

# URBANIZATION AND UNEMPLOYMENT IN IKARE AKOKO, ONDO STATE, NIGERIA

## Abstract

The influx of people to urban area to enhance positive survival and self fulfillment, have definite consequences at the places of destination. The paper posits that urbanization and unemployment could be understood from the perspectives of its consequences in Ikare Akoko, Ondo State, Nigeria. This study adopts both primary and secondary sources of data. The first stage in the collection of primary data involves the reconnaissance survey of the study area. Fifteen questionnaires were randomly administered in each of the identified fifteen quarters, making a total of 225 questionnaires; but on the whole 217 questionnaires were retrieved for the analysis. The paper reveals that urbanization is high, while the major causes of unemployment are urbanization, other indices of urbanization includes; infrastructural facilities, trade and commerce, political reasons as well as high birth rate. The study also reveals causes of unemployment such as socio-cultural factors, low technology, weather conditions as well as government policies. The research has found out that the effect of urbanization on employment accessibility, infrastructural facilities as well as on housing is negative, while the effect of urbanization on crime rate is high. The paper also reveals that urbanization and unemployment phenomena have impacted negatively on the standard of living, while government efforts in curbing high urbanization as well as alleviating unemployment problems is inadequate. The paper however, recommended that government should sensitize the masses about family planning which will enhance birth control. Also, government should provide more employment as well as improving the infrastructural facilities in the study area.

**Key Words:** Urbanization, Unemployment, Consequences, Ikare-Akoko.

## INTRODUCTION

The concept of urbanization is rather arbitrary, what constitutes an ‘urban’ area is conceptually and practically ambiguous. Broadly speaking, urban settlements refer to a demographically large, relatively densely populated, built-up area. Urbanization today is most rapid in the relatively less developed countries of Sub-Saharan Africa and South Asia,

32 where overlapping processes of economic, social and environmental transformation are  
33 pushing and pulling people into urban lives and livelihoods. Urbanization is a process by  
34 which rural populations become urban residents.

35 The world is witnessing a rapid urbanization, especially in developing countries,  
36 where, by 2020, more than half the population is projected to be urban (United Nations,  
37 2011). The main constituents of urbanization are the shift of an ever-increasing labour force  
38 from agriculture to the non-agricultural sector, and a change in population distribution from  
39 scattered rural areas to more compact towns or cities, often followed by a change of lifestyle  
40 (Carter 1975; King and Golledge 1978). Urbanization essentially involves a transition of  
41 labour from traditional industries to modern industries. Employment of labourers is therefore  
42 a major subject in studies of urbanization. There are two types of employment; the wage  
43 earners and the self-employed, while stability of employment are of two fold, stable wage  
44 labour and casual work (Bromley and Gerry 1979).

45 Urbanization is a process; and it must be noted that the movement of labourers from  
46 the agricultural to the non-agricultural sector is constrained not only by personal qualities but  
47 also by the capacity of non-agricultural industries. Thus employment is closely related to the  
48 development of the nonagricultural sector, especially industrial development. Though  
49 urbanization is the spatial consequence of economic growth, policymakers needed to realize  
50 that they must treat cities as a key site of policymaking in order to achieve the broader aims  
51 of sustainable development and inclusive growth.

52 One of the most important roles that cities have to play in economic development is  
53 creating more and better jobs, but unfortunately creating better jobs seems to have become  
54 secondary in the global urban agenda, even in cases where there is a clear nexus between  
55 urban services and job creation. Good jobs have been neglected in definitions of good  
56 urbanization, while urban livelihoods have become secondary to urban services. The  
57 connection between urbanization, industrialization, and the growth of formal employment is  
58 far more insubstantial in the developing world. There is varied and tenuous relationship  
59 between urbanization and job creation – particularly productive, formal employment;  
60 urbanization is treated as a one-to-one proxy for expanding economic opportunity. High birth  
61 rate coupled with unemployment and low standard of living in the rural areas led to constant  
62 influx of people to the urban areas, where opportunities, such as attractive jobs, better

education and modern life style abounds and thereby leads to the very dynamic growth process.

In the contexts of developing country, the major feature of the urban areas is the rapid change not always linked to economic activity, but driven by rapid population growth, climate change, and internal conflicts. World Bank surveys report that the factors affecting industrial enterprise in Africa includes lack of access to credit, weak infrastructure and an unskilled workforce thereby posing biggest obstacles to expansion and increased demand for labour (see Melamed, et al., 2011).

