



POLICIES FOR A SHIFTING WORLD

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31 January 2014

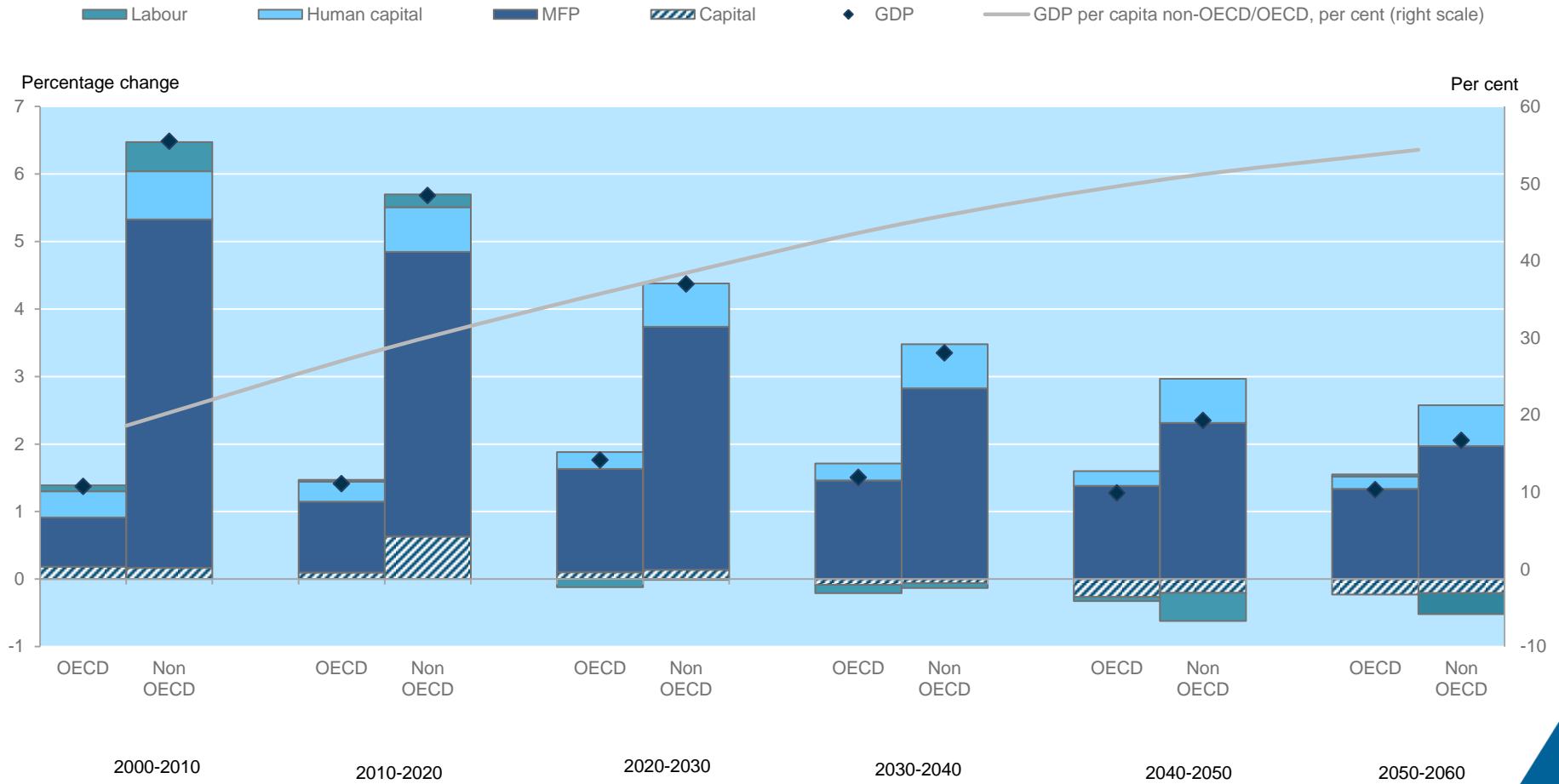


Introduction

- “OECD@100: Policies for a shifting world”:
 - Illustrate key economic challenges over the coming 50 years
 - Identify policies to address these challenges
 - Investigate which spillovers and trade-offs such policy action can generate
- Some challenges identified in recent OECD work:
 1. Shifting patterns of economic growth
 2. Will global income convergence shift migration flows?
 3. Increasing inequality
 4. Rising environmental costs
 5. *Ageing, demographics and their consequences*
 6. *Fiscal challenges*
 7. *Further global trade integration*



Sifting global patterns of GDP growth





Consequences of global growth patterns

- If incomes in emerging economies catch-up, what are the consequences?

