

Disappearing Pensions, Crashing Stocks, and Boomers' Retirement

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Prepared for the Urban Institute's First Tuesday
February 3, 2009

Figure 1. Higher-income adults are much more likely to lose income than to gain income with DB pension freezes.

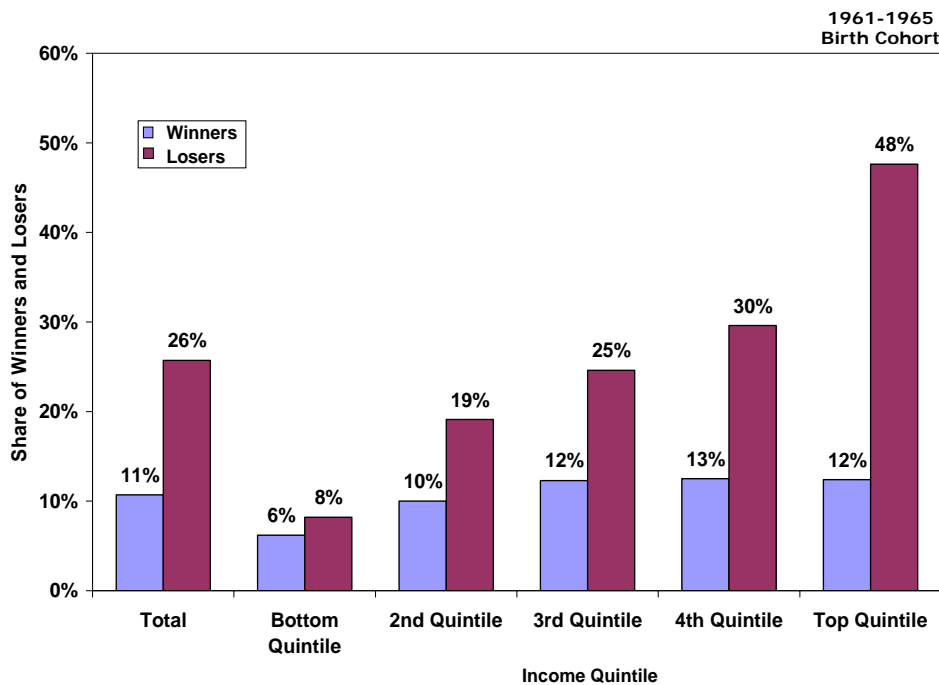


Figure 2. Average losses exceed gains for most income groups under DB pension freeze scenarios.

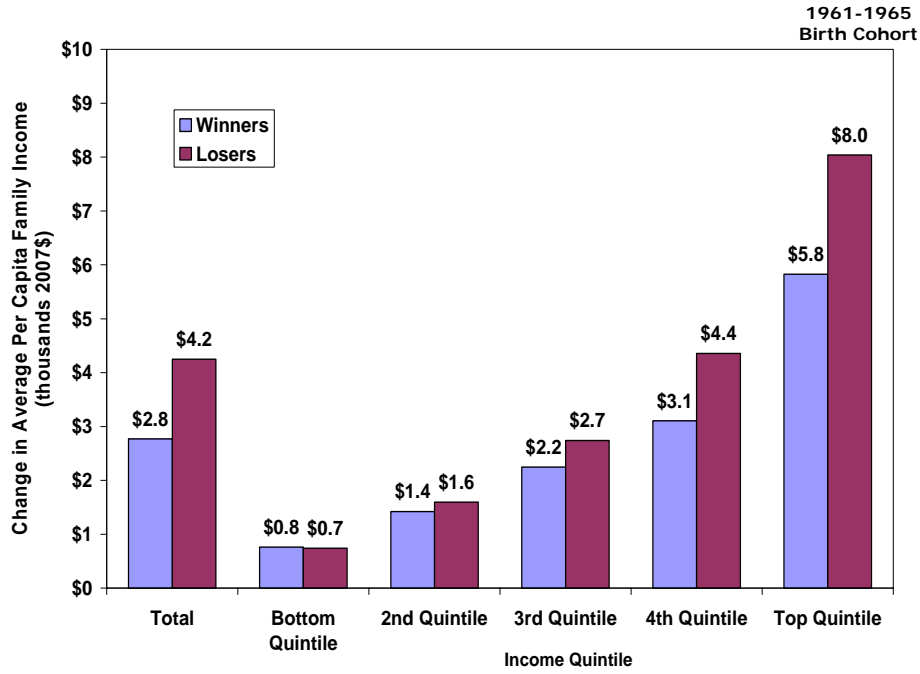
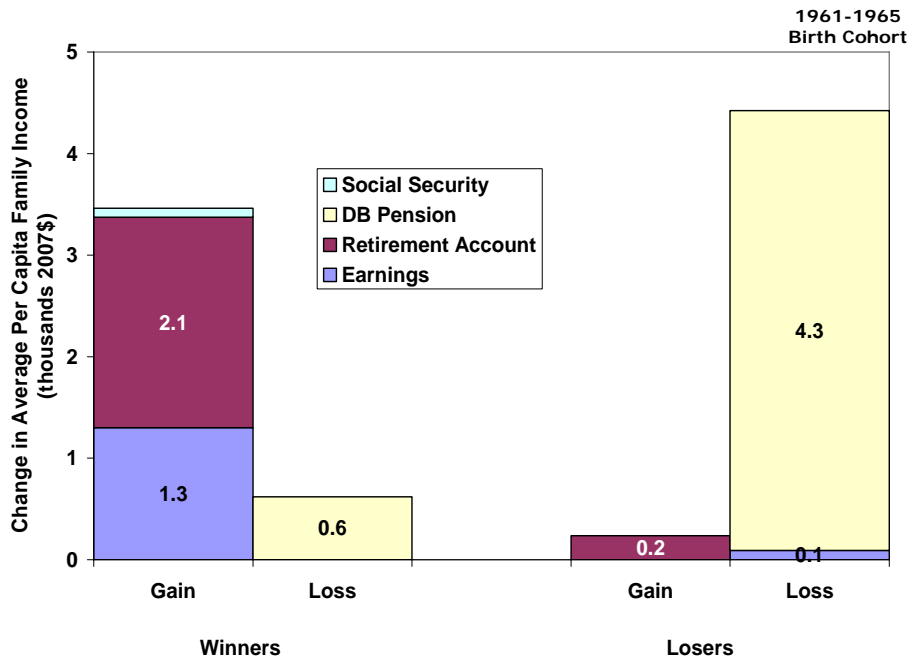


