



# Provide for a Diverse and Balanced Economy (Theme 5)

## *Statement of Ideal*

***Develop a strong, stable, diverse and balanced economy while preserving our wildlife and natural resources.***<sup>1, 2</sup>

### ***What does this theme address?***

- 5.1 - Promote a balanced and stable economy***
- 5.2 - Measure prosperity in natural and economic capital***
- 5.3 - Promote self-reliance through diversity***

### **Why is this theme addressed?**<sup>3</sup>

Over the past thirty years, the local economy has been composed primarily of two major sectors: tourism and real estate and development. While this economy has generally served the community well, moving forward Jackson and Teton County will pursue a more sustainable economy. This pursuit means

<sup>1</sup> Rec 314: (County 5-0, Town 4-0) Statement of ideal framework: Remain a community by balancing commercial, resort, and housing growth, with stewardship of natural resource

<sup>2</sup> Rec 328: (County 5-0, Town 3-1) The economy should be strong, stable, diverse, and balanced

<sup>3</sup> Rec 315: (County 5-0, Town 4-0) The Commissions generally agree with using the Rocky Mountain Institute concept of “economic sustainability” to evolve the 1994 Plan as a way of more clearly defining the community’s ideal economy. Economic sustainability in Teton County will be focused on the development of our existing economy and businesses within our current physical and regulatory boundaries, not dependant on growth in land area or increase in development potential. More specifically, economic sustainability in Teton County will:

- Redefine prosperity weighing quality of life, community character and the environment alongside economic considerations
- Advocate the long-term stewardship of community resources including the natural environment, ensuring that present actions are considered in the context of not eroding the opportunity for future prosperity
- Pursue self-reliance through diversity within the local economy
- Stress balance, resilience and a conviction that many small efforts work better than a single one size fits all approach

developing the existing economy to be better, not just bigger. More specifically economic sustainability in Teton County will:

- Stress balance, resilience, and a conviction that many small efforts work better than a single, one-size-fits-all approach;
- Redefine prosperity in terms of both natural and economic capital;
- Pursue self-reliance through diversity within the local economy.

Developing a better economy without building a bigger economy is important in Jackson and Teton County because the community’s greatest economic asset is its wildlife and natural resources. Local tourism and real estate

**Better not Bigger Economic Development means improving the economy without relying on physical growth.**

development have always been based on the unique wildlife, and natural resources of the Greater Yellowstone Ecosystem. Paradoxically, without management the commercial, resort and second home development that make up these two sectors of the economy will threaten the very wildlife and natural resources on which the two sectors rely. Utilizing the natural surroundings directly or indirectly remains one of the community’s economic development strategies, but it must be done in a sustainable way that allows future generations to utilize the same assets.

Beyond the ecological impacts of building a bigger economy, continued reliance on these two sectors alone does not address the community desire to address the seasonal and imbalanced nature of our current economy. While dependence on

**Natural Capital is means by which the ecosystem provides value to the community and reproduces itself.**

tourism and real estate development has historically served the community well, it has been susceptible to booms and busts. When national and global consumer spending has declined, so has visitor spending and real estate investment and development, having a direct effect on the local economy. To guard against this dependence upon outside demand, the community will develop a more balanced, diverse, and self-reliant economy that is less likely to experience booms or busts in the future.

Improving the economy without relying on tourism and real estate growth is also important for the community’s social character. Commercial, resort and second home development can threaten the community’s social character by economically encouraging development types that are contrary to the community’s housing goals. In order to achieve the community’s overarching goals of stewardship of our wildlife and natural resources, the economy cannot be dependent upon growth and expansion related tourism and real estate development. Instead the community must improve the local economy within the existing physical development potential, providing new year-round opportunities that pay livable wages.

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<sup>4</sup> Rec: 292: (County 4-0, Town 4-0) Remove all “What the Community Said About this Theme” boxes; instead reference appendices regarding public comment

## Principles and Policies

### Principle 5.1—Promote a balanced and stable economy

*A balanced, stable economy is an important aspect of remaining a year-round, working community that includes a middle class. While the community will continue to rely on tourism as a basis of the economy, it will do more to ensure that economic lows are not as difficult on the community by promoting year-round economic strength. The town and county will balance land uses to ensure that the needs of the economy can be met without compromising the values of the community.*

#### Policy 5.1.a: Encourage tourism as a basis of the economy<sup>5</sup>

Tourism has always been an important part of the local economy. Although the community does not want to be completely reliant on tourism it acknowledges that tourism will continue to provide a large percentage of our local economic income into the future. Maintaining the current strength of the tourist economy is key to long term economic health of the community.<sup>6</sup> Regulations and incentives such as limiting lodging and short-term rental to a specific Lodging Overlay in Town and Planned Resorts in the County are important to maintain a strong tourism economy without compromising other community goals.<sup>7</sup>

#### Policy 5.1.b: Stabilize the economy against booms and busts<sup>8</sup>

Similar to many other Wyoming communities, the economic history of Teton County is characterized by booms and busts. In Teton County the two primary economic sectors of tourism and real estate and development are closely tied to the local, national and international economic cycles affecting the availability of discretionary income. Historically, these cycles tend to mean great prosperity for a few and comfort for the majority during a boom; followed by significant economic challenges during a bust. The community will take action to soften the hardships from the unanticipated and uncontrollable lows that come from an economy dependent on external demand.