Ex. migration

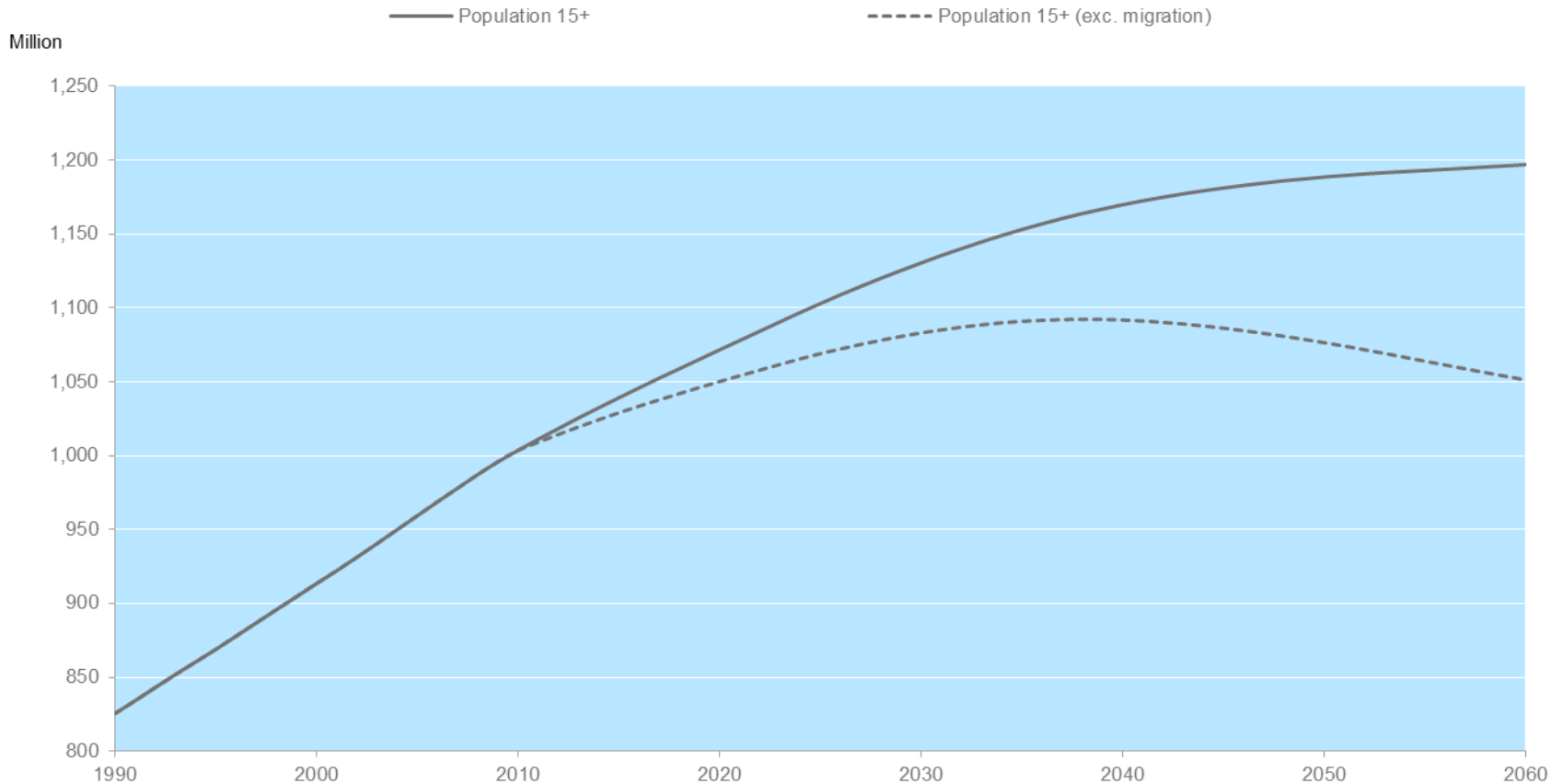
- If global growth becomes even more reliant on multifactor productivity and knowledge-based assets, how should policies adjust?

