

POPULATION CHANGE IN NEW HAMPSHIRE

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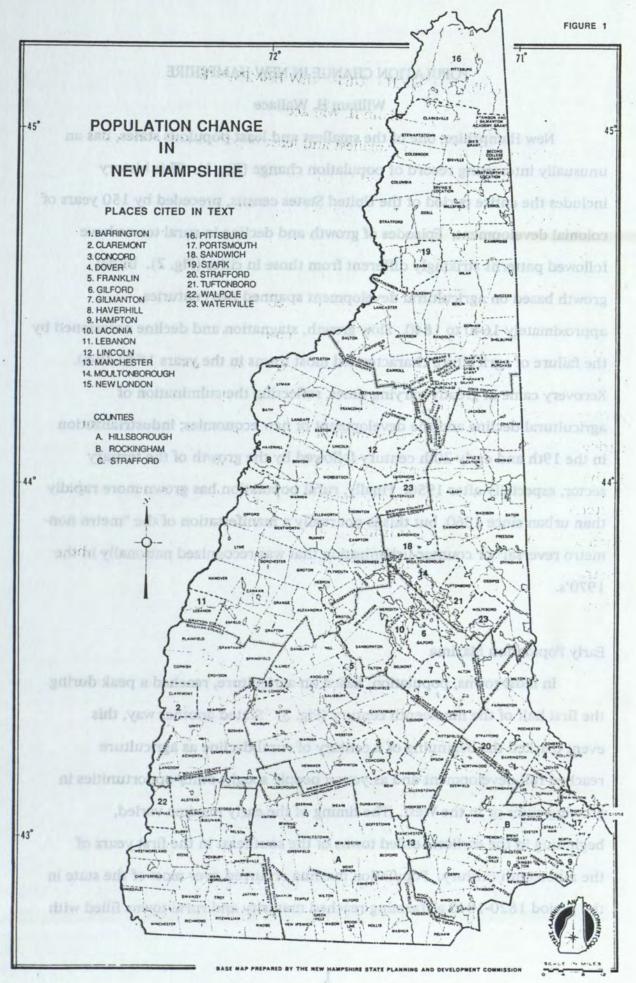
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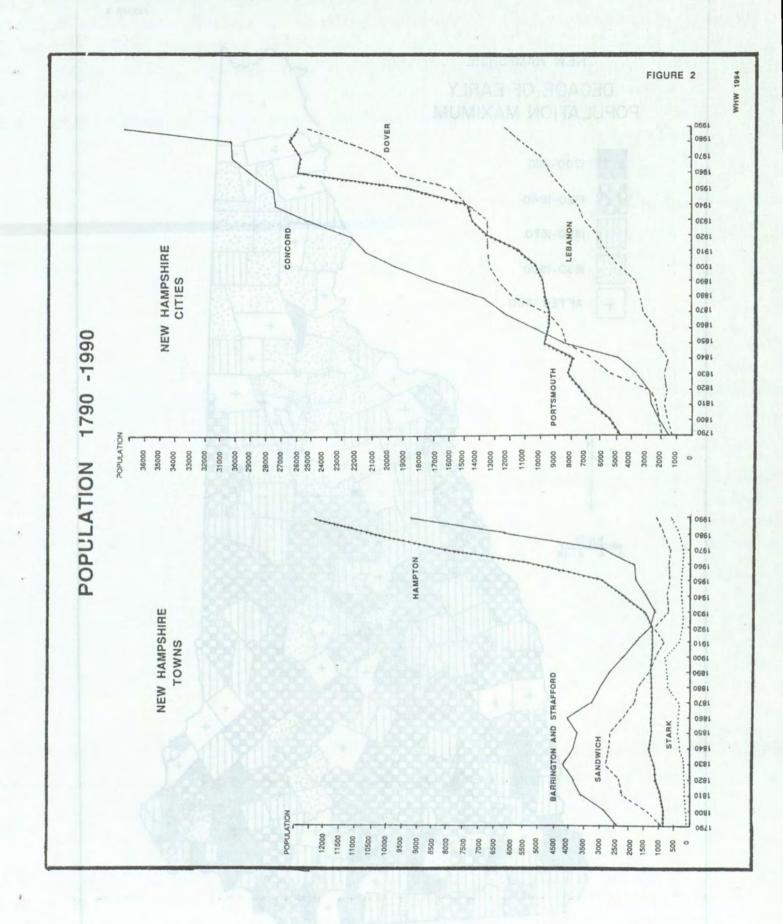
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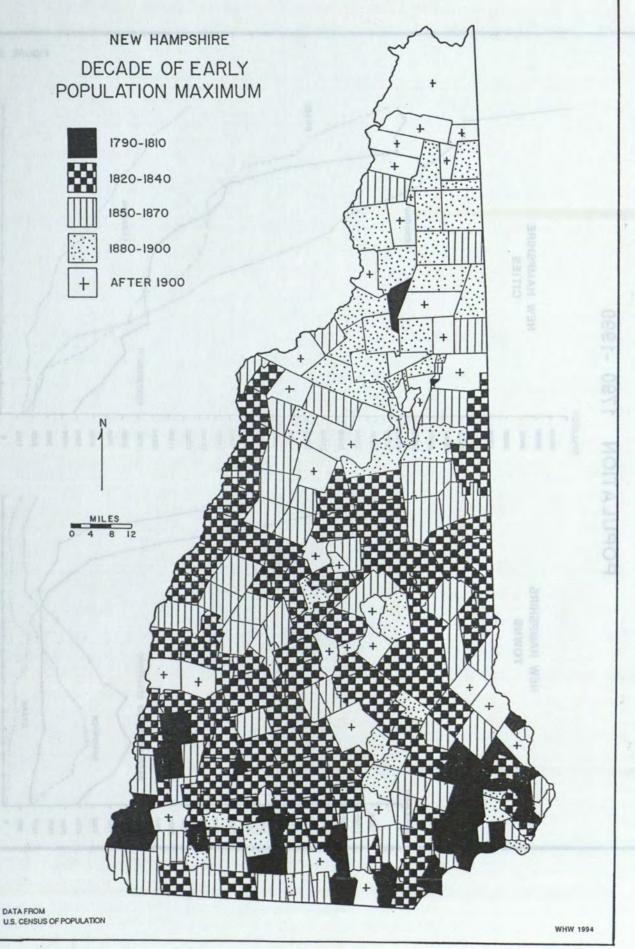
New Hampshire, one of the smallest and least populous states, has an unusually interesting record of population change (Fig. 1). This history includes the entire period of the United States census, preceded by 150 years of colonial development. Episodes of growth and decline in rural towns have followed patterns strikingly different from those in cities (Fig. 2). Initial growth based on agricultural development spanned two centuries, approximately 1640 to 1840. Slow growth, stagnation and decline occasioned by the failure of agriculture characterized most towns in the years 1840-1940. Recovery came at greatly varying times, reflecting the culmination of agricultural decline and the development of new economies; industrialization in the 19th and early 20th century followed by the growth of the tertiary sector, especially after 1950. Finally, rural population has grown more rapidly than urban since 1960, but this is not really a manifestation of the "metro nonmetro reversal" or counter-urbanization that was recognized nationally in the 1970's.

