

## *Subject Index*

- Actuarial fairness 5, 19, 20, 34, 54–57, 67, 69, 71, 74, 76, 78, 82, 111, 112
- Ageing 4, 6, 8, 25, 28, 29, 34, 37, 45, 47, 50, 54, 56, 59, 62, 65, 67, 140, 146, 148, 150, 157, 183, 200, 215, 253, 254
- CESifo pension model 1, 24, 84, 105, 135, 147, 149
- Cohort effects 96, 97, 102–104, 214
- Commitment device 159, 163, 164, 170, 171, 174, 177
- Delayed integration 242–245
- Denmark 1, 4, 25, 35–39, 41, 42, 44, 51, 52, 56–59, 65–67, 213, 214
- Dependency ratio 47, 49–51, 54, 56, 59, 67, 134, 135, 137, 139, 141, 144, 150, 160, 162, 253
- Distortion 5, 6, 56, 69–74, 81, 87, 96, 106, 109, 111, 112, 132, 136, 137, 156, 208, 212, 213, 215, 219, 221, 238–240, 243, 244
- Distribution of competences 207–208, 217, 226–237, 239, 240, 241, 245
- Education 163–165, 187, 189, 195–197, 199, 201, 202, 204  
discrete choice 174, 175  
monetary costs 173, 174, 179–181  
quantity 166, 167, 169, 170, 173, 176, 177  
structure 166, 167, 169, 170, 171, 173, 177  
subsidies 174–176
- Economic Union 227, 228, 233, 234, 236, 237
- Efficiency/Inefficiency 4–8, 19, 69–71, 73–76, 107, 109, 110, 113, 136, 137, 173, 177, 178, 207–212, 215–219, 221–225, 227, 234, 236, 238–244, 254
- Employment principle 207, 210, 213, 217, 241–245
- European Court of Justice 229, 230, 234, 239, 240
- Eurostat 24, 35–37, 44–46, 48, 49, 51, 52, 147–150, 152, 157, 208, 225
- Exit option 7, 131, 132, 156, 159–163, 178, 254
- Fertility rates 4, 33–35, 37, 45–47, 49–51, 54, 135, 137, 148, 183, 221–225
- France 1, 25–27, 35–40, 42, 44, 46, 47, 49, 51, 52, 55–59, 62, 63, 67, 68, 131, 133, 142, 144–148, 150–157, 213, 214
- Freedom of movement 228, 229, 232, 234, 236
- Generational accounting 26–28
- Gender differences 76, 81–83, 89, 108, 109
- Gerontocracy 6, 7, 131, 132, 147, 153–156, 159, 160, 163, 164, 166, 177, 178, 208, 244, 254
- German Socio-Economic Panel (GSOEP) 92, 116, 117, 188, 190, 191
- Germany 1–4, 6, 7, 16–18, 24–28, 34–40, 42–53, 55, 56, 58–63, 67, 68, 70, 76, 79, 83–86, 89–90, 92,

- 95, 105, 111, 114, 116, 117, 131, 133, 135, 143–157, 161, 183–185, 187–191, 197–200, 213, 214
- Riester Reform 60, 62, 63, 142
- Growth model 228, 229, 232, 234, 236
- dynamical efficiency/inefficiency 15, 16, 18, 23, 55
- Golden Rule 15, 16, 23, 31
- Harmonisation 7, 8, 207–211, 215, 217–219, 221–227, 229, 233–238, 240–243, 245, 254
- centralisation 209, 211, 217, 218, 221, 222, 224, 225, 235
- co-ordination 8, 218, 224, 225, 234, 236, 237, 240, 243, 245
- decentralisation 211, 218, 225, 240, 243
- equalisation 8, 218, 221–224, 234, 236, 240, 243, 245
- mutual recognition 209, 218, 227, 228, 236, 237, 239, 240
- Heckman 90, 92, 98, 117, 118
- Home-country principle 242–244
- Implicit debt 5, 6, 9, 19, 21–29, 33, 69–71, 74, 75, 132
- Implicit taxes 5, 6, 8, 9, 19–23, 28, 29, 33, 53, 56, 69–71, 74–82, 84–86, 89, 90, 104–105, 107–113, 123, 128, 129, 132–137, 146, 148, 150, 151, 156, 210–215, 218–224, 238–240, 243, 244, 254
- intergenerational context 133
- international context 211
- intrapersonal context 76
- Indifference age 131, 147, 149, 150, 152, 153, 157, 158
- Internal rate of return 5, 12–24, 29, 53, 55
- Interest groups 155, 244
- Interjurisdictional transfers 217, 242, 243
- Intergenerational fairness 57, 136, 137, 140, 216
- introductory gains 5, 19, 69, 71, 74
- Inverse elasticity rule 69, 88, 89, 100, 105–107, 109–112
- Italy 1–3, 18, 25–27, 35–40, 42, 44, 46, 47, 49, 51–56, 58, 59, 63–65, 67, 68, 131, 133, 142, 144–157, 213, 214
- Japan 2, 3, 17, 25, 26, 35, 37, 46, 48–50, 82
- Labour allocation 5, 7, 8, 37, 178, 207–212, 215–219, 221–225, 234, 238–245
- Labour supply elasticity 6, 68, 69, 75, 81, 87–91, 96–98, 100, 110, 112, 113, 123, 128, 129, 132, 136
- Leviathan 244
- Life cycle 5, 6, 29, 69, 70, 75–78, 80, 81, 84, 85, 87, 89, 95–97, 102–106, 108–110, 112, 113, 123, 132, 134, 161, 213, 214, 239
- Life-expectancy 4, 17, 33, 34, 36, 37, 45, 47, 49, 50, 54, 63–65, 82–84, 86, 135, 137, 148, 183, 215, 241
- Mackenroth 72
- Market rate of return 5, 14–23, 29, 53, 55
- Median age 131, 147–149, 152, 153, 156, 157, 160–163, 177, 178
- Median voter 6, 138, 140, 147, 149
- Migration 4, 5, 7, 19, 33, 34, 36–50, 157, 163, 164, 166, 167, 170, 171, 177, 178, 184–187, 190–194, 199, 200, 208, 210, 212, 214–218, 221–226, 228, 229, 239, 240, 242–245, 254
- intention 185, 186, 188–190, 193
- reasons 185, 197, 188, 190, 191
- Mobility
- conditional 7, 208
- marginal 184, 200
- restricted 178, 219, 223–225, 236
- unconditional 7
- unrestricted 178, 219, 221, 222, 225, 236
- Naturalisation 157
- Net pension liability 26–28

