

# Poverty and the Environment

Understanding Linkages at the Household Level





# CONTENTS

vii		Acknowledgments
с н 1 2 5 7 9	A	Understanding Poverty-Environment Linkages at the Household Level Poverty and Environmental Change at the Macro Scale Environmental Management and Pathways to Household Welfare Scope of the Report Some Key Conclusions
сн 11	A	PTER 2 Local Natural Resources, Poverty, and Degradation: Examining Empirical Regularities
12		The Importance of Environmental Income to the Poor
15		Commons as a Source of Insurance
18		The Effect of Growth on Local Resource Use
20		Welfare Impacts of Degradation
22		The Role of Poverty in Environmental Change
24		Conclusions
СН	A	PTER 3
27		Health Outcomes and Environmental Pathogens
<b>27</b> 28		<b>Health Outcomes and Environmental Pathogens</b> Theoretical Linkages between Health Outcomes and Environmental Conditions
		Theoretical Linkages between Health Outcomes and Environmental
28		Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions How Robust Are the Empirical Findings?
28		Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions
28 33 41 42	A	Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions How Robust Are the Empirical Findings?
28 33 41 42	A	Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions How Robust Are the Empirical Findings? Conclusions and Tentative Policy Implications
28 33 41 42 C H	A	Theoretical Linkages between Health Outcomes and Environmental Conditions  Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions  How Robust Are the Empirical Findings?  Conclusions and Tentative Policy Implications  PTER 4
28 33 41 42 c H 45	A	Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions How Robust Are the Empirical Findings? Conclusions and Tentative Policy Implications  PTER 4 Household Welfare and Policy Reforms
28 33 41 42 <b>c H</b> <b>45</b> 46	A	Theoretical Linkages between Health Outcomes and Environmental Conditions Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions How Robust Are the Empirical Findings? Conclusions and Tentative Policy Implications  PTER 4 Household Welfare and Policy Reforms Selected Policy Reforms: Evidence from Case Studies
28 33 41 42 <b>c H 45</b> 46 57 59		Theoretical Linkages between Health Outcomes and Environmental Conditions  Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions  How Robust Are the Empirical Findings?  Conclusions and Tentative Policy Implications  PTER 4  Household Welfare and Policy Reforms  Selected Policy Reforms: Evidence from Case Studies  Challenges and Data Limitations
28 33 41 42 <b>c H 45</b> 46 57 59		Theoretical Linkages between Health Outcomes and Environmental Conditions  Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions  How Robust Are the Empirical Findings?  Conclusions and Tentative Policy Implications  PTER 4  Household Welfare and Policy Reforms  Selected Policy Reforms: Evidence from Case Studies  Challenges and Data Limitations  Conclusion
28 33 41 42 <b>c H 45</b> 46 57 59 <b>c H</b>		Theoretical Linkages between Health Outcomes and Environmental Conditions  Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions  How Robust Are the Empirical Findings?  Conclusions and Tentative Policy Implications  PTER 4  Household Welfare and Policy Reforms  Selected Policy Reforms: Evidence from Case Studies  Challenges and Data Limitations  Conclusion  PTER 5
28 33 41 42 <b>c H</b> 45 57 59 <b>c H</b> 61		Theoretical Linkages between Health Outcomes and Environmental Conditions  Empirical Evidence of Linkages between Health Outcomes and Environmental Conditions  How Robust Are the Empirical Findings?  Conclusions and Tentative Policy Implications  PTER 4  Household Welfare and Policy Reforms  Selected Policy Reforms: Evidence from Case Studies  Challenges and Data Limitations  Conclusion  PTER 5  Directions for Change

- 64 Policy Reforms for Managing the Environment and Reducing Poverty
- 65 Moving Forward
- 67 References

### BOXES

- 12 **2.1** Poverty and the Environment in Cambodia
- 17 **2.2** The Role of Natural Resources in Providing Insurance before and after Hurricane Mitch
- 3.1 Does Health Information Increase Households' Efforts to Purify Water?
- 38 3.2 Diminishing External Benefits from Community Coverage of Water and Sanitation
- 48 **4.1** Impact Evaluation Methods
- **4.2** Who Participates in the Community Management of Environmental Resources?
- 51 **4.3** Who Benefits Most from Community Management?

## **FIGURES**

- 4 1.1 Rank Correlations between Poverty and Various Environmental Indicators in Cambodia, Lao PDR, and Vietnam
- 5 **1.2** Poverty-Environment Linkages at the Household Level
- 2.1 Biomass Availability in Malawi
- 22 **2.2** Effect of Increase in Biomass Density on Welfare of Rural Poor in Malawi

### **TABLES**

- 2 **1.1** Selected Macro Indicators Linking Poverty, Natural Resources, and Under-Five Mortality
- 3 **1.2** Health Outcomes and Access to Environmental Infrastructure in Selected Countries, by Wealth Quintile
- 15 **2.1** Environmental Income as Percentage of Total Income in Resource-Poor and Resource-Rich Areas
- 30 **3.1** Factors Affecting Child Health