Figure 3. Winners offset losses in DB pensions with increases in DC pensions, Social Security, and earnings. Losers lose from declines in DB pensions that are not replaced with higher DC pensions or other income.



**Figure 4. Standard & Poor's 500 Index
10-year Rolling Average Real Growth Rate**

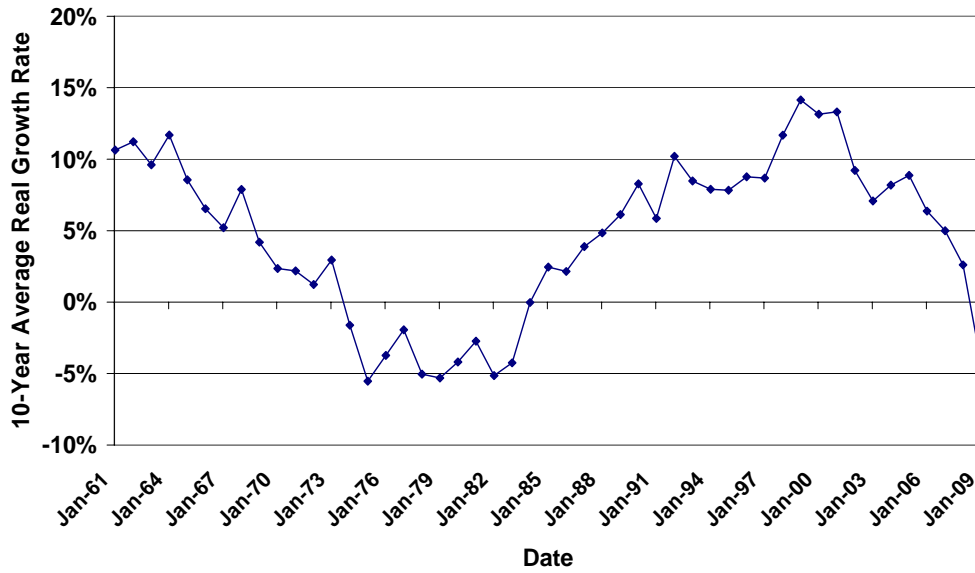


Figure 5. Real S&P 500 Index Under Alternate Stock Market Recovery Scenarios

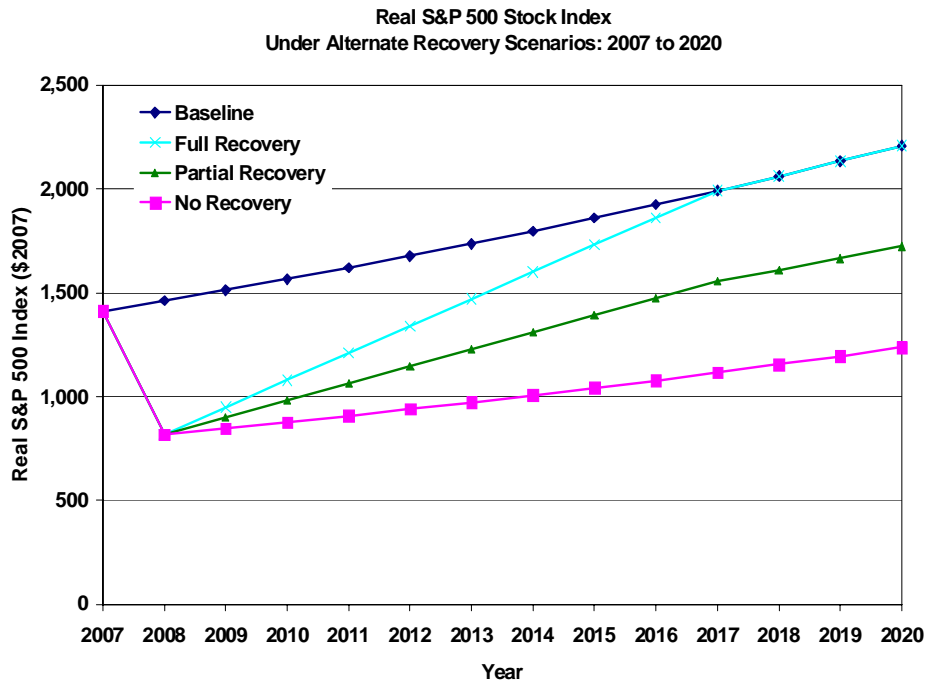


Figure 6. Compared with the baseline, average income at age 67 falls for all cohorts under the “No Recovery” and “Partial Recovery” stock