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Reinforcing the Link between Contributions and Pensions with Flexible Retirement

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Reinforcing the link between contributions and pensions: The effect of the population aging

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Abstract

We analyze a majority voting process on the earnings-related part of pension benefits in a Social Security system with flexible retirement. We show that the aging of the population may make easier to implement one of the proposed reforms to achieve a delay in the average retirement age of workers, to reinforce the link between contributions and pensions.

Keywords: Social Security, aging, flexible retirement, earnings-related pensions.

JEL category: H55, J26