

ASSESSING LOCAL ECONOMIC IMPACTS AND OPPORTUNITIES FOR LAND PROTECTION IN NEW ENGLAND

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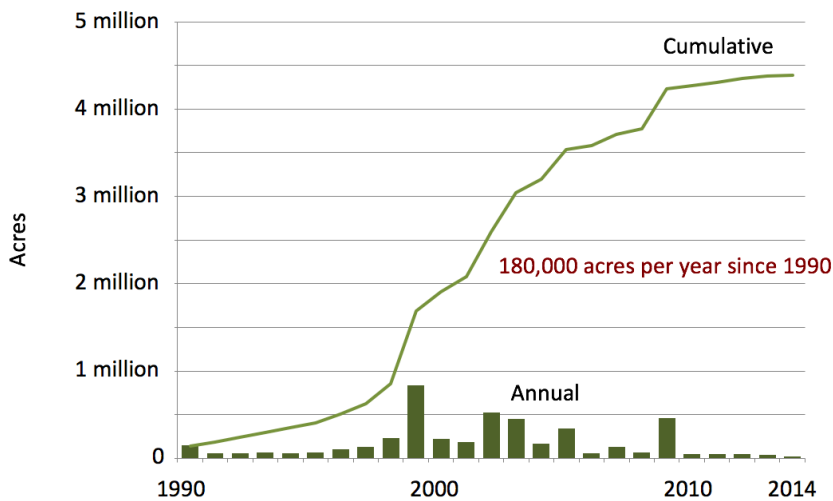


ALPINE SEMINAR, FALL 2020

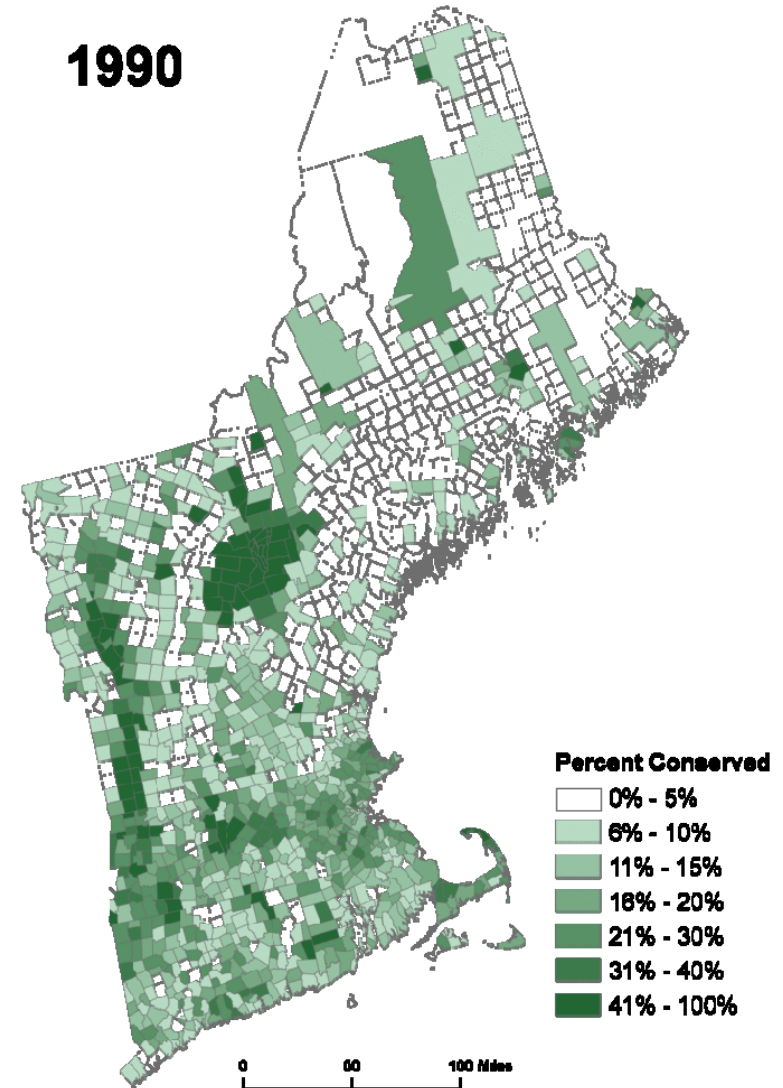
> 4.5 million acres protected 1990-2015

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Land Conservation in New England



- Substantial land protection in last two decades (Foster et al. 2017)



What does this mean for local economies?

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- Clear benefits of land protection, but also costs
- Benefits to many, costs often local

→ Question: what are the **net local impacts** of protection on **key economic indicators**

→ Case: New England 1990-2015



New England an important case

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□ Prior research: public lands

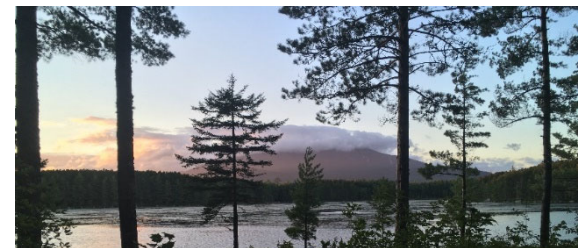
- U.S.: e.g. Lewis, Hunt and Plantinga 2002, 2003, Eichman et al. 2010, Rasker et al. 2013, Chen et al. 2016, Walls et al. 2020
- International: e.g. Sims 2010, Andam et al. 2010, Canavire-Bacarreza and Hanauer 2013, Ferraro and Hanauer 2014, Gurney et al. 2014, Robalino and Villalobos 2015, Sims and Alix-Garcia 2017, Oldekop et al. 2018

□ Future: like New England

- > 80% privately owned (Butler et al. 2016)
- More densely populated
- New protection: 20% public; 29% private; 51% Large protected timber lands (LPTs)

Methods: Multiple regression, panel data




- Estimation goal: causal impacts
- Changes in employment due to changes in land protection?
- Strategy:
 - ▣ Panel data: compare changes across time within towns/cities
 - ▣ Timing: assess changes in economic indicators after protection
 - ▣ Controls for other factors: town-level fixed factors, regional growth trends, common time factors, protection in neighboring towns

