

**RESOLUTION OF THE PRACTICE STANDARDS COUNCIL OF THE CANADIAN  
INSTITUTE OF ACTUARIES**

The following resolution concerning the effective date of the standard of practice for determining pension commuted values was approved by the Practice Standards Council (PSC) at its meeting on May 18, 2004.

**RESOLUTION OF THE PRACTICE STANDARDS COUNCIL OF THE CANADIAN  
INSTITUTE OF ACTUARIES**

**WHEREAS**, pursuant to the Bylaws of the CIA, the responsibility for the adoption of Standards of Practice lies with the PSC;

**AND WHEREAS** on February 3, 2004, the PSC approved, in accordance with the applicable due process, the *Standard of Practice for Determining Pension Commuted Values* (the "Standard") with an effective date of September 1, 2004, as specified in the covering letter;

**AND WHEREAS** the Board of the Canadian Institute of Actuaries received a petition on May 3, 2004 from 54 members of the Institute requesting a Board review of the Standard pursuant to Bylaw 9.26;

**AND WHEREAS** Bylaw 9.26 of the Institute provides that the Board may decide to confirm, alter or annul the Standard within 90 days of the date of receipt of the petition;

**AND WHEREAS**, given the uncertainty of the outcome of the Board review and the exact date of the Board's decision, it would cause serious practical difficulties for pension plan administrators, pension regulators, actuaries and other parties to efficiently implement this Standard, if the effective date were left unchanged;

**AND WHEREAS** it is critical that there be no pressure on the Board's review process arising from an impending effective date, and that Bylaw 9.26 be fully respected.

**NOW THEREFORE BE IT RESOLVED THAT:**

1. The scheduled effective date of the Standard be withdrawn, and left unspecified for the time being;
2. Once the Board has made its decision on the Bylaw 9.26 review, if that decision is to either confirm or alter the Standard, the PSC undertakes to determine an effective date; and
3. In determining any such effective date, the PSC undertakes to ensure that sufficient time and notice is provided for pension plan administrators, pension regulators, actuaries and other parties to efficiently implement any final Standard.

*Carried May 18, 2004*