MAKING A DIFFERENCE IN MINNESOTA: ENVIRONMENT + FOOD & AGRICULTURE + COMMUNITIES + FAMILIES + YOUTH

Rewriting the Rural Narrative: Resident Recruitment

The chicken and egg of residential motivations

Benjamin Winchester Rural Sociologist Extension Center for Community Vitality

Why the Pandemic Is Making Some City Folks Think Rural

Drawn by remote work, perceived safety and lower cost of living, some young people are making the move.

Time To Move? Data Suggests Americans May Flee To Rural Areas Post-COVID



Jeff Rose Contributor ⊙
Personal Finance
I'll show you a new way to accelerate your wealth building.

Millennials Could Be a Boon to Smaller Communities. How Can Those Towns Attract Younger Workers?

Americans Big on Idea of Living in the Country

BY FRANK NEWPORT



The Heartland's Revival

by Joel Kotkin

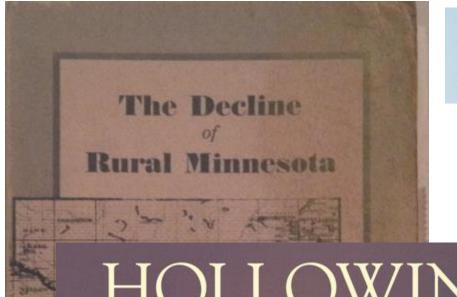
People Fleeing Big Cities May Spur Economic Growth In Smaller Metros



Remington Tonar and Ellis Talton Senior Contributor © Leadership Strategy We explore urban innovation and infrastructure.



A long time ago in a galaxy far, far away....



Fighting for an American Countryside

Survival

of Rural

America

SMALL VICTORIES AND BITTER HARVEST

HOLLOWING OUT THE MIDDLE

The Rural Brain Drain and What It Means for America

Joseph Amato



From Breadbasket to Basket Case

In the 1980s, rural Americans faced fewer teen births and lower divorce rates than their urban counterparts. Now, their positions have flipped entirely.



THE NARRATIVE BASIS

Mechanization of agriculture



Roads & transportation





Main street restructuring

School consolidations

THE NARRATIVE

- There's a brain drain
- We live in the middle of nowhere
- We are a sleepy town
- Everyone knows one another
- Nobody lock their doors
- What we had
- What we don't have
- What we wish we had
- What we could have had...

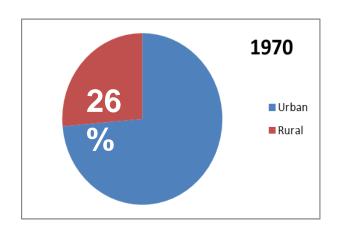
Rumors of my death have been greatly exaggerated. –Mark Twain

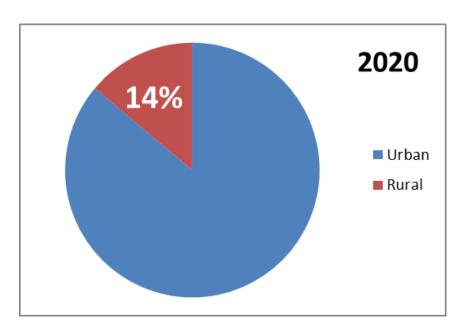


In the U.S. the rural population has

increased by 11%

since 1970.

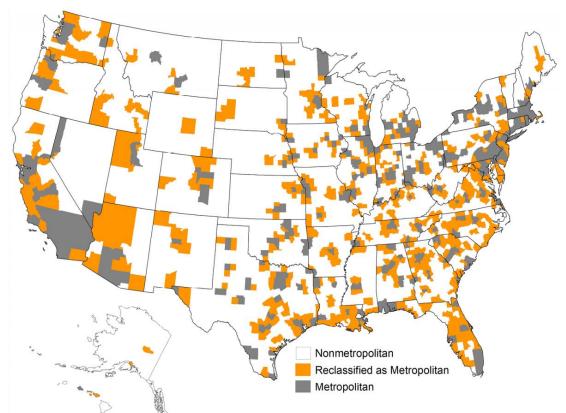




As rural populations grow, residents get

reclassified.

As rural populations grow, residents get reclassified.



753 nonmetropolitan counties that were redefined as metropolitan between 1963 and 2013 shifted nearly 70 million residents from nonmetropolitan to metropolitan America by 2017. This represents 21% of the entire 2017 U.S. population. In fact, all the proportionate growth in metropolitan America from 67% of the population in 1970 to 86% in 2017 resulted from metropolitan reclassification.

