

Long-term Household Growth Projections for Millennial Generation

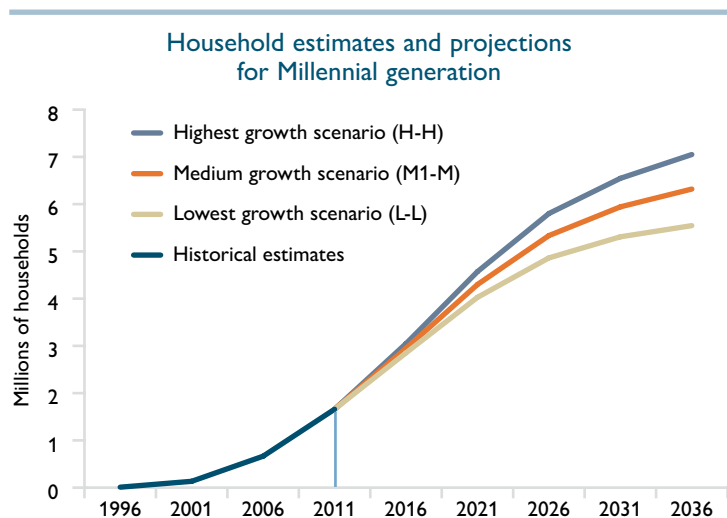
INTRODUCTION

This Research Insight is a supplement to our Long-term Household Projections – 2015 update. It presents household projections for the Millennial generation; i.e., people born from 1981 to 2001.

FINDINGS

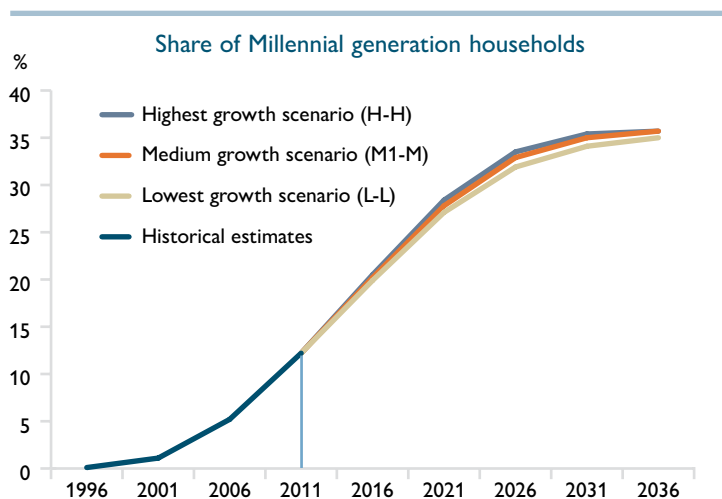
- The number of Millennial households in Canada is expected to more than triple, to between 5.5 million (lowest growth scenario) and 7 million (highest growth scenario) in 2036, compared to 1.7 million in 2011 (see Figure 1).
- The share of Millennial generation households is projected to increase continually to about 2031 and then stabilize (see Figure 2). Slightly above one-third of all households are projected to be Millennial generation households by 2036.
- For Millennial households, the share of couples with children is expected to be 29% in 2036, almost twice that in 2016 (15%), becoming the most common type of Millennial generation household (see Figure 3).

Figure 1: The number of Millennial households is projected to grow continually



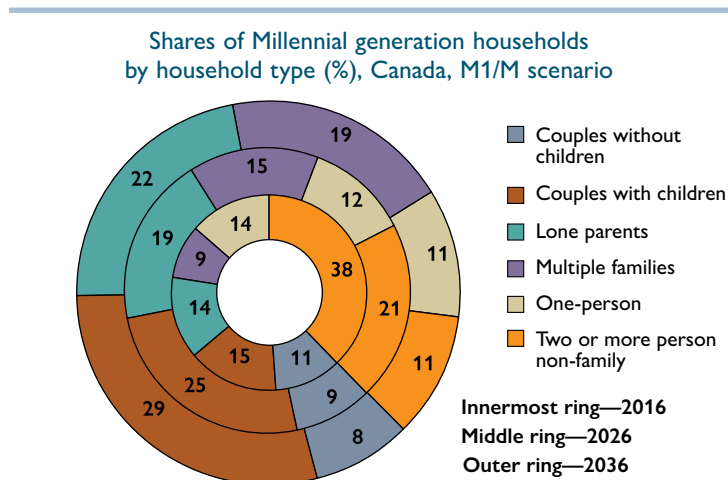
Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

Figure 2: The share of Millennial generation households is projected to grow quickly until 2026



Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

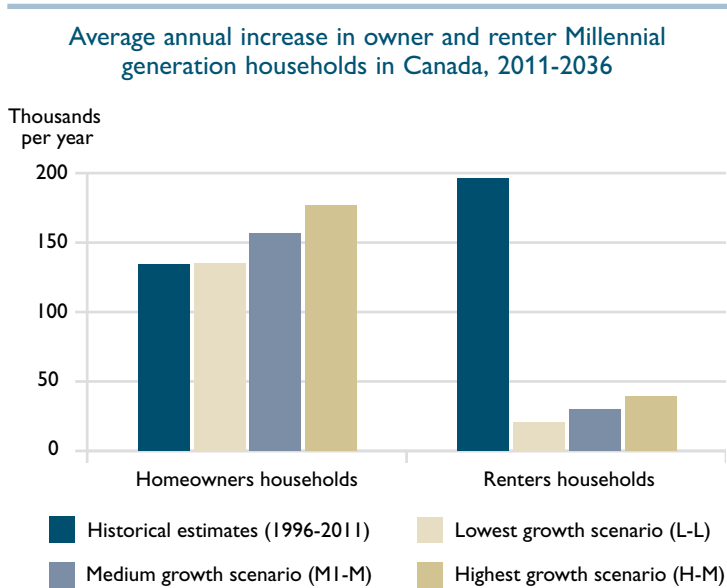
Figure 3: Couples with children households will replace two or more person non-family households as the most common type of Millennial generation household by 2036