Ex. inequality

- What are the environmental consequences of a global economy growing according to ‘business as usual’?



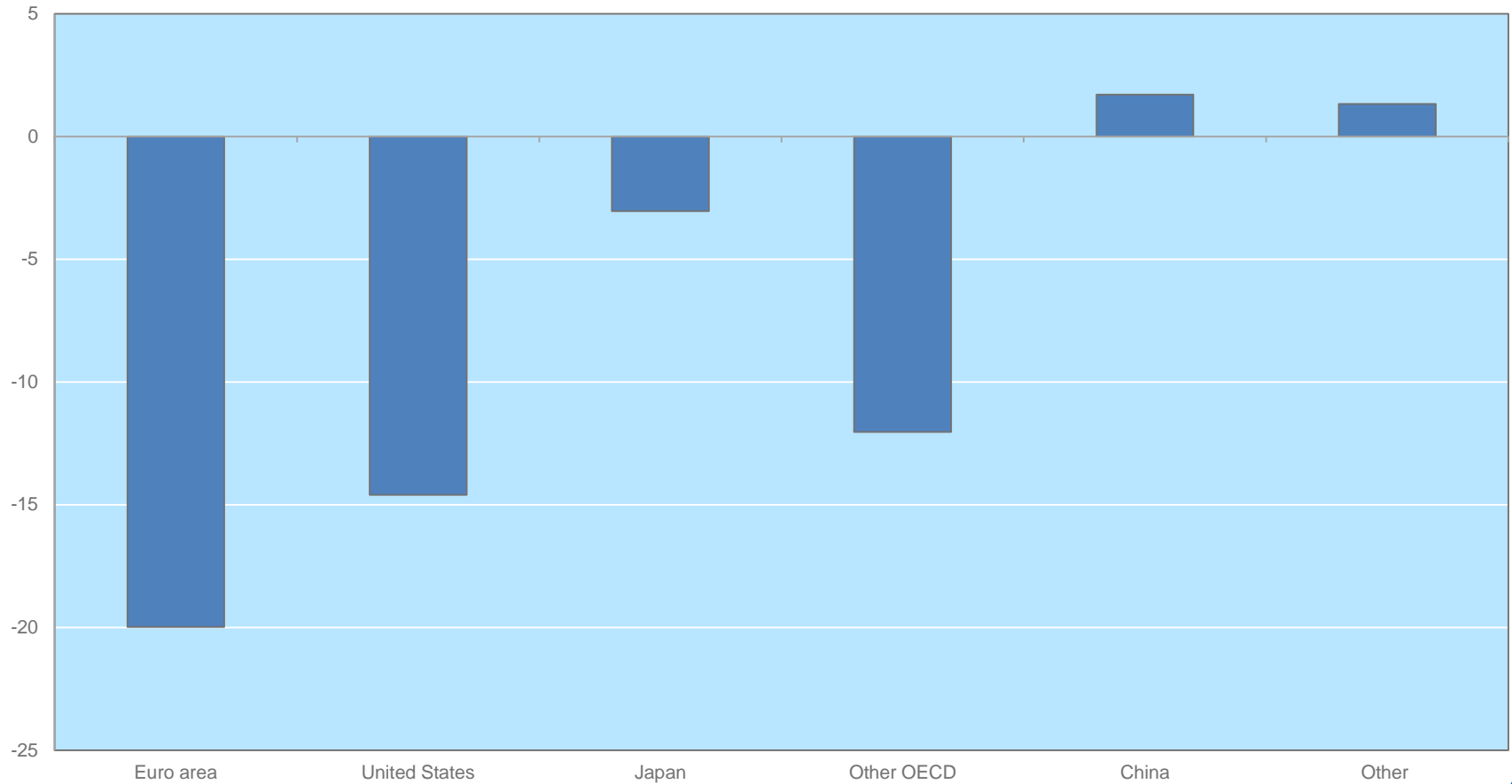
Will income convergence lead to a dry-up of migration towards the OECD?