## CONCEPTUAL ISSUES AND RELEVANT LITERATURE

There has been diverse opinion by researchers concerning the relationship between urbanization and urban employment rate. Some opined that during urbanization process, a great number of rural labour force will migrate into cities to earn higher wage (Gregory, 2016) or to find new jobs (Cai and Wang, 2010). The huge shift of labour from the countryside to cities will invariably increase the labour supply and further enhance the pressure on urban employment. The level of urbanization and unemployment portrays the level of development in any region.

There is concentration of high-skilled workers in large cities. Ultimately, both high-skilled and low-skilled workers can benefit from the expansion of cities. Urban size has a positive influence on individual employment (Liu et al. 2012). Most urban unemployment in developing countries takes the form of underemployment, in which people are obliged to undertake any available economic activity, however poorly paid and unproductive, because there are no social-safety nets and no alternatives in the form of unemployment insurance or job training for formal sector work ILO (1996).

The clustering of a country's urban population in few localities, known as urban concentration, could generate more economic growth and jobs; this is because innovation and ideas are generated as a result of concentration of people from diverse origin, profession and field of life. The new economic geography literature, for example, emphasizes how urbanization fosters economies of scale and agglomeration, which are found to propel economic growth (World Bank, 2009). But as population grew advancement in innovation and ideas will be unable to have positive impacts on employment creation, Fagbohunka (2014). It must be noted that unskilled and semi-skilled workers often make up the vast

majority of the workforce in rural towns, while semi-skilled and skilled workers dominate the workforce in the cities, as observed for example in Ethiopia and Uganda (Christiaensen, et al. 2013). Urbanization enhances economic growth, the economic growth so generated has its pull effects on human concentration; thereby attracting more population with attendant consequences, especially unemployment problems.

## **The Study Area and Methods**

Ikare is a major commercial town in Ondo State, and headquarter of Akoko North East Local Government, is about 120km from Akure the State capital. It is located between latitude 4° and 5° north of the equator and longitude 3° and 4° east of the Greenwich Meridian. Ikare is bounded by Arigidi Akoko to the North and to the South by Akungba Akoko and Ogbagi-Akoko respectively. Ikare is about 100 kilometers from Akure the state capital. It has a land area of 406sqkm with undulating topography interspersed with isolated hills. It is surrounded by chains of hills including; Ale, Reje, Urere, Otado, Belu and Gudegbe which render the town as a valley.

Ikare contained several industrial base and markets which include Oja-Oba, Okore market, Osele market and Jubilee market. This commercial uniqueness has facilitated the establishment of many financial institutions such as First Bank Plc., Spring Bank, Skye Bank and Oceanic Bank among others. It must be noted that other small scale industries also abound in Ikare.

The mean temperature in Ikare area is relatively constant with mean density maximum and minimum temperature of 26°C and 24°C respectively. The temperature range is 3°C. The maximum temperature fall during the wet season and gradually becoming hotter in the dry season. The two main seasons are the rainy seasons, which start in April and ends in October and the dry season which start in November and ends in March. Ikare is located within the tropical rain forest zone on firm soil which is good for agriculture and noted for the growth of palm trees and other valuable types of trees. Majority of the men are farmers while the women are mostly traders. The people specialized in both cash and food crops on large scale and subsistence level, the crops growing are kolanut, yam, cassava, cocoa, maize, melon and millet. It has a population of 700,000 inhabitants according to the 2006 national census.

This study adopts both primary and secondary sources of data. The first stage in the collection of primary data involves the reconnaissance survey of the study area. Fifteen

quarters was identified in the study area, namely: Okela, Okorun, Eshe, Odo, Ilepa, Okoja, Iku, Odeyare, Odoruwa, Okeruwa, Iyame, Igbede, Oyinmo, Ishakunme and Ekan. Fifteen copies questionnaire were randomly administered in each of the quarters, making a total of 225 questionnaires, but on the whole 217 questionnaires were retrieved for the analysis.

