

## LECTURE 15

*Life Table as a Population Model***Life Table as a Model of a Stationary Population**

A population, from the demographic point of view, is described by the relative numbers of individuals in the age groups. The time evolution of the age distribution in a population is affected by two factors: mortality and reproduction. We will consider this question in more detail later on in the course when dealing with population models.

Here I just briefly explain how a life table can be used to describe a stationary population.

Denote by  $n_x(t)$  the expected number of individuals aged  $x$  in the population at time  $t$ . The set of functions  $n_x(t)$ ,  $x = 0, 1, 2, \dots$  describes the age decomposition in the population.

We will assume that

- (i) mortality rates are described by a survival function which does not change over time, i.e.  $P(X > x) = s(x)$  at any time  $t$ .
- (ii) the age decomposition do not change over time, i.e.  $n_x(t) = n_x$  for all  $t$ .

It is obvious that

$$n_{x+1} = n_x p_x \quad \text{for all } x = 0, 1, 2, \dots \quad (1)$$

Let us count deaths in one year in the population. The expected number of all deaths when added up over all age groups is  $\sum_{x=0}^{\infty} n_x q_x$ .

$$\begin{aligned} \sum_{x=0}^{\infty} n_x q_x &= \sum_{x=0}^{\infty} n_x (1 - p_x) \\ &= \sum_{x=0}^{\infty} n_x - \sum_{x=0}^{\infty} n_x p_x \\ &= \sum_{x=0}^{\infty} n_x - \sum_{x=0}^{\infty} n_{x+1} \\ &= n_0, \end{aligned}$$

that is in our population the expected number of deaths in one year equals  $n_0$ , the expected number of births in one year.

Aside: Showing that  $s(x) = p_{x-1} p_{x-2} \cdot \dots \cdot p_0$ .

Recall that  $P(A \cap B) = P(A|B)P(B)$ . Put  $A = (X > x)$  and  $B = (X > x - 1)$  in this relation. Obviously  $(X > x) \cap (X > x - 1) = (X > x)$  and therefore,

$$P(X > x) = P(X > x | X > x - 1)P(X > x - 1).$$

But  $P(X > x) = s(x)$ ,  $P(X > x - 1) = s(x - 1)$  and  $P(X > x | X > x - 1) = p_{x-1}$ . Therefore

$$\begin{aligned} s(x) &= s(x-1)p_{x-1} = s(x-2)p_{x-1}p_{x-2} = \dots \\ &= s(0)p_{x-1}p_{x-2} \cdot \dots \cdot p_0 \\ &= p_{x-1}p_{x-2} \cdot \dots \cdot p_0 \end{aligned}$$

as  $s(0) = 1$ .

From (1),

$$\begin{aligned} n_x &= n_{x-1}p_{x-1} = n_{x-2}p_{x-1}p_{x-2} = \dots \\ &= n_0p_{x-1}p_{x-2} \cdot \dots \cdot p_0 \end{aligned}$$

and

$$n_x = n_0s(x)$$

as  $s(x) = p_{x-1}p_{x-2} \cdot \dots \cdot p_0$ .

The age structure of population can be modelled by an appropriate life table. Indeed, if the life table's mortality rates agree with those of the population then

$$n_x = n_0s(x) \quad \text{and} \quad l_x = l_s(0).$$

$$\therefore \quad \frac{l_x}{l_0} = \frac{n_x}{n_0} \quad \text{and} \quad n_x = \frac{n_0}{l_0}l_x.$$

The factor  $A = \frac{n_0}{l_0}$  is called the scaling factor.

### Calculating the expected population size and numbers of aged $x$ and over

The expected population size  $N$ :

$$\begin{aligned} N &= \sum_{k=0}^{\infty} n_k = A \sum_{k=0}^{\infty} l_k = A \left( l_0 + \sum_{k=1}^{\infty} l_k \right) = A(l_0 + l_0e_0) = \frac{n_0}{l_0}l_0(1 + e_0) \\ &\doteq n_0 \left( \frac{1}{2} + \overset{\circ}{e}_0 \right) \quad \text{as } e_x \doteq \overset{\circ}{e}_x - \frac{1}{2} \text{ for all } x. \end{aligned}$$

Similarly, the expected number of individuals aged  $x$  and over,  $N(x)$ :

$$\begin{aligned}
N(x) &= \sum_{k=x}^{\infty} n_x = A \sum_{k=x}^{\infty} l_k = A \left( l_x + \sum_{k=x+1}^{\infty} l_k \right) = A(l_x + l_x e_x) = \frac{n_0}{l_0} l_x (1 + e_x) \\
&\simeq \frac{n_0}{l_0} l_x \left( \frac{1}{2} + \overset{\circ}{e}_x \right).
\end{aligned}$$

*Worked Example 1. Population as a Life Table*

Suppose that we have a stationary population of 10,000,000. The mortality rates are represented by the English Life Table No. 12 – Males. Find (a) the expected number of births per year, and (b) the expected number of pensioners

*Solution.*

(a)  $N = n_0(\overset{\circ}{e}_0 + 1/2)$ .  $N = 10,000,000$  and  $\overset{\circ}{e}_0 = 68.09$  from the table. Hence,

$$n_0 = \frac{N}{\overset{\circ}{e}_0 + 1/2} = \frac{10000000}{68.59} = 145,794.$$

(b)  $N(65) = \frac{n_0}{l_0} l_{65}(\overset{\circ}{e}_{65} + 1/2) = \frac{145794}{100000} \times 68490 \times (11.95 + 0.5) = 1,243,185.$