Early Population Maxima

In most towns, population, based on agriculture, reached a peak during the first half of the nineteenth century (Fig. 3). Stated another way, this event marked the beginning of a century of rural decline as agriculture reached full development and as young people sought other opportunities in growing cities or in the West. The timing of the early maxima varied, beginning in the earliest-settled towns of the southeast in the first years of the nineteenth century. Population maxima occurred over most of the state in the period 1820-1840 as farming reached maturity and rural towns filled with







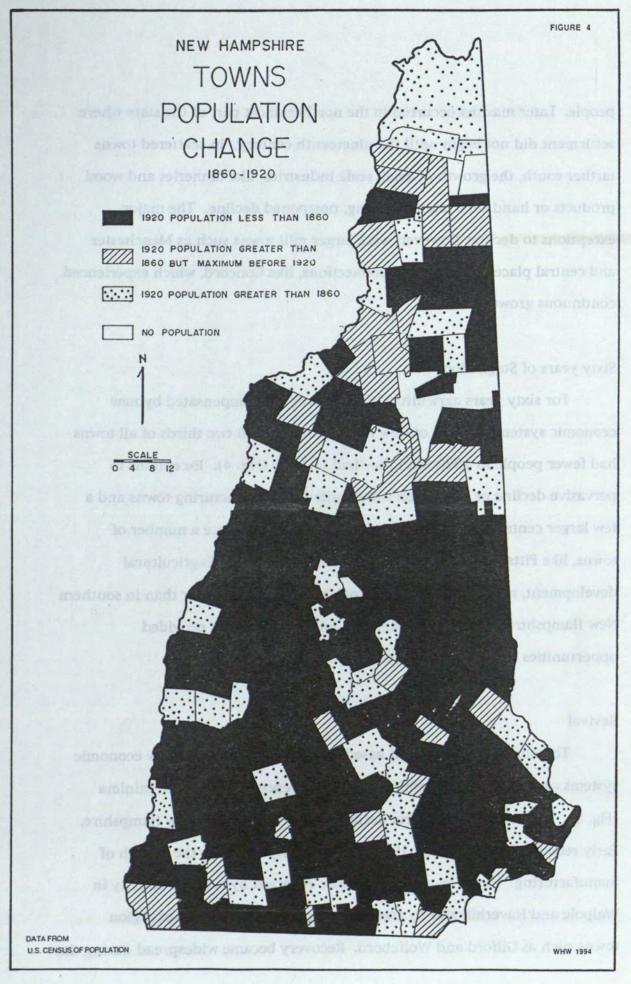
people. Later maxima occurred in the northernmost part of the state where settlement did not begin until the nineteenth century. In scattered towns farther south, the growth of small scale industries, like tanneries and wood products or hand shoe manufacturing, postponed decline. The major exceptions to decline, however, were larger mill towns such as Manchester and central places with railroad connections, like Concord, which experienced continuous growth.

