The Influence of the L.A. Metro Rail System on Population Flows

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L.A. Metro Rail system expansion: Who are the winners? Who are the losers?





Source: Los Angeles Times, KTLA, KALW, Sierra Club



Possible rail -> gentrification -> displacement connection

- New rail station → improved neighborhood amenity → attracts more / higher-income households
- 2. Increased competition for housing → increased rents (absent increase in housing supply)

GENTRIFICATION

DISPLACEMEN

3. Prior residents / low-income residents → no longer afford the rent. Several options:

Has L.A. Metro rail system influenced population flows?

- **1. Displacement**: Have more lowincome households moved away after stations open?
- 2. Destination change: Have households changed the pattern of where they move after rail stations open?



Project innovations

<u>Data</u>

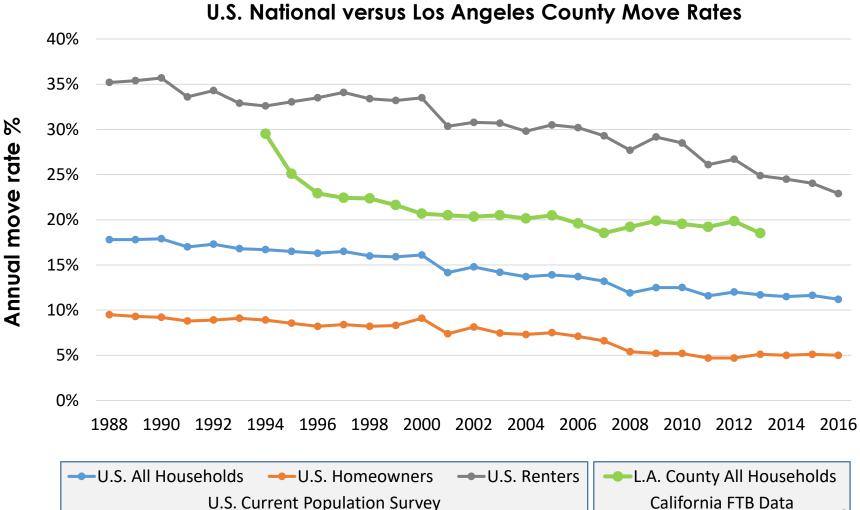
- CA state tax return data for Los Angeles County
- >100 million records from 1993-2013
- ≻~85-90% of CA households file taxes; and at least >75% of low-income households
- Location down to 9-digit or 5-digit zip code

<u>Method</u>

≻What is a move?

- Change in filing location from one year to the next
- In the data, at least 2 consecutive years
- Move a distance of at least 0.5 miles
- Compare patterns in rail neighborhoods to similar non-rail neighborhoods

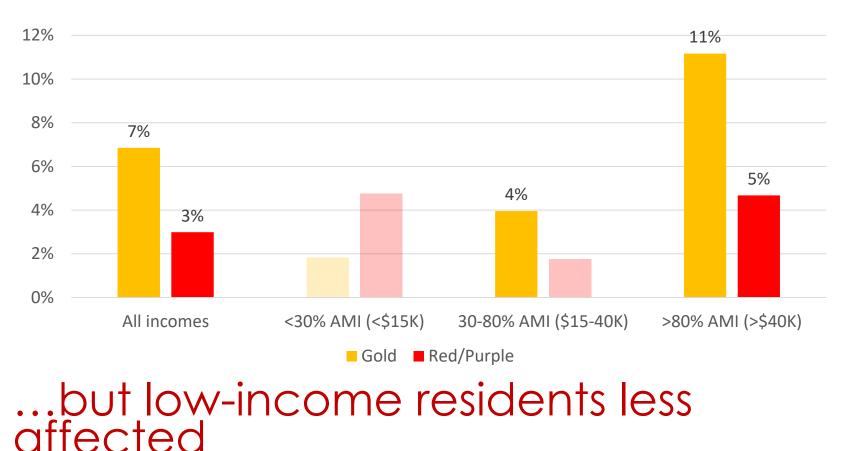
~21% of LA County households move annually, reflecting high renter proportion



Source: National data comes from Current Population Survey; County data comes from author calculation of California Franchise Tax Board data

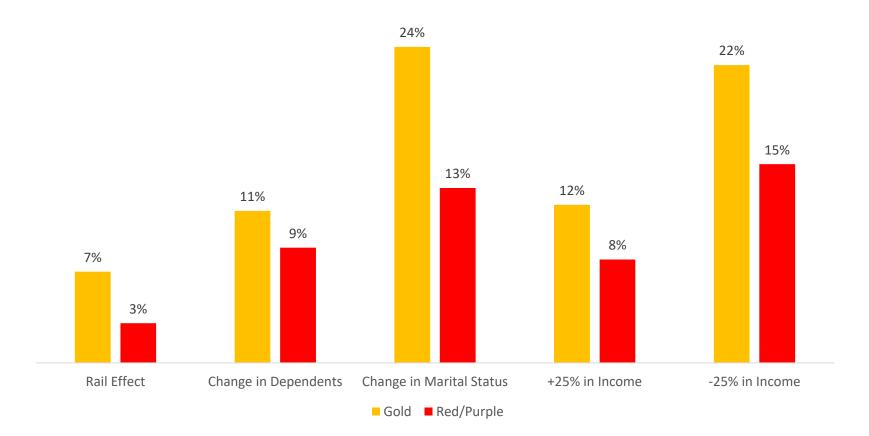
New rail stations do increase move-out rates...

