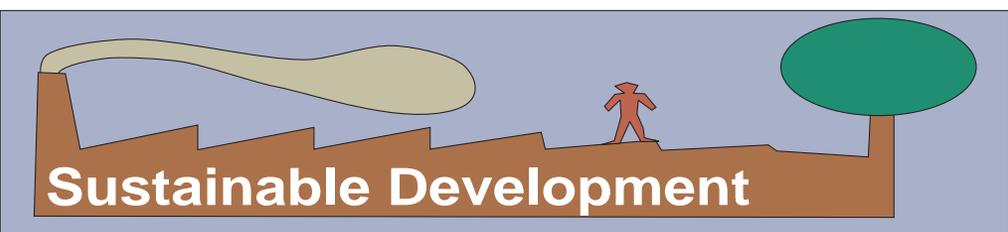
An illustration of a landscape with a brown ground, a green tree on the right, and a stylized orange figure in the center. A large, light-colored, elongated shape is positioned above the ground, resembling a cloud or a large object. The text "Sustainable Development" is written in white on a brown background at the bottom.

Sustainable Development

An identical illustration to the one on the left, featuring a brown ground, a green tree, a stylized orange figure, and a large light-colored shape above the ground. The text "Sustainable Development" is written in white on a brown background at the bottom.

Sustainable Development

Chapter 2

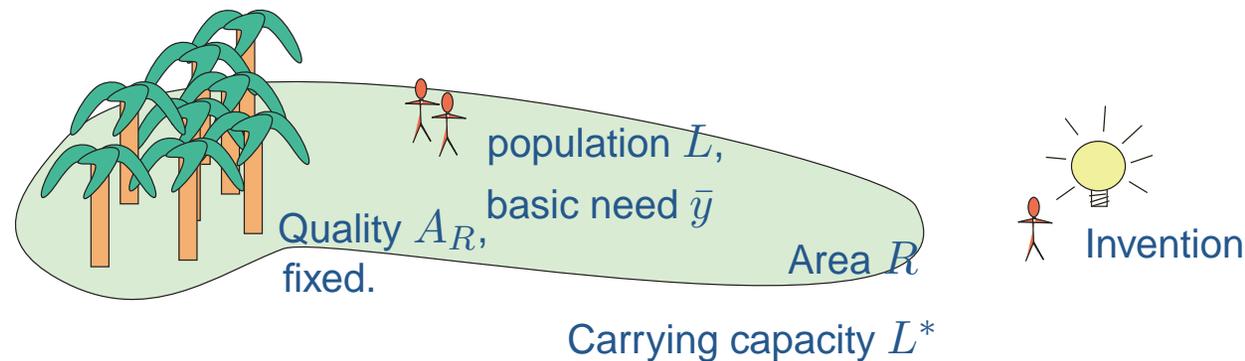
Malthusian growth

Technological progress and Malthusian growth

- Technological progress and Malthusian growth
- A fragile ecosystem and megafaunal extinction
- The post-Malthusian economy

We want a model with

- Land fixed (quality and quantity);
- Basic needs fixed;
- Logistic population growth;
- Carrying capacity determined by productivity in relation to basic needs;
- Productivity grows due to technological progress, linked to population size.



Technological progress and Malthusian growth

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$$L_{t+1} - L_t = \theta L_t (1 - L_t/L_t^*),$$

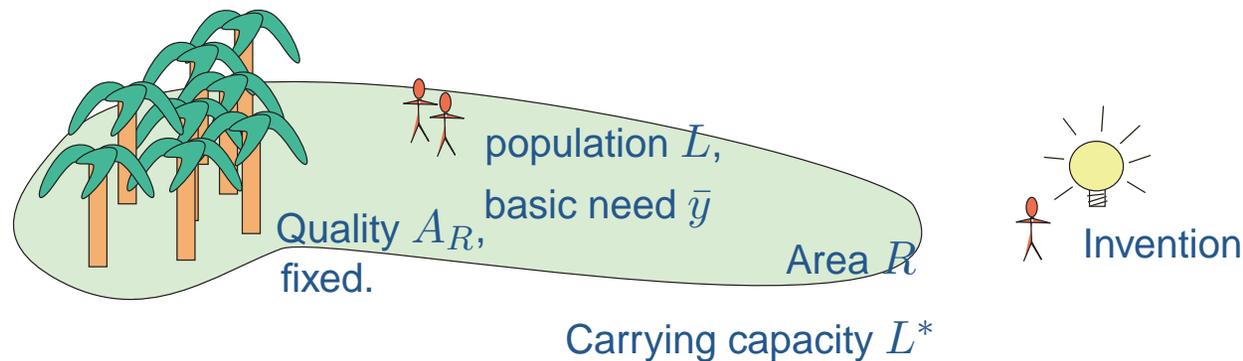
$$Y = (A_L L)^{1-\alpha} (A_R R)^\alpha,$$

