

a calculation. You are talking about the relief for the Public Service Superannuation account from persons being employed after the age of 65 and, therefore, not getting the Canada Pension Plan benefit during such employment.

Mr. ORANGE: Yes.

Mr. CLARKE: I do not think we have any statistics at all that we could use to make such an estimate. We have calculated what the relief to the Public Service Superannuation account is in respect of present contributors from the benefit reductions after age 65, and we have also estimated what benefit would accrue to these same contributors from the Canada Pension Plan. The relief to the Superannuation Account, as I remember it, is of the order of \$350 million and this is offset by the contributions that the Public Service Superannuation account will not receive. The benefits that will accrue to the contributors of the Public Service Superannuation plan from the Canada Pension Plan is of the nature of \$750 million. The difference between those two figures is the benefit from the combination of the Canada Pension Plan benefit and the Superannuation plan benefit. These figures are in respect of the whole active contributory group at the present time.

M. KNOWLES: Mr. Chairman, I think it is to Dr. Davidson that I should put my question.

The Co-CHAIRMAN (*Mr. Richard*): Yes. Thank you, Mr. Clarke.

Mr. KNOWLES: Mr. Chairman, I would like to say again that I recognize we are discussing in all of this a marginal problem. The percentage of civil servants who will retire before the age 65 and work on until age 70 may not be very large, but I am still concerned about this attitude from the point of view of public relations, because of the kinds of complaints we have been receiving from some of these people. I will come directly to the question I want to put to Dr. Davidson. May I take a moment to make sure that we understand this section correctly. It was said this morning by Mr. Clark quite clearly that subsection (1d) on page 13 makes it clear that subsection (1c) does not apply to people who are not in receipt of Canada Pension Plan benefits between the ages of 65 and 70.

Mr. CLARK: That is correct, with reference to sections 68 and 69 of the Canada Pension Plan?

Mr. KNOWLES: Yes.

Mr. CLARK: That is right.

Mr. KNOWLES: But subsection (1a) and (1b) of section 9(1) do apply to those cases?

Mr. CLARK: That is correct.

Mr. KNOWLES: In other words, we have the picture correctly that these people who retire at age 62 and who are still working after age 65 do take a reduction in their annuities as spelled out in subsection (1a) of section 9(1), and they do not get relief under (1c)?

Mr. CLARK: Subject, of course, to the qualification about which Mr. Chatterton has been concerned, that this applies really from 1970 on.