

# Intergenerational Economy in Canada : A tale of two countries?

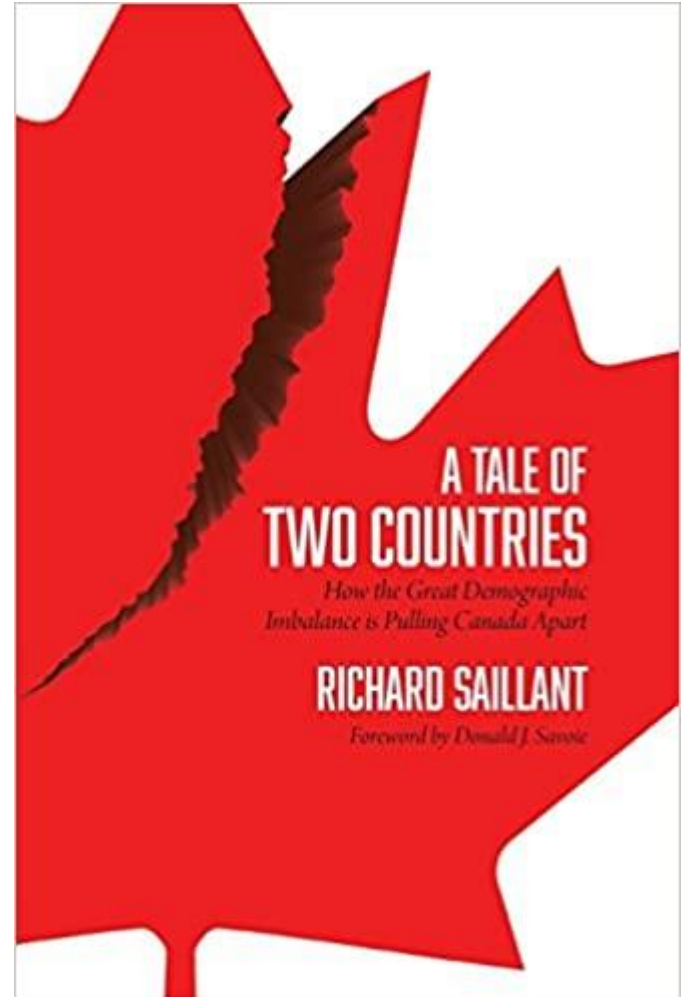
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# Intergenerational Economy in Canada : A tale of two countries?

Borrowed from :



# Intergenerational Economy in Canada : A tale of two countries?

- Comparing Quebec & the rest of Canada



- Update of NTA for Canadian region :
  - 1997-2013 : NTA 2018 in Mexico; MPIDR Seminar series (2019).
  - 2014-2017 : NTA 2020 in Hawaii (and worldwide).

