

Long term Vision for Regional Development:

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New Vision Old Vision Technologies Energy Agriculture and lagging behind places Local development Other activities



Megatrends are shaping the context for rural places

DEMOGRAPHIC

Ageing and depopulation

- · Higher costs of delivering public services
- · Elderly inclusion to economy
- · Migrant integration to cope with depopulation

ENVIRONMENT

· Local economic

Valuation of rural

assets (i.e. land, biodiversity, etc.)

transition

TECHNOLOGICAL CHANGE

- Upskill labor force to face automation
- Low quality broadband in rural area
- Advantages for renewable energy and the circular economy
- Capitalise on biodiversity

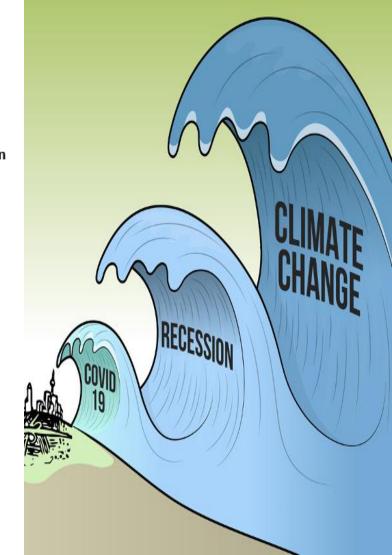
- · New jobs and new ways for services and transport
- Improve rural attractiveness

CHALLENGES

GLOBALISATION



- · Increase competition from emerging markets
- · Need to move-up in **GVCs**
- · Openness to foreign investment
- International links among SMEs





OPPORTUNITIES

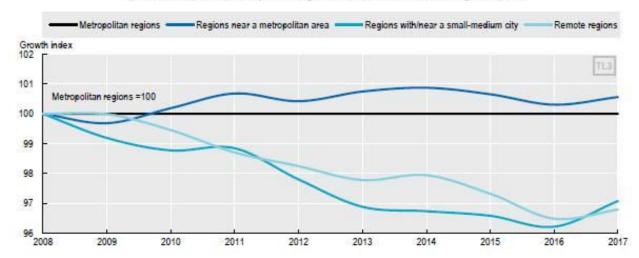


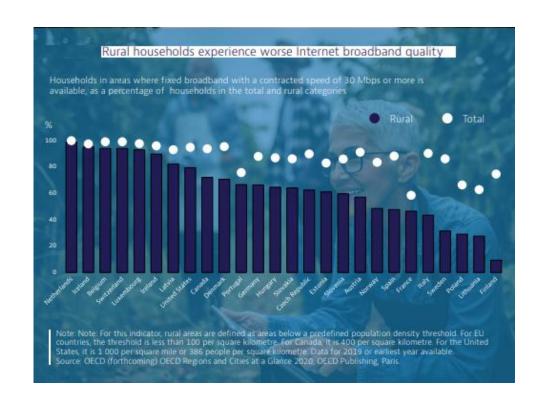


Megatrends shaping opportunities in regions and rural places

GDP per capita growth index in non-metropolitan relative to metropolitan regions

OECD area, index (metropolitan regions=100), based on small regions (TL3)







Rural places are diverse and they each require a distinct approach

The simplified area economy

...and a more realistic representation





Source: Global Monitoring Report 2013, IMF/World Bank









Challenges

Rural inside a functional urban area (FUA)

- Loss of control over the future
- · Activities concentrate in the urban core
- Managing land value pressures
- Matching of skills

Rural outside, but in close proximity to a FUA

- Conflicts between new residents and locals
- Avoiding sprawl
- Competition for land and landscape

Rural remote

- Highly specialised economies subject to booms and busts
- Limited connectivity and large distances between settlements
- High per capita costs of services

Opportunities

- A more stable future
- Potential to capture urban benefits while avoiding the negatives
- Potential to attract high-income households seeking a high quality of life
- Relatively easy access to advanced services and urban culture
- Good access to transport

- Absolute advantage in production of natural resources-based outputs
- Attractive for firms that need access to an urban areas but not on a daily basis
- Can offer unique environments that can be attractive to firms and individuals



The Rural Well-being Policy Framework



Emphasis on:

- ✓ **Partnerships** between government, the private and civil society
- ✓ Building linkages between rural areas and cities

A people-centred approach will help ensure rural areas can embrace change and build positive futures



The Framework identifies a number of policy recommendations



ECONOMY

Enhancing productivity and competitiveness

- Deepening smart specialisation strategies and promoting innovation.
- Supporting SME growth
- Facilitating access to sources of financing for rural firms.
- Retaining more value in rural communities

- Enhancing the quality and availability of digital tools and skills
- Designing resilient services and providing targeted mentoring initiatives
- Developing 'silver' services to support the elderly population
- Supporting social innovations that target societal challenges
- Developing targeted programmes for youth and newcomers

SOCIAL

Planning to demographic change and social innovation



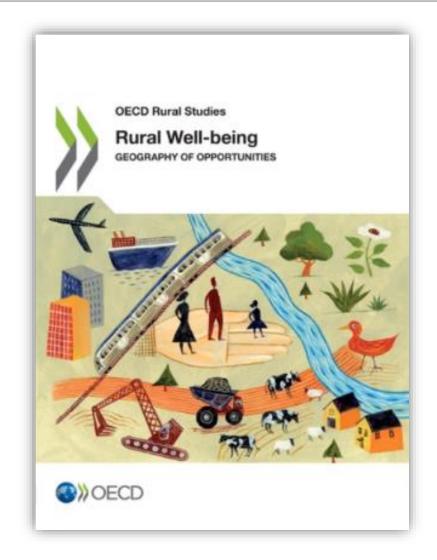
ENVIRONMENTA

Shifting to a low-carbon economy

- Facilitating the development of renewable energies
- Identifying ways to account for and create value from eco-system services
- Promoting sustainable land-use a part of the circular and bioeconomy.
- Rethinking transportation for rural dwellers



Rural Well-being: Geography of Opportunities



thank you

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Our full report, now available!

Read our report at: https://oe.cd./3fi