DATES TO REMEMBER

- **❖** COURSE EVALUATION PERIOD NOW OPEN.
- Can do it on line or on a SmartPhone
- · Sign in with your Hunter NetID and password
- Check your Hunter email account for notice from the College.
- □ Dec 7: Last day to hand in PRE-APPROVED EXTRA CREDIT research paper or discussion paper.

Exercise 5 - My Neighborhood is due.

- ☐ Mon., Dec 11: Last class lecture.
- ☐ Thurs., Dec 14 from 2-4 PM: Final Exam
 - Four essays focused on the major themes of cultural geography from a choice of 7 topics, plus m/c defs.
 - Last day to hand in "Geography in the News" extra credit option (14 annotated news items for max credit; see syllabus for details).

Economic Geography:
Industries, Services and
Development

Prof. Anthony Grande
Hunter College-CUNY

CAFG 2017

Latin daily, return and
prior deposited in Adjoint to Spire Copyright.

World Economic Activity



https://gecon.yale.edu/pixeled-contour-globe/large-pixeled-contour-glob

ECONOMIC GEOGRAPHY

What does that rotating globe of economic activity seem to indicate?

LOCATION

LOCATION

LOCATION

 $\underline{http://globe.cid.harvard.edu/?mode=gridSphere\&id=null}$

ECONOMIC GEOGRAPHY

- The application of geographic principles and tools to business and government.
 - √ The spatial study of activities related to production, exchange and consumption of goods and services: activities are culture-based.
 - ✓ It examines how people earn their living, how livelihood systems vary by area, and how economic activities are spatially interrelated and linked: decisions and importance attached to an activity are culture-related.

Cultural Geography and Economics

- The "economic culture" of an area is a QUALITATIVE assessment by people (not quantitative) of their ecological and social environments based on:
 - ✓Interaction with the physical environment (cultural ecology)
 - ✓ Cultural considerations (history, tradition, belief, perception)
 - ✓ Level of technological development (learned and adopted)
 - ✓ Political decisions (imprint of political culture)
 - √ Socio-economic factors of
 - demand (market conditions)
 - expendable money and time (leisure)
 - need/desire to accumulate wealth (status)

6

Cultural Geography and Economics

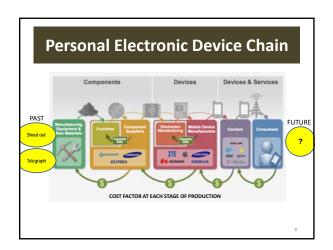
- Cultural production:
- The story behind commercial agriculture, industrialization and the service trades and the production of commodities.
- Commodity chains:

Trace the path of a product from conception and design through production, retailing and consumption.

- Where/why did the idea emerge?
- · Who invented it?
- · How is it produced/distributed/sold?
- Who uses it and where?

- Commodity systems:
 Mapping production by looking at all component
- looking at all component parts, as suppliers and support industries, factors behind production, and labor. (What is needed to manufacture an automobile? a cell phone?)
- Commodity circuits: Looks at the ever-changing and evolving practices associated with commodity USE. (Telegraph to cell phones;

7



Cultural Geography and Economics

<u>Cultural production analysis</u> starts with existing conditions:

- 1. Location
 - a. Site
 - b. Situation
 - c. Focal points (nodes)
 - d. Hierarchy (levels of activity)

2. Add Transportation

- a. Linkages (network)
- b. Time-Distance factors (spatial interaction; how far)

3. Result is a Spatial Pattern

- a. Where (distribution)
- b. Why (land use)
- c. Relationships (patterns of interaction)

4. Influenced by Economic Factors

- a. Supply and demand
- b. Resources
- c. Environmental issues
- d. Political issues

Cultural Geography and Economics

Cultural production also involves the **decision-making process**, including:

- 1. Comparative Advantage (best suited)
- 2. Human Elements, the people factor (cultural, social, political, historical, economic, technological ability)
- Agglomeration (clustering for mutual benefit)
- 4. Transportation Characteristics (existing routes and equipment, reliability, performance, cost of change)
- Time-Distance Variables (spatial interaction at minimum cost)
- **6. Environmental Concerns** (care about environment, perception, compliance, sustainable development)

10

* Areas of the world and their regions exhibit different concentrations of economic activities that generate income. Primary industries: process of extracting products from nature as agriculture, fishing, forestry and mining. (practiced worldwide by large numbers of people). Secondary industries: transform raw materials into finished products (concentration in specific areas). Tertiary industries: provide services for people, industry and other service providers (support group).

Location of Industry LABOR SUPPLY Skill levels Increased mobility of people "Footloose" industries Outsourcing **MARKETS** Weight, perishability, and fragility of And product influence need to locate we cannot forget Locational Inertia: close to market Emerging markets in China and difficult to move and even renovate other developing countries. Transport to or relocate? GOVERNMENT INFLUENCES Tariffs and quotas; taxes; regulations Export Processing Zones (EPZs)

Tertiary Sector

- ❖ The Service Sector of the economy:
 - Consists of economic activities which provide a service to society but do not produce manufactured goods.
 - People doing things for people (and charging for that service).
 - Part of the "multiplier effect". For every person earning money in an economic setting, there are at least two other people that have to support that person. Also a creature of expendable (excess) income.
 - >Over 80% of workers in developed countries have jobs in the service trades.

3

Tertiary

- · Tertiary services
 - Retailers, personal and business services performed in shops and offices
 - Location based on demand
 - Part of the growth in the tertiary component is statistical rather than functional
 - Outsourcing of services formerly provided in-house
 - Tourism is the most important tertiary sector activity and is the world's largest industry in jobs and value generated.

Primary Economic Activities

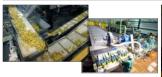








Secondary Economic Activities









Tertiary Economic Activities









Origins of the Industrial Revolution

Before the industrial revolution:

- Cottage Industry: A traditional type of manufacturing, practiced on a small scale in individual rural households as a part-time occupation; goods were made by hand for local consumption.
- Guild Industry: A traditional type of manufacturing involving handmade products of high quality manufactured by high skilled artisans who resided in towns and cities. Noted for the training of apprentices.

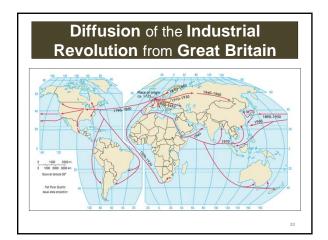






Craft vs. Factory: A change in the culture of producing things

	Domestic System	Factory System
Methods	•Hand tools	•Machines
Location	•Home	•Factory
Ownership and Kinds of Tools	•Small hand tools owned by worker	•Large power-driven machines owned by the capitalist
Production Output	Small level of production Sold only to local market Manufactured on a per-order basis	Large level of production Sold to a worldwide market Manufactured in anticipation of demand
Nature of Work Done by Worker	Worker manufactured entire item	Worker typically made one part of the larger whole Henry Ford's assembly line (early 20th century) kept workers stationary
Hours of Work	Worker worked as much as he/she would and could, according to demand	•Worker worked set daily hours
Worker Dependence on Employer	Worker had multiple sources of sustenance—other employers, own garden or farm, and outside farm labor	Worker relied entirely on capitalist for his/her income-urban living made personal farming and gardening impractical



Economic Development

Economic development is:

- The <u>level</u> of a country's growth or maturity, often stated in **GDP** (Gross Domestic Product = measurement of all goods and services produced in an area over a set time period).
- The process by which an agricultural society <u>moves</u>
 <u>toward</u> industrialization and higher patterns of income and <u>away from</u> subsistence.
- Related to changes in population growth rates and in chief occupations of its residents as illustrated in the Demographic Transition Model.
- Evident in all aspects of a national/regional economy and affects all groups of people and their culture.