Note: Numbers may not add to 100% due to rounding.
Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

- The share of lone parent Millennial households is also expected to increase over this period, from 14% to 22%. The share of two or more person non-family Millennial households is projected to decrease considerably.
- About 72% of Millennial households are projected to own their dwellings in 2036 in all scenarios.
- The average annual increase in the number of Millennial owner households is projected to be between 135,000 (lowest growth scenario) and 177,000 (highest growth scenario) (see Figure 4).

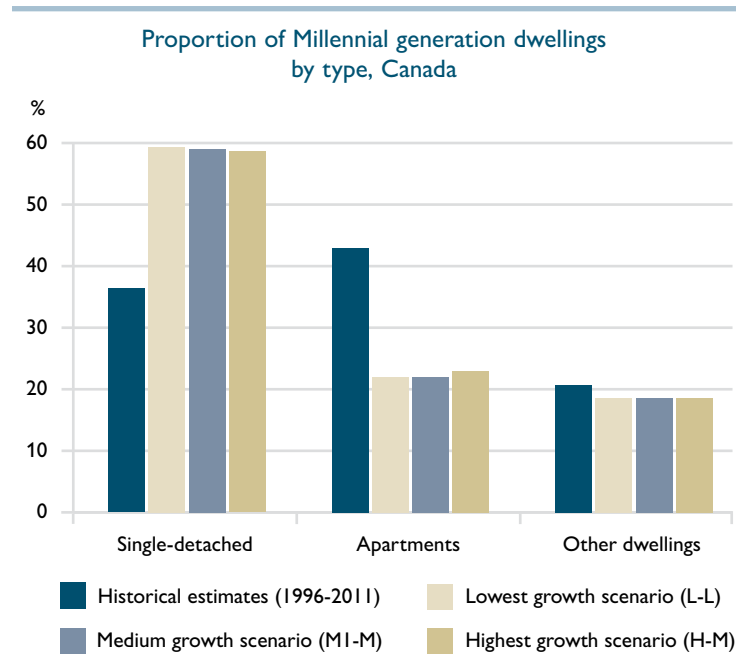
Figure 4: The average annual growth for Millennial owner households is projected to be some four times that for renter households



Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

- About 60% of Millennial households are projected to live in single-detached houses in 2036, replacing apartments as the most common dwelling type in 2036 (see Figure 5).

Figure 5: Single-detached houses are projected to be the most common Millennial generation dwelling type in 2036



Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

WHAT WE DO

We contribute to housing market efficiency, a sound and stable housing finance system, and increased housing quality and sustainability; and deliver federal investments for assisted housing.

FURTHER READING:

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ALTERNATIVE TEXT AND DATA FOR FIGURES

Figure 1: Household estimates and projections for Millennial generation

Year	Historical estimates	Projections by scenario		
		Lowest growth (L-L)	Medium growth (M1-M)	Highest growth (H-H)
1996	9,625			
2001	133,779			
2006	665,210			
2011	1,659,191			
2016		2,852,706	2,949,097	3,047,835
2021		4,027,311	4,298,511	4,571,473
2026		4,862,386	5,334,619	5,801,463
2031		5,308,614	5,942,493	6,545,984
2036		5,545,016	6,319,122	7,049,943

Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

Figure 2: Share of Millennial generation households

Year	Historical estimates	Projections by scenario		
		Lowest growth (L-L)	Medium growth (M1-M)	Highest growth (H-H)
1996	0.1			
2001	1.1			
2006	5.2			
2011	12.2			
2016		19.9	20.2	20.5
2021		27.1	27.8	28.4
2026		31.9	32.9	33.5
2031		34.1	35	35.4
2036		35	35.7	35.7

Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

Figure 3: Shares of Millennial generation households by household type (%), Canada, M1/M scenario

Household type	Innermost ring	Middle ring	Outer ring
Couples without children	11.1	8.8	8.5
Couples with children	14.9	25.2	28.8
Lone parents	13.6	19.2	22.3
Multiple families	9	14.7	19.2
One-person	13.5	11.6	10.6
Two or more person non-family	37.9	20.5	10.6

Note: Numbers may not add to 100% due to rounding

Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

Figure 4: Average annual increase in owner and renter Millennial generation households in Canada, 2011-2036

Scenario	Homeowners households	Renters households
Historical estimates (1996-2011)	134	196
Lowest growth scenario (L-L)	135	21
Medium growth scenario (M1-M)	157	30
Highest growth scenario (H-M)	177	39

Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)

Figure 5: Proportion of Millennial generation dwellings by type, Canada

Scenario	Single-detached	Apartments	Other dwellings
Historical estimates (1996-2011)	36	43	21
Lowest growth scenario (L-L)	59	22	19
Medium growth scenario (M1-M)	59	22	19
Highest growth scenario (H-M)	59	23	19

Source: CMHC (projections) and adapted from Statistics Canada (population projection 2014)