Population figures reduced by formerly nonmetro places now designated as metro.

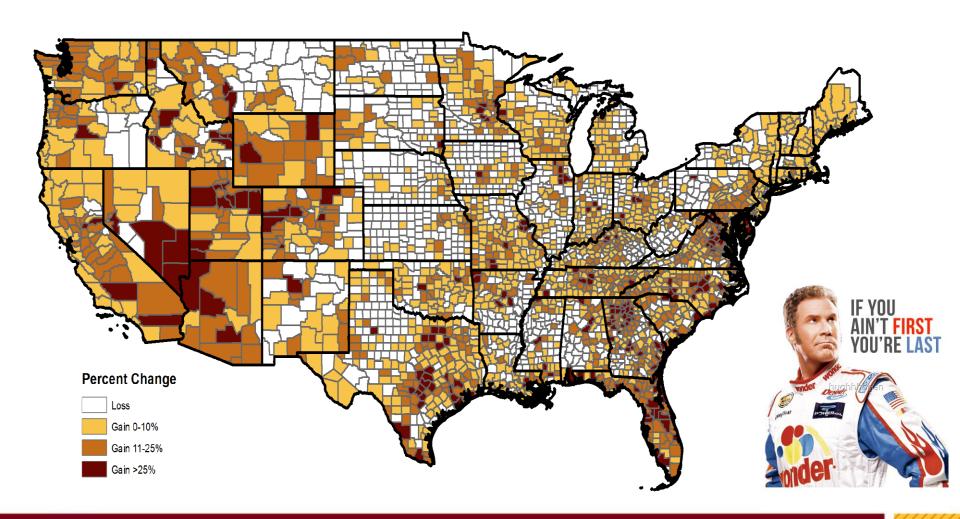
(25% all counties since 1974)

Success is taken away from rural as urban areas have grown WIDER, not taller.



Total Population Infatuation

a.k.a. If you're not growing you're dying



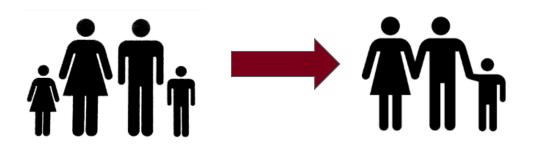
Total Population Infatuation

Wait, what?

Comparison Historical Population from 1960 to 2010

Community	1960	1970	1980	1990	2000	2010	% Change
UMVRDC Region	69,063	61,806	59,822	50,845	50,011	45,190	-34.57%
Households	19,428	19,367	22,026	20,088	19,846	20,039	3.14%
Big Stone County	8,954	7,941	7,716	6,285	5,820	5,269	-41.15%
Chippewa County	16,320	15,109	14,941	13,228	13,088	12,441	-23.77%
Lac qui Parle County	13,330	11,164	10,592	8,924	8,067	7,259	-45.54%
Swift County	14,936	13,177	12,920	10,724	11,956	9,783	-34.50%
Yellow Medicine County	15,523	14,415	13,653	11,684	11,080	10,438	-32.76%

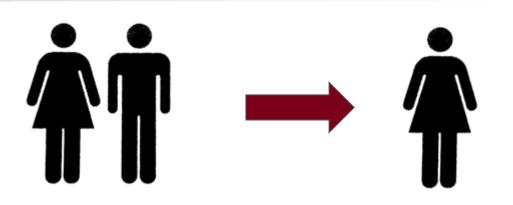
Source: US Census Bureau



Avg. HH Size:

1940: 3.6 2018: 2.6

With a fixed # homes, you will lose 29% pop due to demographic destiny alone.



Spouse passes

Population: -1

Households: NC

Yes there is outmigration but demographics work against growth and even stability (stagnation).

Myth: Only the "lucky few" escape rural America which results in a Brain DRAIN.

40%-50% of residents **MOVe** every 5 years.

The Rural Brain Gain

They choose rural age

30-49

And also when they are 50-64 (since the 1970s)





University of Minnesota

EXTENSION

Nebraska Buffalo Commons Research 2012

Workforce Movers
University of Minnesota,
2004, 2012, 2019



EXTENSION





Montana Movers Study, 2021

Newcomers: Why?

