

Appalachia

- why slow development?

Eller → growth (income) without development (self sustaining)

no need external cash transfusions.

(East KY (I75 Western boundary)
WV
East TN (I75)
Blue Ridge NC / VA

- multiplier → \$1 injected from outside circulates → additional income

$\left(\frac{\text{leakage } \downarrow}{\text{internal } \uparrow} \right) \downarrow \rightarrow \left. \begin{array}{l} \text{forward} \\ \text{backward} \end{array} \right\} \text{linkages}$
 final demand

forward - external \rightarrow further processing or production to get final good

backward \rightarrow inputs produced locally

final demand \rightarrow income from biz.

wages/salaries } spent
 profit. } locally.

multiplier \uparrow as linkages \uparrow (leakage \downarrow)

Watauga Co. 1.3 - 1.4 NC 3-5

Econ Sectors

rank multipliers

Service - smallest?

Primary - Ag / Forestry - smallest?

Mining

Construction

Manuf. - largest

Region defined?

Appalachia region (core)

Criteria? Krutilla - JSTOR &

Homogeneity -

- race / ethnicity
- income
- employment mix
- geography (physical)
- common history

Policy - TVA
- App Regional Commission (ARC)

Pole - city / hinterland
- growth pole.

- target of policy

→ ASU economic impact.

↳ located in Watauga, CO

→ commuter pattern? → final demand.

Watauga	} Region → <u>ASU</u>
Ashe	
Avery	
Caldwell	
Wilkes	

→ geography target - Fish & Wildlife Endangered Species Act

- critical habitat

Colorado River System

7 states

2200 miles

ARC - how much sense?
core - WV, KY, TN, NC, VA

PA → Pittsburgh:
steel/coal.
GA, AL →
OH

} size ↑

- expansion → include cities Knoxville
Pittsb.
Akron

- Why not the "take off" phase?

- 1800 - 2000

- Civil War - economic dislocation

Eastern lin. 1840 - 1950

SA South Atlantic WV, VA, NC, SC, GA, FL

East South Central KY, TN, MS, AL

ESC % of national income per capita

Year	SA	ESC
1840	70%	73%
1860	65%	68%
1880	45%	51%

Kirby } out migration → NE
Easterlin. } → central. }

selective migration -

↳ losing population → losing
human capital.

Eller (1) Intro + chapter 1. } read.
Easterlin. }