Willingness to pay for mosquito control: How important is West Nile virus risk compared to the “nuisance” of mosquitoes?

Running title: Willingness to pay for mosquito control

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Abstract

Background: Public health programs that control mosquitoes and other disease vectors may have the added benefit of reducing residents’ exposure to pest insects.

Methods: We surveyed homeowners in Madison, Wisconsin, and used an economic valuation method, stated choice experiments, to measure willingness to pay (WTP) for control of West Nile virus-transmitting and nuisance mosquitoes under current and increased levels of West Nile virus risk.

Results: Under current West Nile risk levels (approx. 1 in 250,000), the average Madison survey respondent was not willing to pay for programs that targeted West Nile-transmitting mosquitoes only (WTP=-$21, 95% CI: -$63 to $20), while WTP for a reduction in nuisance mosquitoes was substantial ($147, 95% CI: $109 to $186). As risk of West Nile virus was increased, WTP for control of disease mosquitoes also increased ($158; 95% CI: $111-$206 at highest risk level), but WTP for nuisance control remained high ($108; 95% CI: $78-$138).

Discussion: Among homeowners in our sample, the “nuisance factor” was more important than the “disease factor” in terms of respondents’ demand for mosquito control.
Introduction

In areas affected by vector-borne diseases, programs that control disease vectors (mosquitoes, ticks, etc.) have at least two potential benefits to the public: 1) reductions in risk of disease transmission, and 2) reductions in the “nuisance” or annoyance that the vectors themselves inflict on people. While policymakers and practitioners with an interest in public health focus on the former, the latter may represent a significant source of value – and an important motivator of behaviors – for the public more broadly. Measuring these benefits can aid in both understanding the drivers of individual actions in the face of these diseases, and designing effective policies and programs to protect the public’s health and well-being. For example, although there are well-organized and long-term mosquito control districts in several states, there are many cities across the US where such efforts are minimal, have been abandoned, or have never been initiated. Would a contemporary public be willing to pay to establish mosquito control policies and actions? If so, would they support policies that targeted disease mosquitoes only without having a measurable effect on mosquito nuisance?

In this context, we measure willingness to pay (WTP) for reductions in mosquito exposure among homeowners in Madison, Wisconsin. Currently, infection with West Nile virus (WNV) is a low-level risk in this area. While rates vary from year to year, average risk is about one case per year in the city of Madison, which has a population of about 250,000. The virus is transmitted by mosquitoes of the genus *Culex*, which exhibit dramatic interannual variation in population density in the city depending largely on variation in precipitation and temperature. Meanwhile, during the summer months Madison is home to abundant populations of other types of mosquitoes such as *Aedes vexans* and *Ochlerotatus trivittatus* which readily feed on humans and can present a significant nuisance to the public but have not been found to transmit WNV in this area.
We apply an economic framework and empirical methodology to assess WTP for both WNV vector and nuisance mosquito control in Madison. For a selected sample of homeowners in six neighborhoods across the city, we aim to assess willingness to pay (WTP) for hypothetical programs that would control either West Nile-transmitting mosquitoes, nuisance mosquitoes, or all types of mosquitoes. We measured these mosquito-related values under current West Nile risk levels, as well as under hypothetically-increased risk levels (10 in 250,000 and 100 in 250,000).

Materials and methods

To investigate willingness to pay for mosquito control in Madison, we conducted a web-based survey of homeowners in six Madison neighborhoods during the summer of 2009. These neighborhoods were selected to capture variation in exposure to mosquito populations within the city. All households in each target area were recruited to take the online survey via mailed postcards. By including a unique ID code on each postcard, we were able to link responses to the appropriate neighborhood.

To measure willingness to pay for mosquito control among survey respondents, we used an economic valuation method called stated choice experiments or conjoint analysis. Essentially, this method involves providing respondents with a series of tasks in which they are asked to choose between pairs of hypothetical products or programs defined by different attributes. By observing how respondents trade off between program cost and the level of different attributes, researchers can derive a marginal willingness to pay for each attribute. Similar stated choice methods have been used extensively in environmental contexts, e.g., management of the Lake Champlain watershed (Smyth et al. 2009), recycling programs in London (Karousakis and Birol 2008), and wildlife management in Finland (Horne and Petajisto 2003)) as well as public health applications (e.g., patient preferences for management of asthma (King et al. 2007) and prostate cancer (Sculpher et al. 2004); see Ryan et al.
(2008) for a review of health applications. To our knowledge, however, we are the first to apply this particular method to vector-borne disease management.