## Results and discussion

**Table 1      Socio-Economic Variables of the Respondents**

<b>Gender</b>		
<b>Sex</b>	<b>Number of respondents</b>	<b>Percentages</b>
Male	128	60
Female	89	40
<b>Total</b>	217	100
<b>AGE (Years)</b>		
< 18	45	25
18-28	96	46
29-39	39	16
Above 40	37	13
<b>Total</b>	217	100
<b>Occupation</b>		
Farming	46	21
Trading	62	29
Civil Servant	49	23
Artisan	39	18
Others	21	09
<b>Total</b>	217	100
<b>Education</b>		
No Formal education	16	07
Primary education	49	23
Secondary Education	71	33
Tertiary Education	81	37
<b>Total</b>	217	100
<b>Religion</b>		
Christianity	129	29
Muslim	79	37
Traditional	09	04
<b>Total</b>	217	100

**Source: Field Survey, 2018.**

Table 1 shows the socio-economic variables of the respondents. Out of the 210(100%) respondents 128(60%) were males, while 89(40%) were females. Also, 96(46%) were between the age 18 and 28, whereas 37(13%) were over 40 years. Furthermore, 62(29%)

were traders, while 39(18%) were artisans. Another, 16(07%) have no formal education, while 81(37%) have tertiary education. Moreover, 129(29%) are Christians, while 79(37%) were Muslims.

**Table 2 Level of Urbanization in Ikare Akoko**

Urbanization Level	Number of Respondents	Percentages
Very High	78	36
High	103	47
Moderate	36	17
Total	217	100

**Source: Field Survey, 2018.**

Table shows the level of urbanization in Ikare Akoko. Out of 217(100%) respondents, 103(47%) agreed that urbanization is high, while 78(36%) opined low. Another, 36(17%) respondents agreed that urbanization level is moderate.

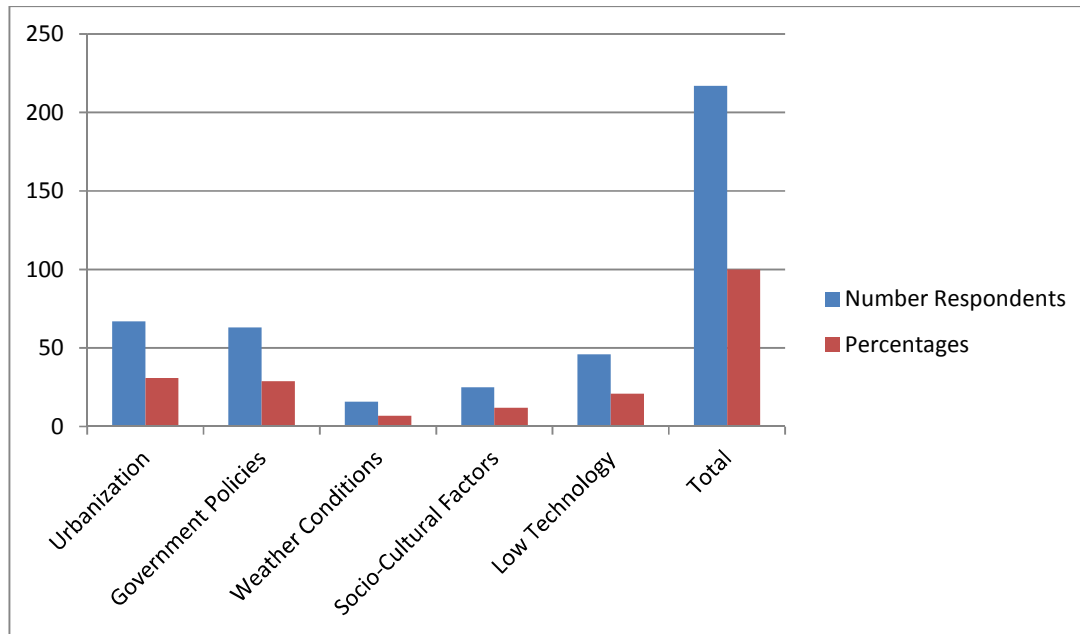
**Table 3 Causes of Urbanization**

Causes	Number of Respondents	Percentages
Employment Opportunities	36	17
Infrastructural Facilities	52	24
Trade and Commerce	81	37
Political Reasons	14	06
High Birth Rate	34	16
Total	217	100

**Source: Field Survey, 2018.**

Table 3 depicts the causes of urbanization, 81(37%) respondents agreed trade and commerce, whereas 14(06%) opined political reasons. Also, 52(24%) believed that infrastructural facilities is the major cause of urbanization, contrary to 34(16%) respondents who opined high birth rate.

