

Adequacy Task Force – Terms of Reference

- Highlight all relevant issues and current challenges affecting the adequacy of public pensions.
- Point out and keep providing updated information about effects of the financial crisis, the subsequent recession and resulting pension reforms on pension adequacy.
In specific: Circulate discussion papers, published reports, recent studies, surveys
- Analyse the limitations of widely used measures of adequacy of public pensions and consider and draw conclusions on more reliable measures of pension adequacy.
- Propose better ways to determine retirement income adequacy.
In specific: highlight the indicators to which more attention should be given, define a framework for expected results, present the importance of statistics included and propose how actuaries could use them.
- Consider how to define and measure alternative concepts of fairness, including actuarial fairness, intergenerational equity, gender fairness. Develop better communication tools to improve public understanding of these issues.
- Consider whether and to what extent problems of inadequacy of public pensions may be mitigated by the promotion of systems of private supplementary pensions.
- Provide commentary on the Pension Adequacy Reports developed by DGEmployment for the Social Protection Committee.
- Promote the value that actuaries can add in evaluating issues of pension adequacy.
- Communicate the relevant output to the SSSC and Pensions Committee so as to provide valuable background for further discussions with stakeholders such as DGEmployment and MEPs.
In specific: Produce discussion papers for the SSSC and material for inclusion in subsequent publications of the SSSC.

The Adequacy Task Force reports to the Social Security Subcommittee of the AAE and does not have a fixed term of operation.

Membership is open to representatives of member associations of the AAE and is not restricted to one representative per member association. Interested individuals may also participate in the work of the task force, even if not formally representing a member association.

Copenhagen

20 September 2017