The format of our choice experiments was as follows. At the beginning of this section of the survey, respondents read a short background section informing them of the fact that there are multiple types of mosquitoes in Madison, some of which are simply a nuisance while others are capable of transmitting West Nile virus. We explained that a hypothetical citywide mosquito control program, which would use environmentally-friendly methods to control mosquito larvae, could target nuisance mosquitoes, West Nile mosquitoes, or all mosquitoes, and that the cost of the program would be funded through an increase in property taxes. We also told respondents the level of West Nile disease risk (set at the current level of 1 in 250,000 for the first three choice tasks, then increased to 10 in 250,000 and then 100 in 250,000), and then asked respondents to choose between pairs of hypothetical control programs. That is, each respondent completed a total of nine choice tasks, and the specific programs making up those tasks were varied across respondents using a modified fractional factorial design (Johnson et al. 2010) to ensure adequate variation to identify WTP. Figure 1 summarizes the program attributes and shows a sample choice task.

We analyzed the data generated by our choice experiments using a conditional logit model. This model can be derived from an economic model in which households derive value, or “utility,” from the different attributes of the program (Alberini et al. 2010). That is, this model assumes that individuals’ utility functions take the form:

\[ V_{ij} = \beta_0 + WN_{ij}\beta_1 + Nuis_{ij}\beta_2 + (y_i - C_{ij})\beta_3 + \varepsilon_{ij} \]

where \( i \) indexes individuals, \( j \) indexes mosquito control policy alternatives, \( WN \) is an indicator for whether the program control West Nile mosquitoes, \( Nuis \) records whether the program controls nuisance mosquitoes, \( y \) is income, and \( C \) is the program’s cost. (Note that “No Program” choices were
included in the analysis; in this case, WN, Nuis, and C are all equal to zero.) In addition to these
deterministic components, individuals’ utility also has a random component (εi) that is unobservable to
the researcher. In this framework, selection of program k means that the utility from k is higher than
utility from any alternative. That is,

\[ \pi_{ik} = \Pr(V_{ik} > V_{ij}) \forall j \neq k \]

Rearranging, we get:

\[ \pi_{ik} = \Pr[(\varepsilon_{i,jr} - \varepsilon_{ikr}) < (WN_{ik} - WN_{ij})\beta_1 + (Nuis_{ik} - Nuis_{ij})\beta_2 - (C_{ik} - C_{ij})\beta_3] \forall j \neq k \]

Assuming that εi is i.i.d. type I extreme value yields a conditional logit model where choices among
programs within each choice task are a function of the type(s) of mosquitoes controlled and the
program cost:

\[ \pi_{ik} = \frac{\exp(w_{ik}\beta)}{\sum_{j=1}^{k} \exp(w_{ij}\beta)} \]

where \( w_{ij} = \begin{bmatrix} WN_{ij} \\ Nuis_{ij} \\ C_{ij} \end{bmatrix} \)

The coefficients from the conditional logit model provide the marginal utility from each program
attribute. We use these coefficients to derive a willingness to pay for specific types of mosquito control
by dividing the appropriate coefficients by the coefficient on cost – i.e., the marginal utility of income
(Alberini et al. 2010). That is, we can derive:

\[ \text{WTP to control WN} = -\frac{\beta_1}{\beta_3} \]

\[ \text{WTP to control Nuis} = -\frac{\beta_2}{\beta_3} \]
Within this framework, we are also interested in measuring how background levels of West Nile disease risk (R) affect willingness to pay. Because these risk levels do not vary within a choice task, we must interact these variables with attributes that do vary (i.e., mosquito type) in order to assess their effects on choice probabilities. Our full model is thus:

\[ V_{ij} = \beta_0 + WN_{ij}\beta_1 + Nuis_{ij}\beta_2 + (y_i - c_{ij})\beta_3 + (WN_{ij} \times R)\beta_4 + (Nuis_{ij} \times R)\beta_5 + \epsilon_{ij} \]

Estimating willingness to pay in this model requires adding up relevant coefficients and again dividing by the coefficient on cost. For example, estimates for WTP for West Nile mosquito control under the three different risk levels are estimated as:

- **WTP to control WN under low risk** = \( \frac{\beta_1}{\beta_3} \)
- **WTP to control WN under medium risk** = \( \frac{\beta_1 + \beta_{4med}}{\beta_3} \)
- **WTP to control WN under high risk** = \( \frac{\beta_1 + \beta_{4high}}{\beta_3} \)

The resulting willingness to pay point estimates are ratios of estimated parameters. To derive 95% confidence intervals for these estimates, we implement a bootstrapping routine that resamples from the observed data and re-estimates coefficients to derive the sample distribution of estimated parameter. All statistical analyses are conducted using Stata 11 (StataCorp 2009).