# Two different countries in one country?



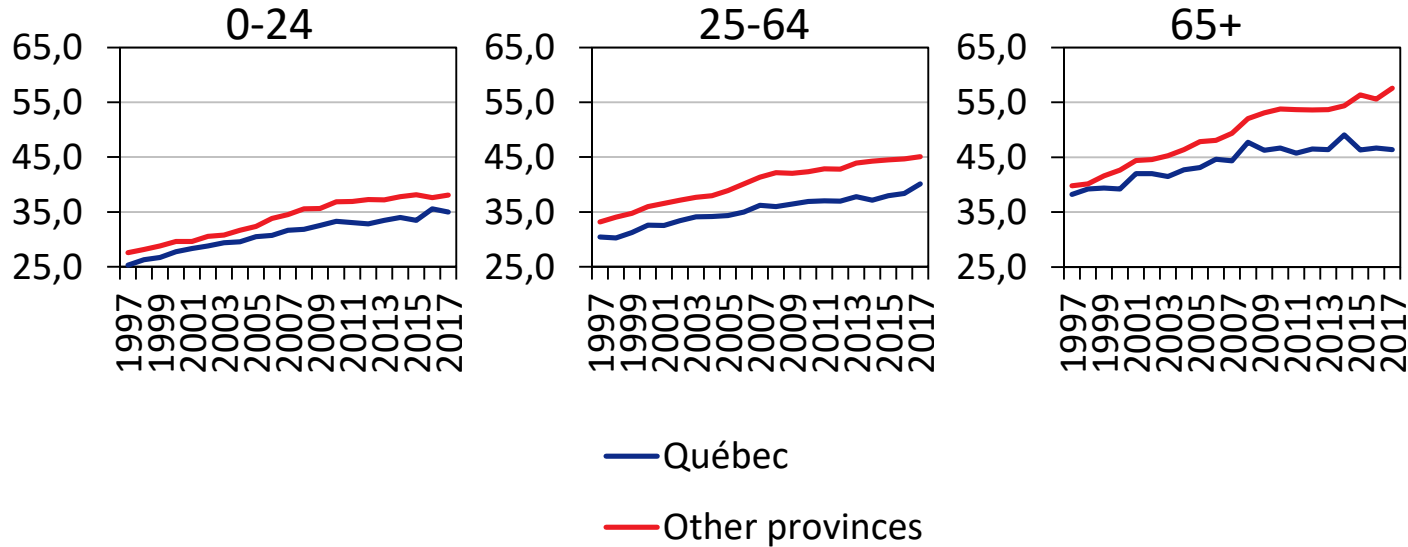
	Quebec	Canada outside Quebec
French as the first official language spoken	85%	3,8% (from 0.5% to 32%)
Dependency ratio 65+/25-64	0.37	0.33
Net interprovincial public transfers	+3,8% of GDP	-0,9% of GDP
GDP growth in 2020 (COVID crisis)	-6,5%	-5,9%

# Issues

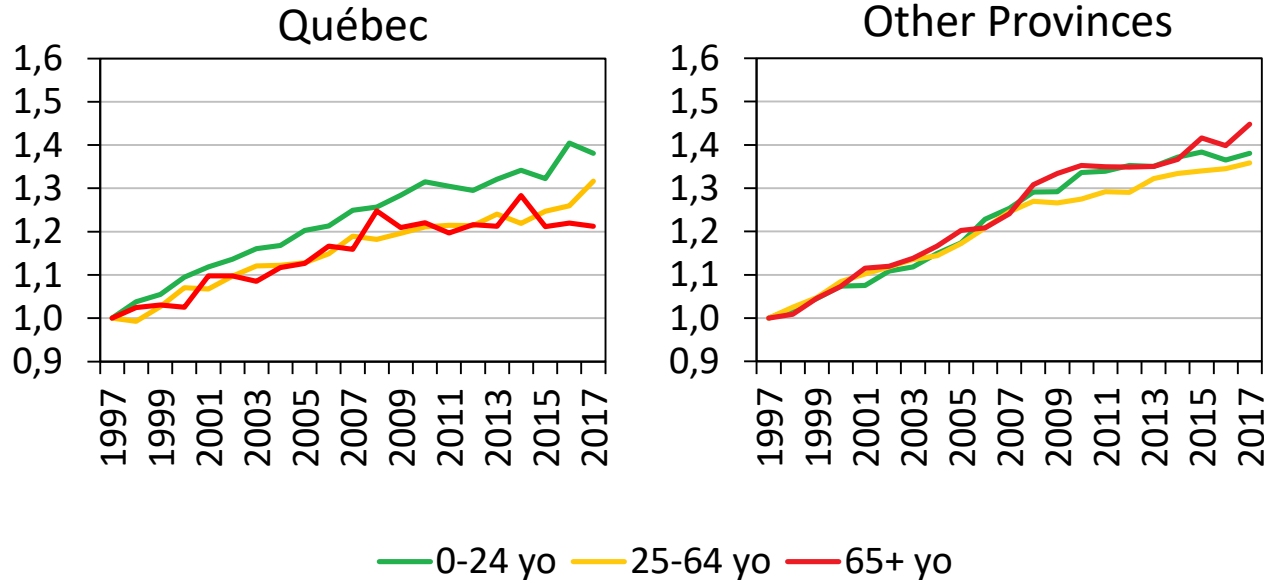
- How did per capita consumption evolved at young, working, and elder ages in Quebec VS other provinces.
  - ↳ Is there any imbalance over time between provinces & between age groups within each province (spoiler alert : yes).
- How this imbalance between age groups and provinces is explained : public transfers? Labour income? Other?
- Future impacts the Canadian Federation.

