

Table 12.1a Benefits granted and management of the non-contributory pension programs in Latin America (December 2022)

Country	Name of the non-contributory program	Year of introduction	Risks Covered	Agency responsible for granting and managing pensions	Monthly amount of the benefit of the non-contributory program	Means-tested or Universal?	Means-Testing Tool	Source of financing
Bolivia	Renta Dignidad or Universal Old Age Income (previously Bonosol)	1997	Poverty in Old Age	The Pension and Insurance Inspection and Control Authority (API) is responsible for the payment and management of the Renta Dignidad, through the engagement of a management company chosen for such purposes in accordance with the regulations, until the startup of the new state pension manager (Public Manager).	BOB 3,900 (USD 1,010) yearly	Universal	Not applicable	The basic pension fund finances the difference required for access, the amount of compensation for contributions and the fraction obtained from the individual account.
Colombia	Pension Contributions Subsidy Program (PSAP)	2003	Poverty in the informal sector (urban and rural); Surrogate mothers; Councilors; Disabled self-employed workers; the unemployed.	Consorcio Colombia Mayor	Subsidy to the pension contribution of individuals who do not have sufficient income to pay 100% of the contribution. This subsidy can be between 70% and 95%. The beneficiary pays in the remaining percentage.	Means-tested	Socio-economic review carried out by Consorcio Colombia Mayor.	Resources of the Pension Solidarity Fund (FSP).
	Colombia Mayor Program	2003 (previously Social Protection Program for the Elderly (PPSAM))	Poverty or extreme poverty in old age.		COP 80,000 (USD 17)		Beneficiaries Selection System (SISBEN) and personal requirements defined by the regulations (age and standard of living)	
	Minimum Pension Guarantee (PM) of the Individual Savings with Solidarity System (RAIS)	1993	Poverty in old age; Disability; Survival.	AFP + Office of Pension Bonds of the Ministry of Finance and Public Credit	Anyone who has access to the minimum pension guarantee will receive an amount equivalent to a minimum wage (COP 1,000,000, approx. USD 208).	Member of RAIS	Not Applicable	Minimum Old Age Pension Guarantee Fund (FGPM), which is financed with 1.5% of the taxable basic income of members of the RAIS.
Costa Rica	Non-contributory Pension System	1974	People who are in need of immediate economic protection and who do not qualify in any of the existing tax regimes.	Pensions Division of the Costa Rican Social Security Fund (CCSS)	CRC 82,000 (USD 136)	Means-tested	Social Information Sheet (FIS)	20% of the total income of the Fund for Social Development and Family Allowances (FODESAF) + The resources of Law 7972 "Taxes on Liquor and Cigarettes" + The resources of the electronic Lottery of the Board of Social Protection, pursuant to Lottery Law No. 7395 + The transfers from the Ministry of Finance, pursuant to Article 77 of the Workers' Protection Law + Any other source of financing approved for such purposes.
Chile	State Minimum Pension Guarantee	1963	Poverty in Old Age; Disability; Survival	AFPs + Insurance Companies + Superintendency of Pensions + General Treasury of the Republic	If upon retirement or after retired, the affiliate is not able to cover the Guaranteed Minimum Pension with his/her own resources, the State commits itself to pay the remaining part. The GMP is CLP 172,869 (USD 201) for pensioners under 70 years old, CLP 189,019 (USD 220) for pensioner between 70 and 75 years old and CLP 201,677 (USD 235) for those beyond 75 years old (2).	Universal	Not applicable	Pension Reevaluation Fund. Minimum pensions are financed with public funds, is to say, by the State and ultimately by the entire national community.
	Universal Guaranteed Pension	2022	Poverty in Old Age	Pension funds administrators initially, IPS	CLP 193,935 (USD 225.63) for people over 65 years old (3)	Means-tested (90%)	Affluence test	General taxes

Source: FIAP.

See Notes (1) to (3) in the Appendix.