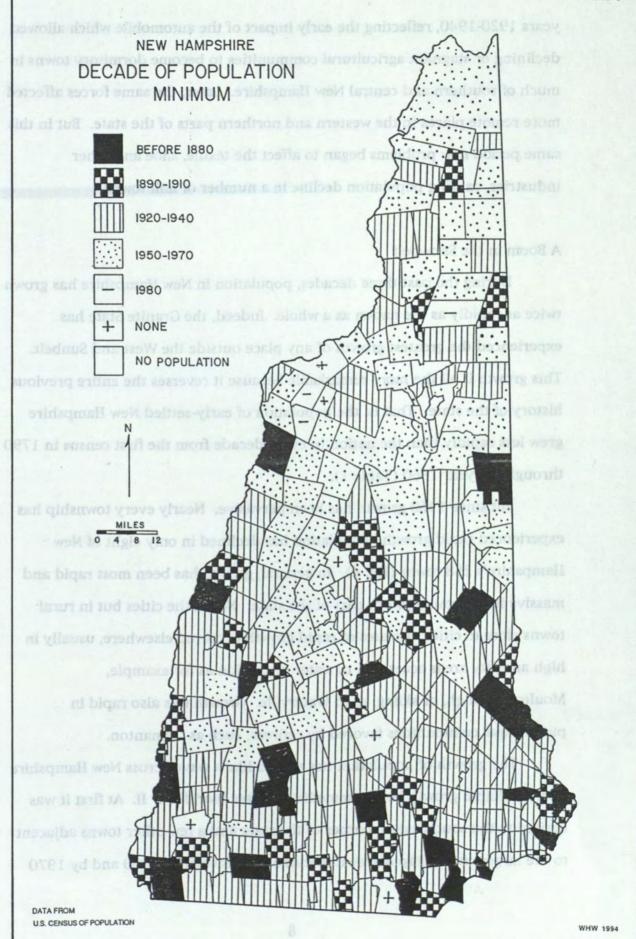
Sixty years of Stagnation

For sixty years agricultural decline was not compensated by new economic systems in most of New Hampshire. Indeed two thirds of all towns had fewer people in 1920 than they had in 1860 (Fig. 4). Exceptions to pervasive decline or stagnation were limited to manufacturing towns and a few larger central places. In the northern part of the state a number of towns, like Pittsburg, were settled so late that the cycle of agricultural development, maturity and decline took place a century later than in southern New Hampshire and the expansion of commercial logging provided opportunities as farming declined.

Revival

The beginnings of revival based on the development of new economic systems can be dated by examining the occurrence of population minima (Fig. 5). The end of agricultural decline varied widely over New Hampshire. Early recovery, that is before 1910, was generally based on the growth of manufacturing. However, decline was also reversed by railroad activity in Walpole and Haverhill and by the beginnings of tourism in Lakes region towns such as Gilford and Wolfeboro. Recovery became widespread during the





years 1920-1940, reflecting the early impact of the automobile which allowed declining or stagnant agricultural communities to become dormitory towns in much of southern and central New Hampshire. Later, the same forces affected more remote places in the western and northern parts of the state. But in this same period new problems began to affect the textile, shoe and other industries, causing population decline in a number of mill towns.

A Boom in the Snowbelt

During the past three decades, population in New Hampshire has grown twice as rapidly as the nation as a whole. Indeed, the Granite State has experienced the greatest growth of any place outside the West and Sunbelt. This growth is all the more remarkable because it reverses the entire previous history of the state. That is, the population of early-settled New Hampshire grew less rapidly than the nation in every decade from the first census in 1790 through the year 1960 (Table 1).