#### Policy 5.1.c: Ensure year-round economic viability<sup>9,10</sup>

The climate of Jackson and Teton County, and consequently the seasonal nature of the economy, have always led to shoulder seasons in the spring and fall when population and visitation dips and economic activity slows. A goal of this plan is to develop the local economy in ways that will ensure year-round economic strength,

<sup>5</sup> Rec 329: (County 4-0, Town 4-0) Tourism should be encouraged as a basis of the economy

<sup>6</sup> Rec 330: (County 4-0, Town 4-0) The community’s reliance on the tourism sector of the economy should be maintained

<sup>7</sup> Rec 333: (County 4-0, Town 2-2) The community’s reliance on the Real Estate Development and Construction sector of the economy should be maintained.

<sup>8</sup> Rec 320: (County 5-0, Town 3-1) Strength should be a desired characteristic of our economy and be defined by stability to level out economic highs and lows

<sup>9</sup> Rec 322: (County 3-2, Town 2-2) Maintenance of a predictable tax base should be part of the definition of the community’s ideal economy

<sup>10</sup> Rec 321: (County 5-0, Town 3-1) Year-round viability, by addressing economic shoulder seasons, should be part of the definition of the community ideal economy

without necessarily growing physically. The Town and County will develop regulations and incentives to encourage year-round land uses throughout the valley, while balancing strictly seasonal uses.

**Policy 5.1.d: Pursue many small efforts**<sup>11</sup>

The community does not want to develop its economy through large, one-size fits all, projects or efforts. Many small efforts respond better to the social, demographic, and economic diversity the community desires; and are more adaptable in a constantly changing global marketplace. Large projects flood the housing market with demand; and large, single-use commercial buildings are inconsistent with the community’s historical character. The Town and County will continue to limit the size of single nonresidential buildings, and will allow and promote small, varied economic development efforts.

**Policy 5.1.e: Balance housing, commercial development, and civic uses**

In order to implement the “better not bigger” economic development strategy the community desires it will be important to actively monitor the amount and rate of new construction to ensure that there is an adequate supply of housing and physical and social infrastructure to support future growth. The Town and County will use the policies of this Plan and the Future Land Use Plan as the measuring stick to determine whether balance across housing, nonresidential, and civic uses is being achieved; and amend regulations and or policies as needed to achieve a desired balance.

**Principle 5.2—Measure prosperity in natural and economic capital**

*Wildlife and natural resources are the community’s most important economic assets. Economic development will occur within the growth management policies of the community – with the primary goal of improving the local economy not necessarily physically expanding it. As a long-term economic strategy, prosperity will be measured not only in standard economic terms but also in the preservation of our natural capital.*<sup>12,13,14,15,16</sup>

<sup>11</sup> Rec 315: (County 5-0, Town 4-0) The Commissions generally agree with using the Rocky Mountain Institute concept of “economic sustainability” to evolve the 1994 Plan as a way of more clearly defining the community’s ideal economy Economic sustainability in Teton County will be focused on the development of our existing economy and businesses within our current physical and regulatory boundaries, not dependant on growth in land area or increase in development potential. More specifically, economic sustainability in Teton County will:

- Redefine prosperity weighing quality of life, community character and the environment alongside economic considerations
- Advocate the long-term stewardship of community resources including the natural environment, ensuring that present actions are considered in the context of not eroding the opportunity for future prosperity
- Pursue self-reliance through diversity within the local economy
- Stress balance, resilience and a conviction that many small efforts work better than a single one size fits all approach

<sup>12</sup> Rec 316: (County 5-0, Town 2-2) Maintenance of a high quality of life should be part of the definition of the community's ideal economy

<sup>13</sup> Rec 317: (County 4-1, Town 1-3) Maintenance of a high quality of visitor experience should be part of the definition of the community's ideal economy

<sup>14</sup> Rec 318: (County 5-0, Town 1-3) Maintenance of community character should be part of the definition of the community's ideal economy

<sup>15</sup> Rec 319: (County 1-4, Town 0-4) Maintenance of western character should be part of the definition of the community's ideal economy

**Policy 5.2.a: Develop the economy by improving the use of current economic resources<sup>17, 18</sup>**

Stewardship of wildlife and natural resources is the community’s top priority in part because it is crucial to our economic sustainability. In Jackson and Teton County, economic development means improving the existing economy to be more prosperous, not necessarily physically expanding beyond what is already allowed. Prosperity will not just be measured in economic terms, but also by how well the community preserves wildlife and natural resources. The community will seek opportunities within established growth potentials (see Theme 2) to increase the community’s economic capital without decreasing the community’s natural capital.

