Securing Employer-Based Pensions: An International Perspective
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Securing Employer-Based Pensions
An International Perspective

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The Pension Research Council of The Wharton School of the University of Pennsylvania is an organization committed to generating debate on key policy issues affecting pensions and other employee benefits. The Council sponsors interdisciplinary research on the entire range of private and social retirement security and related benefit plans in the United States and around the world and seeks to broaden public understanding of these complex arrangements through basic research into their social, economic, legal, actuarial, and financial foundations. Members of the Executive Board of Council, appointed by the Dean of The Wharton School, are leaders in the employee benefits field, and though they recognize the essential role of social security and other public sector income maintenance programs, they share a strong desire to strengthen private sector approaches to economic security.
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As the world's population ages, pensions will be sought by millions as the mainstay of old age retirement income. This is a book about how to increase pension security in the international context. The contributors to this volume take a serious look at both public and private pensions, evaluating what they do well and what they do poorly in both developed and developing nations. This volume also seeks to help policymakers and practitioners look ahead, offering numerous suggestions for better pension designs in the future.

As shown in this book, sensible tax, insurance and funding policy, and investment management and actuarial oversight are central to building and maintaining a successful pension system. The ways in which these factors interact are traced across a variety of institutional environments, each of which generates its own pension system. Contributors to the volume illustrate the range of options as they vary across cultures, from Japan to Germany, and the United Kingdom to Canada. In addition, pensions in emerging economies offer both opportunities and cautionary lessons about how to secure retirement income in the new global economic order.

The most important contribution of this book is that it offers new perspectives and evaluation tools, which readers may then employ to examine their own as well as other pension systems. Views from government actuaries, lawyers, corporate benefits managers, economists, and policymakers make it an invaluable collection of international and interdisciplinary insights, supplying an unusually rich combination of facts and observations about pensions around the world. The book should be required reading for all managers and policymakers designing pension systems for a global workforce.

This volume owes its existence to the Pension Research Council Executive Board, who enthusiastically supported the concept of an international pension security theme for its May 1994 conference, at which
earlier versions of these papers and discussions were presented. Sponsorship for the conference was generously provided by the United States Department of Labor and the World Bank, as well as the Institutional Members of the Pension Research Council. On behalf of the Pension Research Council at The Wharton School, I thank the many contributors and the various institutions supporting the high-quality research leading to this volume.

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