



Department of Insurance  
Canada

Département des assurances  
Canada

Ottawa, Canada  
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CANADA PENSION PLAN

STATUTORY ACTUARIAL REPORT NO. 9

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I. INTRODUCTION

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 subsection 116(1) was Statutory Actuarial Report No. 8, as at December 31, 1982, which was tabled in the House of Commons on June 5, 1984.

A report pursuant to subsection 116(2) is required in connection with Bill C-61 (an Act to amend the Judges Act, ..., the Canada Pension Plan ...) which was passed by the House of Commons on June 27, 1985, and Bill C-84 (an Act to amend the Income Tax Act ... and to amend the Canada Pension Plan ...) which had second reading in the House of Commons on December 9, 1985.

II. PROVISION IN BILL C-61 THAT AFFECT THE CANADA PENSION PLAN

Clause 12 increases the maximum membership of the Pension Appeals Board from ten to twelve judges.

III. PROVISIONS IN BILL C-84 THAT AFFECT THE CANADA PENSION PLAN

Subclause 132(1) provides that compound rather than simple interest will be payable in connection with refunds and late payments.

Subclause 132(2) extends the provision governing amounts deemed to be held in trust by employers to include a reference to receivership. This subclause also imposes a requirement for obtaining a certificate from the Minister of National Revenue, to the effect that all amounts payable have been paid, before the property of an employer may be distributed.

Subclause 132(3) provides rules creating priority in favour of Her Majesty in respect of Canada Pension Plan contributions deducted from the remuneration of employees during the 90-day period preceding assessment for failure to remit.

Clause 133 provides rules relating to the power to audit and examine books and records including powers of search and seizure.

IV. FINDINGS

In my opinion, neither Bill C-61 nor Bill C-84 could significantly affect any of the estimates contained in Statutory Actuarial Report #8, which is the most recent report made pursuant to subsection 116(1).

Respectfully submitted,



Walter Riese

Chief Actuary

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December 24, 1985