**Results**

Of the 1556 households that were invited to participate in the household survey, we received 282 responses for a response rate of 18%. Socioeconomic and demographic characteristics of the survey respondents are presented in Table 1, along with Madison population characteristics for a subset of variables. On average, survey respondents were about 55 years old and had lived in Madison for
about 27 years. A somewhat higher proportion of respondents were female (55%), while 40% were male and 5% did not provide their gender. Most respondents (68%) were married, and most households consisted of two adults. Only 30% of households had children living at home; of these, 11% had one child and 14% had two or more children. Compared to Madison as a whole, the most striking differences are in terms of education and wealth. Our sample is very highly educated, with over 80% of respondents having a bachelor’s degree or higher (compared to just under 50% in the Madison population) and more than half of respondents holding a graduate or professional degree. Estimated per capita income and property values are also substantially higher in our sample compared to the city as a whole. Given these differences, we are careful to note that our results are not representative of Madison, but rather capture the views and preferences of a particular subset of the population.

To take a first look at the data generated by the choice experiments, Figure 2 shows the percentage of respondents who were willing to pay different amounts for mosquito control programs. Recall that each respondent completed three choice tasks at each of the three West Nile risk levels. In each task, the respondent saw two programs that varied in cost and type of mosquito controlled. If a respondent chose “No program” in all three choice tasks, this indicates that her willingness to pay for mosquito control at the given risk level was $0. If she chose a program with a cost of $50 in one of these three tasks, then she indicated that she was willing to pay at least $50 for some type of mosquito control. Thus, Figure 2 plots the percentage of respondents who chose at least one program with a cost of $0, $10, $50, $100, and $200 under the three different risk levels.

A few results are worth highlighting. First, at each risk level, the proportion of respondents saying “yes” to a program decreases as program cost increases. In economic terms, this is evidence of a downward sloping demand curve, which we expect to observe for most goods and services. While over 80% of respondents were willing to pay at least $10 for mosquito control, the proportion of respondents who were willing to pay the highest amount, $200, falls to between 25 and 33% depending on risk level.
Second, willingness to pay increases as disease risk increases. For example, the proportion of respondents who chose a program costing $100 increases from 40% at the current risk level to 67% at the highest risk level. A third observation is that overall willingness to pay appears quite high, even at the lowest risk level: the fact that 25% of respondents chose a $200 program under currently low risk conditions indicates that several respondents place significant value on mosquito reductions. On the other end of the spectrum, it is apparent that some individuals are not willing to pay anything for mosquito control even under the highest risk level: while 86% of respondents were willing to pay at least $10 for some program when West Nile risk was increased to 100 in 250,000, the remaining 14% said “no” to every program even at this risk level.

While Figure 2 provides a useful overview of the choice task responses, it does not specifically tell us what types of mosquitoes respondents were choosing to control. Using the conditional logit methods described in the previous section, we estimated means and 95% confidence intervals of WTP for West Nile and nuisance mosquitoes under the three different risk levels. Results are presented graphically in Figure 3. Under the current low risk conditions, willingness to pay for West Nile mosquito control is actually negative and statistically indistinguishable from zero, while average WTP for nuisance control is $147 (95% CI: $109-$186). Meanwhile, under the highest risk scenario, WTP for West Nile mosquito control is estimated at $158 per household (95% CI: $111-$206), while WTP for nuisance control is $108 (95% CI: $78-138).

Discussion

Our results indicate that survey respondents place a high value on mosquito control. Using choice experiments, we estimate that the average survey respondent would be willing to pay more than $100 per year to reduce mosquito populations by 90% relative to current levels. Our methodology also
allows us to tease apart demand for nuisance control and disease risk reduction; we find that current
WTP values within the sample are entirely driven by the nuisance generated by mosquitoes. While
respondents did indicate that they would be willing to pay more for disease risk reduction if the West
Nile risk levels increased, fear of disease does not significantly contribute to demand for mosquito
to control under current conditions.