$$Y/L = A_L^{1-\alpha} (A_R R/L)^\alpha,$$

$$\bar{y} = A_L^{1-\alpha} (A_R R/L^*)^\alpha,$$

$$L^* = \frac{A_R R}{\bar{y}^{1/\alpha}} A_L^{(1-\alpha)/\alpha},$$

$$A_R = 1, \quad A_{Lt}/A_{Lt-1} = 1 - \delta + \zeta(\Omega L_{t-1})^\phi.$$



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$$L_{t+1} - L_t = \theta L_t (1 - L_t/L_t^*),$$

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$$A_R = 1, \quad A_{Lt}/A_{Lt-1} = 1 - \delta + \zeta(\Omega L_{t-1})^\phi.$$

$$\alpha = 0.4 \qquad \zeta = 0.020012$$

$$\phi = 0.2 \qquad \theta = 0.06$$

$$\delta = 0.02 \qquad \Omega L(0) = 1.$$

$$t = 20 \text{ years.}$$

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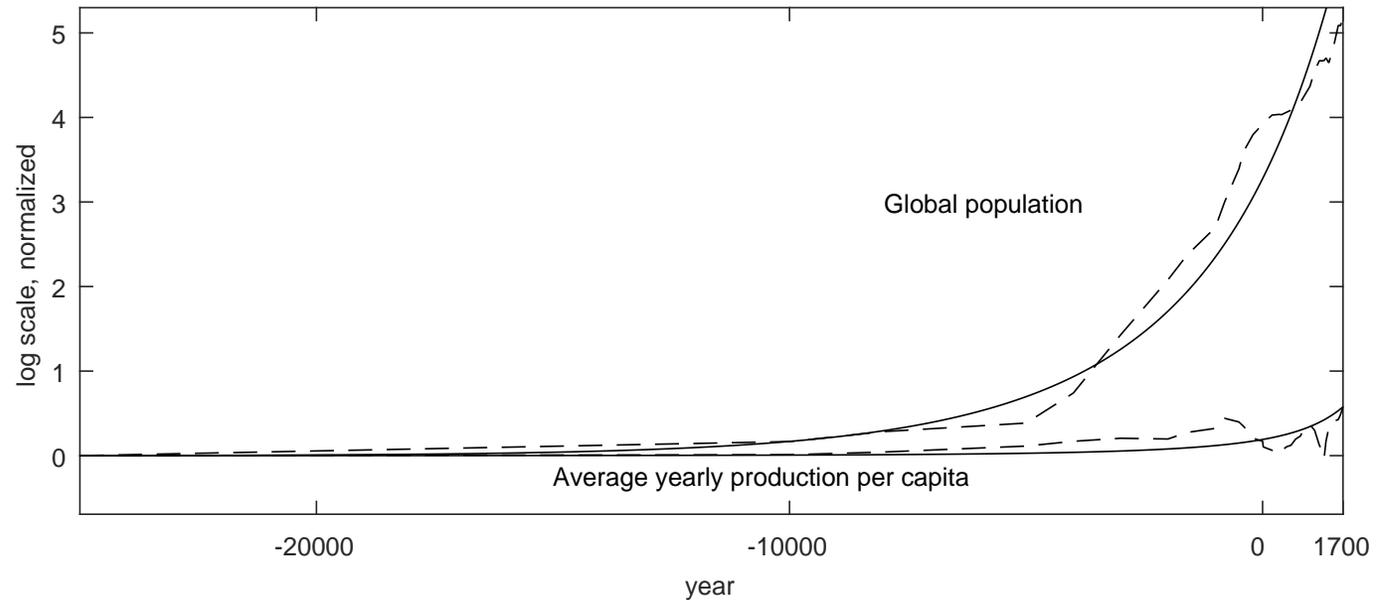