Simpler pace of life



Safety and Security



Low Housing Cost





Newcomers: Who?

- 41% moved primarily for a job (50% youngest/ 35% oldest)
- 25% lived there previously
- 91% have some college or bachelor's
- 75% household incomes over \$50k
- 47% have children in household
- 14% telecommute!

Source: 2020 University of Minnesota Extension Center for Community Vitality. Rural workforce movers study. Funded by the U. S. Department of Agriculture.



Newcomers: Who?





	MN	MT
Moved primarily for a job	41%	⇒ 35%
Lived in the community before	25%	34%*
Have children in household	47%	39%
Household income >\$50k	75%	78%

14% telecommute (pre-pandemic!)

* Social housing supply?

Source: 2020 University of Minnesota Extension Center for Community Vitality. Rural workforce movers study. Funded by the U. S. Department of Agriculture.

2021 Montana State University Extension Movers Study.



Move Factors with Preference

Proportion of households that indicated it was important in some way.

Percent Take advantage of the slower pace of life 71 To live closer to relatives 70 To find a less congested place to live 69 To live among people with similar values 68 To find lower priced housing 67 To find a safer place to live 67 To live in a smaller community 66 To find a lower cost of living 65 To find a good environment for raising children 65 To find a job that allowed a better work-life balance 61 To find a job that matches my skills 60 58 To take on a new job 56 To find a higher paying job To live closer to friends 50 To find higher quality schools 49

Source: 2020 University of Minnesota Extension Center for Community Vitality. Rural workforce movers study. Funded by the U. S. Department of Agriculture.



TELECOMMUTING

Question: Do you typically telecommute or work remotely for a company not located in your region? (of those in workforce)

Respondent	14%
Spouse	16%

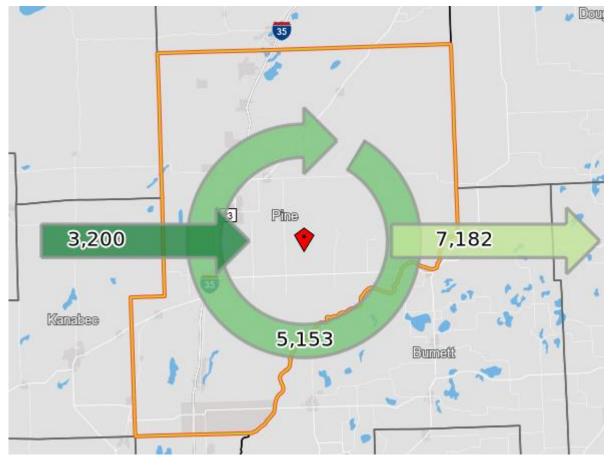
21% of Households have a member that telecommutes!





Megaregions Seattle Spokane Portland Helena Marquette Minneapolis Boise Albany Boston **Rapid City** Buffalo **Hartford** Eureka Milwaukee Detroit **New York** Cleveland Chicago Salt Lake City Philadelphia **Des Moines** Pittsburgh Omaha San Francisco Columbus Washington, D.C. Indianapolis Denver Kansas City St. Louis Richmond Fresno Louisville Las Vegas Raleigh Knoxville Charlotte Nashville Los Angeles Albuquerque Oklahoma City Memphis San Diego Phoenix Atlanta Birmingham Lubbock Savannah Dallas El Paso Odessa 500 km Tallahassee **New Orleans** Houston San Antonio Tampa Miami Brownsville

http://discovery.dartmouth.edu/megaregions/

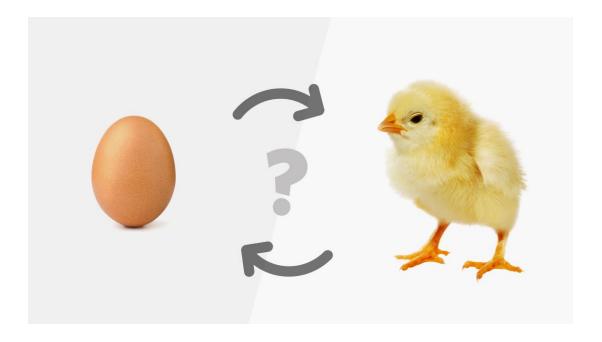


Pine County

Across Minnesota, just 51% work in the county they live.

https://onthemap.ces.census.gov/

Traditional: Employer-based Community Resident Recruitment



Jobs are the attraction for new residents.
Without a job why would anyone move here?
What we've found...