Meanwhile, current city- and county-level control efforts in Madison are exclusively targeted
toward West Nile virus mosquitoes. Surveillance and control of mosquitoes ceased during the 1970s but
was reinstated following the first occurrence of West Nile virus in Wisconsin in 2002. Because the
program is directed through the Dane County Public Health Department, control is targeted solely
toward the primary West Nile vectors, *Culex* spp, which breed primarily in man-made ditches and
underground catch basin systems (Irwin et al. 2008). By contrast, the major nuisance species (*Aedes
vexans* and *Ochlerotatus trivittatus*) inhabit different niches and are not controlled through the current
program. The total current annual mosquito control budget for Dane County (in which Madison is
located) is $29,000. Since the population of Dane County is roughly 500,000, this amounts to less than
$0.06 per person per year.

While the non-random nature of our sample prevents us from neatly extrapolating our findings
to the city of Madison as a whole, we can conduct some thought experiments to explore the possible
implications of these results. First, within our sampled neighborhoods, we face the possibility that those
who responded to the survey did so because they cared more about mosquitoes than non-respondents,
and thus non-respondents’ WTP for mosquito control would be lower. While we do not know how
much lower, we can use our results to estimate a lower bound on the total willingness to pay for
mosquito control in these six neighborhoods by assuming that non-respondents place no value on
mosquito avoidance. That is, we assume that WTP is $0 for both West Nile and nuisance mosquito
control for the 1274 households that reside in our study neighborhoods but chose not to respond to the
survey. Under current conditions, we saw that average WTP for West Nile control among the 282 respondents was roughly $0, while WTP for nuisance control was over $100. Thus, we estimate that overall WTP among respondents and non-respondents would be $0 or less for West Nile control alone, while total WTP for nuisance control would be at least $28,200, or $18 per household.

Based on these results, our first conclusion is that there is likely to be little public demand for scaling up the current West Nile-only mosquito control efforts in the city and county. On the other hand, since respondents did express an increasing willingness to pay for disease control as West Nile risk levels increased, the current strategy of investing a modest amount of money in disease surveillance and control efforts seems wise and justified given public values.

Turning to nuisance mosquito control, do our results suggest that a new program of the type described in our survey should be initiated? Clearly, the answer to this question is more complicated. Officials from Dane County public health and a mosquito control company, Clark, estimate that the total annual cost for a scaled-up program resembling the hypothetical programs we described in our study would be about $750,000 to $1,000,000, or less than $4 per person for the city of Madison. Even though we cannot provide an overall estimate of WTP for mosquito control in Madison, our results do lead us to conclude that the benefits of mosquito control, in terms of reduced nuisance values, would exceed the implementation costs for some level of nuisance control.

However, it is clearly important to examine the full range of health, environmental, and other impacts that would result from increased control of nuisance mosquitoes. On the one hand, it is possible that targeting non-disease mosquitoes could have public health benefits to the extent that high mosquito populations limit time outdoors and thus affect physical activity. On the other hand, environmental impacts of mosquito control are clearly a concern. Indeed, several survey respondents included comments that expressed concerns about the effects of a mosquito control program on species
other than mosquitoes. For example, one respondent wrote that, “I’m skeptical that any mosquito control program is really ‘environmentally safe’, and would be concerned about impacts on non-target invertebrate species, as well as unknown effects on humans and other animals.” In addition to concerns about the effects of chemicals used in mosquito control, other respondents worried about the ecological or food chain effects of substantially reducing mosquito populations. As one respondent put it, “Many birds and bats feed on adult mosquitoes. I am concerned that these animals would suffer from a mosquito control program.” Similarly, Tedesco et al. (2010) found that environmental concerns played a central role in the local politics of mosquito control during the 2002 West Nile virus outbreak in the Chicago region, although these concerns were related more to spraying of adult mosquitoes than larviciding. In the case of larviciding, studies tend to show that impacts on nontarget organisms can largely be avoided through use of appropriate biological agents like *Bacillus sphaericus* (e.g., Merritt et al. 2005). However, what is clear is that environmental concerns loom large for much of the public; addressing these concerns through educational efforts would entail its own costs.

In light of this discussion, our purpose in this paper is not to argue for more aggressive mosquito control efforts in Madison. Rather, we present evidence that within a subset of the population, nuisance values play a larger role than disease risk *per se* in driving demand for mosquito control. Further assessment of the broader public’s demand for control, financial and environmental costs, and political and institutional barriers is required to determine whether expanded control is cost-beneficial in this context.