# Per capita consumption by province & age group

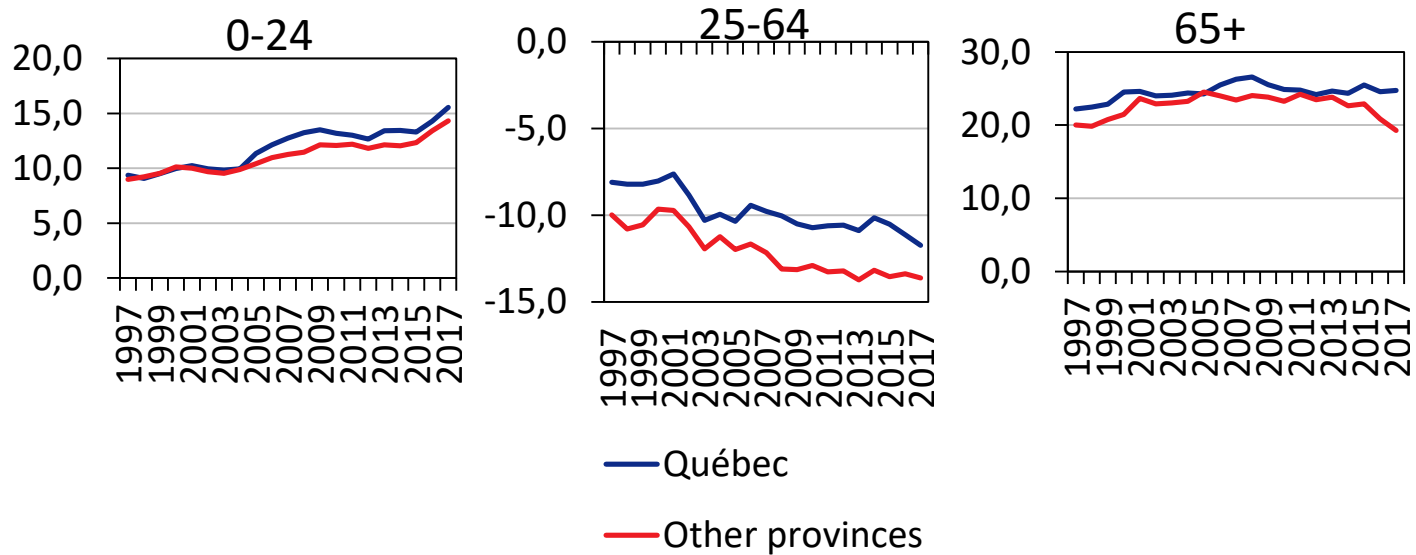
(all figures in Constant C\$)