**Policy 5.2.b: Retain outdoor recreation as a focus of the economy<sup>19</sup>**

Tourism in Jackson Hole will continue to be centered on outdoor recreation consistent with the community’s priority of stewardship of wildlife and natural resources. Outdoor recreational opportunities remain the focus of the tourism sector, and these types of business will continue to be allowed to base themselves in the Town and County. Particularly, outdoor recreation businesses that promote the efficient, non-consumptive enjoyment of the area’s outdoor amenities<sup>20</sup> will be encouraged.

**Policy 5.2.c: Establish an identity as a “green resort community”<sup>21</sup>**

The resort characteristic of the community remains an important part of the economy, and if properly managed can be consistent with the community’s stewardship and social character goals. The stewardship ethic of the community has preserved the wildlife and natural resources that support the resort industry. Moving forward, the resort industry and the community will continue to work together to minimize the impacts of visitors and locals on local, as well as global, natural resources. Eco-tourism that preserves or increases natural capital while providing outdoor recreational opportunities will be encouraged.<sup>22</sup> The result of such efforts will be visitor and local awareness of the relationship between a sustainable resort economy and stewardship of wildlife and natural resources. If successful, this awareness will lead to recognition as one of the first truly sustainable “green” resort communities, strengthening the resort sector and ensuring continued stewardship.

<sup>16</sup> Rec 322: (County 3-2, Town 2-2) Maintenance of a predictable tax base should be part of the definition of the community’s ideal economy

<sup>17</sup> Rec 314: (County 5-0, Town 4-0) Statement of ideal framework: Remain a community by balancing commercial, resort, and housing growth, with stewardship of natural resource

<sup>18</sup> Rec 315: (County 5-0, Town 4-0) The Commissions generally agree with using the Rocky Mountain Institute concept of “economic sustainability” to evolve the 1994 Plan as a way of more clearly defining the community’s ideal economy. Economic sustainability in Teton County will be focused on the development of our existing economy and businesses within our current physical and regulatory boundaries, not dependant on growth in land area or increase in development potential. More specifically, economic sustainability in Teton County will:

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<sup>19</sup> Rec 336: (County 4-0, Town 3-1) Outdoor recreational opportunities should continue to be a focus of the economy

<sup>20</sup> Rec 319: (County 1-4, Town 0-4) Maintenance of western character should be part of the definition of the community’s ideal economy

<sup>21</sup> Rec 331: (County 4-0, Town 3-1) The community should encourage tourism that enables recognition as a “green resort community”

<sup>22</sup> Rec 332: (County 4-0, Town 3-1) The community should encourage eco-tourism that sustains our natural capital

## Principle 5.3—Promote self-reliance through diversity

*The community’s reliance on tourism and real estate development is only as sustainable as outside demand to visit and live here. As a result the community will seek to diversify the local economy to add stability against uncontrollable changes in national and global markets. Economic diversity in Teton County will focus on creating a network of small locally owned, operated, and supported businesses consistent with the community’s stewardship and social character goals.*

### **Policy 5.3.a: Create incentives for local entrepreneurial opportunities<sup>23</sup>**

The two primary sectors of the local economy, tourism and real estate development, are notably dependent upon external market demand. It is a goal of the community to develop a third economic sector made up of a variety of small entrepreneurial businesses that are more adaptable to dynamic global markets. The community will promote the development of a small business entrepreneurial sector through providing economic and land use incentives.<sup>24</sup>

### **Policy 5.3.b: Provide jobs at a spectrum of income levels**

The desire of the community to preserve its middle class is not only a housing issue but also an employment issue.<sup>25</sup> In order to attract and retain a spectrum of ages and household incomes, there must be employment opportunities at a variety of incomes. The community desires a range of income opportunities and will allow and encourage industries that pay middle income wages.<sup>26</sup>

### **Policy 5.3.c: Facilitate viable locally-owned/operated businesses**

Self-reliance is as important as diversity in providing economic stability. Local ownership of businesses, the local production and supply of goods and local support of these businesses keeps local money circulating in the local economy. Locally owned and supported businesses preserve community character by keeping business decisions rooted in the community ethic.<sup>27</sup> Where possible, local consumers will be connected with local suppliers and land use policies will support the viability of local businesses.<sup>28</sup>

