

CANADA PENSION PLAN
STATUTORY ACTUARIAL REPORT NO. 4

(ADDENDUM TO REPORT NO. 3, AS AT DECEMBER 31, 1973)

Canada Pension Plan

Statutory Actuarial Report No. 4

(Addendum to Report No. 3, as at December 31, 1973)

This report has been prepared in compliance with subsection 116(2) of the Canada Pension Plan which provides that, whenever any Bill is introduced in or presented to the House of Commons to amend the Act, a report shall be prepared indicating the extent to which such Bill would if enacted by Parliament affect any of the estimates contained in the most recent report made pursuant to subsection 116(1) before the introduction or presentation of such Bill.

The most recent report made pursuant to section 116 is the Statutory Actuarial Report No. 3 as at December 31, 1973, which was tabled in the House of Commons on April 17, 1974. That report contained estimates for the existing Canada Pension Plan as required under subsection 116(1), as well as estimates for the amendments proposed in Bill C-19 (Second Session, Twenty-Ninth Parliament) which was reported to the House of Commons by the Standing Committee on Health, Welfare and Social Affairs on May 1, 1974, but was prevented from further progress by the dissolution of Parliament.

The provisions of said Bill C-19 have now been reintroduced in the first session of the thirtieth Parliament in essentially identical form as Bill C-22. In the Statutory Actuarial

Report No. 3, it was assumed that the provisions of the former Bill C-19 would come into effect on July 1, 1974. It now appears reasonable to assume that if the present Bill C-22 would be enacted by Parliament, it would come into effect on January 1, 1975. If allowance were made in the estimates in Report No. 3 for this delay of six months, it would have a very minor effect on the estimates of benefits payable for 1974 and 1975, and the effect on the long term projections may be considered negligible.

In view of the foregoing, the extent to which Bill C-22 would if enacted by Parliament affect the most recent estimates for the existing Canada Pension Plan may be deemed to be set out in the Statutory Actuarial Report No. 3, and the estimates shown in that report for the Proposed Plan may be deemed to be estimates for the plan as it would be if Bill C-22 would be enacted by Parliament.

Respectfully submitted,

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October 11, 1974.