Table 12.1b

Benefits granted and management of the non-contributory pension programs in Latin America (December 2022)

Country	Name of the non-contributory program	Year of introduction	Risks Covered	Agency responsible for granting and managing pensions	Monthly amount of the benefit of the non-contributory program	Means-tested or Universal?	Means-Testing Tool	Source of financing
El Salvador	Minimum old-age, disability and survival pension	1998	Poverty in Old Age; Disability; Survival	State + AFPs	Old age: USD 304; Disability: USD 210; Survival: the percentage corresponding to the reference pension of each beneficiary is applied, on the basis of the minimum old-age pension.	Applicable to members of the pension system who meet the requirements stipulated in the Pension Savings System Law (1).	Not Applicable	Resources of the Central Government from general revenue.
	Universal Basic Pension	2009	Poverty in Old Age	State	USD 50	Universal	Granted to the elderly of 70 years of age living in the 100 municipalities with the highest poverty rate in the country.	
Mexico	Guaranteed Minimum Pension	1997 (2)	Poverty in Old Age	Mexican Social Security Institute	According to age, Contribution Base Salary and number of weeks contributed. For 2022 it goes from 2,622 to 8,241 (from 135 to 423 USD) (2.1).	Means-tested	Members of the Pension Savings System (SAR) who fail to accumulate the balance for accessing the amount of the PMG in their individual accounts and meet the required weeks of contributions. For 2022, a minimum of 775 weeks is required.	State resources from general revenues, partial funding with resources from the individual account.
	Program for the well-being of the elderly	2001 (3)	Poverty in Old Age	State	The amount has varied over time. As of 2019, an annual increase has been proposed. 2019 MXN 1,275 (USD 67.5) (3.1) 2020 MXN 1,310 (USD 65.8) (3.1) January - April 2021 MXN 1,350 (USD 66.89) (3.1) April-December 2021 MXN 1,550 (USD 75.7) (3.1) 2022 MXN 1,925 (USD 98.86) (3.1)	Universal	It is aimed at all adults over 68 years of age throughout the country, and adults over 65 years of age who live in the municipalities that are members of indigenous peoples. From 2021 to all adults 65 years and older.	Federal Budget
	Non-contributory Pensions granted by States and Municipalities of the Federation	Between 2001 and 2012 there have been 13 general non-contributory programs of assistance to the elderly.	Poverty in Old Age	State and Local Governments	It varies by type of program, from MXN 500 to MXN 1,500 (USD 25.6 to USD 73). Others make transfers in kind. (4)	Means-tested	Variable according to the rules of each State or municipality.	State or Municipal budget
Peru	Minimum Old Age Pension of the Private Pension System (SPP) and the National Pension System (SNP)	SPP: Law No. 27.617 (2002) Law No. 28.991 (2007)	Poverty in Old Age	AFPs + Pension Standardization Office (ONP)	SPP: Law No. 27.617 (a) and Law No. 28.991 (b) : PEN 583 (USD 152.9) (5) Amount is associated with the minimum pension granted by the National Pension System (SNP) Law No. 1999.	Means-tested	SPP: Pension calculated in the SPP based on what has been accumulated in the individual account and the Recognition Bonus must be less than the annualized Minimum Pension granted by the SNP. Conditions: (a) affiliates who were born no later than 12/31/1945, are at least 65 years old and do not receive a pension when submitting the application, who have made at least 20 years of contributions between the SNP and SPP, and that the contributions have been made on the basis of a minimum vital remuneration (RMV). (b) affiliates who belonged to the SNP at the time the SPP was created; are at least 65 years old when applying; made at least 20 years of full contributions between the SPP and the SNP; and that the contributions have been made on the basis of a minimum vital remuneration (RMV).	Resources from the Individual Capitalization Account (CIC) + Recognition Bonus (if any). When these resources are exhausted, the State guarantees that the affiliate receives the monthly payments of said pension through a Minimum Pension Complementary Bond (BCPM) administered by the ONP.
	Pension 65	2011	Extreme Poverty in Old Age	Ministry of Development and Social Inclusion (MIDIS)	PEN 125 (USD 32.8) (6)	Means-tested	Household Means-testing System (SISFOH) by the Ministry of Development and Social Inclusion	Resources from the Central Government, shared between the Ministry of Development and Social Inclusion (MIDIS) and the Ministry of Economy and Finance (MEF).

Source: FIAP.

See Notes (7) to (12) in the Appendix.