But since 1960 growth has been pervasive. Nearly every township has experienced rapid growth. Population has declined in only eight of New Hampshire's 258 towns (Fig. 6). In general, growth has been most rapid and massive in the southeastern part of the state. Not in the cities but in rural towns close to cities. Isolates of rapid growth occurred elsewhere, usually in high amenity areas accessible to water recreation as for example, Moultonborough, or skiing, as in Waterville. Growth was also rapid in picturesque communities favored by retirees, such as Gilmanton.

The growth of population has spread like a wave across New Hampshire (Fig. 7). Rapid growth began immediately after World War II. At first it was limited to the southeastern corner of the state and a few other towns adjacent to the larger cities. Rapid growth became pervasive after 1960 and by 1970

Table 1. PERCENT POPULATION INCREASE BY DECADES, USA, AND N.H.

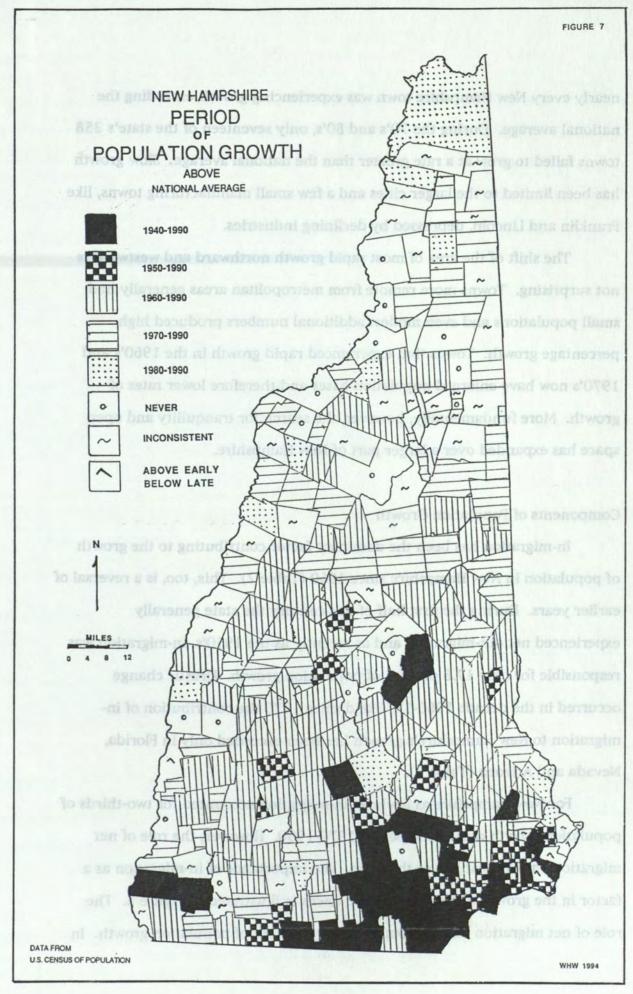
| | USA | N.H. |
|-----------|------|--|
| 1790-1800 | 35.1 | 30.0 |
| 1800-1810 | 36.4 | 16.0 |
| 1810-1820 | 33.1 | 14.0 |
| 1820-1830 | 33.5 | 10.2 |
| 1830-1840 | 32.7 | 5.9 |
| 1840-1850 | 35.9 | 11.6 |
| 1850-1860 | 35.6 | 2.5 |
| 1860-1870 | 26.6 | - 2.5 |
| 1870-1880 | 26.0 | 9.1 |
| 1880-1890 | 25.5 | 8.6 |
| 1890-1900 | 20.7 | 9.3 |
| 1900-1910 | 21.0 | 4.6 |
| 1910-1920 | 14.9 | 2.8 |
| 1920-1930 | 16.1 | 5.0 |
| 1930-1940 | 7.3 | 5.6 |
| 1940-1950 | 14.5 | 8.5 |
| 1950-1960 | 18.5 | 13.8 |
| 1960-1970 | 13.4 | 21.6 |
| 1970-1980 | 11.4 | 24.8 |
| 1980-1990 | 9.8 | 20.5 |
| | | STATE OF THE PARTY |

Source: U.S. Bureau of The Census. Census of Population.

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DATA FROM

U.S. CENSUS OF POPULATION



nearly every New Hampshire town was experiencing growth exceeding the national average. During the 70's and 80's, only seventeen of the state's 258 towns failed to grow at a rate greater than the national average. Slow growth has been limited to the larger cities and a few small manufacturing towns, like Franklin and Lincoln, depressed by declining industries.