Rail Impact: Proportion of Overall Mobility Attributed to New Rail Station Opening



Other household changes affect moving more than new rail stations

Impact of Different Variables on Annual Move Rates (for all incomes)



No displacement

- Lowest-income households (<\$15,000 / year) do not increase move out rates once stations open
- Lower-middle income households (<\$15,000-40,000 / year): 个 by 4% for Gold Line, no impact for Red / Purple
- Middle and higher income households (>\$40,000) see move rates increase most (个 11% Gold, 个 5% Red/Purple)

But, does move location change?

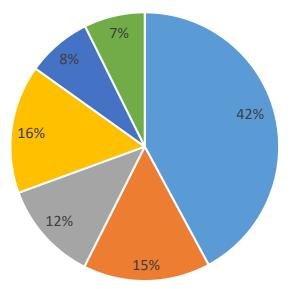
Destination change: Have households changed move destinations after rail stations open?

- Map most popular move destinations for neighborhoods with L.A. Metro rail stations
- Compare patterns before / after stations open
- Analyze move destinations by income
- Maps based on zip codes
- Case example: Gold Line Boyle Heights / East L.A.
 Branch

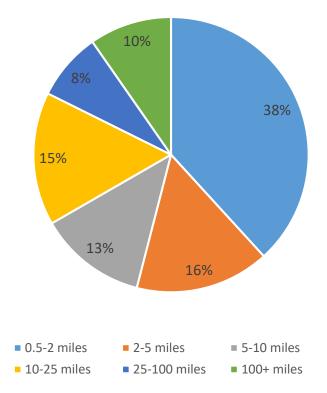
Most households do not move very far

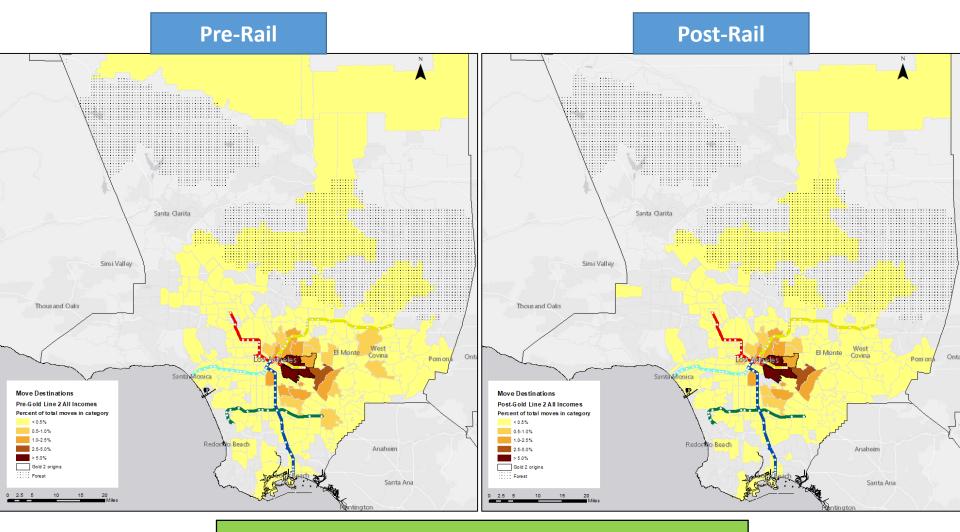
Move Distance for Households living near Gold Line – Boyle Heights / East L.A. Branch

