

Contents

	1
	2
	3
	4
	5
	6
	7
	8
	9
<i>Preface</i>	v 10
	11
Chapter 1 The Arrival of the Lewis Turning Point	1 12
	13
1.1. How Many Turning Points will China's Economy Experience?	1 14
	15
1.2. Finding the Arrival of the Lewis Turning Point and its Policy Implication	4 16
	17
1.3. Extended Reading: Demographic Transition, Demographic Dividend, and Lewis Turning Point in China	9 18
	19
Introduction	9 20
Stages of Demographic Transition and Development of Dual Economy	13 21
	22
	23
	24
Chapter 2 The Disappearance of Demographic Dividends	29 25
	26
2.1. How China is Dealing with the Problem of "Growing Old Before Becoming Rich"	29 27
	28
2.2. How China Responds to the Disappearance of Demographic Dividends	33 29
	30
2.3. Extended Reading: Demographic Dividend: New Source Of Economic Growth	42 31
	42 32
Introduction	42 32
Life Expectancy, Retirement Age, and Labor Supply	49 33
Human Capital, Labor Productivity, and Comparative Superiority	53 34
	35
	36

1	Chapter 3	End of the Unlimited Labor Supply Era in China	57
2			
3	3.1.	The Era of Unlimited Labor Supply Ends in China	57
4	3.2.	The “Peasant Worker Shortage” Reflects the New	
5		Relationship of Labor Supply and Labor Demand	62
6	3.3.	Maintaining Composure and Positively Responding	
7		to the Changes in Labor Relations	67
8	3.4.	Extended Reading: Wage Increases, Wage Convergence,	
9		and the Lewis Turning Point in China	70
10		Introduction	70
11		The Increasing Trend of Ordinary Workers’ Wages	73
12		Wages Convergence in Labor Market	78
13		Conclusions and Policy Implications	85
14	Chapter 4	Employment Challenges After Reaching	
15		the Lewis Turning Point	91
16			
17	4.1.	Increased Urgency of Employment	
18		Challenges in the Long Term	91
19	4.2.	The Implication of Wage Convergence	
20		in the Urban Labor Market	96
21	4.3.	Promoting Healthy Development	
22		of China’s Labor Market	100
23	4.4.	Extended Reading: Growing Pains: What Employment	
24		Dilemma Does China Face at its Lewisian Turning Point?	106
25		Introduction	106
26		The Properties of Emerging Problems	
27		in the Labor Market	108
28		Unemployment Types and Their Trends in Transition	113
29		Conclusion and Policy Implications	124
30			
31	Chapter 5	Further Propelling Urbanization and Balanced	
32		Regional Development	127
33			
34	5.1.	Awareness of the “Mezzogiorno Trap” in the Central	
35		and Western Regions	127
36	5.2.	Facts and Models about the Urbanization	
		of Peasant Workers	133

<i>Contents</i>		xi
5.3. A Tale of Two Cities: Diversity in the Household		1
Registration System Reform	139	2
5.4. Extended Reading: The <i>Hukou</i> Reform and Unification		3
of Rural-Urban Social Welfare (by <i>Cai Fang</i>)	144	4
Introduction	144	5
<i>Hukou</i> Reform as Institutional Transition	146	6
Lewisian Turning Point and Reform Incentives	150	7
New Wave of <i>Hukou</i> Reform	154	8
Conclusions, Reflections, and Policy Suggestions	159	9
		10
Chapter 6 Avoiding the Middle-Income Trap	163	11
		12
6.1. Maintaining Sustainable Economic Growth Requires		13
Giving Priority to the Development of Education	163	14
6.2. How to Deal with the Challenge of “Growing Old		15
Before Becoming Rich”	168	16
6.3. The Crux of the Continually Increasing Income		17
Inequality	176	18
6.4. Extended Reading: Is There a “Middle-Income Trap?”		19
China’s Theories, Experiences, and Importance	182	20
Introduction	182	21
Theoretical Basis of Middle-Income Trap	184	22
Empirical Evidence of the Middle-Income Trap	187	23
Implications of China’s Economic Growth	190	24
V. Conclusion	193	25
		26
References	197	27
		28
<i>Index</i>	000	29
		30
		31
		32
		33
		34
		35
		36