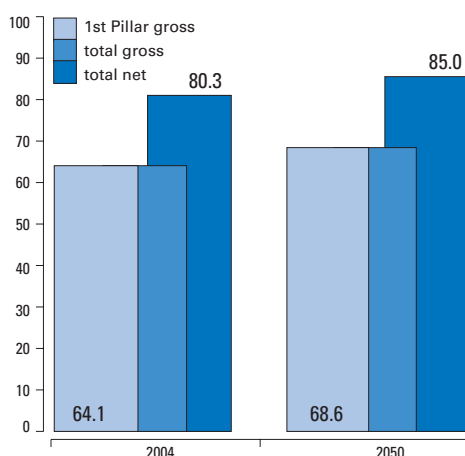




Social Protection and
Financial Sustainability

**Individual Replacement Rates at
Median Income, 2004-2050**

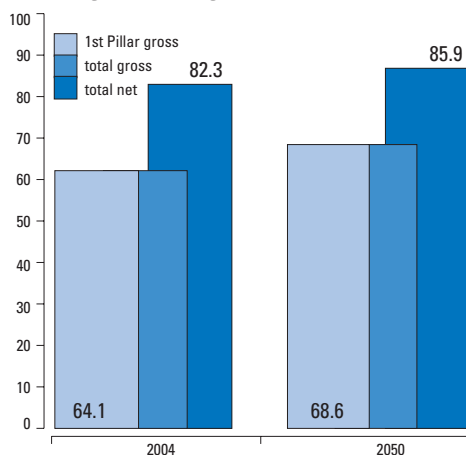


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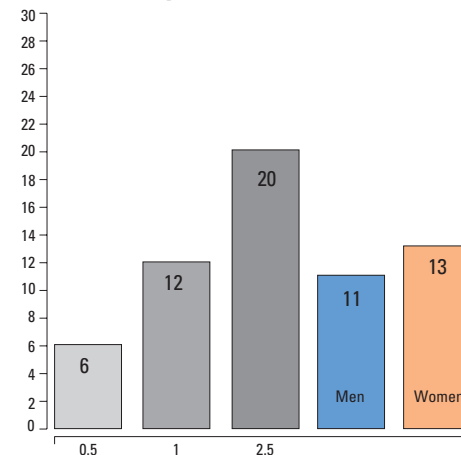
Sources:
Individual RRs, RRs for diff. Earnings Level:
SPC 2004, NSR 2005;
Pension Wealth: OECD, 2005

Notes:
Gross pension wealth by earnings level,
mandatory pension programmes
Men and women:
weighted (average) pension wealth

**Replacement Rates at 2/3rd of
Average Earnings Level, 2005-2050**



**Pension Wealth at different Earning
Level and by Gender*, 2040**



*see Notes

Indicators



Demographic Indicators



Income and Wealth



Labour Market and
Labour Market Participation



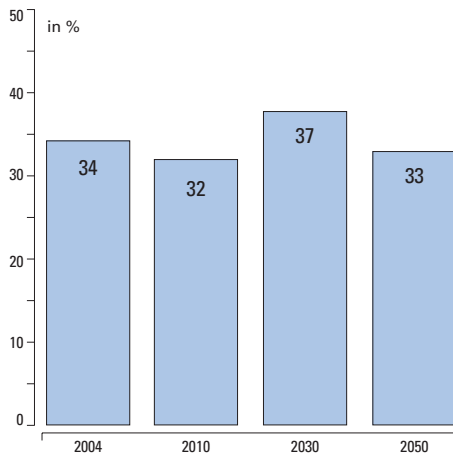
Social Protection and Financial
Sustainability

Median Pensions relative to Median Earnings, 1995 - 2004

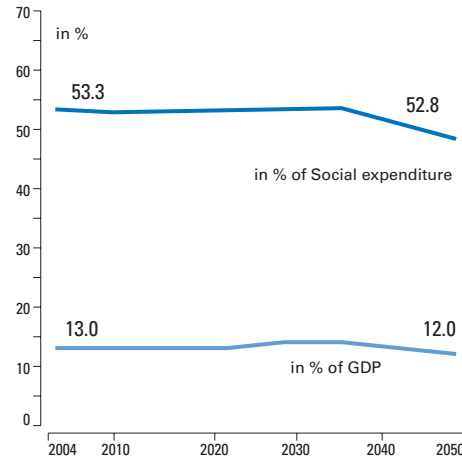
n.a



Implicit Contribution Rate, 2004-2050

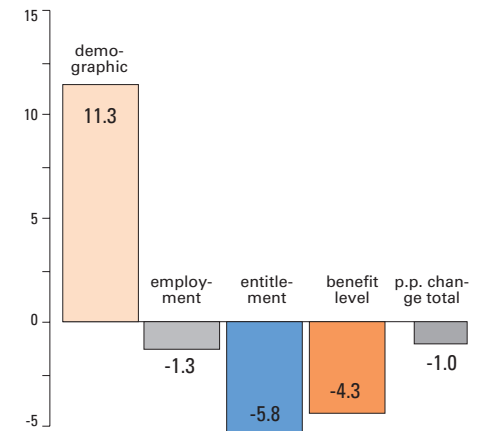


Total Pension Spending in % of GDP and in % of Social Exp.*



*Pensions, health, long-term care, education, unemployment benefits

Decomposition of Projected Public Pension Spending, 2004-2050



Sources:

Implicit Contribution Rate:

Public finances in EMU 2005,

European Commission

Total Pension Spending: NSR; EPC 2003;

Casey et al.