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<sup>23</sup> Rec 334: (County 4-0, Town 4-0) The economy should be diversified by incentivizing local entrepreneurial opportunities

<sup>24</sup> Rec 335: (County 3-1, Town 1-3) The economy should be diversified by encouraging “green collar” jobs and industry (such as alternative energy research and development)

<sup>25</sup> Rec 326: (County 5-0, Town 4-0) Diversity should be defined (partly) as: maintenance of a middle class

<sup>26</sup> Rec 327: (County 5-0, Town 3-1) Diversity should be defined (partly) by: available jobs providing a spectrum of incomes

<sup>27</sup> Rec 340: (County 4-0, Town 4-0) The Plan should emphasize the importance of local ownership of businesses, local production and supply of goods, and local support of local businesses.

<sup>28</sup> Rec 337: (County 4-0, Town 4-0) With regard to promotion of self-reliance, the community will explore land use policies that promote local business (for example, but not limited to: live/work units, small lot development, etc.)

<sup>29</sup> Rec 338: (County 0-4, Town 0-4) A strategy should be added to the Theme to explore the creation of an Economic Development organization to establish an economic development plan for the community

## Strategies<sup>30</sup>

The Town of Jackson and Teton County will undertake the following strategies to implement the policies of this theme. The town and county should periodically update strategies as tasks are completed or when additional action is necessary, based on monitoring of the Theme’s indicators.

### Strategy 5.1: Update Land Development Regulations

- Amend use standards to allow and promote desired economic sectors
- Create “green” requirements working with resorts
- Encourage small businesses

### Strategy 5.2: Promote Local Business

- Amend home-business standards to promote local business
- Connect local consumers to local suppliers
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### Strategy 5.3: Encourage a Small Entrepreneur Sector

- Create incentives for small entrepreneurial businesses

## Indicators<sup>31</sup>

The community will use<sup>32</sup> the following indicators to monitor achievement of this theme’s values. Planning staff will compile the best available data from any appropriate agencies on each indicator in the period stated below and present the methods and results to the public and appointed and elected officials as detailed in the Administration chapter of this Plan. With indicator data as a guide, amendments to Plan policy or implementation may be pursued.<sup>33</sup>

Balanced Community and Economy Indicators	Baseline <sup>34</sup>	Goal	Review Period
1. Ratio of non-residential square footage to residential units		decrease	1 yr
2. Number of skier days		Maintain or increase	1 yr

<sup>30</sup> Rec 339: (County 4-0, Town 4-0) Staff to amend the strategies and indicators sections of Theme 5 to be consistent with the policy changes recommended by the commissions

<sup>31</sup> Rec 339: (County 4-0, Town 4-0) Staff to amend the strategies and indicators sections of Theme 5 to be consistent with the policy changes recommended by the commissions

<sup>32</sup> Rec 139: (County 2-3, Town 4-1) Replace “will use” with “should consider using”

<sup>33</sup> Rec 199 (County 4-0, Town 3-1) Conservation alliance 11/12 Action #5: Add language that clearly explains how indicators will be used to draft and amend land development regulations. Language should be added that explains how a science-based monitoring program will be further developed with appropriate agencies and partners. A baseline column, with quantifiable documentation of existing conditions, should be added to all indicator tables in the new Plan.

<sup>34</sup> Rec. 199: (County 4-0, Town 3-1) Conservation alliance 11/12 Action #5: Add language that clearly explains how indicators will be used to draft and amend land development regulations. Language should be added that explains how a science-based monitoring program will be further developed with appropriate agencies and partners. A baseline column, with quantifiable documentation of existing conditions, should be added to all indicator tables in the new Plan.

3. National Park visitation		<b>Maintain or increase</b>	<b>1 yr</b>
4. Monthly Sales tax collected per capita		<b>monitor</b>	<b>1 yr</b>
5. Number of lodging units by district		<b>monitor</b>	<b>1 yr</b>
6. Percentage and number of the workforce by industry type		<b>monitor</b>	<b>1 yr</b>
7. Monthly Lodging occupancy rates by district		<b>Increase</b>	<b>1 yr</b>
8. Monthly Jackson Hole Air enplanement occupancy rates		<b>increase</b>	<b>1 yr</b>
9. Number of Real Estate transactions and value		<b>Monitor</b>	<b>1 yr</b>
10. Percentage of local wages spent locally		<b>Increase</b>	<b>5 yr</b>
11. Local Domestic Product		<b>Increase</b>	<b>5 yr</b>
12. Monthly Unemployment rates <sup>35</sup>		<b>decrease</b>	<b>1 yr</b>

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<sup>35</sup> Rec 341: (County 4-0, Town 4-0) Unemployment should be added as an indicator