Work and Home continue to decouple 2019, just 51% of workforce work/live in county



The Middle of Everywhere Exercise



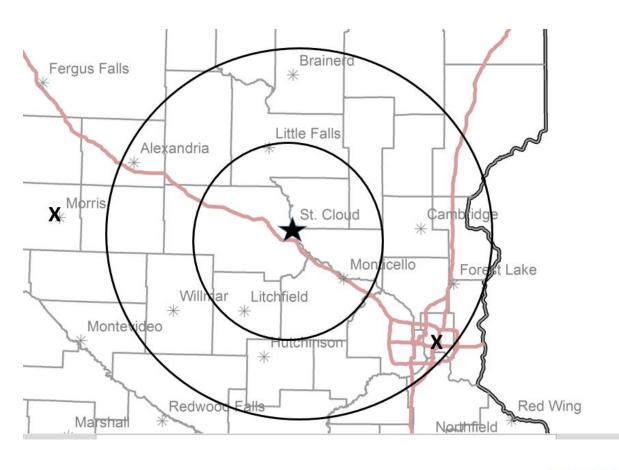
- ★ where you live
- X where you work

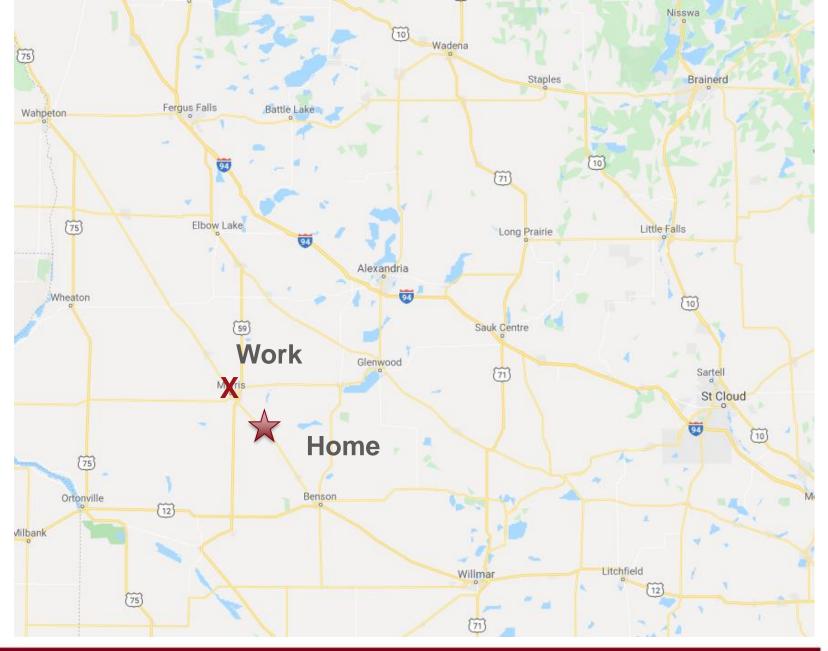
Circle around:

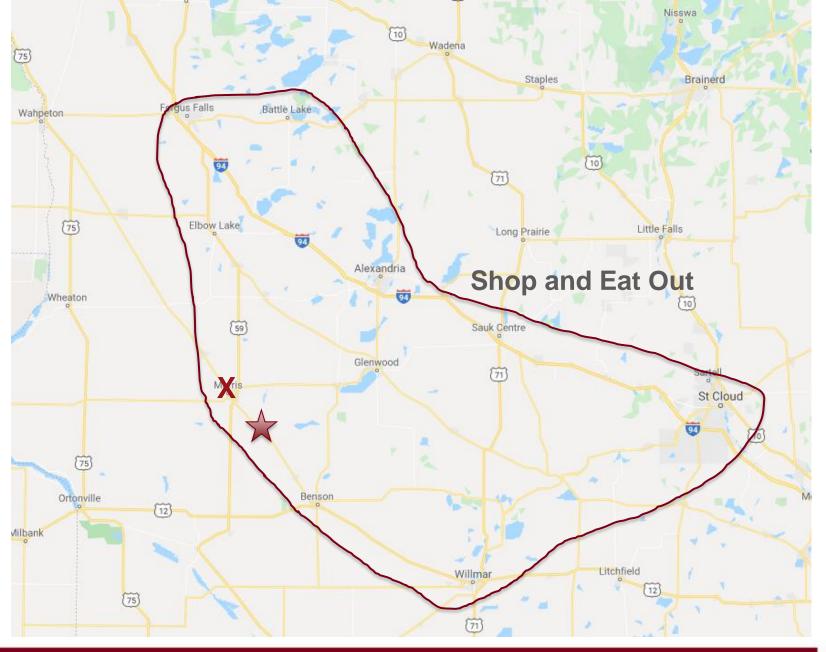
- 1. Shop / eat out
- 2. Play / recreate

