

Pension system in Finland

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Eläketurvakeskus
PENSIONSSKYDDSCENTRALEN

1

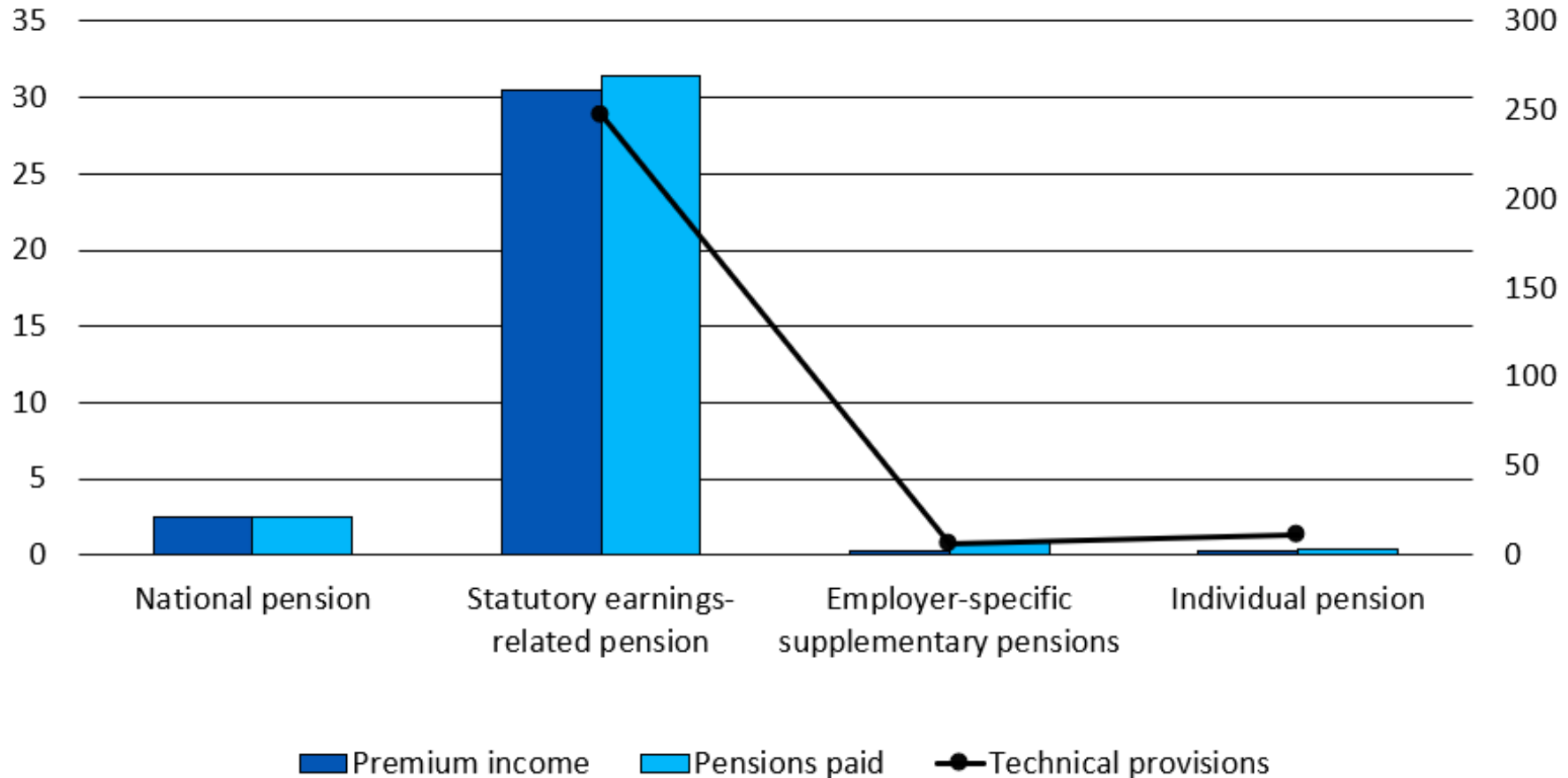
Pension System and Governance



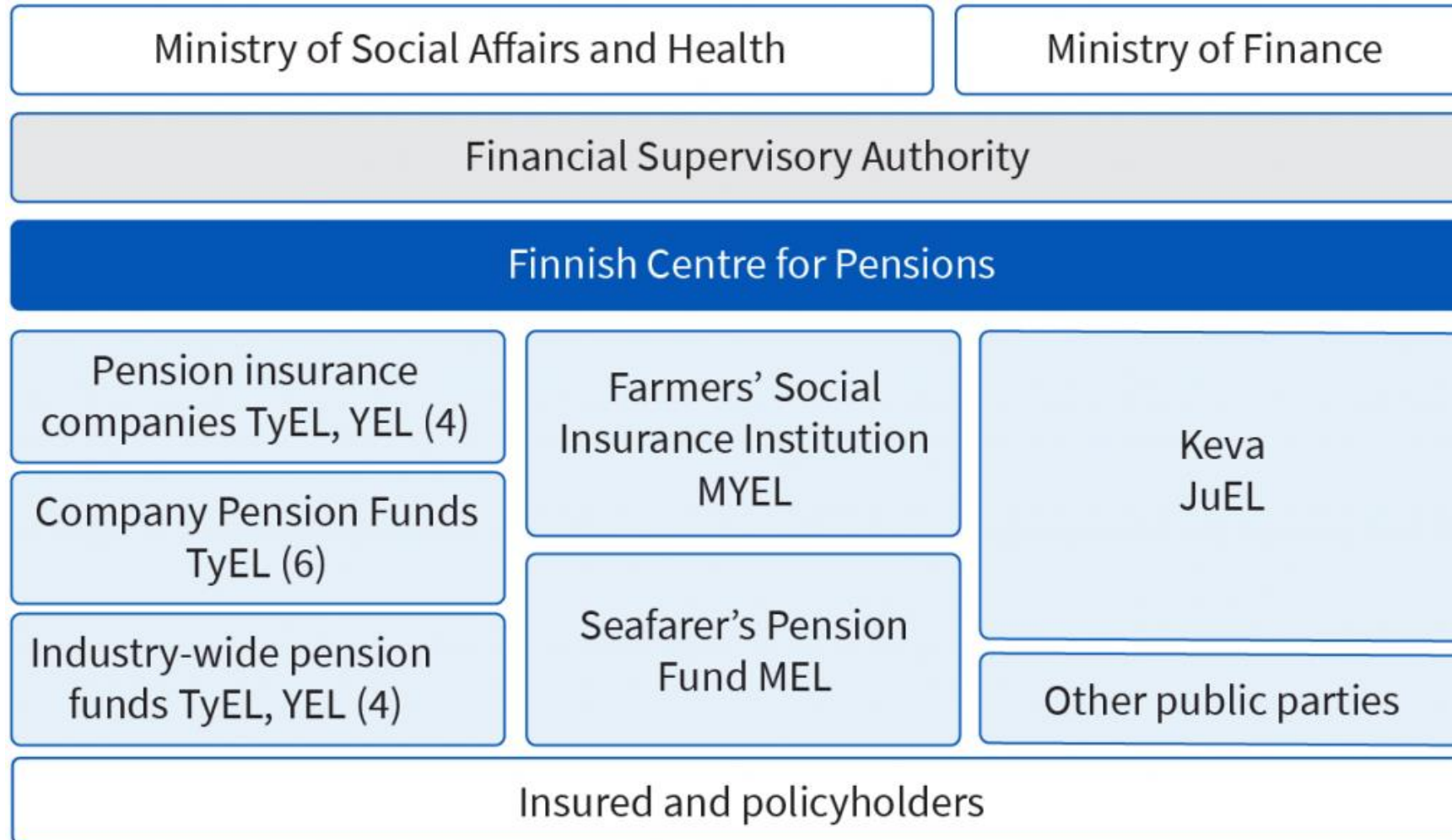