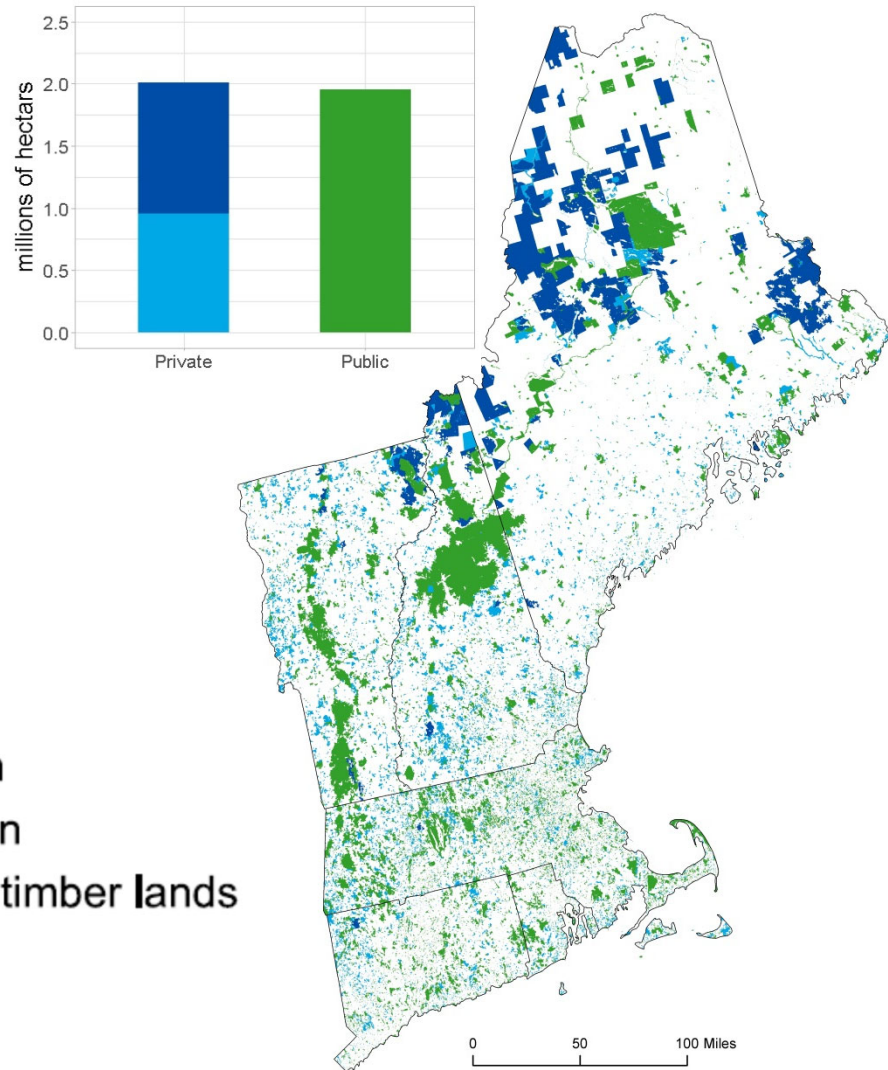


Land protection data: 1990-2015

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- Highstead/Harvard Forest: aggregation of multiple databases
- Includes ownership class and date of establishment

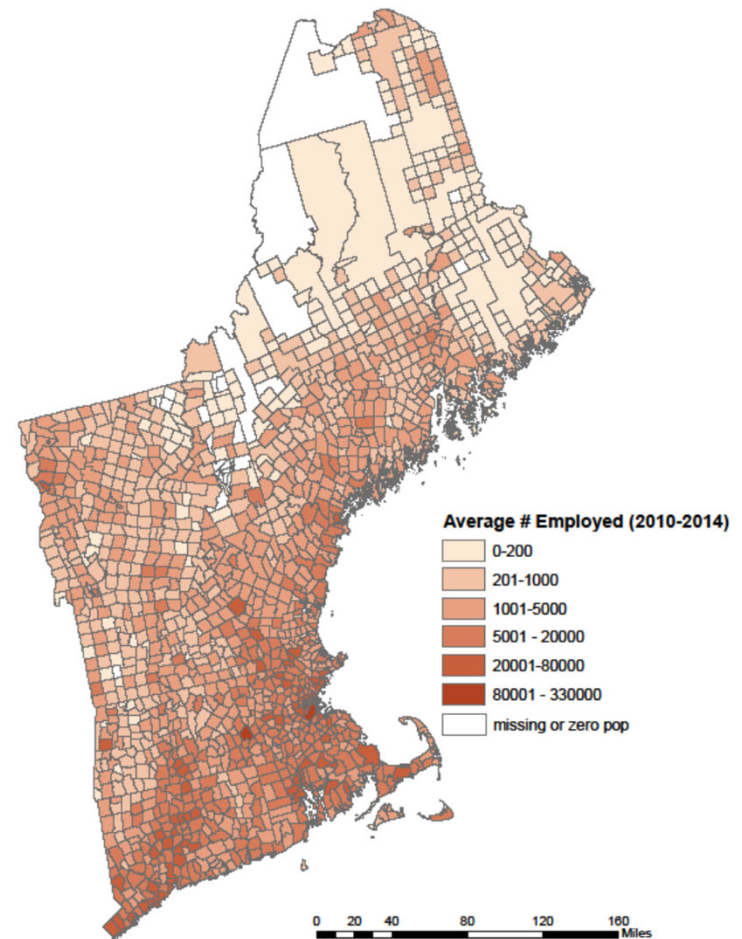
 Public protection
 Private protection
 Large protected timber lands



Local economic indicators: 1990-2015

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- **Unit of analysis: towns/cities**
- **# people employed, # people in labor force, unemployment rate**
(BLS Local Area Unemployment Stats)
- **# new residential building permits** (Census Building Permit Series)
- **median household income, population, employment by major sector** (Census and ACS)