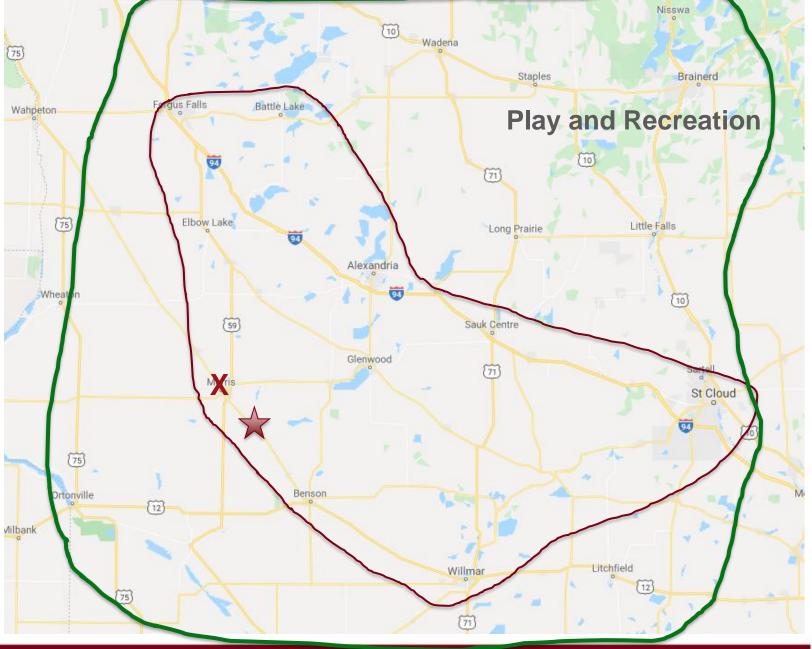
Age range

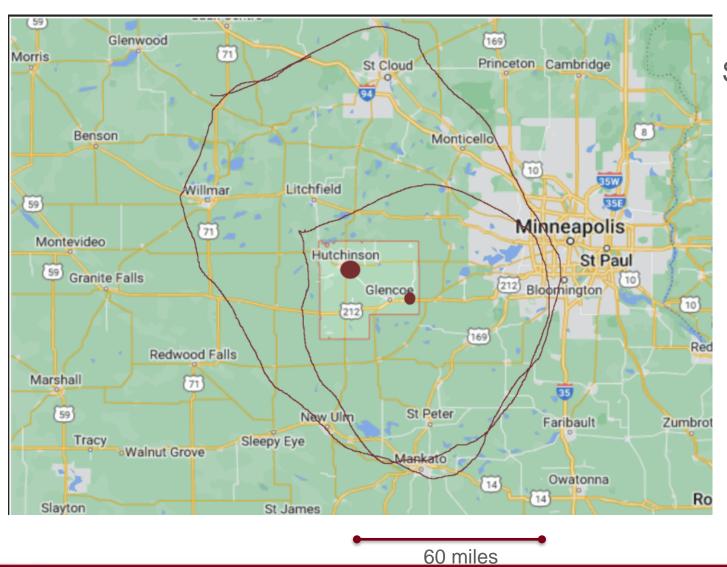
Assets











Shop and Eat

PATTERNS

Age: _____'s

List 3-5 of your favorite assets in your region:

- Everywhere expands with age
- Assets vary significantly by age

RURAL LIFE-SHED

No town is a one-stop-shop

Home -> Work: 30/45 minutes

Home -> Eat/shop: 60 minutes

Home -> Play - 2+ hours!

MIDDLE OF EVERYWHERE

- Asset-Based Community Development (ABCD)
 - Most effective in a town or small region
- How do we include people that work and visit in our community planning?
- Partner with groups, not just in your place but different "jurisdictions"
- Social Capital needs Bonding and Linking capital

MIDDLE OF EVERYWHERE

How can we make local decisions while at the same time respect the reality of lives?