Pension insurance in Finland in 2022

Premium income and
pension expenditure,
bn €

Technical provisions,
bn €



Governance in Earnings-related Pension System



2

Pension Rules



Pension provision

Earnings-related pension

Maintains the attained income level to a reasonable degree



National pension and guarantee pension

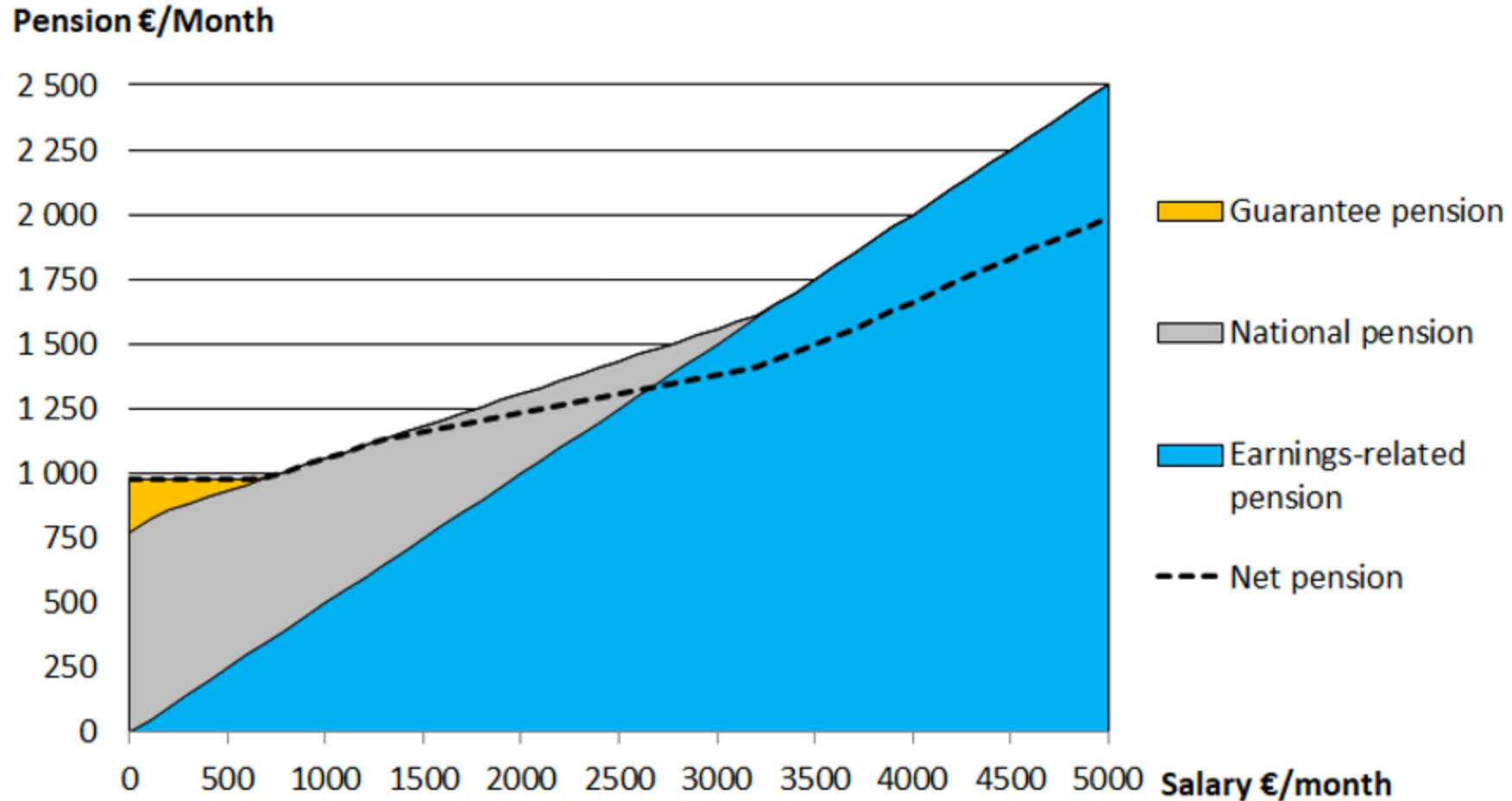
Guarantee a minimum income



TOTAL PENSION



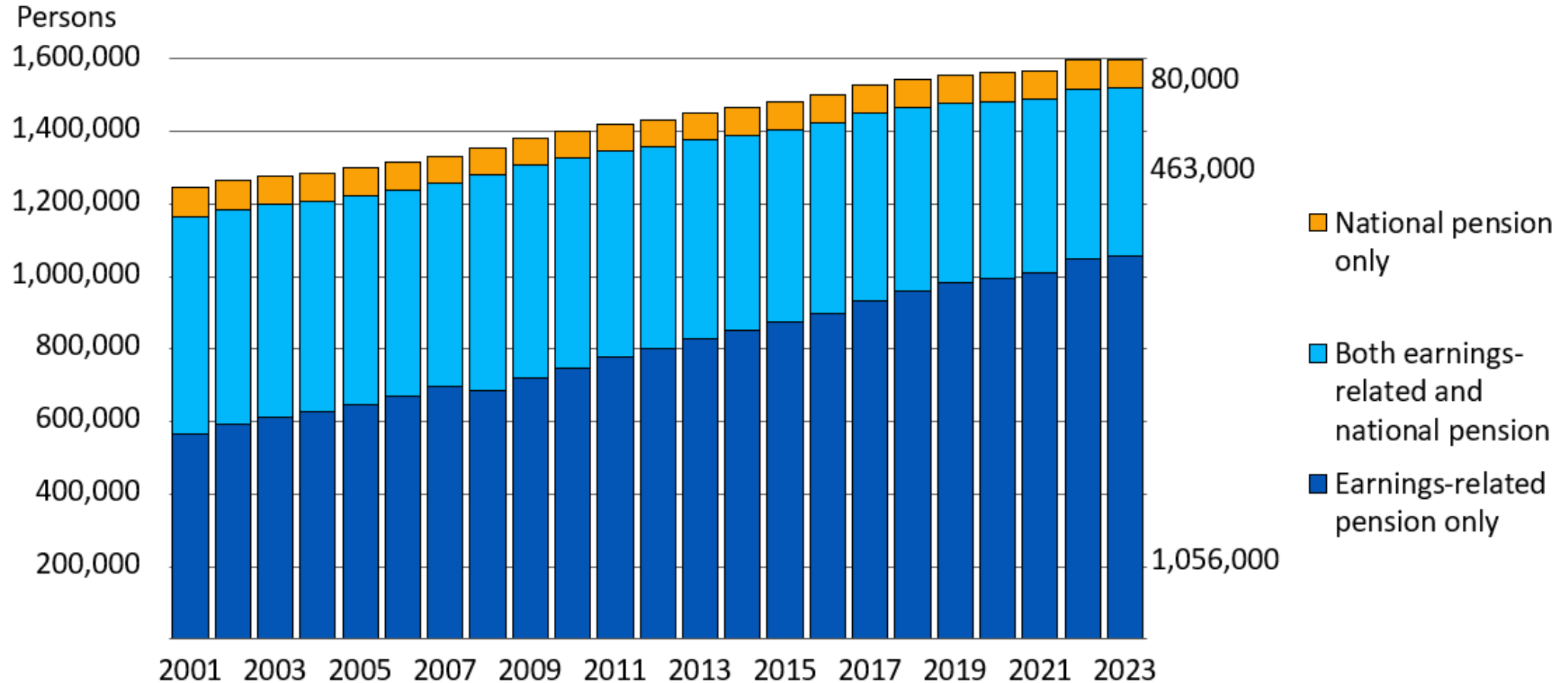
Total pension in 2024



Source: Finnish Centre for Pensions



Pension recipients by pension structure in 2001–2023



3

Pension Level



Average total pension on 31 Dec. 2023

	Men	Women	All
Average total pension EUR/month	2,216	1,779	1,977
Number of pension recipients	685,000	826,000	1,511,000