The shift of the area of most rapid growth northward and westward is not surprising. Towns more remote from metropolitan areas generally had small populations and even modest additional numbers produced high percentage growth. Towns that experienced rapid growth in the 1960's and 1970's now have enlarged population bases and therefore lower rates of growth. More fundamentally, however, the search for tranquility and open space has expanded over a larger part of New Hampshire.

Components of Population Growth

In-migration has been the dominant factor contributing to the growth of population in New Hampshire since 1960 (Table 2). This, too, is a reversal of earlier years. During the first half of this century the state generally experienced net out-migration and as recently as the 1950's in-migration was responsible for only 17.6 percent of population growth. Drastic change occurred in the decade 1960-1970 and since 1970 the contribution of in-migration to New Hampshire's growth has been exceeded only in Florida, Nevada and Arizona (Table 3).

For New Hampshire as a whole, in-migration accounted for two-thirds of population growth during the period 1970-1990. However, the role of net migration varies greatly over the state. The importance of in-migration as a factor in the growth of New Hampshire towns is illustrated in Figure 8. The role of net migration ranges from nil to 144 percent of population growth. In

Table 2. NEW HAMPSHIRE
COMPONENTS OF POPULATION CHANGE 1940 - 1990

| | Total | Natural | Net | Net Migration |
|---------|----------|----------|-----------|---------------|
| State | Increase | Increase | Migration | As % Increase |
| 1940-50 | 40,000 | 42,000 | -2,000 | -5.0 |
| 1950-60 | 74,000 | 61,000 | -13,000 | 17.6 |
| 1960-70 | 131,000 | 62,000 | +69,000 | 52.7 |
| 1970-80 | 183,000 | 48,000 | +135,000 | 73.8 |
| 1980-90 | 187,000 | 71,000 | +116,000 | 62.0 |
| 1960-90 | 501,000 | 181,000 | +320,000 | 64.0 |

Source: U.S. Bureau of The Census: Current Population Reports

COUNTIES - COMPONENTS OF POPULATION CHANGE 1970-1990

| | Total Increase | Natural Increase | Net Migration | Net Migration As %Increase |
|-------------|-------------------|---------------------|------------------|----------------------------|
| Belknap | 16,849 | 3,703 | 13,146 | 78.0 |
| Carroll | 16,682 | 1,229 | 15,633 | 93.7 |
| Cheshire | 17,757 | 7,405 | 10,352 | 58.3 |
| Coos | 504 | 1,352 | -848 | -168.3 |
| Grafton | 20,015 | 5,906 | 14,109 | 70.5 |
| Hillsboro | 112,132 | 44,493 | 67,639 | 60.3 |
| Merrimack | 39,030 | 10,352 | 28,728 | 73.5 |
| Rockingham | 106,895 | 35,208 | 71,687 | 67.1 |
| Strafford | 33,802 | 12,650 | 21,152 | 62.6 |
| Sullivan | 7,946 | 3,513 | 4,433 | 55.8 |
| State Total | 371,612 | 129,911 | 246,031 | 66.2 |

Source: New Hampshire Office of State Planning. Natural Population Change, Annually, and New Hampshire Office of State Planning. Population Estimates of New Hampshire Cities and Towns, Annually.

NEW HAMPSHIRE COMPONENTS OF POPULATION CHANGE 1870-1970

| | Est. Net Migration 1000's | Total Population Growth 1000's | Net Migration as % Growth |
|---------|---------------------------|--------------------------------|---------------------------|
| 1870-80 | 10.1 | 29 | 35% |
| 1880-90 | 20.7 | 30 | 69% |
| 1890-00 | 20.4 | 65 | 31% |
| 1900-10 | -3.2 | 19 | -17% |
| 1910-20 | - 3.6 | 12 | -30% |
| 1920-30 | - 10.2 | 22 | -46% |
| 1930-40 | 9.1 | 27 | 33% |
| 1940-50 | -1.0 | 41 | - 2% |
| 1950-60 | 12.0 | emoged nobular 74 meriad sus | 16% |
| 1960-70 | 69.0 | 131 | 53% |