# Per capita consumption by age group & province (Index 1 in 1997)

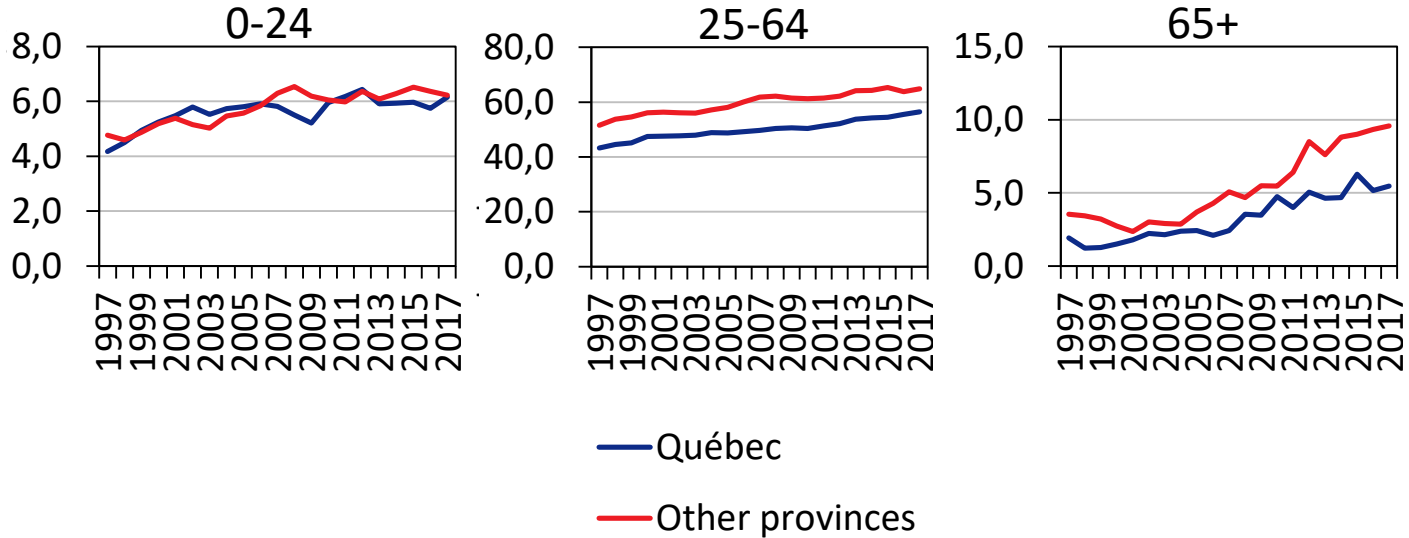


# Per capita public transfers by province & age group

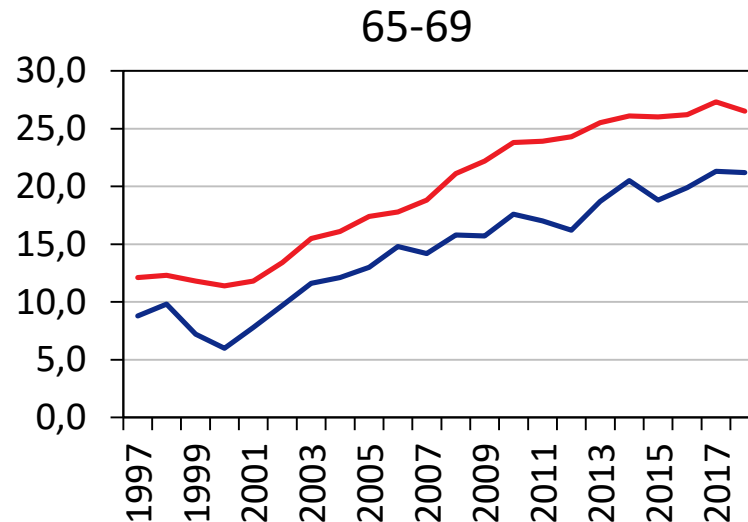
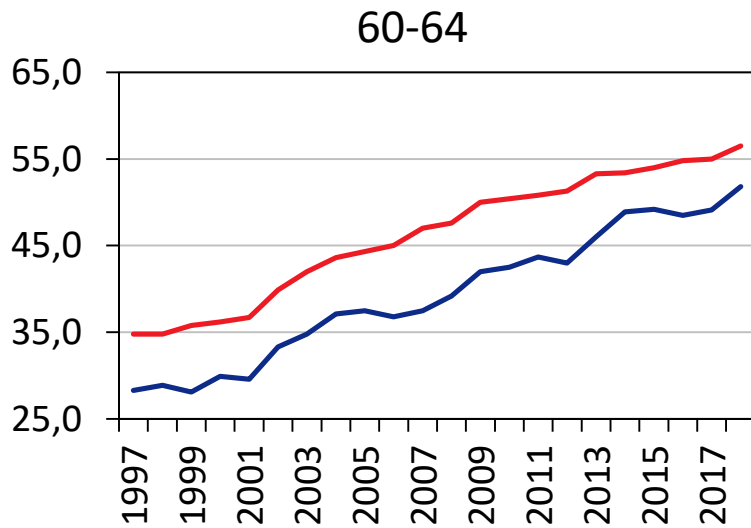