Table 12.1c

Benefits granted and management of the non-contributory pension programs in Latin America (December 2022)

Country	Name of the non-contributory program	Year of introduction	Risks Covered	Agency responsible for granting and managing pensions	Monthly amount of the benefit of the non-contributory program	Means-tested or Universal?	Means-Testing Tool	Source of financing
The Dominican Republic	Minimum Guaranteed Pension of the Contributory System (PMG), which is funded by the Social Solidarity Fund (FSS) that protects members of the Contributory Scheme (dependent workers)	Not applicable (1)	Poverty in Old Age	The AFP Reservas (public) manages the Social Solidarity Fund (FSS). The payment of the pension at retirement will be done by the AFP to which the member is affiliated.	Not applicable (1)	Universal	Not applicable	In the case of salaried workers enrolled in the contributory system, the system is responsible for the PMG, from the regular monthly contributions that make up the Social Solidarity Fund (FSS), which is financed with 0,4% of the taxable salary of workers (paid in by the employer). The administration of this fund is subject to the same regulations and limits that funds of individual accounts.
	Solidarity Pension of the Subsidized System	Not applicable (2)	Poverty in old age; Poverty among unemployed single mothers; Severe disability	Not applicable (14)	Monthly pension of RD 6,000 (approx. USD 106.35) is granted from 2022 to 3,000 people (2)	Means-tested	NA	
Uruguay	Non-contributory Old Age and Disability Pensions Program (NCP)	1919	Poverty in old age; Disability	Social Security Bank (BPS)	UYU 13.838 (USD 345,33 (3)	Means-tested	Family enrollment exam entrusted to the Social Security Bank (BPS). Universal for old age and disability pensions (for cases of common disability).	State resources from general revenue.

Source: FIAP.

See Notes (1) to (3) in the Appendix.

NA: Not Available.

Table 12.1a

(3) Colombia: Law 1580 of 2012, regulated by Decree 288 of 2014, enacted the Law that allow married or unmarried couples to join their contribution payments in order to obtain a pension for the family and receive the so-called family pension.

(2) Chile: Amounts corresponding to the minimum pension with state guarantee for old-age or disability pension modes, of the three established age brackets (less than 70, between 70 and 74, and 75 or more), from 01/09/2022. Source: <https://www.spensiones.cl/portal/institucional/594/w3-propertyvalue-10143.html>. The exchange rate as of 31.12.2022: 1 USD = CLP 859.51.

(3) Chile: The Universal Guaranteed Pension (PGU) is a benefit that replaced the pensions of the old-age solidarity pillar (both the Basic Solidarity Pension-PBS and the Solidarity Pension Contribution-APS). The amount of the PGU is added to the self-financed pension with pension savings (AFP). Since February 2022, the beneficiaries of a Pilar Solidario pension automatically receive the PGU (except for some cases, detailed below), and since August of the same year, the PGU benefits all people over 65 who belong to 90% more vulnerable. The benefit is delivered regardless of whether the elderly have already retired or continue to work. To receive the PGU, the self-funded pension must be less than CLP 1,000,000 per month. The amount of the PGU corresponds to CLP 185,000 for those with a base income of up to CLP 630,000 and is decreasing for those with a base income of between CLP 630,000 (USD 741) and CLP 1,000,000 (USD 1,176). Chile: Exchange rate as of 12.31.2022: 1 USD = CLP 859.51.

Table 12.1b

(1) El Salvador: The requirements of the Pension Savings System Law for accessing the minimum old-age pension are: (i) Male and sixty years of age or older, or female and fifty-five or more; and (ii) Have completed a minimum of twenty-five years of contributions recorded at the time that the pension is accrued or thereafter, in the case of retired members who continue contributing. The minimum guaranteed state disability pension will be effective when non-retired members register a minimum number of contributions, in any of the following cases: (i) Three years of contributions recorded during the five years preceding the date on which disability was declared by a first ruling; (ii) Contributing at the time he was declared disabled due to a common accident, and as long as he had contributed for at least six months in the last twelve months and that the accident occurred after his enrollment; (iii) Has a minimum of ten years of effective contributions at the time of his disability, or thereafter in the case of a disability pensioner who carries on contributing. Finally, in order for survival pension beneficiaries to be entitled to the minimum guaranteed state pension, the originating member must have met any of the following requirements: (i) Three years of contributions in the five years preceding the date of death; or (ii) Contributing at the time of his death, in the case of death due to a common accident, and as long as he had contributed for at least six months in the last 12 months, and that the accident occurred after his enrollment; or (iii) Have at least 10 years of effective contributions on the date of his death.

(2) Mexico: In 2020, a reform was introduced that reduces the requirement for the number of weeks contributed to be entitled to a PMG, from 1,250 to 1,000, starting with 750 in 2021 and increasing by 25 weeks each year until reaching 1,000 in 2031.