Pre-Rail Station



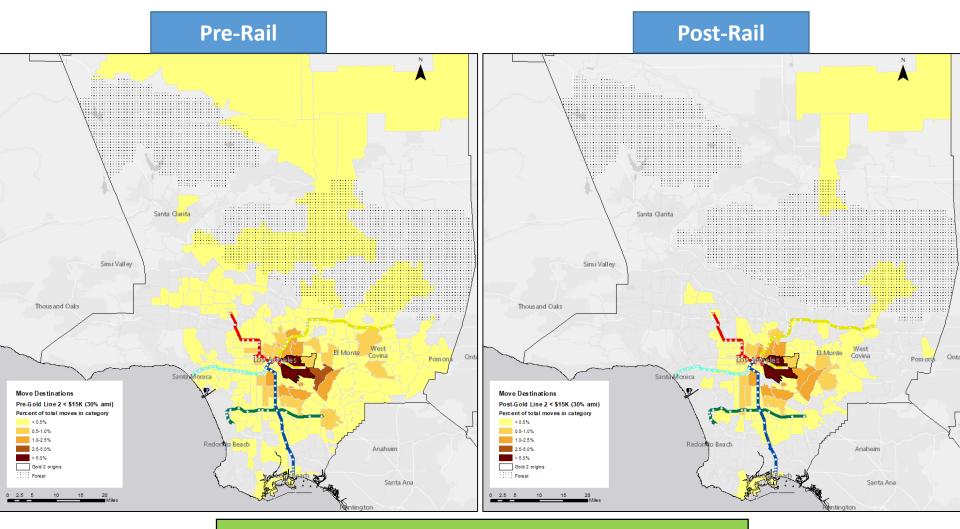
Post-Rail Station





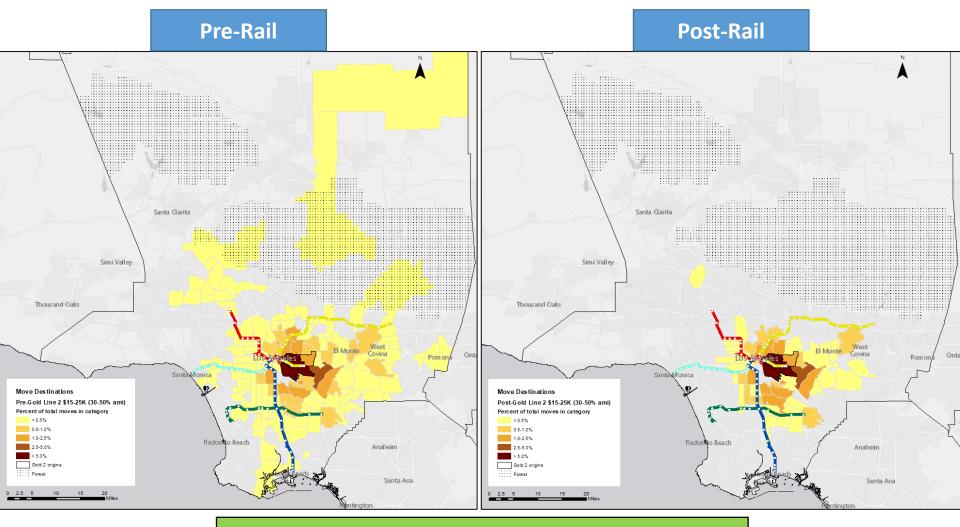
All Incomes

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons



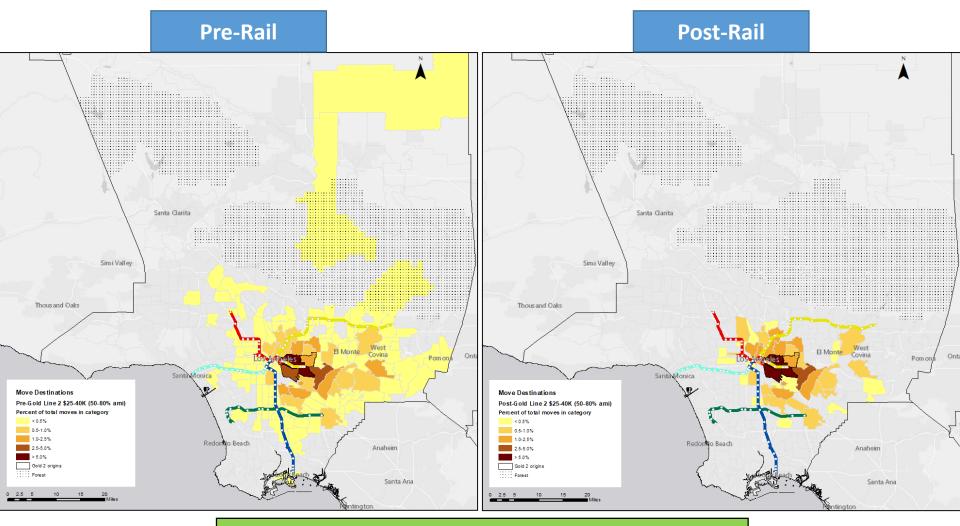
Lowest Income (<\$15,000 / year)

