What is the socioeconomic impact of gentrification in the New York metropolitan area?

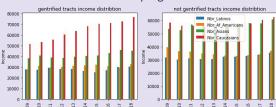
Felix Teufel, Marouen Chafrouda, Max Johannes de Bock, Qinmeng Luan

Highlights

- Discovered various effects that link gentrification to social injustice and demography changes.
- Designed a model, based on our insights to predict gentrification over a 5-years horizon.

Socioeconomic Effects of Gentrification

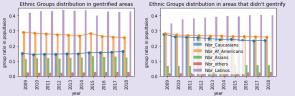
• Gentrification is driven by high-income caucasians



Median household incomes of different ethnic groups evolve differently in gentrified tracts (left), where the income of Caucasians (red) steadily increases over the years, while other ethnic groups stagnate.

In tracts that did not gentrify, there are no trend differences between the groups and Caucasians and Asians (green) have a more similar income.

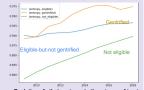
• Gentrifying tracts defy general population trends



In gentrified areas, the proportion of the caucasian population increased, while that of African Americans decreased. In areas that are eligible but did not gentrify, the population of latinos is rapidly growing.

Gentrification increases population diversity

A high entropy indicates a high ethnical diversity. Tracts that are eligible for gentrification are more ethnically diverse than other tracts, and gentrified tracts see an increase in diversity.

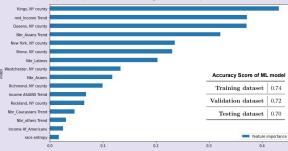


Gentrifying tracts have less violent crime

This graph shows violent crime for which there was an emergency medical services dispatch. It is clear that these crime rates are significantly lower for areas that gentrified.

Predictive Model and Feature Importance

Top 16 important features for gentrification prediction



- Location plays a major role in gentrification, as well as income and demography.
- Gentrification is somewhat rare to occur, but does have some indicative features at early stages.
- Conclusion: The socioeconomic effects we investigated allow the detection of gentrification of a census tract at an early stage in the process.

Gentrification Definition

The gentrification definition for the investigated tracts followed the methodology of Governing Magazine:

- Increase in home price
- Increase in level of education

Geographic Patterns of Gentrification