**Fig. 1 Causes of Unemployment**



**Source: Field Survey, 2018.**

Fig. 1 shows that 67(31%) respondents believed that urbanization is the causes of unemployment, while 25(12%) respondents opined socio-cultural factor. Furthermore, 63(29%) respondents opined government policies, contrary to 46(21%) respondents who agreed that low technology is the reason for unemployment.

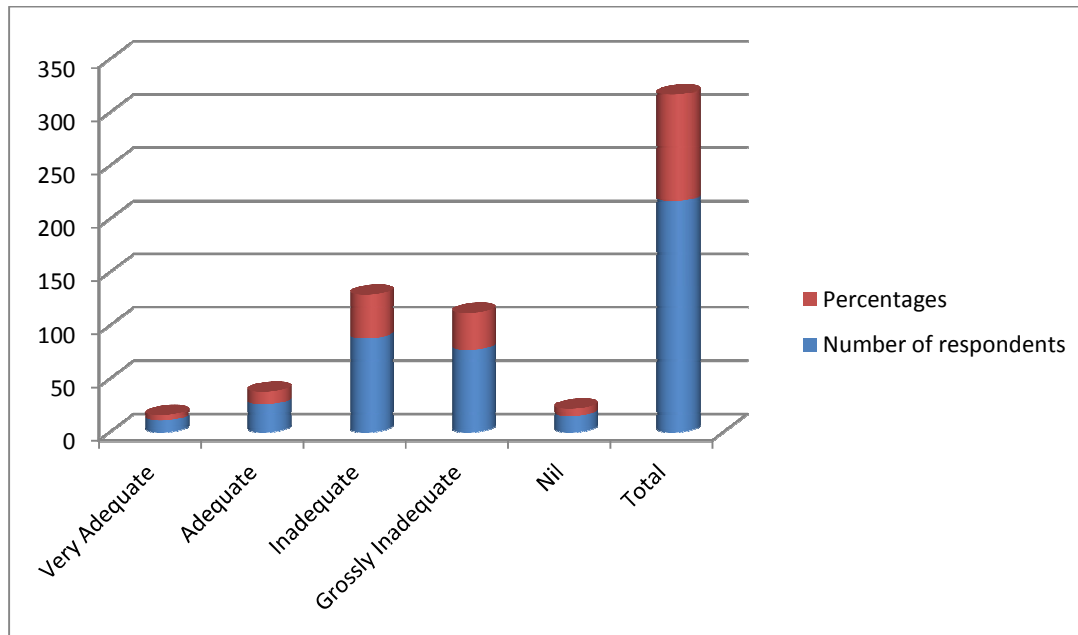
**Table 4 Effect of Urbanization on Employment Accessibility**

Effect	Number of Respondents	Percentages
Positive	32	15
Negative	167	77
No Effect	18	08
Total	217	100

**Source: Field Survey, 2018.**

Table 4 reveals that 167(77%) respondents believed that urbanization has negative impacts on employment accessibility, while 32(15%) opined positive effect. Another, 18(08%) respondents believed urbanization has no effect on employment accessibility.

**Fig. 2 Urbanization and Employment Adequacy**



**Source: Field Survey, 2018.**

Fig. 2 reveals that 88(41%) respondents agreed that urbanization has led to inadequate employment, contrary to 11(05%) who opined very adequate. Also, 77(35%) agreed grossly inadequate, whereas 26(12%) believed that urbanization has led to adequate employment.

**Table 5 Effect of Urbanization and unemployment on Housing**

Effect	Number of Respondents	Percentages
Positive	88	41
Negative	122	56
No Effect	07	03
Total	217	100

**Source: Field Survey, 2018.**



Table 5 shows that 122(56%) respondents believed that urbanization and unemployment has impacted negatively on housing, while 88(41%) agreed positive impacts. Another, 07(03%) respondents believed that urbanization and unemployment has no effects on housing.