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons



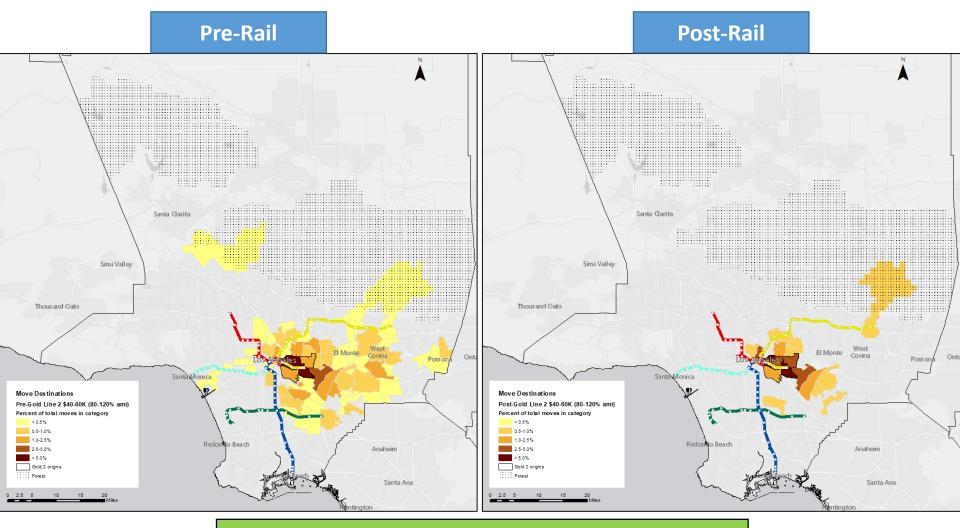
Lower Income (\$15,000-\$25,000 / year)

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons



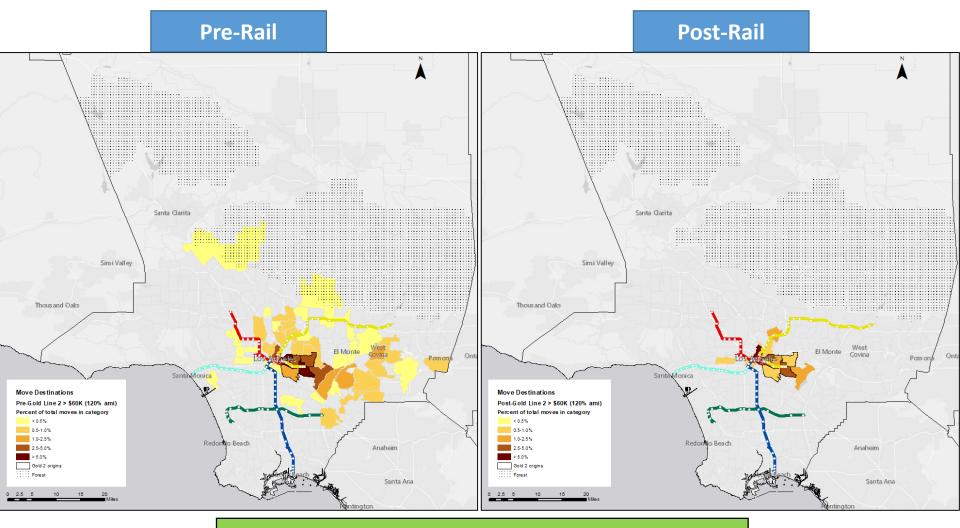
Lower-Middle Income (\$25,000-\$40,000 / year)

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons



Middle Income (\$40,000-\$60,000 / year)

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons



Higher Income (>\$60,000 / year)

Note: Only zip codes with at least 10 moves, from 1993-2012 shown, for confidentiality reasons

Move patterns evolve somewhat after rail opens

- In the Gold Line: Boyle Heights / East LA case, move locations differ somewhat after rail stations open
- Fewer households of any income moving to San Gabriel Valley or Gateway Cities
- Retrenchment in / around East L.A., Boyle Heights, Monterey Park, Montebello
- Red, Purple, and Gold Line Pasadena branch show fewer destination shifts

Summary & Planning Implications

- <u>Summary</u>:
 - No evidence of Displacement for low-income residents
 - Move patterns changed in Boyle Heights / East L.A.
- Research should focus on overcrowding, transience, doubling-up
- Better equity planning to make sure households are living, and not just 'hanging on'
 - ➢ Resource allocation
 - ➤Participatory planning
 - ►Local political participation



Thank you! Questions? Comments?

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Select rail lines: LA Metro's Red/Purple and Gold lines

	Gold: Pasadena Branch	Gold: Boyle Heights Branch	Red & Purple Line	Los Angeles County average
Opening year	2003	2009	1993, 1996, 1999, 2000	
Train type	Light Rail	Light Rail	Underground Subway	
Number of stations	11	8	15	
Population Density	1.5-2x LA County	2-2.5x LA County	3.5x LA County	7,000 / square mile
Renter %	~65%	~76%	~90%	~52%
Foreign-born %	~10%	~11%	~18%	~35%
Non-white %	~74%	~95%	~69%	~73%

Difference-in-difference framework: measure before / after rail