The REGION is the primary unit of interest

Mayor, how do you market your town if you don't know what's going on around you?

resident recruitment

In rural areas first:

- Tight labor market
- Workforce housing shortages

https://www.ruralmn.org/the-workforce-housing-shortage-getting-to-the-heart-of-the-issue/

Then, pandemic hits...

THE COMMUNITY IS WELCOMING OF NEW RESIDENTS BY THOSE LIKELY TO STILL LIVE IN COMMUNITY IN 5 YEARS

	Likely to	
The Community is Welcoming	Live Here	
	in 5 Years	
Strongly agree	86%	
Agree	77%	
Disagree	68%	
Strongly Disagree	44%	

resident recruitment

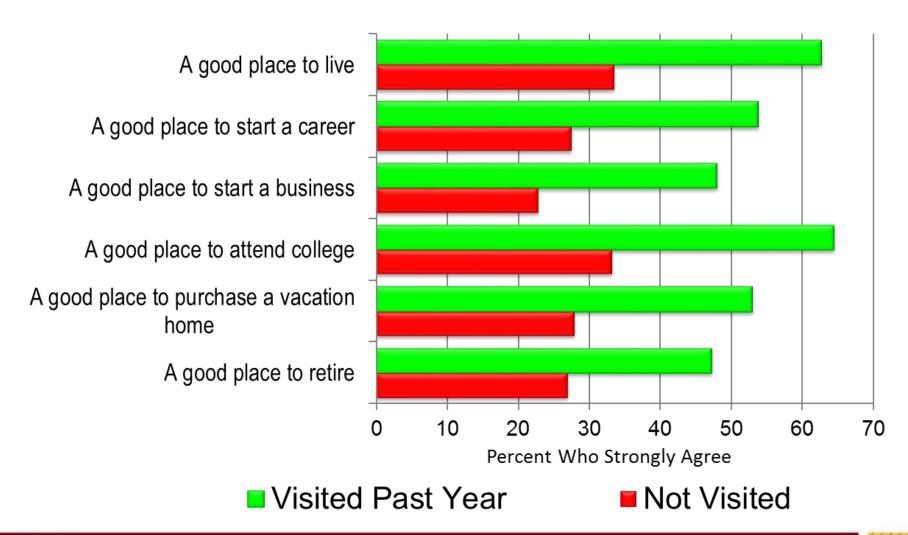
Community Development

Economic Development

Tourism

On the Map – Over the Edge – Welcome Home

HALO EFFECT: VISITATION AND IMAGE







Vacant Occupied Second Homeowners

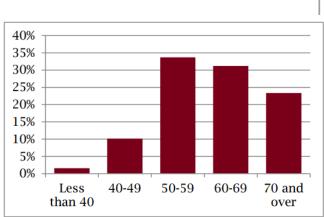


Figure 2: Age of respondents (n=561)

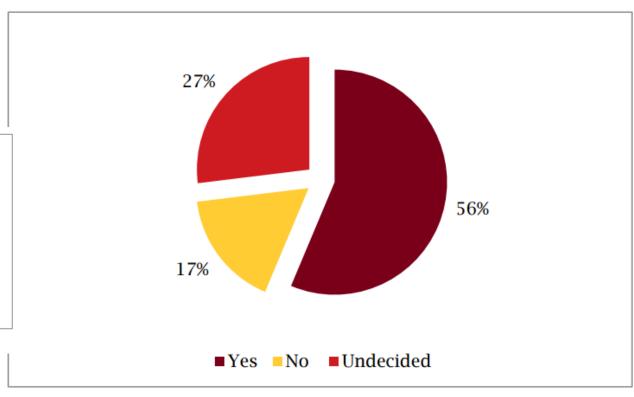


Figure 13: Intention of respondents to retire to second home property (n=569)

Pesch and Bussiere. 2014. Profile of Second Homeowners in Central and West Central Minnesota





The coordinated economic and community development actions needed to identify, attract, and invite new residents moving to the region.

- Distributes recruitment (and retention) costs across the communities.
- In a tight labor market...labor has the power to choose.
 Why will they choose your town over another? Seems everything but the job matters...
- The LIFE-WORK balance

Invitations

- Graduates / class reunions
- Tourism locations narrative
- Media / Facebook / Google Ads
- Existing resident networks lift up voices of newcomers
- Narrative matters here!