**Table 6 Effect of Urbanization and unemployment on Crime Rate**

Effect	Number of Respondents	Percentages
Very High	75	34
High	106	49
Low	23	11
Very Low	13	06
Total	217	100

**Source: Field Survey, 2018.**

Table 6 shows the effect of urbanization and unemployment on crime rate. Out of 217(100%) respondents, 106(49%) agreed high, contrary to 13(06%) who agreed very low. Also, 75(34%) respondents opined very high, whereas 23(11%) believed that urbanization and unemployment has low effect on the rate of crime.

**Table 7 Effect of Urbanization and unemployment on Infrastructural facilities**

Effect	Number of Respondents	Percentages
Positive	74	34
Negative	137	63
No Effect	06	03
Total	217	100

**Source: Field Survey, 2018.**

Table 7 reveals that 137(63%) respondents believed that urbanization and unemployment has negative impacts on infrastructural facilities, contrary to 74(34%) who agreed positive effects. Also, 06(03%) believed that urbanization and unemployment has no effect on infrastructural facilities.

193 **Table 8 Effect of Urbanization and unemployment on Economic Development**

Effect	Number of Respondents	Percentages
Very Satisfactory	59	27
Satisfactory	45	21
Not satisfactory	96	44
No Effect	17	08
Total	100	100

194 **Source: Field Survey, 2018.**

195 Table 8 depicts the effect of urbanization and unemployment on economic  
 196 development. Out of 217(100%) respondents, 96(44%) opined not satisfactory, contrary to  
 197 17(08%) who believed that urbanization and unemployment has no effect on economic  
 198 development. Another, 59(27%) opined very satisfactory, whereas 45(21%) agreed  
 199 satisfactory.

200

201 **Table 9 Notion about Government doing enough to Curb High Urbanization and**  
 202 **Solving Unemployment Problems**

Effect	Number of Respondents	Percentages
Very Adequate	38	18
Adequate	26	12
Inadequate	81	37
Grossly Inadequate	72	33
Total	217	100

203 **Source: Field Survey, 2018.**

204 Table 9 show that 81(37%) respondents believe that government efforts in curbing  
 205 high urbanization and solving unemployment problems is inadequate, whereas 26(12%)  
 206 opined adequate. Furthermore, 72(33%) respondents agreed grossly inadequate government  
 207 effort, contrary to 38(18%) who believed that government effort is very adequate.

208 **Table 10 Influence of Urbanization and Unemployment on the Standard of Living**

Effect	Number of Respondents	Percentages
Positive	24	11
Negative	148	68
No Effect	45	21
Total	217	100

209 **Source: Field Survey, 2018.**

210 Table 10 shows that 148(68%) respondents believed that the urbanization and  
 211 unemployment have a negative impact on the standard of living, whereas 24(11%) agreed  
 212 positively. Also, 45(21%) respondents believed that urbanization and unemployment have no  
 213 effect on the standard of living.

#### 214 **Summary and Conclusion**

215 The paper has investigated the consequences of urbanization and unemployment  
 216 problems in Ikare Akoko, Ondo State, Nigeria. Urbanization has increased tremendously in  
 217 most of Nigerian cities, leading to inadequate employment accessibility. Urbanization and  
 218 unemployment has a lot of influence on the general socio-economic welfare of any region.

219 The paper reveals that urbanization is high, while the major causes of unemployment  
 220 is urbanization. The research has found out that the effect of urbanization on employment  
 221 accessibility, infrastructural facilities as well as on housing is negative. This lends credence  
 222 to the fact that, people has to compete for the few available employment opportunities, while  
 223 adequate housing became a serious problem. Inadequate housing could also make people to  
 224 live in shanties which also have consequences on their health and lifestyles. Urbanization and  
 225 unemployment impact negatively on infrastructural facilities, it also leads to strain on the  
 226 infrastructures. The effect of urbanization on crime rate is high; this may be as a result of lack  
 227 of contentment, idleness or the quest to make two ends meet.

228 The paper also reveals that urbanization and unemployment phenomena have  
 229 impacted negatively on the standard of living, while government efforts in curbing high  
 230 urbanization as well as alleviating unemployment problems is inadequate. The research  
 231 reveals unsatisfactory effects of urbanization and unemployment on economic development.  
 232 The paper however, recommended that government should sensitize the masses about family

planning which will enhance birth control. Also, government should provide more employment as well as improving the infrastructural facilities in the study area. Adequate security should be provided to annihilate the incessant crime.

**Ethical approval and consent are not applicable.**

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