Paying for environmental protection and attitude towards nature protection in Estonia in international comparison

Üllas Ehrlich Sirje Pädam





Willingness to pay for the environment

- Motivation
 - Scarce resources
 - · Compare benefits to costs
- Practical experience
 - Individuals are prepared to pay more than generally expected by policy makers
- Cross-country comparison
 - Necessitate comparable surveys



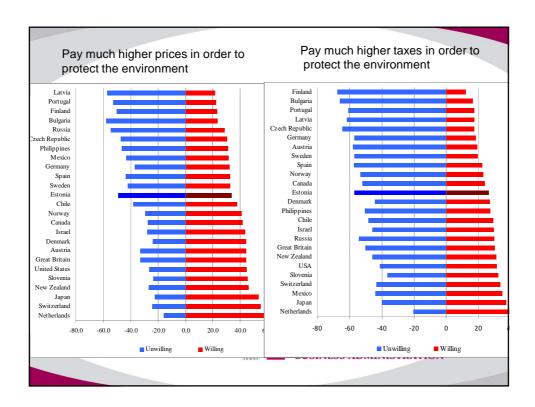
- Survey of environmental attitudes in Estonia
 - About 850 questionnaires were returned of 1,200 (Dec 2009-Feb 2010)
 - Included questions of ISSP
 - Environmental Board in co-operation with Tallinn University of Technology
- International Social Science Program (ISSP)
 - 25 countries (not Estonia)
 - Almost 30,000 observations
- Cross-country comparison
 - "How willing would you be to pay much higher prices in order to protect the environment?"
 - "How willing would you be to pay much higher taxes in order to protect the environment?"
 - "How willing would you be to be to accept cuts in your standard of living in order to protect the environment?"

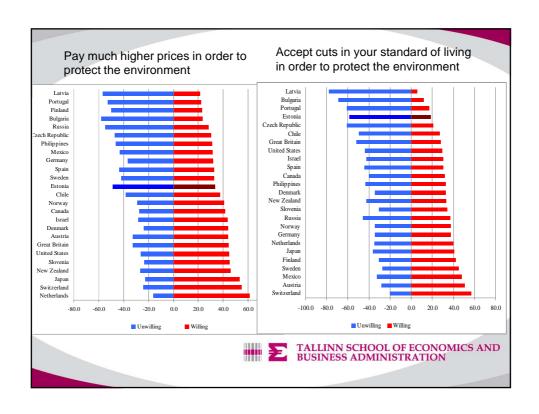


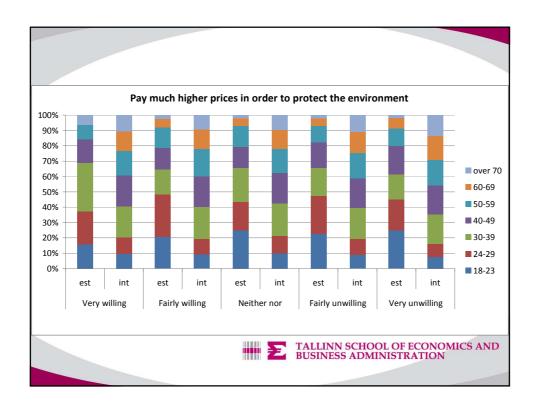
Expectations

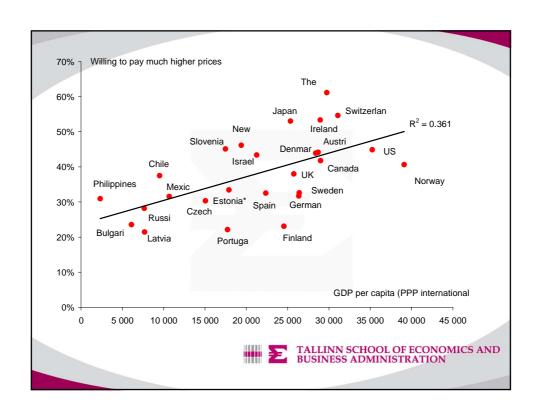
- People in richer countries are more willing to pay for environmental protection
 - Resources for the environment depend on a country's level of economic development (EKC hypothesis)
 - When people have met their basic needs (food, shelter) they tend to express more concern for post materialist values, including environmental protection
- Environmental scarcity
 - Large needs for environmental improvement will increase concern for the environment

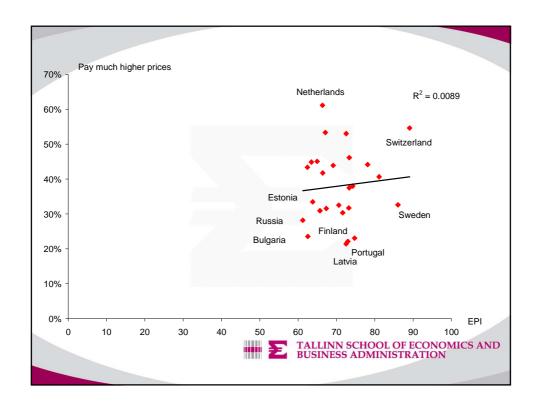


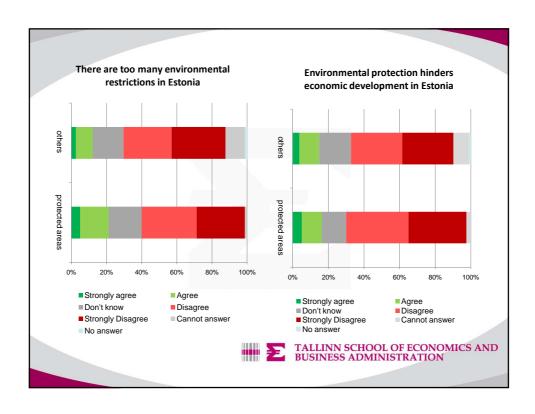


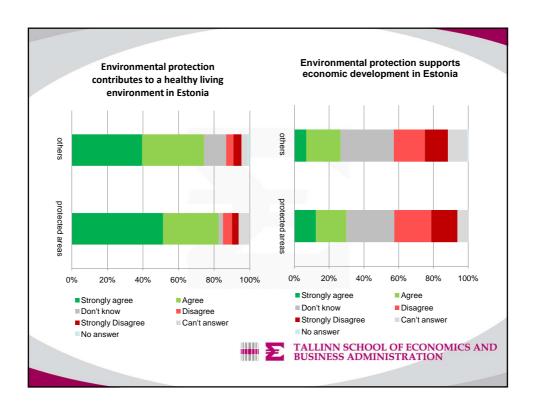












Conclusions

- · Estonia in mid position
 - In line with expectations
 - Age and willingness to pay different in Estonia than internationally
- International
 - Finland surprisingly low willingness to pay higher prices
 - Different pattern between taxes and prices
 - CEE countries sensitive to cuts in living standards
- Expectations
 - Country level wealth increases willingness to pay
 - Post materialistic values find support
 - No support for expectation that environmental problems increase willingness to pay for the environment