Decomposition, Contributions: Eurostat;

NSR 2005; EPC 2003; Casey et al. 2003

Tax Gap Indicators: EPC 2003; Public

Finances in EMU 2005

System Accrual Rates: OECD, Pensions at

a glance 2005; NSR 2005; MISSOC 2005

Lifetime Allocation: National Policy Reports

2005, Burniaux et al. 2004

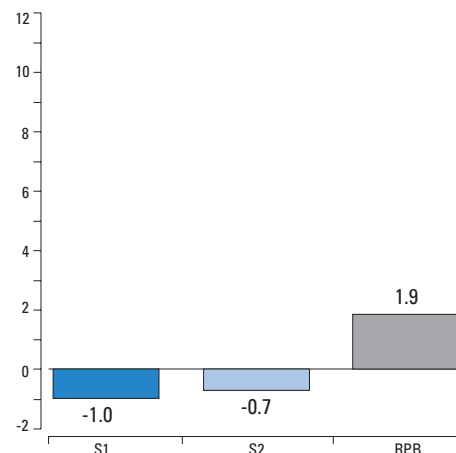
Take-up Ratio: World Labour Report 2000, ILO

System Dependency Ratios:

The impact of ageing on public expenditure,

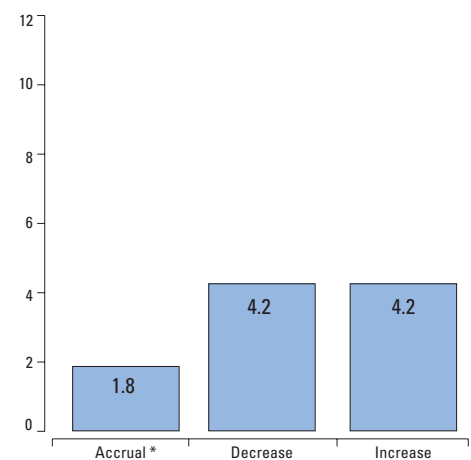
EPC and EC

Sustainability Gap Indicators*, 2004

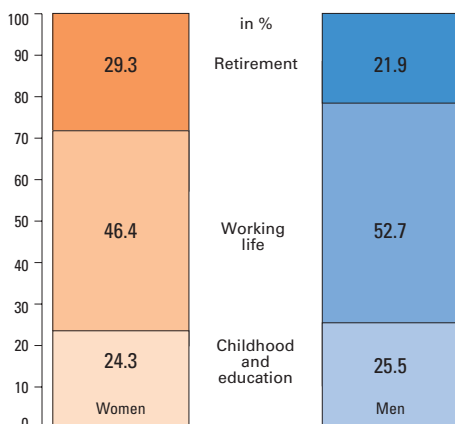


*RPB = Required Primary Balance

System Accrual Rates

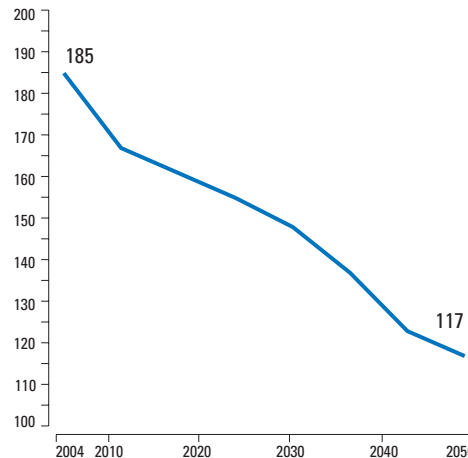


Lifetime Allocation*

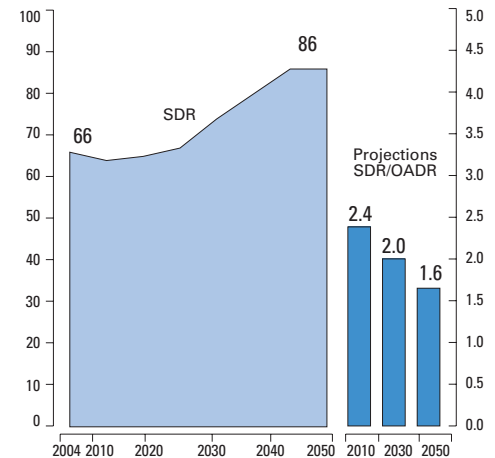


* Based on average ages of entry and exit to/from the labour market calculated for 2000

Take-up Ratio



Old Age and System Dependency Ratios





Participation in Private Pension Schemes, 2004

occupational	35
individual	10

Age Differential in Statutory Retirement Age, 2005

Increase legal retirement age women (currently 60) to those for men (65) from 2024 to 2033

Pension Credit for non-contributory Periods, 2005

(Non-contributory) child raising periods credited or taken into consideration :
As of 1 January 2005: publicly funded contributions are paid for a maximum of 4 years per child (5 years for multiple birth), monthly contribution base: € 1.350 (12 times a year), periods are also recognised in addition to an existing employment.
If acquired prior to 1 January 2005: Child care periods credited as non contributory assimilated periods; 4 years are counted as substitution periods (Ersatzzeiten), for children born after 31.12.2001 two of the four years count as compulsory insurance times if the child-care benefit is received during this time. A set calculation basis of € 689,51 applies, by 2028 this amount will have been gradually increased to 150% of the reference value (€662,99 in 2005). Furthermore, the period relevant for pension calculation of women providing childcare is reduced by three years per child.

Sources:

Participation in Private Pension Schemes:
Adequate and sustainable pension,
European Commission, 2006
Age Differential, Pension Credit:
MISSOC 2005