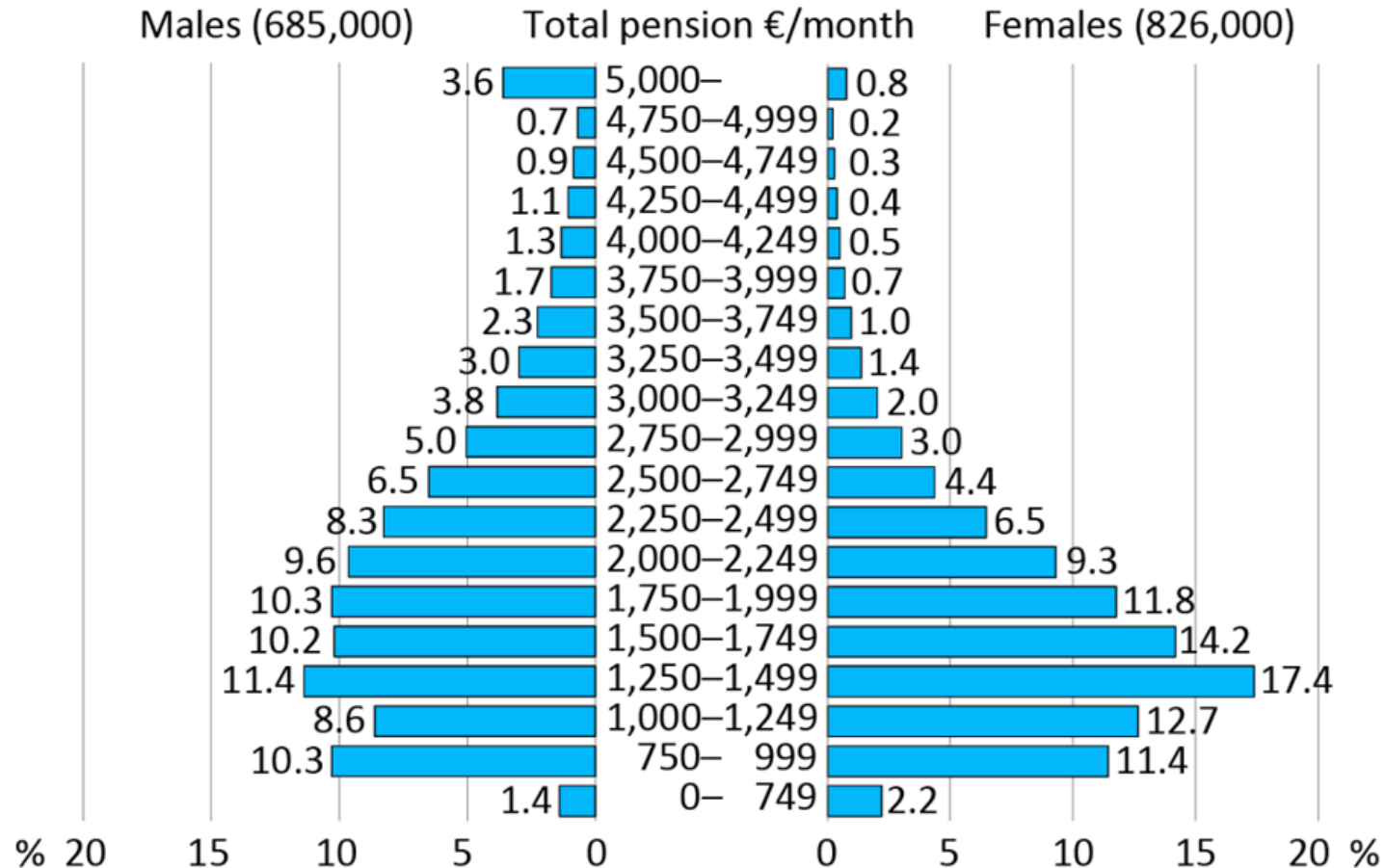
Pension recipients: Individuals residing in Finland who receive an old-age, disability or a special pension for farmers from the earnings-related or national pension scheme. Individuals who get a partial old-age pension are not included in the figures.

The total pension includes the pension in one's own right and survivors' pension components.

The total pension is a gross pension.