Incentives



- Land, utility waiver, tax credits
- Cash, moving costs, down payment
- Bicycles / park passes
- Co-working spaces
- Community incentives can stack here with occupational incentives (lawyers, doctors, public service workers)

economic supports

- Broadband
- Remote workers training
- Co-work space
- Self-employed
- Business Succession programs
- Spousal employment
- Regional housing inventory

There is a tension here with housing

Welcoming

Front lines: Real estate agents, property managers, city clerks

- Front line narrative training program
- Concierge service
- Welcoming Communities program
- Grab-a-bite (Otter Tail county)
- Newcomer supper



Involving

- Making it Home program
- Regional events and organizations
- Involvement starts with a small request
- Make room for newcomers to "leave their mark" for themselves

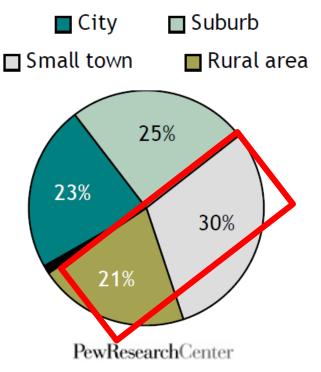
The Key: INTERACTION





Where We Live and Where We'd Like to Live

by community type



20% live rural/small town

51% would PREFER to

MOVING IN: Demand for rural and small town living!

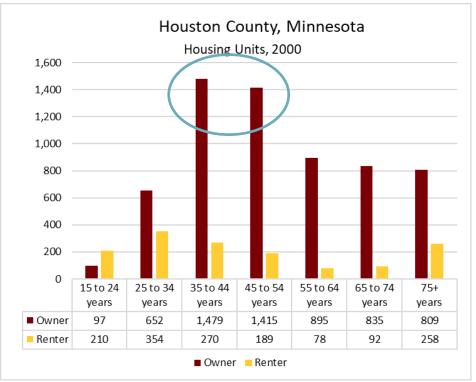
Source: "For Nearly Half of America, Grass is Greener Somewhere Else". Pew Research Center, 2009.

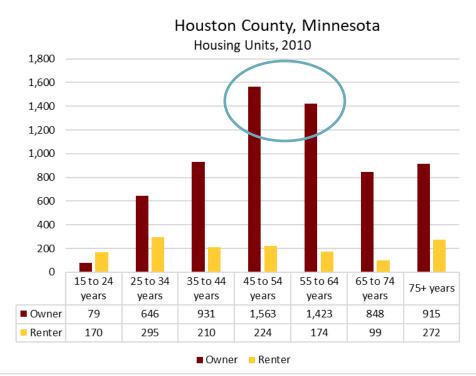
Change is coming

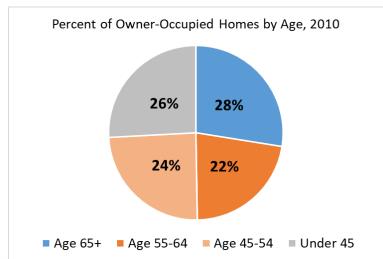
30% of rural homeowners are 70+!

(another 45% are BB)

75% are Baby Boomers and older!







Source: U. S. Census Bureau: 2010 Decennial Census

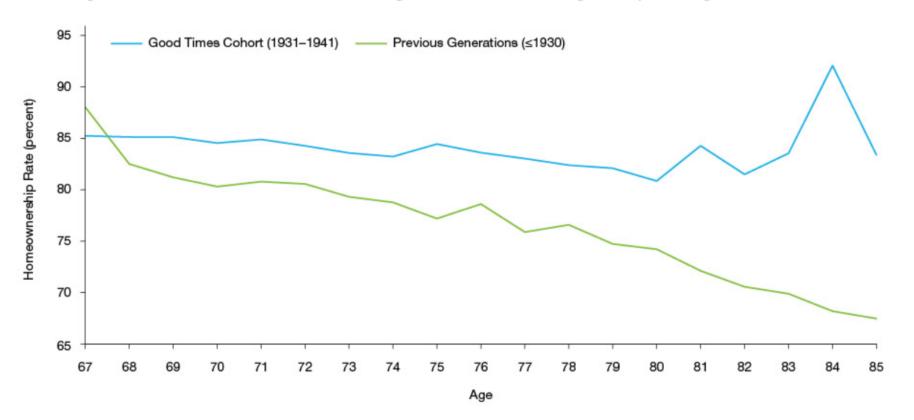


58% of older adults have not changed residences in more than 20 years

Exhibit 1

Historical homeownership rates for household heads aged 67-85

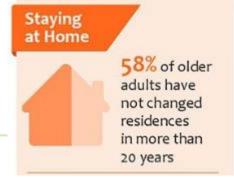
Current generations of older homeowners are holding onto their homes for longer than previous generations



