

MINUTES OF THE SOCIAL SECURITY SUB-COMMITTEE

ON THURSDAY APRIL 20TH, 2023 FROM 08.00-11.00 CEST

The Participants list of the SSSC meeting can be found at the end of the document as Annex 0.1.

1. Opening of the meeting and adoption of the agenda

Maria opened the meeting welcoming the participants. The agenda was adopted.

2. Notes about the Committee's progress

Maria gave to the participants the latest feedback regarding the Social Security Forum. In specific she mentioned that the Program Scheme was submitted to the Board for approval. She referred to the proposal of inviting two key note speakers: One from DG ECFIN and one from DG EMPL. This is because SSSC comments on both the Ageing Report (responsibility of DG ECFIN) and the Pension Adequacy Report (responsibility of DG EMPL)

Maria informed the participants about the participation of the SSSC in the Pension Experts Group – PEG - meeting on April 28; *the WG Methodology & Projections colleagues Costas, Meeri & Mark will give a presentation.*

She also informed the committee on the participation of Daniela and Raffaello in the ICA 2023 in Sydney by giving a presentation on the consequences of the Covid 19 pandemic on the Italian workers compensation systems.

3. Working Group: Methodology and Projections / chairperson Mr Lee

Presentation of the WG future steps

Presentation to the Pension Experts' group.

Mark informed the participants about the WG presentation in the PEG group. In specific he said that that the WG Methodology and Projections accepted an invitation from Eurostat to present at their upcoming Pensions Expert Group meeting on April 28 on the topic of the triennial Table 29 exercise. Representatives from the Sub-Committee's

Working Group on Methodology and Projections (Costas Meeri Kesälä and Mark) will make a presentation to the Pension Expert Group titled, "The actuarial perspective of the Table 29 pension exercise: views and experiences". Mark referred to the content of the presentation pointing out the open group approach in calculating the liability (actuarial perspective) and the closed group approach (followed in the T29 exercise).

Regarding the WG future steps, Mark referred to the WG Methodology and Projections call in March where two topics were proposed: a) The topic of Data (Tibor's suggestion): Work on issues such as availability (for example of administrative data), comparability, the notion of optimal data could be carried out. This topic could lead to insights on the consistency, transparency and comparability of Actuarial projections across member states. b) The topic of Automatic Adjustment Mechanisms, such as retirement age linked to life expectancy (Costas' suggestion). A review on the Government Actuarial Department in the UK report could be carried out on the variety of approaches applied.

A discussion on the presentation in the PEG group followed. Among others:

Hartwig said that for this exercise no actuaries are involved in Austria, highlighting the importance of the actuarial perspective on this exercise. He proposed to relate the accumulated benefits with GDP; *the public depth may raise questions when related with the GDP.*

David made the remark that public depth is paid out of taxes.

Gabor said that we need to deal with the fact that less people in Europe will be in the future.

Tatiana agreed with Gabor and referred to the assumptions in calculating the Present value of the benefits.

Tibor said that Member States may report to the EU the results from actuarial tests that could take place in all institutions.

Maitane said that when statistic offices are involved and the objective is not as clear then, comparability issues are raised.

Regarding the WG future steps:

Maitane said that notional optimum data are available. She also found interesting the automatic balance mechanism topic.

Richard said that the topic of data would be interesting to work on.

4. Working Group on Adequacy of Pensions / chairperson Mr Parniczky

Overview of the WG work.

Tibor referred to his paper regarding the Mapping Adequacy/Soc-Sec Systems risks; title: "Risk Mapping Social Security Pension Systems". He informed the participants about the updated version asking for further comments as it is still "a work in process".

5. Working Group Mortality / chairperson Mr Bogataj

Mortality Working Group Report: Presentation on the latest Mortality developments including the recent OECD publications.

David gave a presentation on the recent mortality developments commenting as well on the recent OECD publications. David referred to the smart villages highlighting their importance.

This presentation offered the opportunity to the participants to ask question and express thoughts about the later developments in mortality and the decrease in life expectancy. A fruitful open discussion took place.

6. Social Security Forum

Discussion about the content

Maria asked the participants for further feedback on the content.

Hartwig said that a difficult issue faced in Austria is that the younger people wish to work part time in order to allow themselves more free time. This will raise difficulties in the future as they will be entitled with low pension benefits. He proposed this question to be among those that will be discussed in the Forum.

Maria referred also to the latest SSSC paper that will be the basis for the Forum discussions.

7. Additional items you may wish to discuss

No additional items mentioned.

8. Future meetings

8.1 Conference call mid-July

8.2 October 4, 2023 in conjunction with the 46th AAE Annual Meeting in Cologne, Germany

Maria proposed to have a conference call in July to discuss about the Forum.

9. Close of the meeting

Maria thanked the participants for their attendance and their contribution to the discussion.

Annex 01

Participants SSSC

AAE Meetings, in Bratislava April 20 2023

	First name	Family name	Country	Nominating association	Role
1	Florian	Moyzisch	Austria	Aktuarvereinigung Österreichs	Delegate
2	Hartwig	Sorger	Austria	Aktuarvereinigung Österreichs	Observer
3	Philippe	Demol	Belgium	IA\ BE	Alternate
4	Tatiana	Bitunska	Bulgaria	Bulgarian Actuarial Society	Chair Pensions Committee
5	Meeri	Kesälä	Finland	Suomen Aktuaariyhdistys	Delegate
6	Richard	Deville	France	Institut des Actuaire	Observer
7	Maria	Economou	Greece	Hellenic Actuarial Society	Chair SSSC
8	Gabor	Borza	Hungary	Magyar Aktuárius Társaság	Vice Chair Pensions Committee
9	Tibor	Parniczky	Hungary	Magyar Aktuárius Társaság	Chair WG Adequacy
10	Mark	Lee	Ireland	Society of Actuaries in Ireland	Chair WG Methodology and Projections
11	Bogusława	Wolniewicz-Niemiec	Poland	Polskie Stowarzyszenie Aktuariuszy	Delegate
12	Maitane	Mancebo	Spain	Instituto de Actuarios Españoles	Observer
13	David	Bogataj	Slovenia	Slovensko Aktuarsko društvo	Chair WG Mortality

Apologies:

	First name	Family name	Country	Nominating association	Role
1	Costas	Stavrakis	Cyprus	Cyprus Association of Actuaries	Former Chair WG Methodology & Projections
2	John	Woodall	France	Institute and Faculty of Actuaries	Delegate

3	Bernd	Muemken	Germany	Deutsche Aktuarvereinigung	Observer
4	Thilo	Volz	Germany	Deutsche Aktuarvereinigung	Observer
5	Katja	Jucht	Germany	Deutsche Aktuarvereinigung	Delegate
6	Gregorio	Gil de Rozas	Spain	Instituto de Actuarios Españoles	Delegate
7	Chris	Daykin	United Kingdom	Institute and Faculty of Actuaries	Delegate
9	Raffaello	Marcelloni	Italy	Istituto Italiano degli Attuari & Consiglio Nazionale degli Attuari (ISOA)	Observer
10	Daniela	Martini	Italy	Istituto Italiano degli Attuari & Consiglio Nazionale degli Attuari (ISOA)	Observer
11	Cinzia	Ferrara	Italy	Istituto Italiano degli Attuari & Consiglio Nazionale degli Attuari (ISOA)	Delegate
12	Jeroen	Van den Bosch	The Netherlands	Koninklijk actuariel genootschap	Delegate