market scenarios, but rises above baseline values under the “Full Recovery” scenario for middle and late boomers.

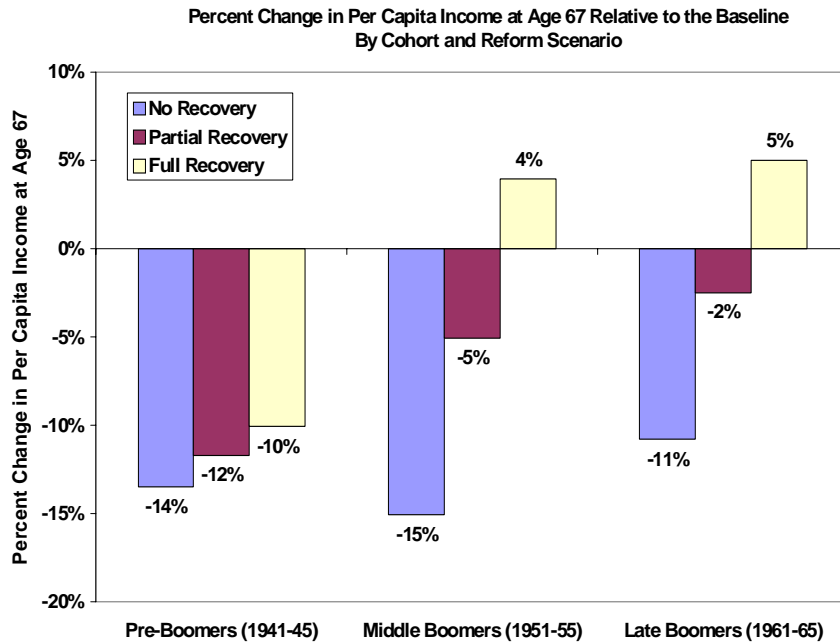


Figure 7. High income retirees see the biggest change in retirement income (positive or negative) under market recovery scenarios.

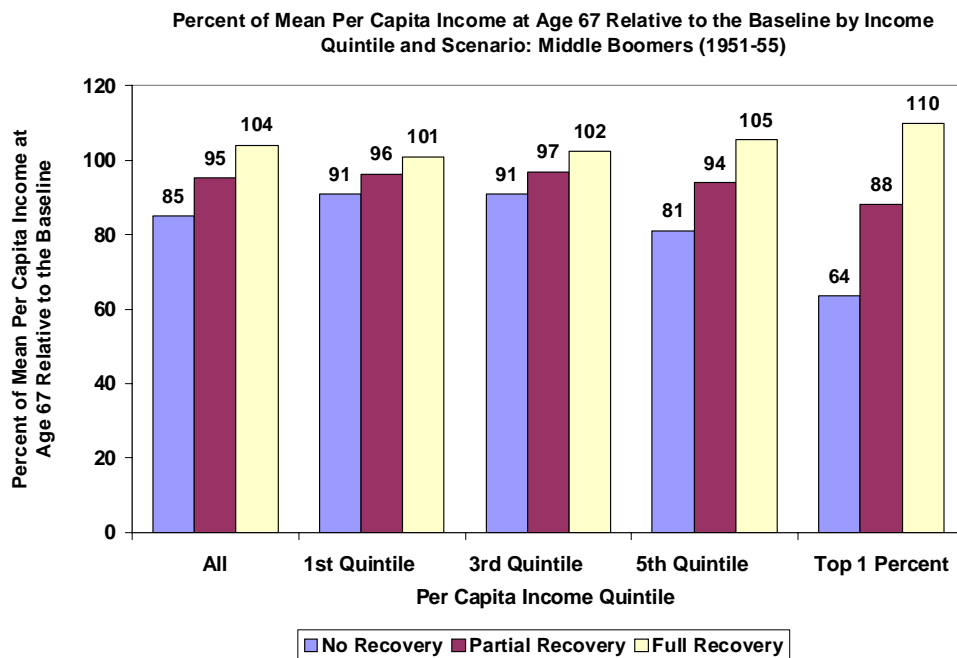


Figure 8. Big winners and losers under the market recovery scenarios are mostly in the top income quintile.

Percent of Boomers in the Top Income Quintile Who Win or Lose at Least 10 Percent of Their Baseline Income at Age 67 by Cohort and Reform Scenario