- Open method of co-ordination 238–240, 246
- Outside option 156, 160–162, 164, 177, 178, 244
- Overlapping generation model (OLG) 10, 29, 76, 77, 133, 138, 160, 219
- Pareto improvement 4, 6, 15, 16, 23, 69–71, 73–75, 109, 132, 133, 135, 215
- Pension expenditure 24–26, 57–59
- Pension reform 2, 5, 6, 14, 25, 28, 51, 53, 54, 56–59, 67–70, 75, 131–133, 136–138, 144, 226, 238, 245, 253, 254
  - feasibility 4–7, 57, 68, 131–133, 141, 142, 144, 146, 147
  - fundamental 5, 24, 53, 59, 67
  - knowledge 67–68, 154
  - parametric 6, 53, 57, 67
- Pension systems
  - Beveridge 1, 54, 217, 242, 245
  - Bismarck 1, 54, 217, 242, 245
  - defined benefit (DB) 53–57, 59, 63–65, 67, 137, 144
  - defined contribution (DC) 53–57, 59, 63–67, 144
  - funded 2, 5, 9, 10, 13–16, 18, 19, 21, 29, 53–57, 59, 67–74, 136, 137, 142, 144, 147, 153–155, 215, 216, 254
  - unfunded/pay-as-you-go 1, 2, 3–21, 23, 29, 46, 47, 50, 53–57, 59, 67, 69–78, 84, 89, 108–112, 131–133, 135–137, 141, 142, 144, 147, 153–155, 161, 163, 183, 184, 199, 208–210, 212, 213, 215, 216, 238, 242–244, 253, 254
- Pillars of old-age security 2–4, 210
- Population growth 5, 33, 34, 36, 45, 54, 183, 221
  - Age pyramid 48
  - Age structure 5, 47
- Probit 194, 200, 206
- Race to the bottom 8, 178, 183, 184, 200, 208, 215, 217, 238, 240, 241, 246
- Ramsey rule 88
- Risk-return relation 18
- Second-best optimality 87
- Selection principle 209, 241
- Simulation 90–92, 143, 194–197
- Social contract 18, 209, 243
- Social planner 172–174, 176, 177
- Social Union 227, 228, 230, 231, 233, 236, 237
- Spain 25, 27, 35–40, 42, 44, 46, 47, 49, 51, 52, 55, 57, 58, 68, 154
- Standardised work biography 113
- Subsidiarity principle 235, 241
- Sustainability 2, 5, 7, 28–29, 33, 46, 47, 50, 53, 54, 56–58, 67–69, 132, 133, 136, 137, 162, 200, 207, 219, 238, 244, 245, 253, 254
- Sweden 2–4, 18, 25, 35–39, 41, 42, 44, 51–53, 55, 56, 58, 59, 63–65, 67
- Time-consistency 163, 164
- Tobit 91, 92, 98–100, 119, 124
- Treaty of Amsterdam 227, 228, 230–232, 234, 246–248
- Treaty of Maastricht 216, 231
- Treaty of Nice 232, 237, 247, 249
- Treaty of Rome 216, 226, 228, 246, 247
- UK/United Kingdom 1–3, 25–27, 35–40, 42, 44, 46, 47, 49, 51–53, 55, 57–59, 65–67, 231
- US/United States 2, 3, 16, 25, 26, 35, 37, 46, 48–50, 82, 135, 184
- Voice option 19, 131, 156, 159, 160, 162, 178
- Voting 6, 131, 132, 138, 141, 142, 152, 153, 155, 156, 159, 169, 162, 178, 254
  - majority 6, 7, 28, 131, 132, 138, 140–142, 144, 147, 152–156, 159, 160, 178, 244, 253, 254
  - model 138, 160
  - participation 153
- Zero-sum game 23