Sprawling for Reelection: The Public Choice of Low-Density Development *

Colin Williams[†] Author Two[‡] Author Three[§]

July 2022

Preliminary and Incomplete. Please do not cite or circulate.

Abstract

Local officials choose if and how to permit new development. We argue that the structure of federal infrastructure grants, which typically cover a share of a project's up-front costs, allows myopic officials to raise tax revenues in the present while deferring maintenance costs to their successors. Officials can maximize immediate revenues by approving low-density expansion. Consistent with this mechanism, we find evidence that cities constrained by political or topographical boundaries have higher tax rates and higher municipal debt.

* ...

[†]University of Virginia. chv7bg@virginia.edu [‡]TK University and NBER. TK@TK.edu

[§]TK University. TK@TK.edu

- 1 Background
- 2 Results
- 3 Conclusion

A Appendix Tables and Figures

B Appendix One

C Appendix Two