(2.1) Mexico: Amount corresponds to the value of a General Minimum Wage in force at the entry into force of the Social Security Law (LSS) reformed in 2020 and updated for inflation annually in the month of February of each year (articles 170 and 172 of the LSS). To convert this amount to USD, the exchange rate as of 12.31.2022 is used: 1 USD = MXN 19.4715

(3) Mexico: In 2001, a program began to provide a pension to older adults who did not have a pension. In each administration this program changes the name and the rules of operation. 2001 (regional); 2007 ("70 y Más" Program); 2013 (extended to people 65 years of age); In 2019, the Universal Pension for Older Adults becomes a constitutional right and is aimed at all people over 65 years of age.

(3.1) Mexico: Amount corresponds to the monthly monetary benefit for the elderly, set by regulation. To convert this amount to USD, the exchange rate as of 12.31.2021 is used: 31.12.2019 18.8642, 31.12.2020 19.9087, 30.04.2021 20.1822, 31.12.2021 20.4672 and 31.12.2022 19.4715.

(4) Mexico: Amount corresponds to the monthly monetary benefit for the elderly, set by regulation. To convert this amount to USD, the exchange rate as of 12.31.2022 is used: 1 USD = MXN 19.4715. The State and Municipal programs are financed with regional resources without guarantee funds from the Federal Government. The complete catalog may vary due to regional administrative changes. For more information see Rofman, Apella and Vezza (2013) Beyond Contributory Pensions and CONEVAL Inventory of State Programs and Actions for Social Development (www.coneval.gob.mx).

(5) Peru: Amount corresponds to the minimum average pension to December 2020, calculated by the Superintendency of Banking, Insurance and AFPs (SBS). The exchange rate on 31.12.2022: 1 USD = PEN 3.812 is used for converting this amount to USD. (a) The minimum pension referred to is the one created by Law No. 27.617 of 2002, representing a guarantee provided by the Peruvian government to those workers who meet the age and contribution requirements, but fail to access a pension that exceeds the established minimum. Individuals who meet the following requirements will be able to access a minimum pension: (i) Those born before 31/12/1945; (ii) Are at least 65 years old and are not receiving a retirement pension at the time of their application lodged with the AFP; (iii) Have paid in a minimum of twenty (20) full years of effective contributions, to the National Pension System (SNP) or the Private Pension System (SPP); and (iv) That the aforementioned contributions have been calculated on the basis of the Minimum Living Wage on each occasion. (b) The minimum pension referred to is the one created by Law No. 28.991 of 2007, which is a State guarantee for those workers who meet the contribution and age requirements, but fail to access a pension that exceeds the minimum established by the national pension system (SNP). Individuals meeting the following requirements can access a minimum pension: (i) Were enrolled in the SNP at the time of the creation of the SPP; (ii) Are at least 65 years old when submitting the application; (iii) Have paid in at least 20 full years of contributions to the SPP and the SNP; and (iv) The aforementioned contributions have been calculated on the basis of the Minimum Living Wage on each occasion.

(6) Peru: This amount is the monthly monetary benefit for the elderly over 65 years of age who lack the basic conditions for subsistence, pursuant to the regulations. Source: <http://www.pension65.gob.pe/quienes-somos/que-es-pension-65/>. The exchange rate on 31.12.2022: 1 USD = PEN 3.812 is used for converting this amount to USD.

Table 12.1c

(1) Dominican Republic: The Minimum Guaranteed Pension (PMG) of the contributory system, according to the regulations, is equivalent to 100% of the lowest statutory minimum wage. However, PMG payments have not yet been disbursed since the contributory system has only just begun.

(2) Dominican Republic: The Solidarity Pension of the subsidized regime, according to Art. 65 of Law 87-01, is equivalent to 60% of the public minimum wage. However, massive payments of this pension have not yet been disbursed since the subsidized regime has not yet entered into application at the national level. What is detailed in Table 12.1c refers to the partial beginning of the non-contributory scheme subsidized by the State, since from October 2022 the government began with the payment of a monthly solidarity pension of RD 6,000 (which is equivalent to 60% of the salary public minimum; approx. USD 106.35) to a group of 3,000 people, by virtue of decree No. 593-22 dated October 11, 2022 (<https://www.dgjp.gob.do/wp-content/uploads/2022/11/Decree-593-2022.pdf>).

(3) Uruguay: Amount corresponds to the monthly benefit of Non-Contributory Pensions (PNC) as of December 2022. To convert this amount to USD, the exchange rate as of 12.31.2022 is used: 1 USD = UYU 40.071.