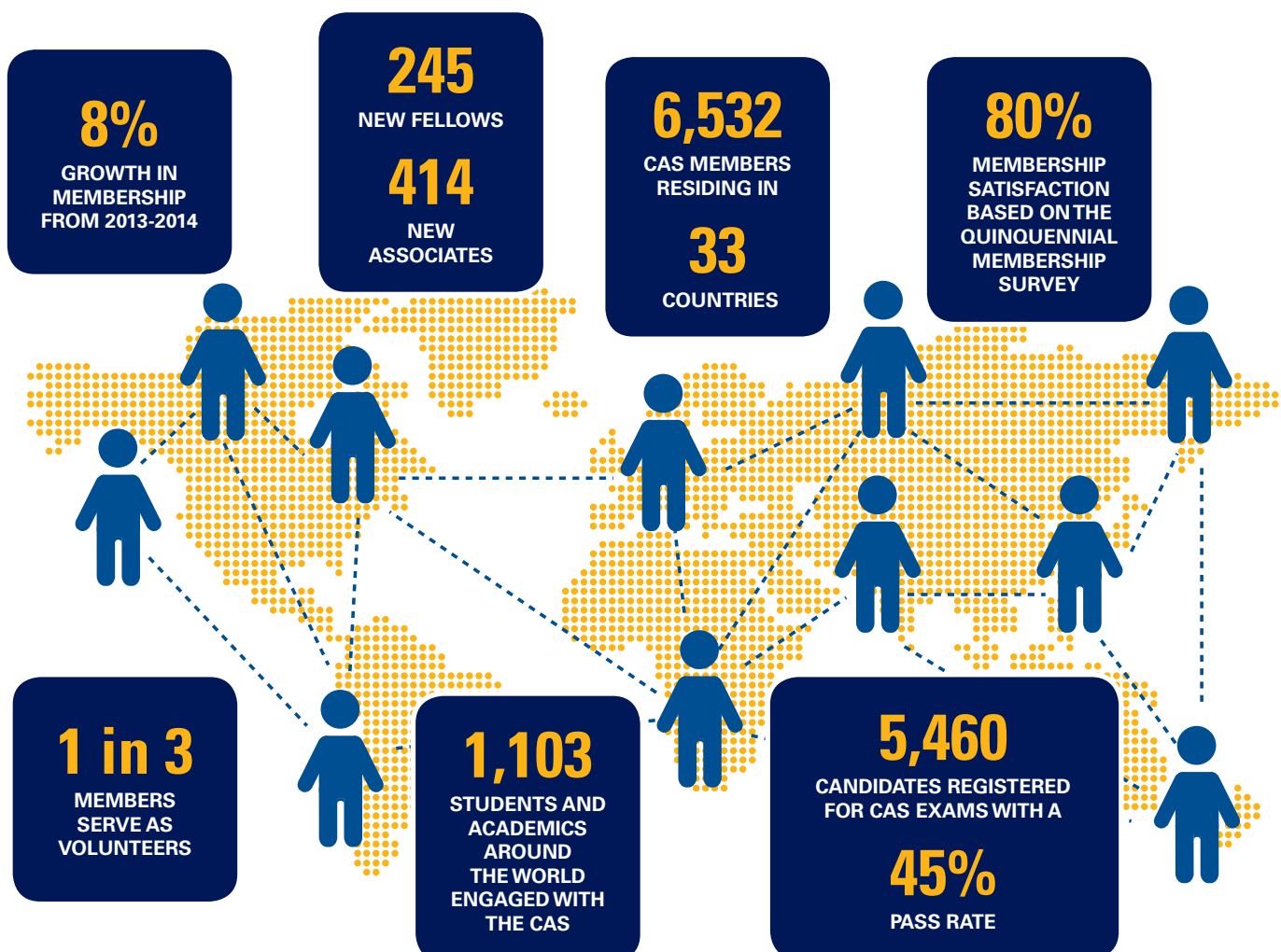
## 2014 NOTABLE ACCOMPLISHMENTS

Casualty Actuarial Society kicked off its Centennial Year at the November 2013 Annual Meeting



100 Years of Expertise,  
Insight & Solutions

**CELEBRATING OUR PAST, FOCUSED ON THE FUTURE**



The CAS continued to increase its engagement with its stakeholders. In January, the CAS created CAS Student Central, a membership program that provides university students with the tools to make the transition from the classroom to a career as a P&C actuary. Resources, such as a curriculum guide and internship database, can be accessed via a new dedicated website, [CASstudentcentral.org](http://CASstudentcentral.org). By October 2014, more than 900 students from over 250 schools around the world joined Student Central and 125 Student Central members attended in-person Student Programs at CAS meetings and seminars.

