Contents

List of Contributors	iχ
Foreword	xi
Preface	xiii
List of Tables	xvii
List of Illustrations	xix
1.0	
9	
1	
The Demographic Dimensions	
of Slowing Population Growth in the United States	1
V. JEFFERY EVANS AND SIGNE I. WETROGAN	
Trends and Prospects in U.S. Population Growth	2
Changes in Age Composition	5
Spatial Redistribution of the Population	8
Conclusion	10
2	
The Economics of Declining Population Growth:	
An Assessment of the Current Literature	13
WILLIAM J. SEROW AND THOMAS J. ESPENSHADE	
Demographic Aspects	15
Theoretical Developments	16
	· v

vi	Contents
Empirical Studies Policy Implications and Additional Suggestions	22
for Further Research	37
3	
Zero Population Growth Now: The Lessons from Europe	41
HILDE WANDER	
Zero Population Growth: Theory and Reality Social and Economic Implications during the Transition	41
to Zero Population Growth	51
Future Implications of Zero Population Growth or Progressive Decline	59
4	
The Fiscal Policy Dilemma: Cyclical Swings Dominated by Supply-Side Constraints	71
MICHAEL L. WACHTER AND SUSAN M. WACHTER	
Amendments to the Secular Stagnation	74
and Kuznets Cycle Models	74 76
A Simplified Model of Supply-Side Imbalances Estimating the Nonaccelerating-Inflation Rate	70
of Unemployment	80
The Capital Stock Bottleneck	85
The Potential Impact of the Fertility Twist	12
and Slowing Population Growth The Role of Fiscal Policy	91 95
_	
Is Secular Stagnation Just around the Corner?	
A Survey of the Influences of Slowing Population Growth upon Investment Demand	101
LARRY NEAL	
	101
Introduction, Summary, and Outline of Conclusions Population and Investment Demand in the Short Run	101 104

Contents vii

Population and Investment Demand in the Long Run Slower Population Growth and Investment Demand during Trend Transitions:	
The Long-Swing Hypothesis Revisited Emerging Characteristics	111
of the New Economic-Demographic Era	120
6 The Effects of Slowing Population Growth	
on Long-Run Economic Growth	
in the United States	107
during the Next Half Century	127
RONALD G. RIDKER	
Determinants of Economic Growth	128
Results	142
Conclusions and Qualifications	153
7	
Social Security and Aging Populations	157
ALFRED M. PITTS	
Slowing Population Growth and the Social Security System	159
Slowing Population Growth and Pay-As-You-Go	183
Alternative Financing Approaches	187
The Case for Reform and the Objectives of Social Security	190
0	
8 The lumest of Democraphic Chause	
The Impact of Demographic Change on the Distribution of Earned Income	
and the AFDC Program: 1975–1985	197
RICHARD F. WERTHEIMER II AND SHEILA R. ZEDLEWSKI	
Introduction	107
Critical Features of DYNASIM	197 198
Key Assumptions and Mechanics of the Simulations	202
Simulation Results	207

viii	Contents

9	
Emerging Public Concerns	
over U.S. Population Movements	
in an Era of Slowing Growth	225
PETER A. MORRISON	
Introduction	225
The Contrasting Growth Trends	
in Population and Households	228
New Migration Trends	230
Population Decline in Individual Metropolitan Areas	236
Emerging Concerns	245
10	
Policy Implications and Future Research Needs	247
ROBERT L. CLARK	
Introduction	247
Summary Findings	250
Policy Implications	258
Further Research Needs	259
References	263
Index	281