# Per capita public labour income by province & age group

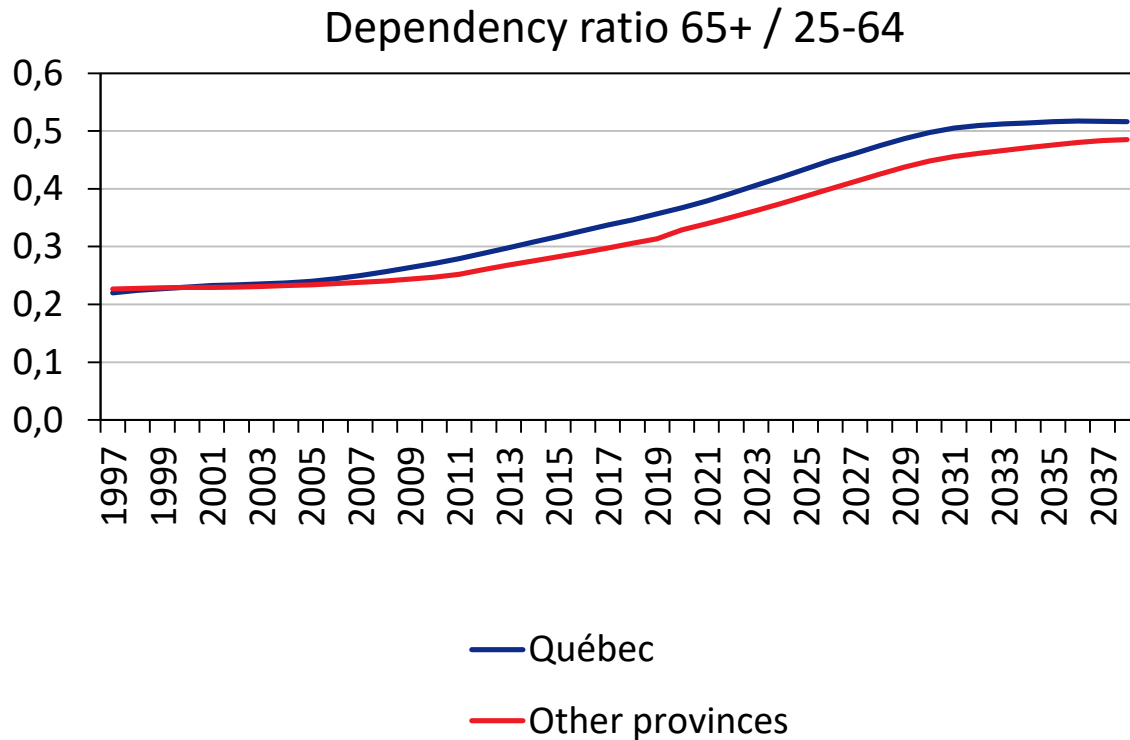


# Participation rate



— Québec  
— Other provinces

# Dependency ratio



# A tale of two countries?

- Population aging is faster in Quebec.
- Labour income for working-age groups and older workers is lower in Quebec + increasing gap for older workers due to the low participation rate.
- Per capita public transfers stagnates in Quebec after 65 years old while it decreases slowly in the rest of Canada.
- Future : more needs in public transfers to Quebec, while population aging impacts all provinces → more pressure on the Canadian Federation.
  - ↳ PLUS : two PAYG systems in Canada and in Quebec : CPP/QPP.
  - ↳ Risk of two tales within one country.