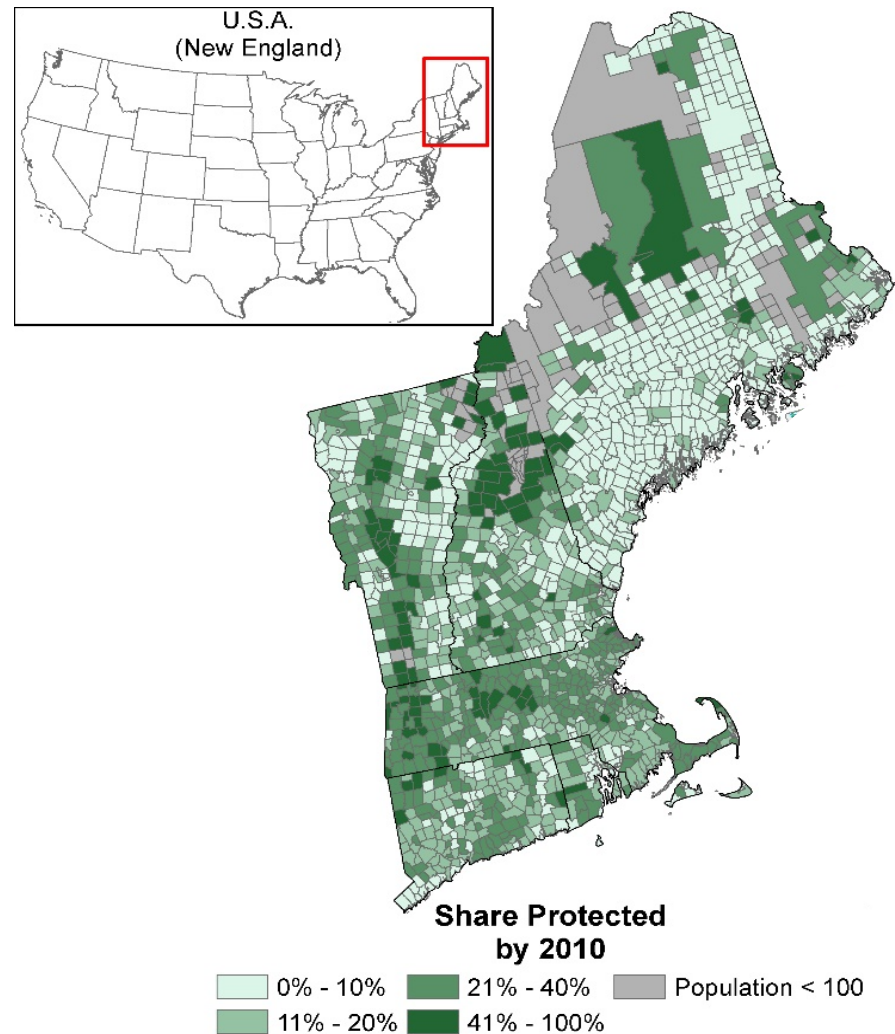


Average # employed, 2010-2014 (LAUS)

Note: study coverage

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- Study covers all county sub-divisions with population > 100 in 1990 and no major boundary changes
- > 99% of population



Panel regression model

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Model:

$$\ln(Y_{ic,t}) = \beta_0 + \beta_1 \ln(PROT_{ic,t-1}) + \beta_2 \ln(NN10PROT_{ic,t-1}) + \alpha_i + \delta_t + \Omega'(t * \lambda_c) + \varepsilon_{ic,t}$$

- Outcomes for 5 five-year periods (90-94, 95-99, 00-04, 05-09, 10-14)
- Economic indicators a function of protection in prior period
- Controls for town-level fixed factors
- Controls for regional growth trends, time periods, protection in neighboring towns
- Standard errors clustered by town or city

Estimated impacts on employment

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- Additional 1% of land protection → 0.03% additional employment in next period

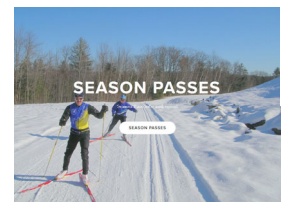


Points: coefficients; bars: 95% Confidence Intervals

Greater employment

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- Impacts on emp.: + but small-moderate
 - ▣ E.g.: 20,000 employed people, share protected 10-15% (50% change) → + 1.5% in # employed (or +300 people)
- Why/how?
 - ▣ Recreation and tourism: spending on lodging, equipment, guides, etc.
 - ▣ Amenity value: draws people and business
 - ▣ Resource use: e.g. wood products, maple syrup



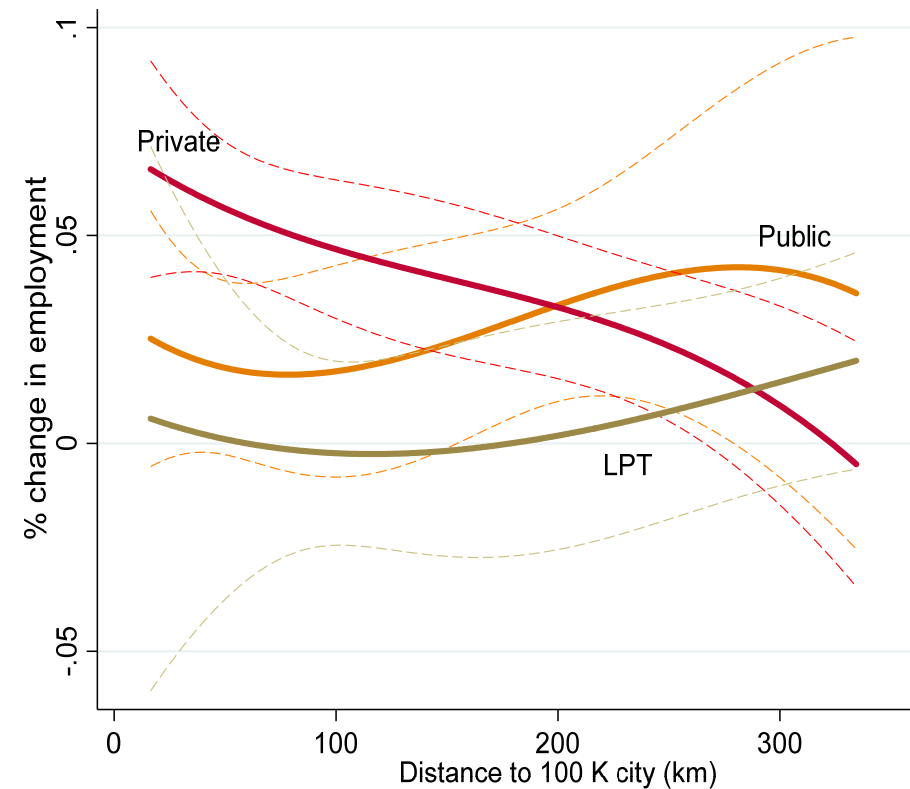
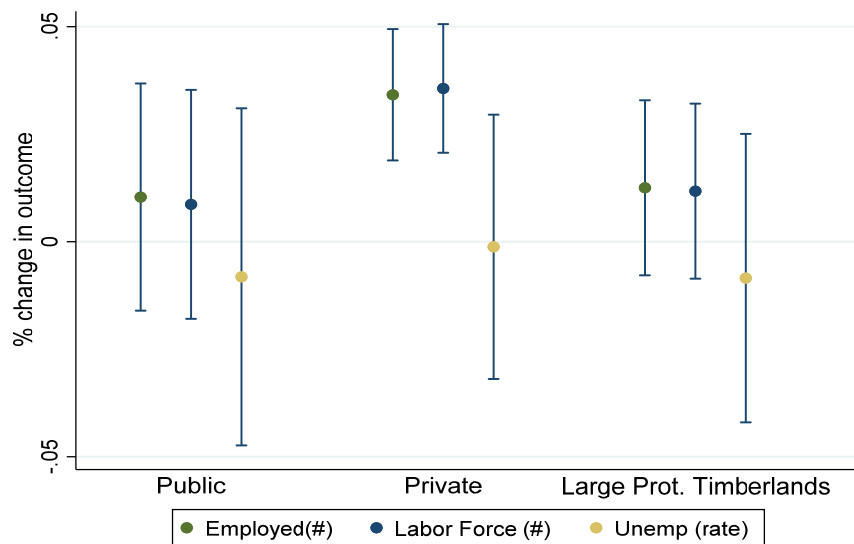
Other indicators

