Intergenerational income mobility: The lasting effects of growing up in a lower-income family

New data from the Longitudinal and International Study of Adults on a cohort of Canadians born between 1963 and 1979¹ reveal differences in their life course, depending on whether they grew up in a lower or higher income family.²

CANADIANS WHO HAD <u>LOWER</u> FAMILY INCOME WHEN T	HEY WERE CHILDREN	CANADIANS WHO HAD <u>HIGHER</u> FAMILY INCOME WHEN THEY WERE CHILDREN
were <u>less</u> likely to have parents with a university degree ³	14.0%	57.5% were more likely to have parents with a university degree ³
were <u>more</u> likely to have a non-official language as a mother tongue	9.6%	3.4% were <u>less</u> likely to have a non-official language as a mother tongue
were <u>less</u> likely to live with both parents at age 15	71.9%	90.6% were more likely to live with both parents at age 15
were <u>less</u> likely to have a university degree	25.3%	65.8% were <u>more</u> likely to have a university degree
were <u>less</u> likely to be married or cohabitating as adults	62.0%	75.3% were more likely to be married or cohabitating as adults
were <u>more</u> likely to report being in poor or fair health as adults	10.5%	5.4% were <u>less</u> likely to report being in poor or fair health as adults
had <u>lower</u> family income as adults ⁴	\$48,600	\$81,400 had <u>higher</u> family income as adults ⁴

- 1. The data cover Canadians born between 1963 and 1979, except immigrants who arrived at 16 years of age or later.
- 2. Lower- and higher-income families are identified by ranking all families according to the parents' average pre-tax family income when the children were between 15 and 19 years of age. Lower-income families are those where income was in the bottom 20% of all families, and higher-income families are those where income was in the top 20% of all families.
- 3. The proportion of Canadians whose mother or father have a university degree.
- 4. Income is measured as average pre-tax family income at the age of 30 to 34 years. These values are then averaged across individuals from lower-income families and across individuals from higher-income families.

Source: Longitudinal and International Study of Adults, 2014.

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