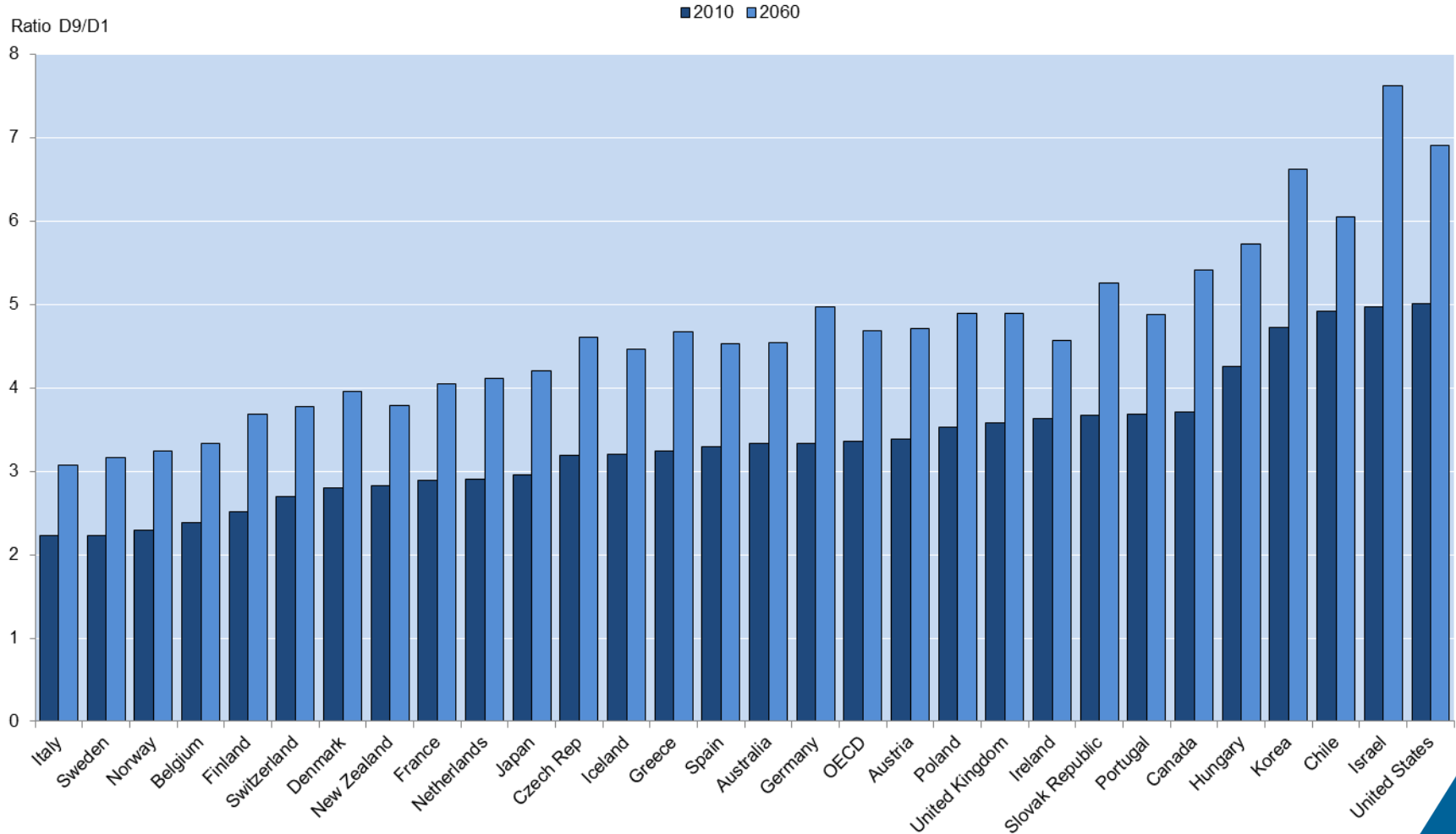
Potential labour force with modelled migrant flows, 2060