Distribution of total pension of persons residing in Finland 31 Dec. 2023



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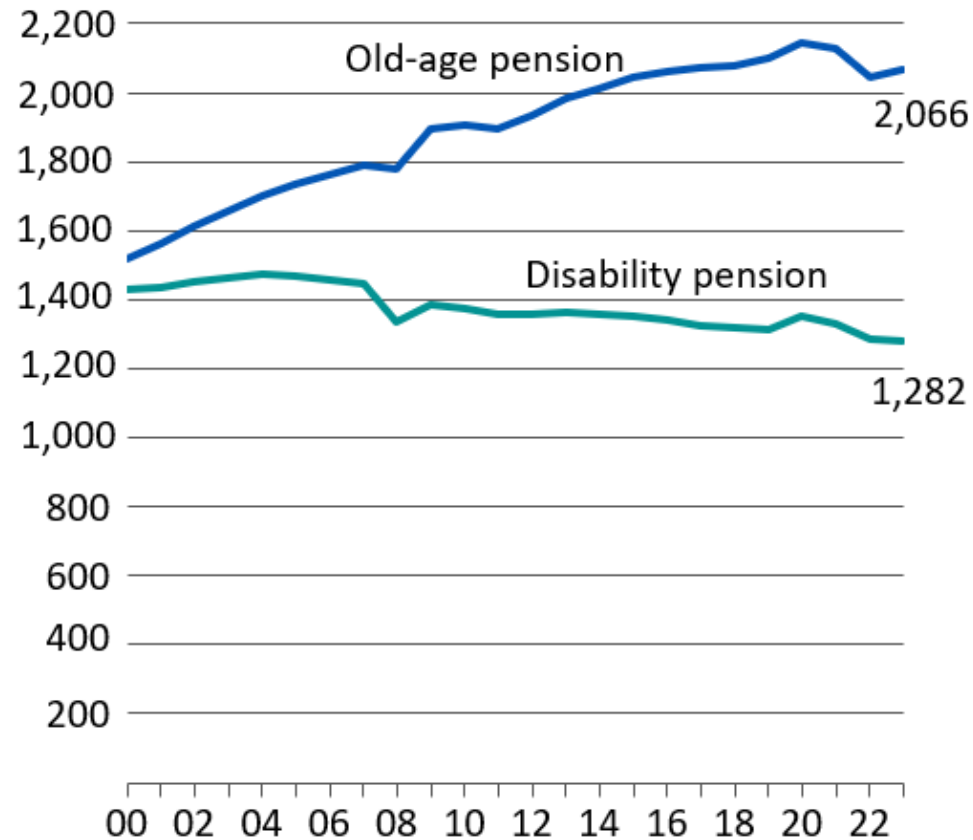
The total pension includes earnings-related pension, national pension, guarantee pension and special protection pensions components.

The total pension is a gross pension.