The number of CAS University Liaisons grew by almost 50%; more than 350 schools are now represented by 410 liaisons. CAS also introduced CAS Academic Central to provide an enhanced free program for Academics. 203 academics from 145 schools joined the program by October 2014.



In response to feedback from employers that increased use of advanced analytics required an increased emphasis on statistics, the CAS announced that a new exam on Statistics and Probabilistic Models (Exam S) will be offered in 2015. The exam will cover graduate-level statistics on current exams ST and LC and VEE as well as new topics, such as introductory generalized linear models.

Over 3,100 people registered for the seven in-person meetings and seminars that CAS offered in 2014. The CAS also joined the four other U.S. actuarial organizations in hosting the International Congress of Actuaries in Washington, D.C. 1,162 delegates from over 100 countries participated in 103 sessions.



**1,162**  
DELEGATES

**103**  
COUNTRIES  
REPRESENTED

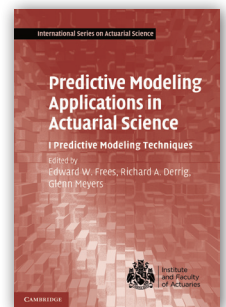
**103**  
SESSIONS



In addition to these in-person events, the CAS offered 14 webinars and introduced two new interactive online courses that provided a total of 25 hours of organized continuing education credit.

During 2013-2014, Predictive Modeling Applications in Actuarial Science, the first book in a two part series co-sponsored by the CAS and CIA, was published. In addition, many CAS research reports and papers were released on a variety of topics including climate change and risk management.

The CAS established an Employer Advisory Council comprised of chief actuaries and practice leaders representing a broad cross section of the firms in which CAS members are employed. The Council will be a resource to understand employers' expectations and provide suggestions to enhance CAS value to employers.



The full CAS Annual Report can be downloaded at [www.casact.org/AnnualReport14](http://www.casact.org/AnnualReport14).

# FY 2014 FINANCIAL HIGHLIGHTS

The fiscal year ending September 30, 2014 resulted in an audited net gain of \$721,211 compared to budgeted net loss of \$146,511.

## Income Statement

FUNCTION	REVENUE	EXPENSE	DIFFERENCE
Membership Services	3,105,564	3,670,104	(564,540)
Seminars	4,763,912	4,587,935	175,977
Meetings	703,949	780,332	( 76,383)
Exams	8,036,015 (a)	7,202,116 (a)	833,899
Publications	4,249	18,215	(13,966)
<b>TOTALS FROM OPERATIONS</b>	<b>16,613,689</b>	<b>16,258,702</b>	<b>354,987</b>
Interest, Unrealized Gain/(Loss) and Change in Pension Liability			366,224
<b>TOTAL NET INCOME (LOSS)</b>			<b>721,211</b>

(a) Includes \$4,713,150 of Volunteer Services for income and expense (SFAS 116).

## Balance Sheet

ASSETS	9/30/2013	9/30/2014	DIFFERENCE
Cash and Cash Equivalents	3,525,348	3,859,015	333,667
T-Bill/Notes, Marketable Securities	9,354,651	11,041,211	1,686,560
Other Assets	525,606	385,272	(140,334)
<b>TOTAL ASSETS</b>	<b>13,405,605</b>	<b>15,285,498</b>	<b>1,879,893</b>
<b>LIABILITIES</b>	<b>9/30/2013</b>	<b>9/30/2014</b>	<b>DIFFERENCE</b>
Exam Fees Deferred	1,473,708	1,518,796	45,088
Seminar and Meeting Fees Deferred	1,438,938	2,277,190	838,252
Accounts Payable and Accrued Expenses	793,618	830,323	36,705
Accrued Pension	367,534	654,770	287,236
Other Deferred	115,307	66,708	(48,599)
<b>TOTAL LIABILITIES</b>	<b>4,189,105</b>	<b>5,347,787</b>	<b>1,158,682</b>
<b>MEMBERS' EQUITY</b>	<b>9,216,500</b>	<b>9,937,711</b>	<b>721,211</b>

In FY 2014-2015, the CAS announced corporate partnerships with 20 organizations, up from 16 partners from the previous year. The FY 2014 revenue generated by sponsorship, advertising and exhibitors totaled \$286,000, which helped keep the cost of registration at CAS meetings and seminars to reasonable levels.

For FY 2015, the CAS Board of Directors has approved a budget of approximately \$13.0 million. Members' dues are \$550, representing an increase of \$25.

The marketing and communications budget included a one-time investment of \$125,000 for the Student Central website.

Membership Service Expenses