https://familymattershc.com/the-united-states-of-aging-survey/

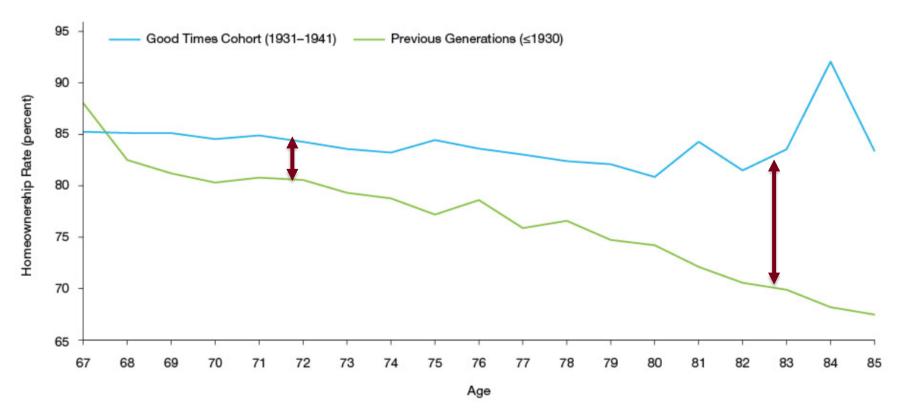
 $http://www.freddiemac.com/research/insight/20190206_seniors_age_millennials_wait.page?$





Historical homeownership rates for household heads aged 67-85

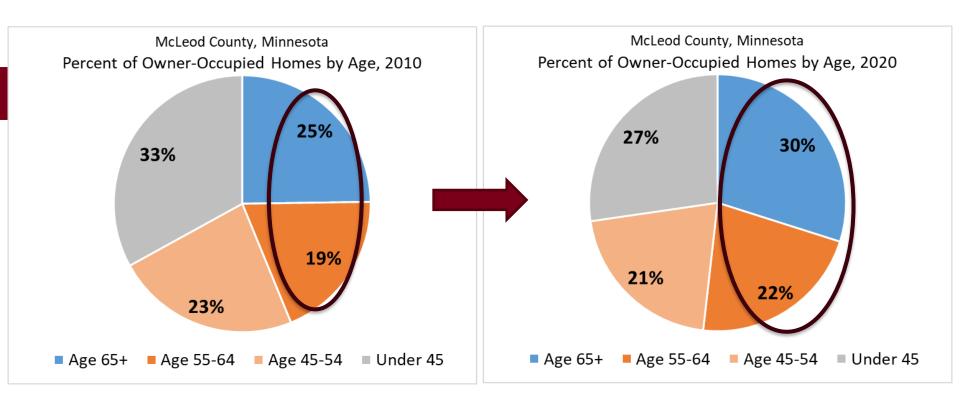
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http://www.freddiemac.com/research/insight/20190206_seniors_age_millennials_wait.page?





Circled ages: fewer (if any) children

Housing substitutions replace: 1 or 2 person households with multigenerational families, many with children.

Half of newcomer households have children

Change happens at the pace of housing turnover.

Related Trends

Speak Your Piece: Is Airbnb Killing the Rural Rental Market?

Property owners say they can generate more profit and fewer headaches by renting to vacationers instead of local residents. The Zillow, Other Tech Firms Are in an 'Arms Race' boom in short-term rentals could have some long-term consequences in the rural housing market.

To Buy Up American Homes

"iBuyers" are gearing up to grow massively in the coming years, with unforeseen consequences for the U.S. housing market.





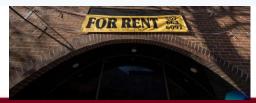


Institutional investors are stiff competition for homebuyers

Amy Scott

Apr 13, 2021





Pandemic homes sales were **NOT all Arms-Length Transactions**



Community Succession



Maybe one of the best things you can do for the future of your community is to ensure there is somewhere for people to live.

More broadly, community succession plans for housing, leadership, and businesses



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Thank you.

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