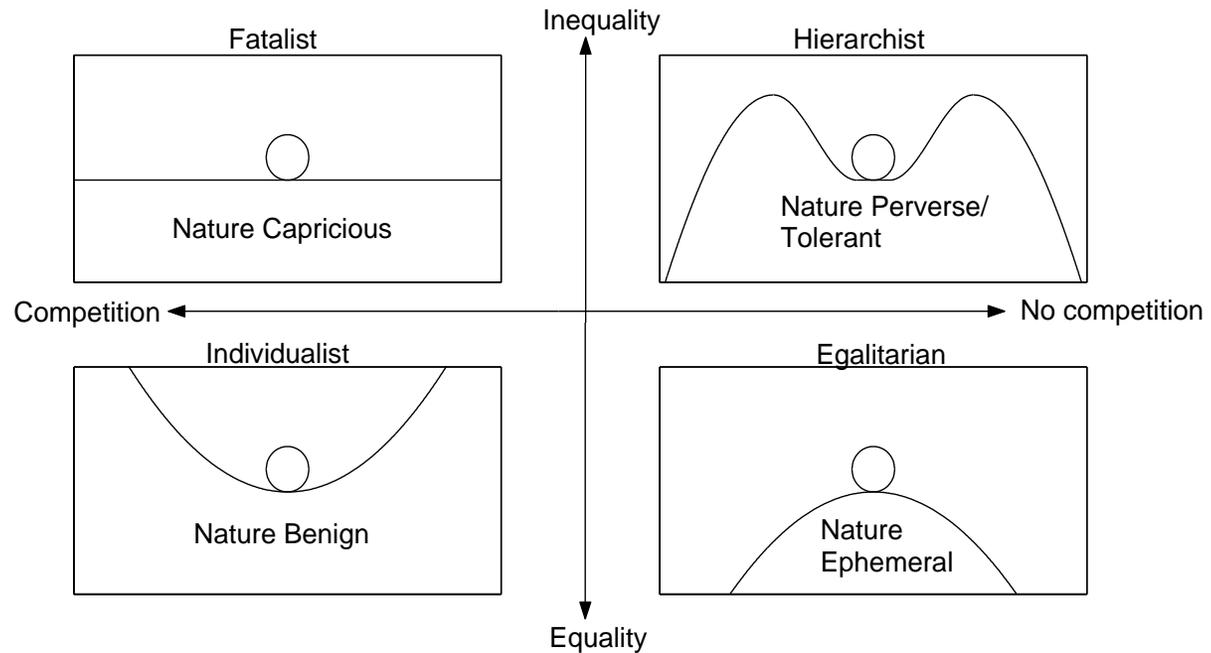
Figure 1: Global product and population. Continuous lines, model simulation; dashed lines, historical data from Brad DeLong.

A fragile ecosystem and megafaunal extinction

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A fragile ecosystem and megafaunal extinction

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States of nature, adapted from Thompson et al. 1990

We choose the hierarchist's approach of trying to explain megafaunal extinction as the regrettable result of bad management of the 'resource'.

A fragile ecosystem and megafaunal extinction

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Since the extinctions occurred over relatively short timescales compared to preindustrial rates of technological progress, we can safely ignore technological progress in our model.

The simplest possible approach is to build a predator–prey model in which humans are completely dependent on ‘harvesting’ megafauna, the population of which decline under harvesting pressure.

A fragile ecosystem and megafaunal extinction

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Y is harvest, L human population, N animal population. Linear harvest function, logistic human population growth:

$$Y = \phi LN.$$

$$L_{t+1} - L_t = \theta_L L_t [1 - \bar{y}/(Y_t/L_t)].$$

When $Y/L = \bar{y}$, human popn is stable. Insert $Y/L = \phi N$ to yield

$$L_{t+1} - L_t = \theta_L L_t [1 - \bar{y}/(\phi N_t)]. \quad (1)$$

This is the equation for the dynamics of human population given the animal population. When $N = \bar{y}/\phi$, human popn stable.