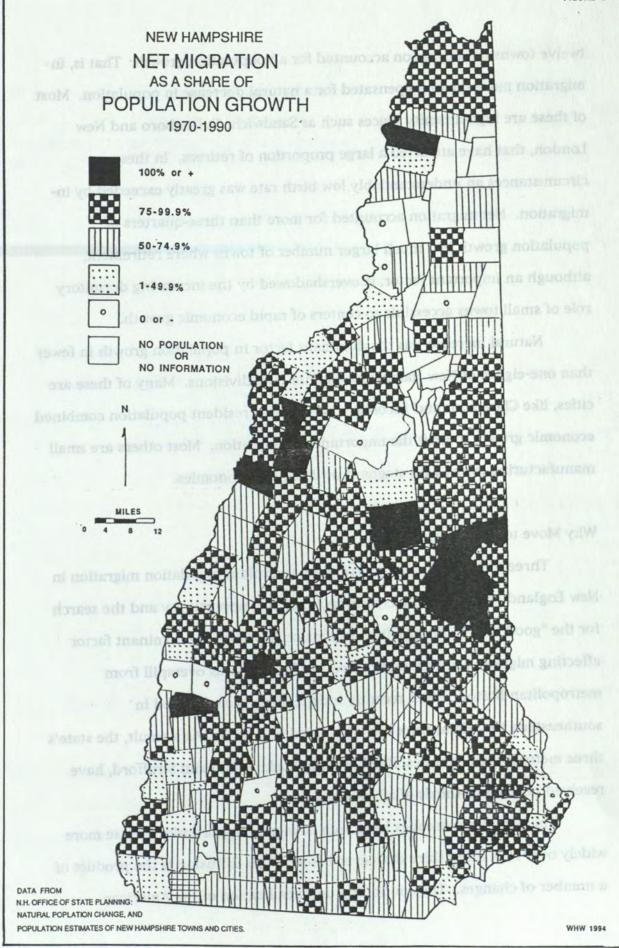
Source: U.S. Bureau of The Census. Historical Statistics of The United States.

Table 3. UNITED STATES, COMPONENTS OF POPULATION CHANGE

NET MIGRATION AS PERCENTAGE OF POPULATION CHANGE, 1970-1987

| ME 72 37.3 AK 199 | 42.8 |
|--|------|
| NH 207 64.9 LA 26 | 3.2 |
| | 41.7 |
| | 48.8 |
| | 11.3 |
| | 29.1 |
| NY -2144 -515.4 WY 57 | 36.1 |
| NJ -200 -39.9 CO 545 | 50.9 |
| PA -752 -557.0 NM 184 | 37.9 |
| | 67.8 |
| | 18.8 |
| | 75.5 |
| | 47.4 |
| | 47.7 |
| 71 | 48.6 |
| | 36.5 |
| | 24.9 |
| ND -58 109.3 | |
| SD -65 5.86 -151.2 180.845 118.851 \$18.178 | |
| NB -105 -96.3 | |
| KS -91 -40.1 | |
| 1002/1002/1003/1003/1003/1003/1003/1003/ | |
| MD 67 11.0 A amount big self of self o | |
| 1/4 713 410 | |
| WV -28 -18.3 HOWARD MOTTAL HOLD TO STATION OF THE PROPERTY OF | |
| NC 553 36.2 | |
| SC 331 39.7 annial Total Total Total and SC 39.7 | |
| GA 753 46.1 | |
| FL 4526 86.5 | |
| KY 47 -9.3 | |
| TN 384 41.3 | |
| AL 113 17.7 | |
| MS -14 -3.4 | |
| | |

Source: U.S. Bureau of Census. Current Population Reports.



twelve towns net migration accounted for all population growth. That is, inmigration more than compensated for a natural decrease in population. Most
of these are high-amenity places such as Sandwich, Tuftonboro and New
London, that have attracted a large proportion of retirees. In these
circumstances an understandably low birth rate was greatly exceeded by inmigration. Net migration accounted for more than three-quarters of
population growth in a much larger number of towns where retirement,
although an important factor, is overshadowed by the increasing dormitory
role of small towns accessible to centers of rapid economic growth.

Natural increase was the dominant factor in population growth in fewer than one-eighth of New Hampshire's minor civil divisions. Many of these are cities, like Claremont and Laconia, where a large resident population combined economic growth to limit the importance of migration. Most others are small manufacturing towns with stagnant or declining economies.

Why Move to New Hampshire?

Three models have been developed to explain population migration in New England: metropolitan expansion, economic opportunity and the search for the "good life." Metropolitan expansion has been the dominant factor affecting migration in New Hampshire. At first this was overspill from metropolitan Boston. More recently independent growth based in southeastern New Hampshire has stimulated migration. As a result, the state's three metropolitan counties, Hillsborough, Rockingham and Strafford, have received nearly two-thirds of all in-migrants.

The past three decades have seen economic opportunity diffuse more widely over New Hampshire than ever before. This diffusion is the product of a number of changes. The continuing decentralization of the American

economy permits businesses to operate successfully in smaller towns, reducing the historic advantages of concentration. The new growth sectors of the economy, particularly the services, are less demanding in their requirements for central location than the older sectors they have replaced. New technology in transportation and especially communication permit decentralization into smaller places than ever before.

