Social Protection of Older Persons
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Targeting

Means test = tax on the elderly
Targeting benefits in India, 2004/5

Beneficiaries of India's National Old Age Pension

- **I**: Household income (quintile) I
- **II**: Household income (quintile) II
- **III**: Household income (quintile) III
- **IV**: Household income (quintile) IV
- **V**: Household income (quintile) V

Percentage distribution of pensions

0.0 10.0 20.0 30.0 40.0 50.0 60.0 70.0
Targeting benefits in Chile (pre-2008)

![Graph showing the percentage distribution of pensions by household income quintile for Chile's Social Assistance Pension.](image-url)
Basic pensions in Chile (2006)

- Non-contributory Social Assistance Pension (PASIS): Ch$37,251
  - US$70 - 13% of per capita GDP

- Guaranteed Minimum Pension (PMG) (requires 240 months of contributions): Ch$87,800
  - US$163 - 31% of per capita GDP
Chile’s new Solidarity Pension System (SPS)

- **Basic Pension**: Ch$60.000 in July 2008
  - US$111 – 21% of per capita GDP
  - Ch$75.000 in July 2009
- **Recovery from other pension income**
  - 2008 100%
  - 2009 100%
  - 2010 75%
  - 2011 50%
  - 2012 37.5%
Chile’s transition to a universal minimum pension

OLD SCHEME

Voluntary Contributions

Minimum Pension

Mandatory Contributions

Social Assistance

Former Coverage

NEW SCHEME

Voluntary Contributions

Integrated Pillar 1

Mandatory Contributions

Coverage of the New Pension Scheme
Thank you for your attention

For further information, see