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- ❑ Labor force: +
- ❑ Unemployment: -
- ❑ New housing permits: +
- ❑ Median income, population: +
- ❑ Sectoral employment: - for resource-related industries, + for recreation/arts/entertainment

Public, Private, LPTs all net positives

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- Both public and private protection needed to achieve positive impacts across a range of geographies

Moving forward

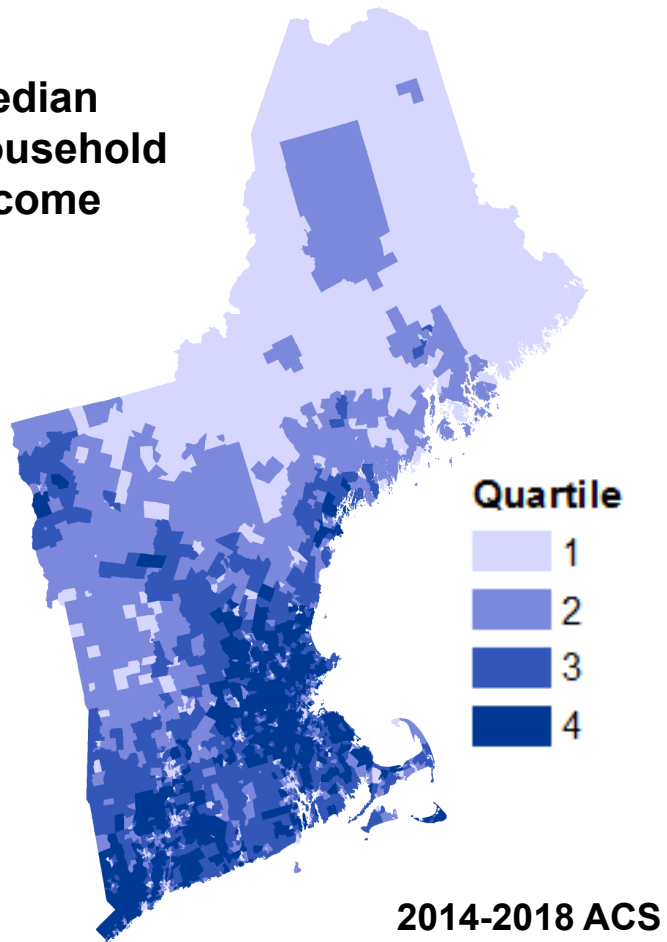
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- Substantial new protection → generally positive impacts on local economic indicators
- Key questions remain:
 - ▣ What other factors must be in place for success?
 - Highstead: “Community Conservation Perspectives” series
 - ▣ Equity implications of land protection
 - Impacts on local tax rates / local public goods?
 - Do socially marginalized communities have access to protected open space? How would an EJ focus shift priorities for future protection?

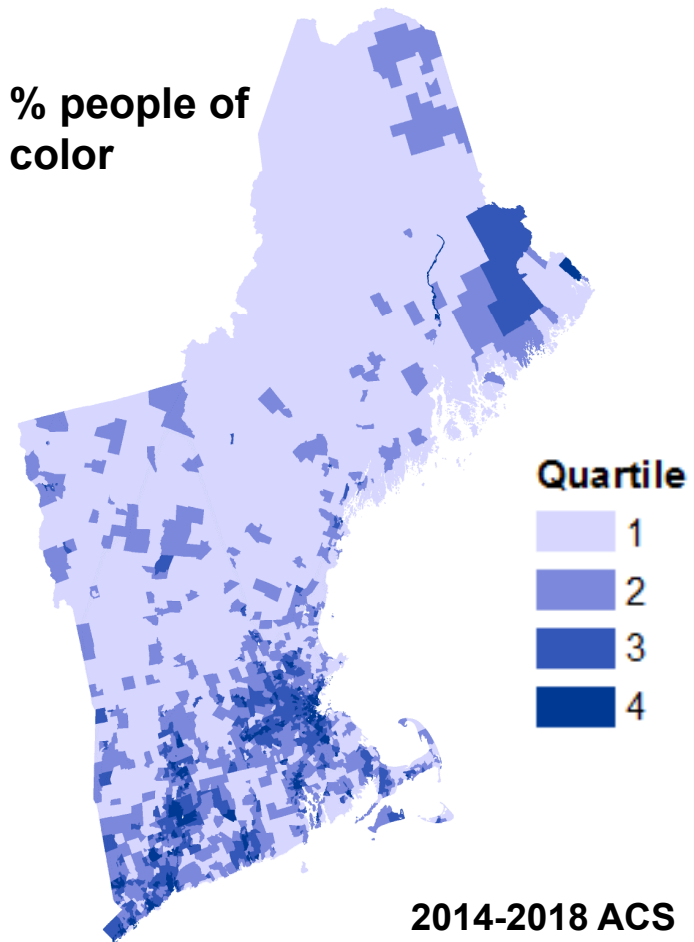
Are there disparities in access to PAs?

