Mount St. Helens National Volcanic Monument

A Summary of Economic Performance in the Surrounding Communities



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Mount St. Helens National Monument, Photo: BLM

BACKGROUND

The 110,000 acre Mount St. Helens National Volcanic Monument was created in 1982, two years after the famous eruption, to promote research, recreation, and education. Located in Cowlitz, Lewis, and Skamania counties, Washington the monument is managed by the U.S. Forest Service.

PUBLIC ACCESS AND USE OF THE MONUMENT

Created two years after the Mount St. Helens eruption, the namesake national volcanic monument today provides many educational and recreational opportunities while allowing rights-ofway, access to in-holdings, and many other activities that attract thousands of Americans each year.

TRAVEL AND TOURISM

Travel and tourism are important to the Mount St. Helens Region, representing about 15% of total private wage and salary employment, or 7,849 jobs, in 2015. In Washington, the Outdoor Industry Association reports that recreation contributes more than \$22.5 billion annually to the state's economy.⁶

SUMMARY FINDINGS

Research shows that conserving public lands like the Mount St. Helens National Volcanic Monument helps to safeguard and highlight amenities that draw new residents, tourists, and businesses to surrounding communities.¹

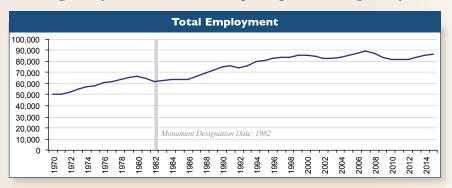
Western counties with protected public lands, like national monuments, have been more successful at attracting fast-growing economic sectors and as a result grow more quickly, on average, than counties without protected public lands.² In addition, protected natural amenities—such as the pristine scenery found at Mount St. Helens—also help sustain property values and attract new investment.³

ECONOMY GROWS AFTER DESIGNATION

The communities in Cowlitz, Lewis, and Skamania counties, Washington neighboring the Mount St. Helens National Volcanic Monument (the Mount St. Helens Region) experienced strong growth after the designation of the monument.

From 2001 to 2015, in the Mount St. Helens Region:⁴

- Population grew by 11% Real personal income grew by 33%
- Jobs grew by 2% Real per capita income grew by 20%

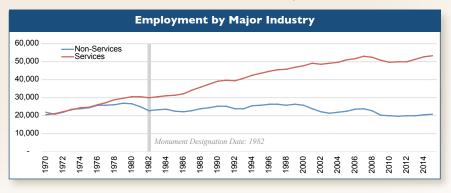


SERVICES JOBS INCREASING ACROSS THE BOARD

Services jobs—such as doctors, engineers, and teachers—account for the majority of employment growth in the Mount St. Helens Region in recent decades. These jobs are increasingly mobile, and many entrepreneurs locate their businesses in areas with a high quality of life.

From 2001 to 2015, in the Mount St. Helens Region:⁵

- Services grew from 49,066 to 53,422 jobs, a 9% increase
- Non-Services shrank from 23,970 to 20,721 jobs, a decrease of 13%





Mount St. Helens National Monument

THE COMMUNITIES IN COWLITZ, LEWIS, AND SKAMANIA COUNTIES NEIGHBORING THE MOUNT ST. HELENS NATIONAL VOLCANIC MONUMENT EXPERIENCED STRONG GROWTH SINCE ITS DESIGNATION IN 1982.

THE INCREASES IN POPULATION, JOBS, PERSONAL INCOME, AND PER CAPITA INCOME ALSO MIRROR OTHER WESTERN COUNTIES WITH NATIONAL MONUMENTS OR OTHER PROTECTED LANDS.

METHODOLOGY

This fact sheet is part of a series that assesses the economic performance of local communities that are adjacent to national monuments. The series examines national monuments in the eleven western continental states that are larger than 10,000 acres and were created in 1982 or later.

FOR MORE INFORMATION

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NON-LABOR INCOME GROWS FASTEST

One of the largest and fastest growing sources of new personal income in the Mount St. Helens Region is non-labor income, which is made up of investment income such as dividends, interest and rent, and government transfer payments such as Social Security and Medicare.

For people with investment income and many retirees, protected public lands and recreation provide important aspects of a high quality of life. Non-labor income already represents more than a third of all personal income in the West—and will grow as the Baby Boomer generation retires.⁷

From 2001 to 2015, in the Mount St. Helens Region:

- Non-Labor income grew from \$2.2 billion to \$3.3 billion, a 48% increase
- As a result, in 2015 non-labor income made up 44% of total personal income



TRADITIONAL JOBS HOLD STEADY

Long before the monument's creation, commodity industries (agriculture, mining, timber) were becoming a smaller share of the overall economy in the Mount St. Helens Region. These industries remain part of the region's economy today.

In 2015, in the Mount St. Helens Region:

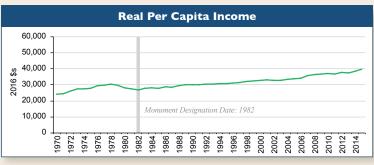
- Agriculture accounted for 3% of total employment
- Mining accounted for 0.3% of total private employment
- Timber accounted for 12% of total private employment

PROSPERITY ON THE RISE

As the economy has grown since designation of the Mount St. Helens National Volcanic Monument, per capita income has risen as well. This indicates growing prosperity in the region.

From 2001 to 2015, in the Mount St. Helens Region:

• Real per capita income grew from \$33,049 to \$39,633, a 20% increase



1 Headwaters Economics. <u>The Value of Public Lands</u>; Lorah, P. and R. Southwick. 2003. Environmental Protection, Population Change, and Economic Development in the Rural Western United States. *Population and Environment* 24(3): 255-272; McGranahan, D.A. 1999. Natural Amenities Drive Rural Population Change. ERS, Agric. Econ. Rep. No. 781. USDA: Washington, DC; Haas, W.H. and W.J. Serow. 2002. The Baby Boom, Amenity Retirement Migration, and Retirement Communities: Will the Golden Age of Retirement Continue? *Research on Aging* 24(1): 150-164.

2 Rasker, R., P.H. Gude, and M. Delorey. 2013. The Effect of Protected Federal Lands on Economic Prosperity in the Non-Metropolitan West. Journal of Regional Analysis and Policy 43(2): 110-122.

3 Deller, S.C., T.H. Tsai, D.W. Macrouiller, and D.B.K. English. 2001. The Role of Amenities and Quality of Life in Rural Economic Growth. American Journal of Agricultural Economics 83(2): 352-365.

4 All economic data come from U.S. Department of Commerce. 2016. Bureau of Economic Analysis, Regional Economic Accounts, Washington, DC; U.S. Department of Commerce. 2017. Census Bureau, County Business Patterns, Washington, DC.

5 The U.S. Department of Commerce changed the way it classifies industries between 2000 and 2001. To show a continuous timeline for services and non-services employment, we subtracted non-services jobs from total private employment to derive services jobs.

6 Outdoor Industry Association. 2012. The Outdoor Recreation Economy.

7 Headwaters Economics, Non-Labor Income: Large and Growing in Importance Across the West; Frey, W.H. 2006. America's Regional Demographics in the '00s Decade: The Role of Seniors, Boomers, and New Minorities. Washington, DC: The Brookings Institution.