**Acknowledgments**

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participants in the Monroe neighborhood who provided valuable feedback on the survey instrument and study design. The National Center for Atmospheric Research is sponsored by the National Science Foundation.

**Author Disclosure Statement**

No competing financial interests exist.
References


StataCorp (2009). Stata Statistical Software: Release 11. . College Station, TX., StataCorp LP.

Table 1: Characteristics of Household Survey Respondents

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Age of respondent</td>
<td>% over 65: 14.9%</td>
<td>9.2%</td>
</tr>
<tr>
<td></td>
<td>Median: 55</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Range: 23 – 87</td>
<td></td>
</tr>
<tr>
<td>Years in Madison</td>
<td>Mean: 27</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Median: 25</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Range: 1 – 87</td>
<td></td>
</tr>
<tr>
<td>Gender of respondent</td>
<td>% female: 55%</td>
<td>50.9%</td>
</tr>
<tr>
<td></td>
<td>Did not answer: 5%</td>
<td></td>
</tr>
<tr>
<td>Education level of respondent</td>
<td>Less than high school: 0%</td>
<td>7.6%</td>
</tr>
<tr>
<td></td>
<td>Bachelor’s degree or higher: 81.6%</td>
<td>48.2%</td>
</tr>
<tr>
<td></td>
<td>Grad/professional degree: 51%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Did not answer: 5%</td>
<td></td>
</tr>
<tr>
<td>Marital status of respondent</td>
<td>Single: 5%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Married: 68%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Cohabitating: 8%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Divorced: 9%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Widowed: 5%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Did not answer: 5%</td>
<td></td>
</tr>
<tr>
<td># of adults in household</td>
<td>1 17%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>2 71%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3+ 12%</td>
<td></td>
</tr>
<tr>
<td># of kids in household</td>
<td>0 70%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>1-2 27%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3+ 3%</td>
<td></td>
</tr>
<tr>
<td>Income</td>
<td>Average per capita income:* $42,700</td>
<td>$23,500</td>
</tr>
<tr>
<td>Property value</td>
<td>Median: $232,850</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Range: $103,800 - $763,900</td>
<td>$139,000</td>
</tr>
</tbody>
</table>

*Survey respondents provided ranges for total annual household income (e.g., less than $20,000, $20,000 to $39,999,..., more than $200,000). Average per capita income in the sample is calculated using the midpoints of each range (or the cutoff value of $200,000 for the highest group) and dividing by reported household size.
<table>
<thead>
<tr>
<th>Attribute</th>
<th>Description</th>
<th>Levels</th>
</tr>
</thead>
<tbody>
<tr>
<td>West Nile Risk</td>
<td>Risk of experiencing a severe case of West Nile Fever in Madison, WI</td>
<td>Status quo: 1 in 250,000</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Moderate increase: 10 in 250,000</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Large increase: 100 in 250,000</td>
</tr>
<tr>
<td>Mosquitoes targeted</td>
<td>Type(s) of mosquitoes that would be targeted by the mosquito control program</td>
<td>All</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Nuisance only</td>
</tr>
<tr>
<td></td>
<td></td>
<td>West Nile only</td>
</tr>
<tr>
<td>Cost</td>
<td>Increase in property taxes used to finance the mosquito control program</td>
<td>$10-200</td>
</tr>
</tbody>
</table>

**Sample Choice Task**

**Which program would you prefer?**

Risk of severe West Nile fever: 1 in 250,000 (1 CASE PER YEAR IN MADISON)

Given this level of risk as well as any other reasons you may want mosquitoes reduced, please consider the following programs. Assume that the options in this table are the only ones available to you.

<table>
<thead>
<tr>
<th>Program Features</th>
<th>Program A</th>
<th>Program B</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mosquitoes targeted</td>
<td>West Nile only</td>
<td>Nuisance only</td>
</tr>
<tr>
<td>Cost</td>
<td>$100 increase in annual property tax</td>
<td>$50 increase in annual property tax</td>
</tr>
</tbody>
</table>

*IF THESE WERE THE ONLY PROGRAMS AVAILABLE, I would choose:__ Program A.__ Program B.__ No program*

Figure 1: Description of attributes of mosquito control programs and sample choice task.
Figure 2: Percent of respondents willing to pay different amounts for some mosquito control program.
Figure 3: Estimated willingness to pay for West Nile and nuisance mosquito control by West Nile risk level.