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**Median
household
income**

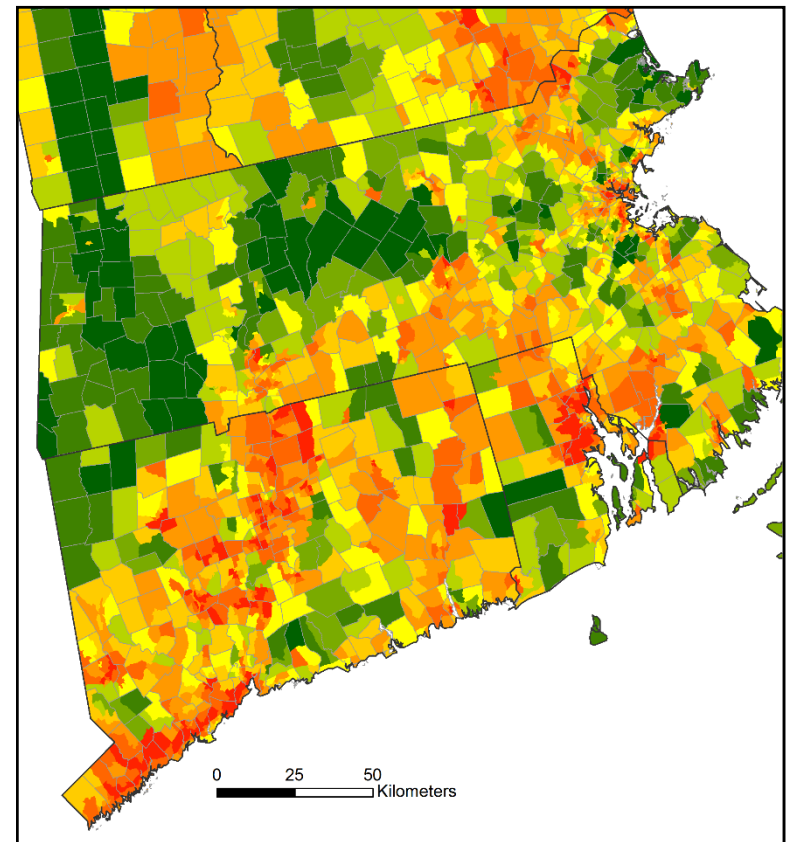
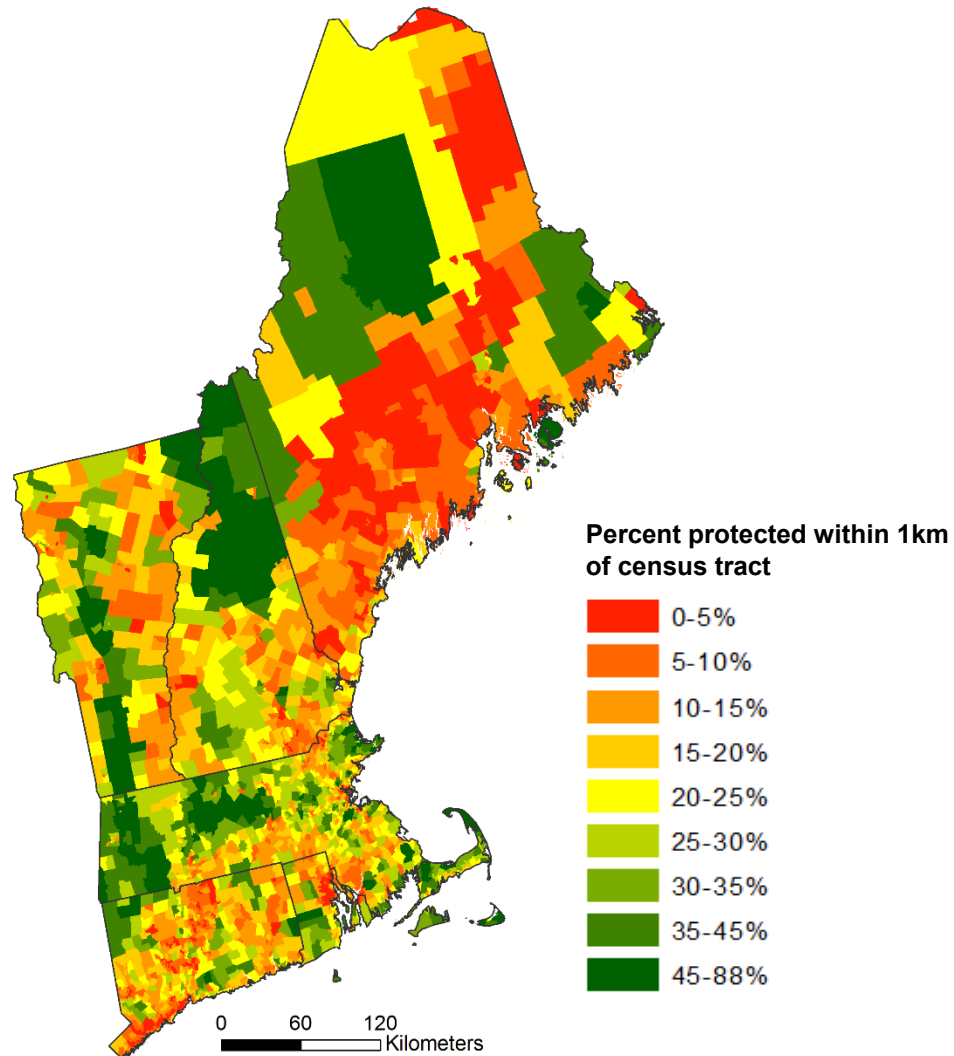