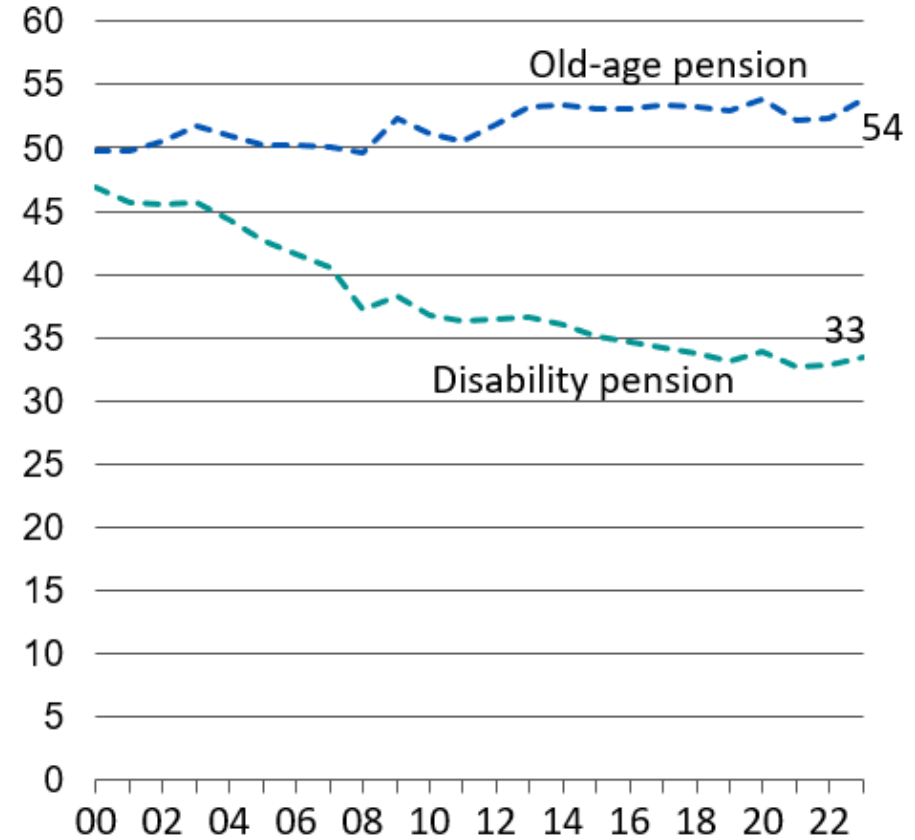


Average total pension and its ratio to average earnings in 2000–2023

EUR/month in 2023 level



% of average earnings

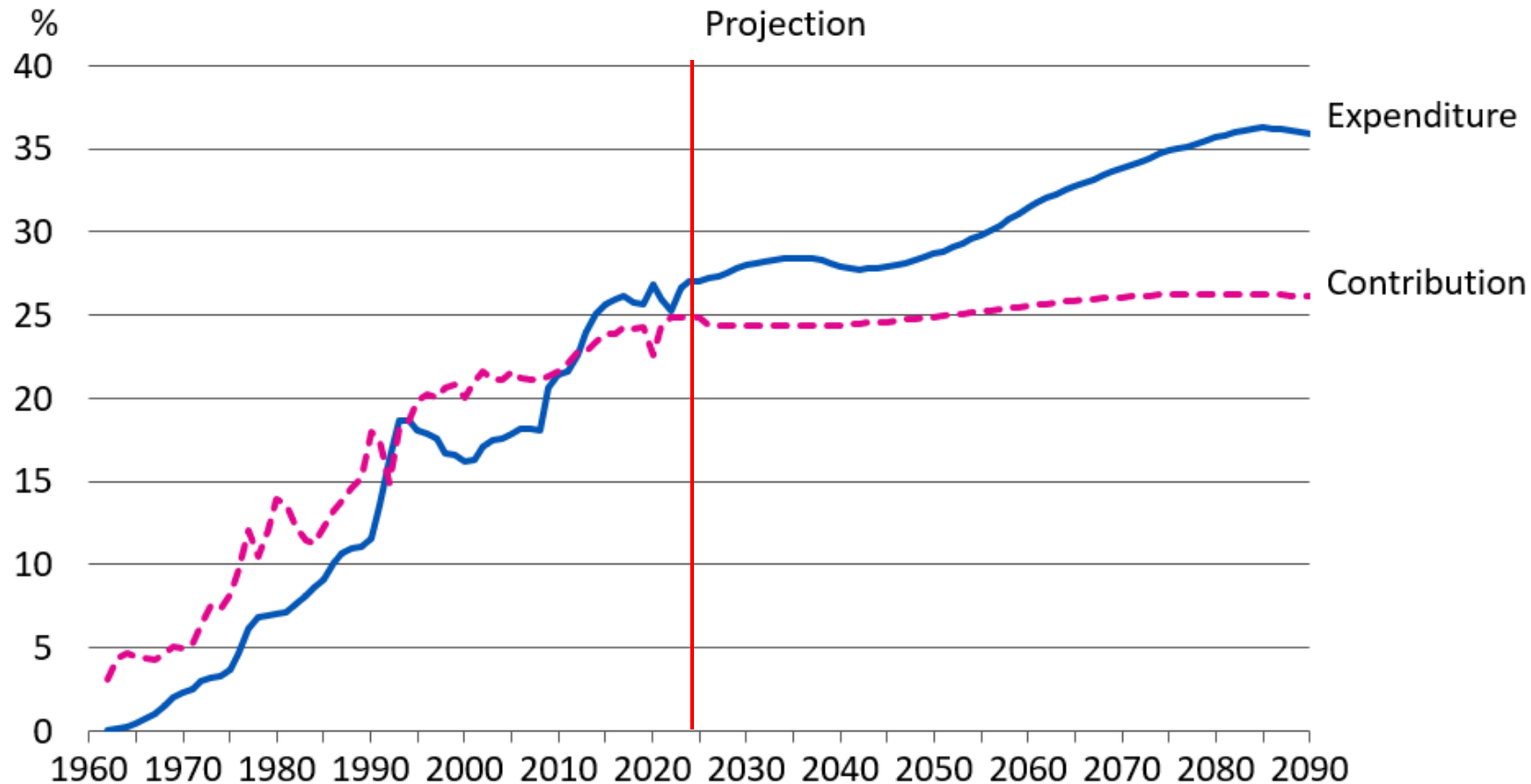


4

Pension Expenditure and Financing



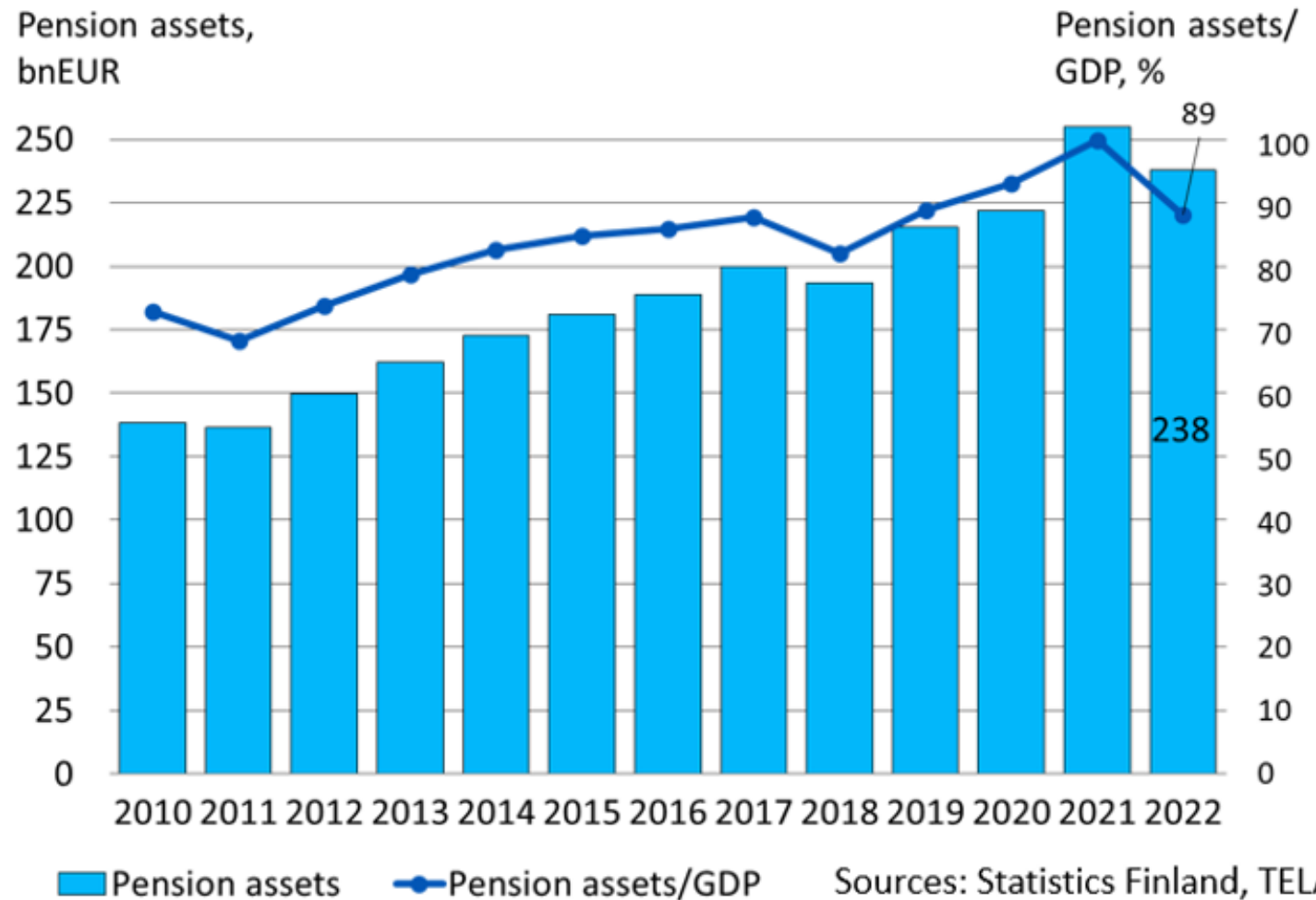
Pension expenditure and contribution rates in proportion to the wage sum under the Employees Pensions Act (TyEL) in 1962–2090



Source: Statutory pensions in Finland – Long-term projections 2022 (Reports 03/2023) Finnish Centre for Pensions



Pension assets and ratio of pension assets to GDP in 2010-2022



Key messages

- A simple system, with 1st pillar dominance.
- Same pension rules for both private and public sector wage earners, and self-employed and farmers, but financing rules differ (contribution levels and funding varies).
- Decent average pensions in EU comparison; at-risk-of-poverty of pensioners at the same level than for the total population.
- Partly funded system, helps to keep contributions at a lower level than expenditure.