Logistic animal population growth, with harvest pressure:

$$N_{t+1} - N_t = \theta_N N_t [1 - N_t/N^*] - \phi L_t N_t. \quad (2)$$

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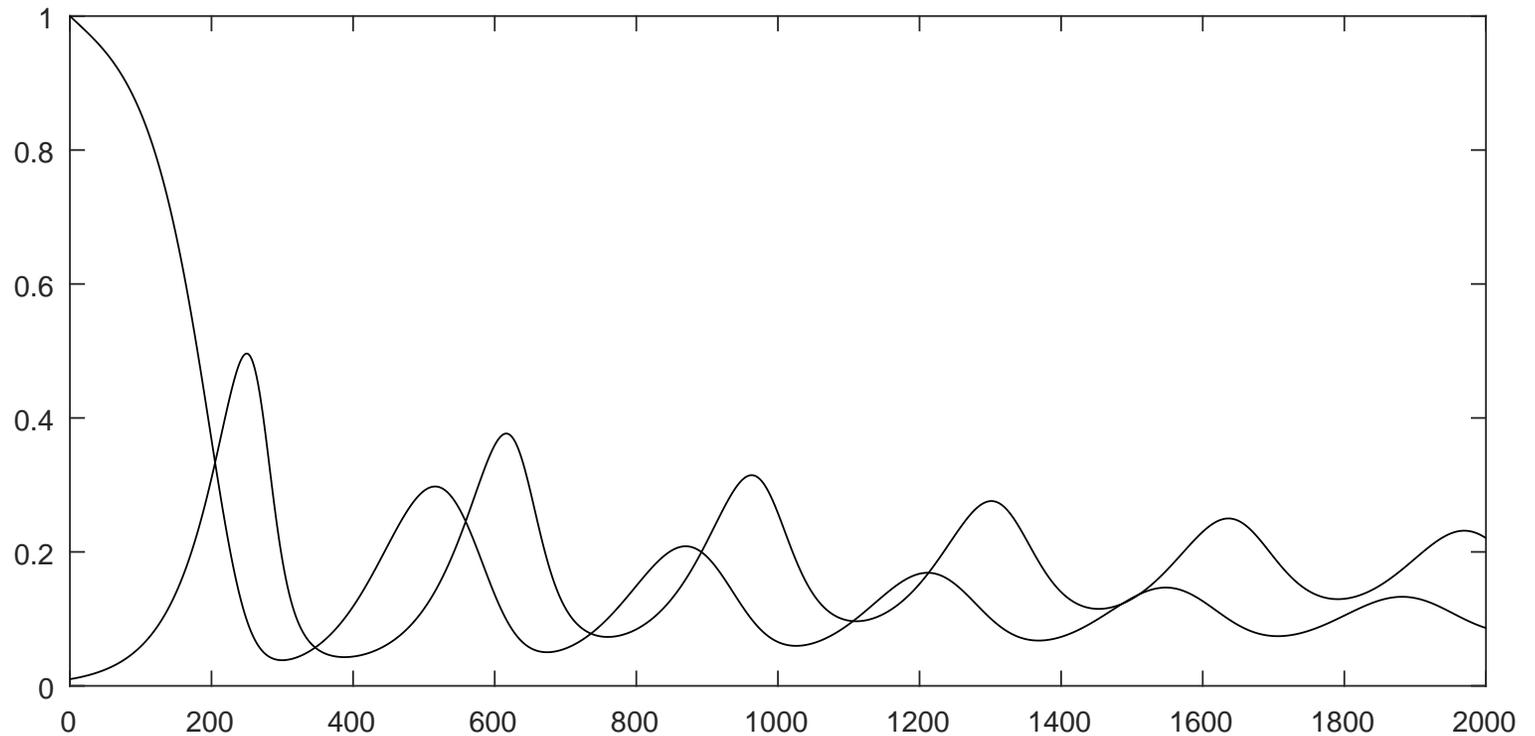


Figure 2: Development of the numerical model over time

A fragile ecosystem and megafaunal extinction

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What is the maximum sustainable human population?