**% people of
color**



Availability of nearby protected land

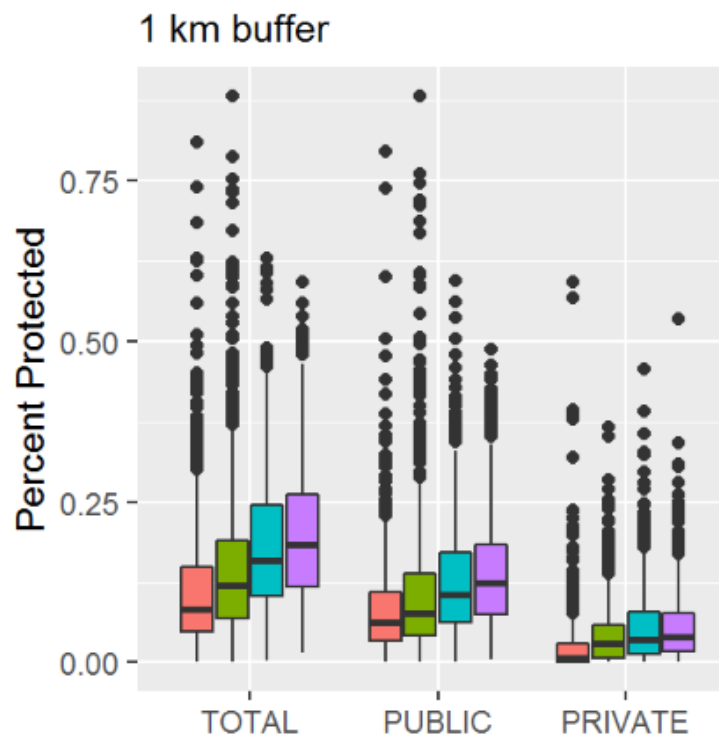
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Patterns of disparity in access

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Protected lands by income



Quartile



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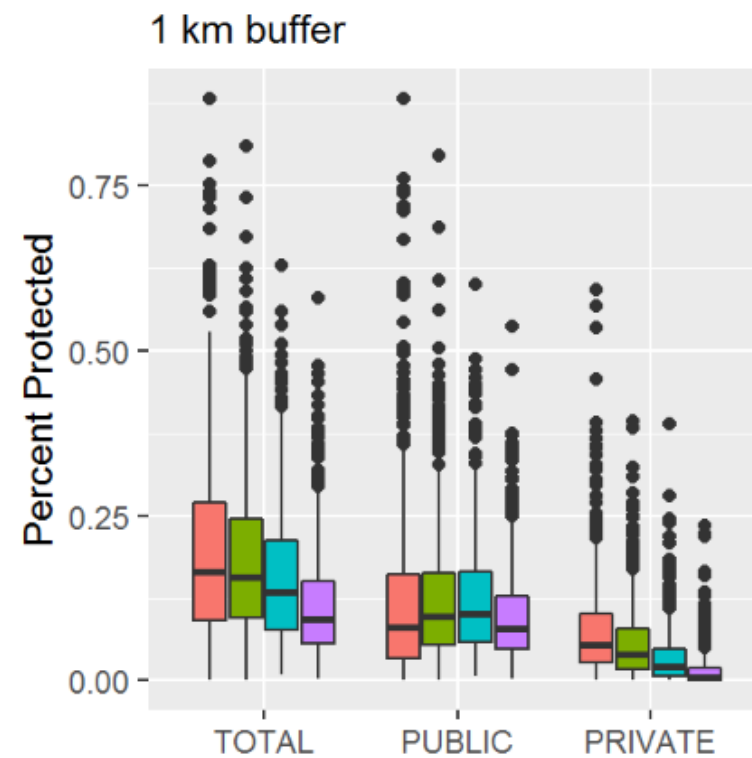