Gross Domestic Product The World Scorence Regions to 2014 The Wo

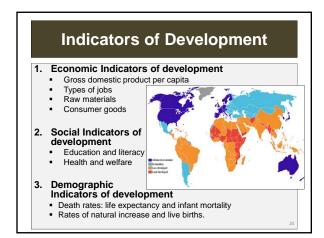
Assessing Development

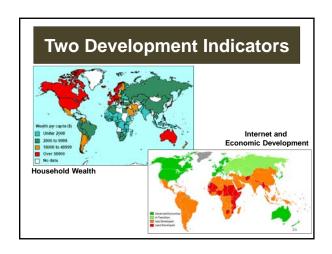
 The term "economic development" came about in the Post-WW II era when the standards of living (including education, mortality rates, poverty) of world regions were being evaluated against that of the US and W. Europe.

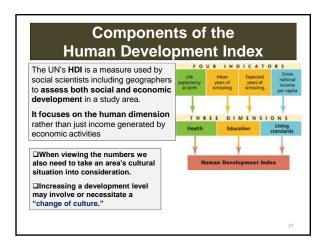
Was this a fair cultural criteria?

- It is also a result of rehabilitation and reconstruction of wartorn areas: get them functioning again and not depend on foreign aid.
- Led to efforts to "modernize" areas (i.e., change them) by introducing new technologies to create more local income.
- **BUT** it also alters traditions and customs; results in acculturation and assimilation; is a product of globalization.

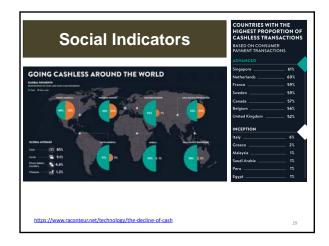
24







Social Indicators INFRASTRUCTURE **CONSUMER GOODS** Part of the wealth generated in More developed countries more developed countries goes for essential goods and services (food, use part of their greater wealth to provide schools, clothing, and shelter). hospitals, and welfare The rest is available for services. consumer goods and services. > A well-educated, healthy, The wealth used to buy "nonessentials" promotes expansion and secure population can Among the thousands of things that be more economically consumers buy, three are particularly good indicators of a productive. society's development: motor vehicles telephones televisions



Development Strategies

There are 3 approaches to national development:

- Self-sufficiency (rely on no one; strive for balanced growth across the board)
- 2. International trade (comparative advantage; do what you can do best, trade for the rest)
- 3. Foreign assistance (accept money from outsiders; lose control of destiny; earnings/profits don't stay local.
- In part, all three are a reflection of a cultural attitude with regard to asking for and receiving foreign assistance: national pride, commodity leverage, memories of colonialism, political alignments, dire need, infrastructure collapse.

30



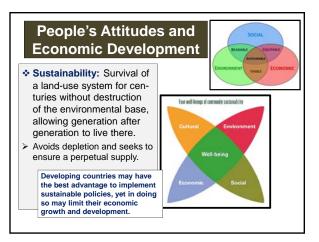
Economic Development

* RELATIONSHIP OF PEOPLE TO THE LAND CHANGES WITH DEVELOPMENT

Population – demographic transition model
Natural Resources – use and conservation
Environmental Issues – concerns for environment;
assessing methods and profits

There is a conscious (cultural) movement away from the land (both physical and mental) as economic development progresses.

32



Development and **Culture**

- Sustainable development and resource management cultural issues include:
 - Population vs. habitat an assessment of needs
 - Movement of people to the cities industrialization
 - Increased use of raw materials/resources human impact on environment
 - Changing sources of energy from biomass to fossil fuels and maybe back to biomass at expense of food
 - Innovation technology coping with the environment
 - Comparative advantage do what you can do best
 - Choice specialize and trade OR be self-sufficient

NEXT

URBAN CULTURAL GEOGRAPHY