Why don't we get there in the simulation?

A fragile ecosystem and megafaunal extinction

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The model doesn't lead to extinction. Why not?

How could we adapt the model to deliver extinction?

A fragile ecosystem and megafaunal extinction

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Add small animals S :

$$Y = L(\phi_N N + \phi_S S),$$

Stock S adapts instantly to hunting pressure, hence $S = S^* - \phi_S S L$ and $S = S^* / (1 + \phi_S L)$. Then

$$Y/L = \phi_N N + \phi_S S^* / (1 + \phi_S L),$$

and

$$L_{t+1} - L_t = \theta_L L_t \{1 - \bar{y} / [\phi_N N_t + \phi_S S^* / (1 + \phi_S L_t)]\}.$$

Recall

$$N_{t+1} - N_t = \theta_N N_t (1 - N_t / N^*) - \phi_N L_t N_t.$$

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$$L_{t+1} - L_t = \theta_L L_t \left\{ 1 - \bar{y} / [\phi_N N_t + \phi_S S^* / (1 + \phi_S L_t)] \right\}.$$
$$N_{t+1} - N_t = \theta_N N_t (1 - N_t / N^*) - \phi_N L_t N_t.$$

Assume $N = 0$. Then we have $Y = L\phi_S S$,

$Y/L = \phi_S S^* / (1 + \phi_S L)$, and

$L_{t+1} - L_t = \theta_L L_t [1 - \bar{y} / (\phi_S S^* / (1 + \phi_S L_t))]$. Solve for L_t when $L_{t+1} - L_t = 0$ to yield

$$L = S^* / \bar{y} - 1 / \phi_S.$$

This shows that if $\phi_S S^* < \bar{y}$ then the small animals are too scarce (or hard to catch) to sustain a human population on their own.

A fragile ecosystem and megafaunal extinction

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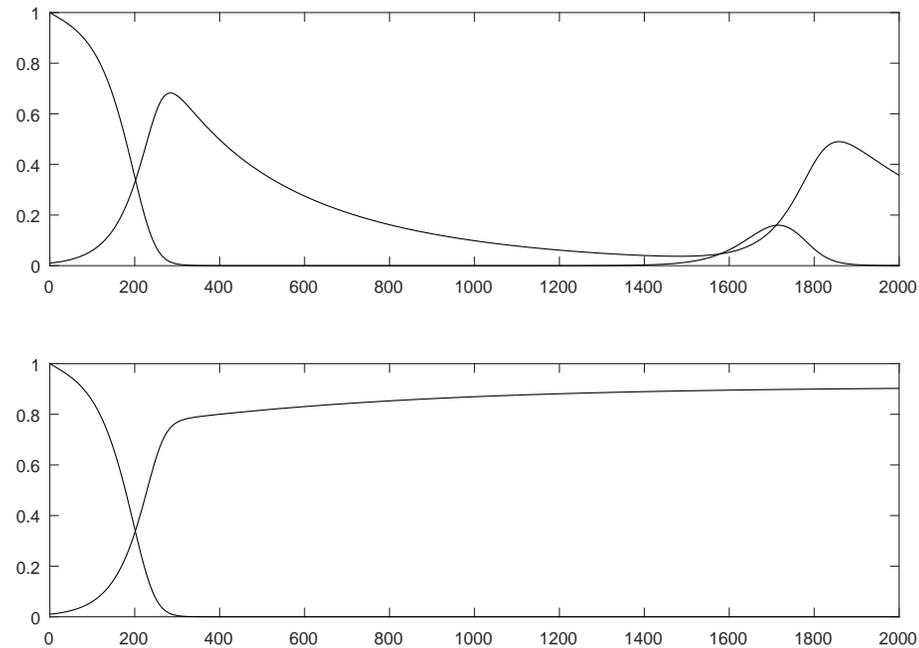


Figure 3: Development of the numerical model over time. Top, $\phi_S S^* < \bar{y}$; bottom, $\phi_S S^* > \bar{y}$.

What is going on here?

The post-Malthusian economy

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The post-Malthusian economy

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Why are Malthusian models not relevant to modern economies?

At least, not unless we assume cataclysmic environmental damages.

What kind of models are relevant?