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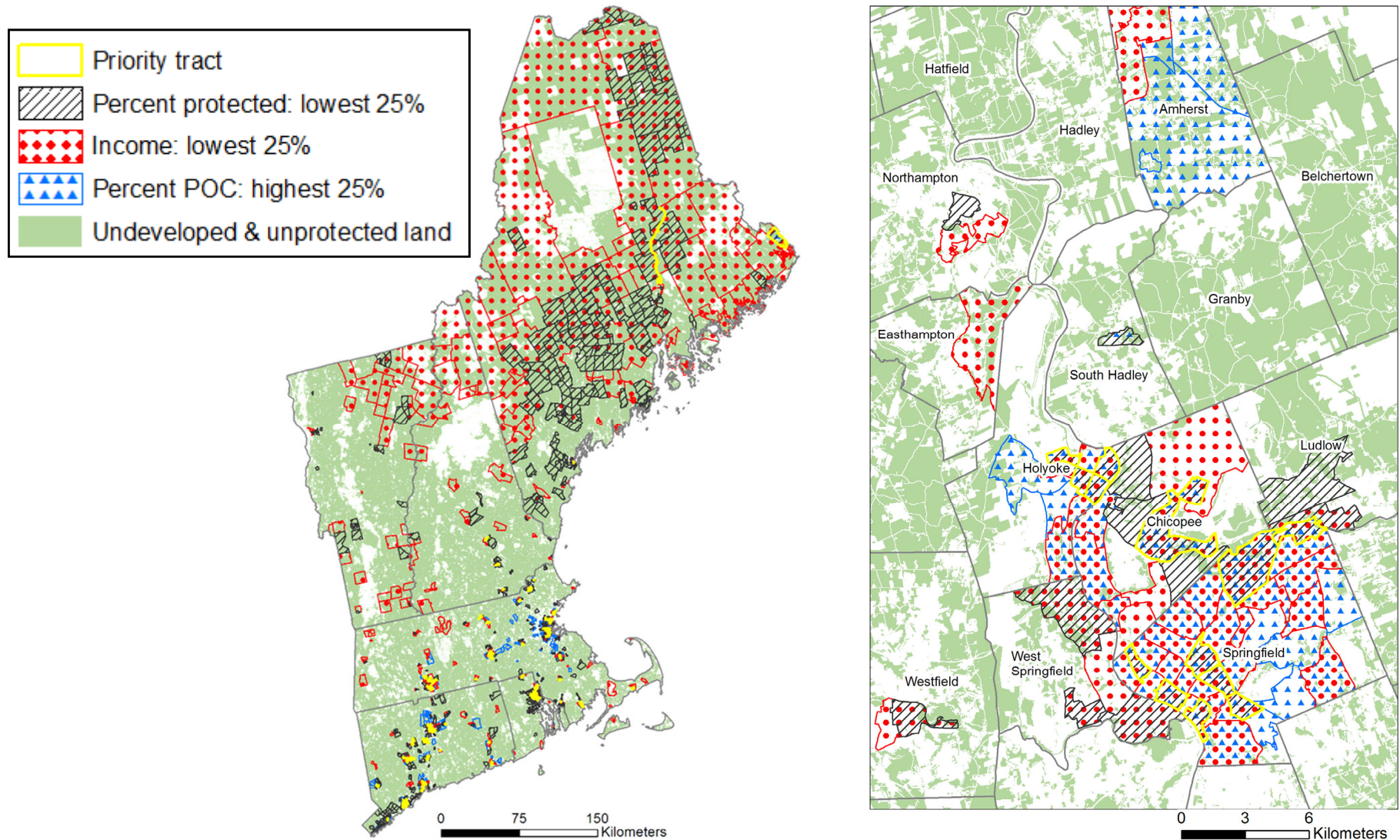
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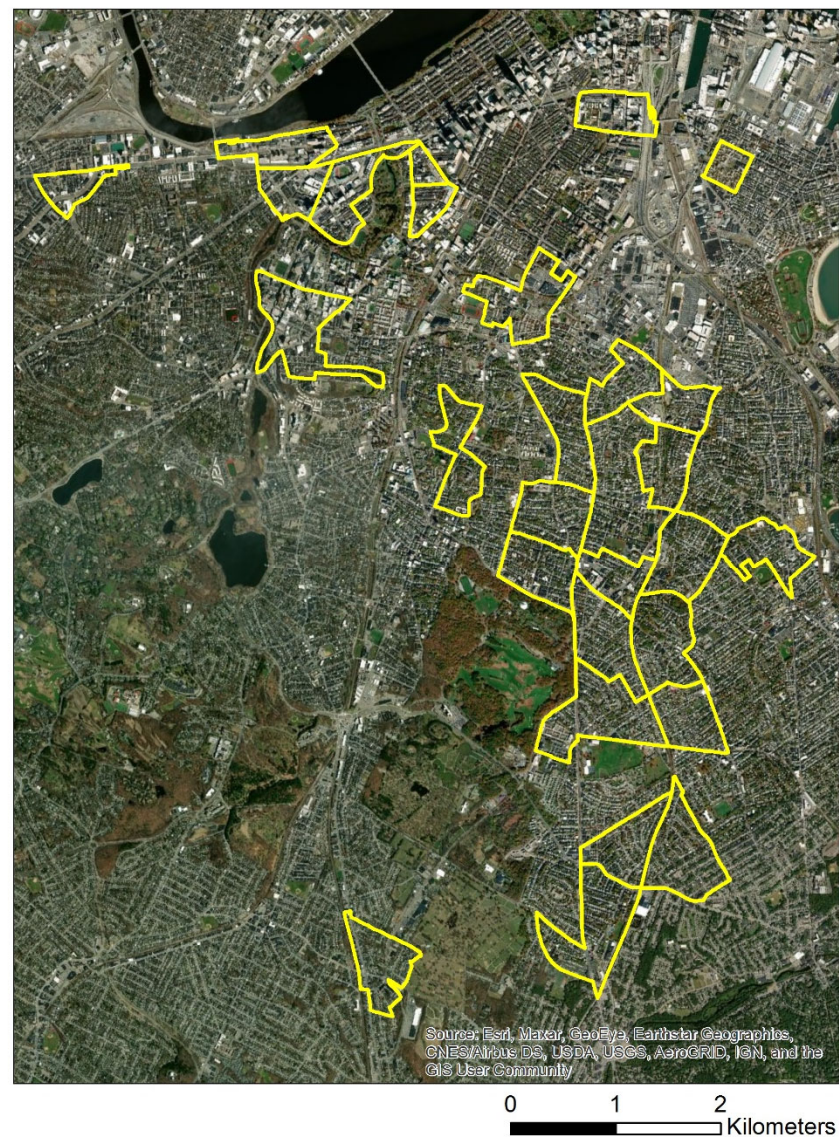
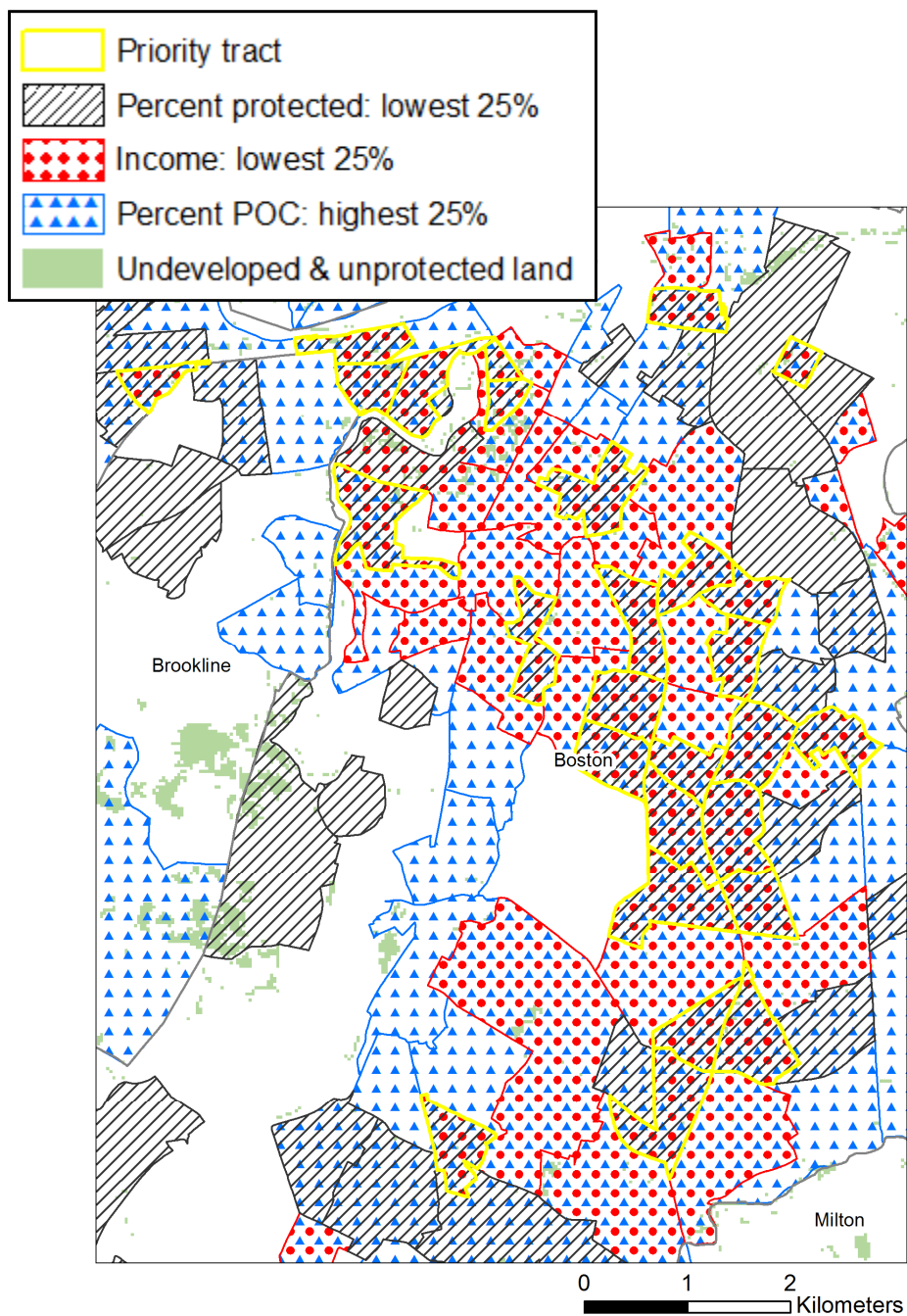
Protected lands by % people of color



