

## The Heavy Burden of Obesity The Economics of Prevention

More than one in four adult are obese in Canada. As a result, Canadians live on average 3 years less due to overweight. The impact on the economy is large: overweight accounts for 10.6% of health expenditure – one of the highest rates across all countries analysed. Overweight lowers labour market outputs by the equivalent of 579 thousand full-time workers per year. Combined, this means that overweight reduces Canada's GDP by 3.6%. To cover these costs, each person in Canada pays an additional CAD 659 in taxes per year.



## Percentage of health expenditure spent on overweight and associated conditions



To tackle the obesity epidemic, Canada has put in place a number of policies, including mandatory restrictions on TV advertising to children in the Quebec province. Mandatory food labelling has recently been proposed. However, more can be done

Implementing a mixed policy package or policies to encourage reformulation would prevent noncommunicable diseases, reduce health expenditure and increase the productivity of the workforce:







20%

A mixed package – which includes menu labelling, prescribing physical activity and workplace wellness programmes – could prevent 86 thousand non-communicable diseases by 2050, save CAD 81 million per year in health cost, and increase employment and productivity by the equivalent of 5 thousand full-time workers per year

Achieving a 20% calorie reduction for foods high in sugar, salt, calories and saturated fats could prevent 387 thousand non-communicable diseases by 2050, save CAD 339 million per year in health cost, and increase employment and productivity by the equivalent of 15 thousand full-time workers per year

Public health actions to promote healthier lifestyles have a positive impact on population health and are an excellent investment:

On average, for every 1 CAD invested, up to 6 CAD are returned in economic benefits



Source: OECD, *The Heavy Burden of Obesity,* 2019

Find the full report at oe.cd/obesity2019