Per cent





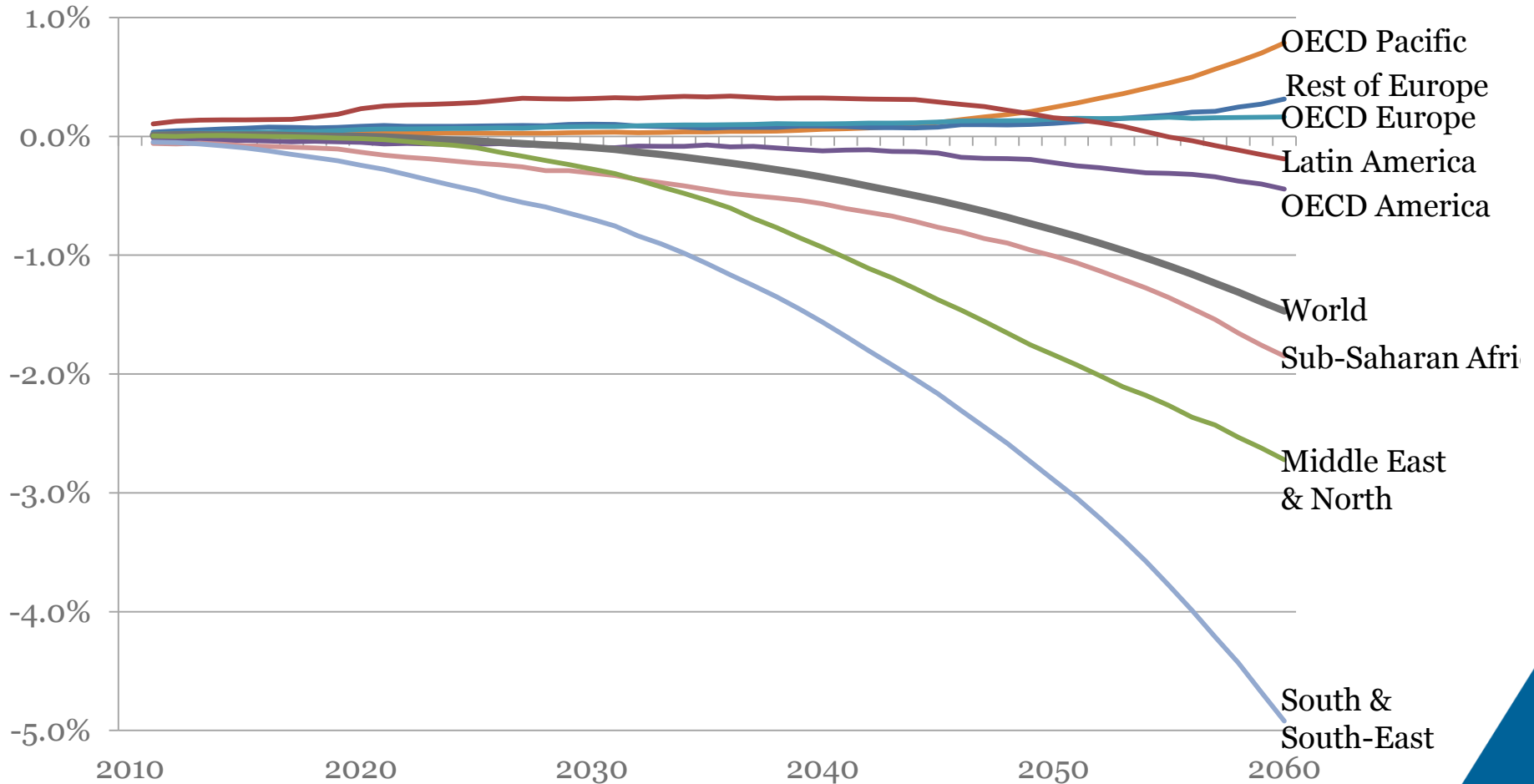
Gross earning inequality is set to rise in the OECD





Damages from climate change will rise, and will likely be unevenly distributed

Regional GDP impacts (% change wrt baseline)





Summing up

Challenges identified in recent OECD work:

1. Changing patterns of economic growth
2. Will global income convergence shift migration flows?
3. Increasing inequality
4. Rising environmental costs
5. *Ageing, demographics and their consequences*
6. *Fiscal challenges*
7. *Further global trade integration*

More?



THANK YOU!