The search for the "good life" is the third factor affecting migration and is of special importance to central New Hampshire. Amenities attracting migrants include recreation: the lakes and mountains; scenery: the picturesque countryside and quaint villages; retirement: the quest for tranquility and simple ways. Amenity-based migration has brought with it a large amount of capital and income transferred from other places. By stimulating demand this influx has also been an important force bringing economic opportunity into formerly-remote parts of New Hampshire.

The Metropolitan-Non Metropolitan Turnaround

Reversal of the historic migration from rural to urban areas was widely recognized as a national and international phenomenon in the decade of the 1970's. However, this reversal, usually referred to as the "metropolitan-non-metropolitan turnaround", did not take place in New Hampshire. In New Hampshire, rural population has grown more rapidly than urban population since 1960, reversing the experience of the previous 130 years (Table 4). But this reversal is largely a central city-periphery dichotomy which elsewhere would be comprehended within metropolitan areas. This is a consequence of analyzing population by towns in New England rather than by counties as in other parts of the United States. If the New Hampshire metro-non metro

Table 4. NEW HAMPSHIRE - URBAN AND RURAL POPULATION

URBAN

208

221

226

253

322

440

544

8.3

6.3

11.9

27.3

36.6

19.1

16

13

27

69

104

Percentage Number Numerical Number Numerical Percentage (1000's)(1000's)Increase Increase Increase Increase 137 only rollings of the no. 5 1790 1800 5 179 30.7 29 16.2 40.0 208 1810 13.9 1820 7 237 19 8.0 85.7 256 1830 13 1840 29 16 123.1 256 3.1 25 86.2 264 1850 54 254 -10 -3.918 72 33.3 1860 -19 -7.5 11 1870 83 15.3 235 21 25.3 3.4 104 243 1880 -14 44 -5.8 1890 148 42.3 229 -10 -4.4 1900 192 44 22.9 219 31 -12 -5.5 13.5 207 1910 223 -14 -6.8 1920 250 10.8 193 1930 273 23 9.2 192 -1 -0.5

1. Urban definition comparable with earlier data.

10

29

47

62

64

86

2. Urban definition comparable with later data.

1940

1950

1950

1960

1970

1980

1990

283

1312

2307

354

416

480

566

Source: United States Bureau of The Census. Historical Statistics of The United States.

3.7

10.2

15.3

17.5

15.4

15.2

dichotomy is considered on a county basis, the rate (%) of population growth as well as the numerical increase in metropolitan counties exceeded that in non-metropolitan counties throughout the period 1960-1990 (Table 5). Most New Hampshire population growth is metropolitan expansion, occurring in the south-eastern part of the state. Here, three counties: Hillsborough, Rockingham and Strafford have accounted for 70 percent of all numerical growth since 1960 (Table 6). Finally, non-metropolitan growth in New Hampshire is not a true rural revival. The newcomers to rural New Hampshire have urban occupations. The number of farm operators and the amount of land used for agriculture continue to decline.³

Benefits, Causes

New Hampshire's rapid population growth has been accompanied by and augmented by unprecedented prosperity. The state's rank in per capita income, which was 24th in 1960 and 29th as late as 1974, rose to 5th in 1989. Unemployment, which had exceeded the national average ever since the 1920's, finally dropped below the national level in the mid-fifties and remained low for three decades. In the eighties New Hampshire enjoyed the lowest unemployment rate in the country for six consecutive years. The earnings of factory workers, historically among the lowest in the country, climbed steadily to reach the national level.

The forces driving economic growth have varied with time. In the 1960's it was the search of manufacturers for lower costs. New Hampshire with its three-decade history of declining industries offered cheap factory space and a diligent labor force eager to work, even for low wages. In the 1970's the attractiveness of the state as a place to live came to be more widely appreciated, bringing an influx of vacationers, week-enders, summer residents and

Table 5. NEW HAMPSHIRE - METROPOLITAN POPULATION 1000'S

| Metropolitan* | | | Non-Metropolitan | | | |
|------------------------------|--------------------------|-----------------------|------------------------|--------------------------|-----------------------|------------------------|
| | Number | Numerical Increase | Percentage Increase | Number | Numerical Increase | Percentage Increase |
| 1960 1970 1980 1990 | 337 433 522 606 | 93 185 164 | 28.6 27.5 23.9 | 270 304 369 423 | 34 65 54 | 12.8 21.1 12.8 |

^{*}Hillsborough, Rockingham, Strafford Counties

| | Metropolitan* | | | Non-Metropolitan | | |
|------|---------------|-----------------------|------------------------|------------------|-----------------------|------------------------|
| | Number | Numerical Increase | Percentage Increase | Number | Numerical Increase | Percentage Increase |
| 1960 | 194 | en accompanie | o growth has be | 413 | umpshire's rap | dl wold |
| 1970 | 404 | 's rank in per c | erity. The state | 333 | d by unprece | and sugments |
| 1980 | 511 | 107 | 26.5 | 410 | 77 | 23.1 |
| 1990 | 622 | 111 | 21.8 | 487 | 77 | 18.9 |

^{*} Census Definition
Metropolitan areas defined in 1949, used in 1950 census.
Source: United States Bureau of The Census. Census of Population.