Opportunities to reduce disparities

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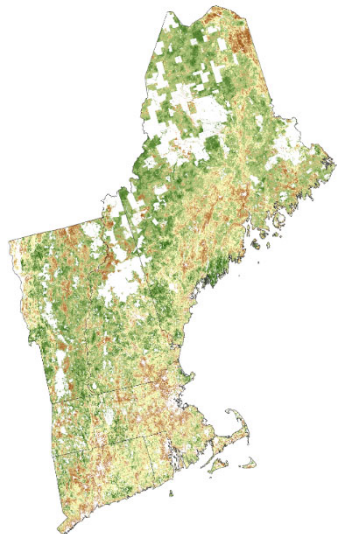




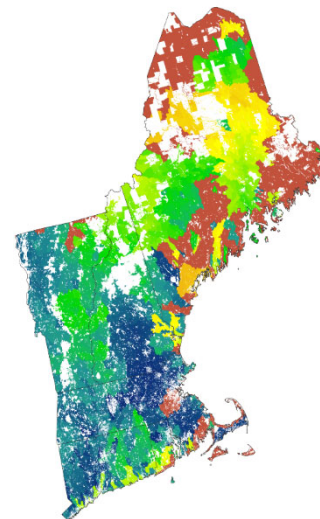
How do EJ priorities compare to existing conservation priorities?

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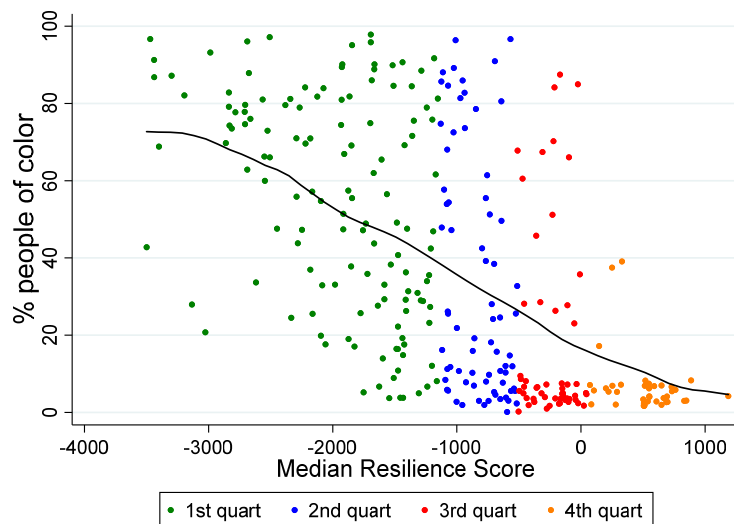
**Long term
resilience
(Anderson et al.
2016)**



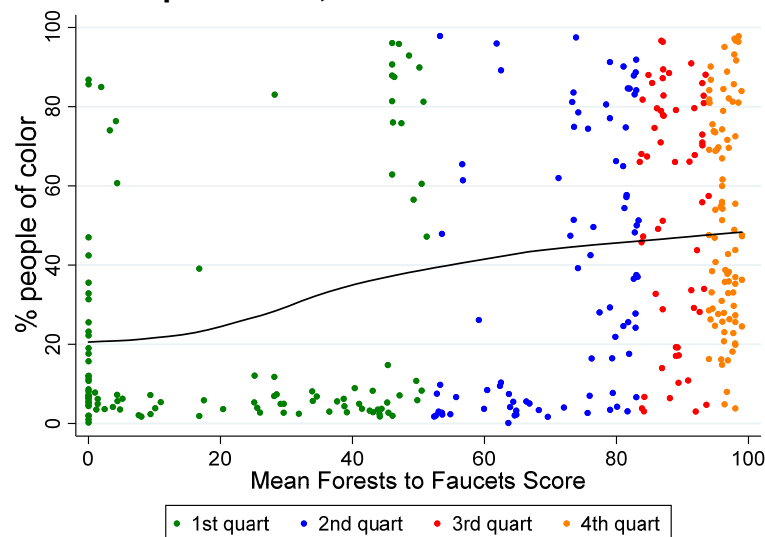
**Drinking water
importance
(USDA Forests
to Faucets)**



Low protection, low income tracts:



Low protection, low income tracts:



Conclusions

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- Substantial new land protection in NE presents a unique opportunity for learning
- **Welcome your questions and reflections**



- **Links: “Assessing the Local Economic Impacts of Land Protection”**
Conservation Biology 2019: <https://doi.org/10.1111/cobi.13318>
- Case studies on economic value of conserved land:
<https://www.wildlandsandwoodlands.org/news/three-new-case-studies-show-economic-value-conserved-land>