Table 6. NEW HAMPSHIRE - METROPOLITAN COUNTIES - POPULATION

| | Hillsborough | Rockingham | Strafford | New Hampshire |
|---------------------------------------|--|--|---------------------------------------|--|
| 1960 1970 1980 1990 | 178,161 223,941 276,608 336,073 | 99,029 138,981 90,345 245,845 | 59,799 70,431 85,408 104,233 | 606,921 737,681 920,610 1,109,117 |
| Percent of Total Popu Growth in | ulation | +146,816 | +44,434 | Sum = 502,196 Sum = 69.4 |

Source: United States Bureau of The Census. Census of Population.

retirees with purchasing power and capital which supported the boom in services and construction. In the 1980's the massive military buildup of the Reagan Years brought defense contracts to New Hampshire at the third highest per capita level in the country. The high wages paid in defense and related high technology industries had a powerful multiplier effect on the construction and tertiary sectors. New Hampshire became an exemplar of prosperity, 1980's style.

Limits Reached? A bandlock and endegoned walk mestacedures of diwong plinoscope

Will the 1990's bring a continuation of New Hampshire's 30-year boom? It doesn't seem likely.

Although the decade is still young, early indications are not promising.

The state actually lost population in 1991 and experienced net-out migration for the first time since the 1930's. After six years of ranking lowest in the nation, New Hampshire's unemployment rate more than tripled from 2.5 percent in 1988 to 7.8 percent in mid 1992. Unemployment in New Hampshire exceeded the national average for the first time in three decades. Indeed, during the recession of the early 1990's, New Hampshire suffered the fourth highest rate of job loss in the United States. The booming real estate market with its dramatic escalation of property values collapsed. New Hampshire's banks, which financed much of the frenetic construction of the 1980's, became overextended and bank failures became common for the first time since The Great Depression. Five of the seven largest banks in the state failed during the early 1990's. 10 It seems that the "good times" are over, at least for now.

What Happened? The barrangers darked because the arranger and the second and the

Most of the forces propelling growth have weakened. New Hampshire, long a low-cost area attractive to industry was, in the 1980's, increasingly characterized by a tight labor market and rising wages. The second-home market that littered the lakes and mountains with condominia was crippled by a slowing national economy and less favorable tax treatment. This further depressed construction, already slowed by the gross overbuilding of commercial and residential projects. Military spending, the mainspring of economic growth in southeastern New Hampshire has declined as the price of reduced international tensions. Indeed, defense contract awards declined by 45 percent between 1985 and 1990. And, less easy to measure but equally important, many of the amenities that gave the state its reputation for the good life have been diminished by their very success in attracting new people. The search for a quiet and undisturbed countryside has moved on to other places.

Conclusion H was at a married grown of the Conclusion of the Concl

Population change in New Hampshire may be viewed in two
perspectives: as a part of the general history of population change in the
United States, and in contrast to change elsewhere in the country. As a part of
general change in America, population in New Hampshire reflected the shift
of the economy from agriculture to manufacturing in the 19th century with
resulting decline in rural population and growth of urban population. In this
century, the decline of manufacturing and the growth of the tertiary sector
was accompanied by stagnation or decline in older cities and growth on the
fringes of metropolitan areas, as well as in high-amenity areas. Rural
population has grown more rapidly than urban for the past three decades.

But New Hampshire also exhibits a number of distinctive features. The decline in agriculture and consequent rural depopulation began early, by 1830, and lasted for 100 years. The growth of manufacturing and resulting urbanization also began early, in the 1820's and continued vigorously for 100 years. The growth of the tertiary or service economy in New Hampshire has been very rapid since 1940. This has caused urban population growth since 1960, now in the form of metropolitanization. The growth of metropolitan areas is the dominant element in the growth of the state. In New Hampshire, rural revival began in the 1930's, accelerated greatly after 1960 and continues in the 1980's. Much of this is metropolitanization but decentralization of the economy and the increasing role of amenities as growth stimuli affect nearly all parts of the state except the far periphery, the North Country.

Footnotes

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