Research on the Shaanxi Province Urbanization Development Model and the Related Economic Growth Promotion Effect

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Abstract

In this paper, we conduct research on Shaanxi province urbanization development model and the related economic growth promotion effect. Urbanization is a historical category and is also a developing concept. Urbanization as a social and historical phenomenon is the embodiment of the progress of material civilization is also a spiritual motivation. As a historical process of urbanization, not only is the process of a town number and scale, at the same time is also a kind of urban structure and urban function transformation. Under this condition and combine the current situation of the Chinese economy, this paper proposes the new idea on the issues that will be meaningful. We integrate the basic economy theories to enhance the traditional model and propose new idea on the countermeasures that obtain the satisfactory result.

Keywords: Shaanxi Province, Urbanization Development, Model, Economic Growth, Promotion.

Introduction

At present, our country has entered the only accelerate transformation of the mode of the economic development to achieve the sustainable development of the critical period. Central proposed, to adapt to the new changes of domestic and foreign economical situations, speed up the formation of a new way of economic development that adhere to the new industrialization with Chinese characteristics, informatization, urbanization and the agricultural modernization, the advance hand in hand with the development of the "four modernizations". Of this new type of the urbanization is modernization construction in China is facing a historic mission, to promote the "four modernizations” synchronous development, realizing the great rejuvenation of the Chinese nation China dream plays an important role in traction. Urbanization is a historical category and is also a developing concept. Urbanization as a social and historical phenomenon is the embodiment of the progress of material civilization is also a spiritual motivation. As a historical process of urbanization, not only is the process of a town number and scale, at the same time is also a kind of urban structure and urban function transformation, the upgrade process that includes the following aspects.

- Urbanization is the first industry to the second and third industry, the second and third industry to urban population gathers the development process.
- Urbanization is the rural natural landscape into the process of urban landscape architecture.
- Urbanization is the urban lifestyle constant process of diffusion and spread to the rural.
- Urbanization is a process of constantly shift of the agricultural labor force to non-agricultural labor.

Between industrialization and urbanization is a kind of connect with each other and promote each other, the relationship between industrialization and urbanization are like brothers, contemporaneous with long or interdependence, mutual development. Industrialization is the basic driving force of the development of the urbanization, urbanization is the basic soil of industrialization; Industrialization is the accelerator of urbanization, the urbanization is inevitable result of industrialization development;

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Industrialization is the economic connotation of urbanization, urbanization is the industrialization of space form; Industrialization, in town to urbanization, in turn, acts on the industrialization; It is the main melody of modern economic development of general industrialization, the urbanization is the theme of modern social development. The author thinks that the specific meaning of the urbanization quality should include the following aspects: one is the town's economic development level, reflects the town's industrial civilization is the material basis of urbanization; Second, the quality of life of the urban residents, reflect the happiness of life, is the purpose of urbanization; Three is sustainability of the ecological environment in the development of urbanization, reflect the ecological civilization of urban development that is the guarantee of the sustainable development of urbanization. As the basic illustration, the figure one shows the features.

![Figure 1. The Demonstration of the Urbanization Development Model.](image)

In this paper, we conduct research on Shaanxi province urbanization development model and the related economic growth promotion effect. In the later sections, we will analyze in detail.

**The Proposed Methodology**

**The Theory of Urbanization.** Urbanization is one of the largest potential in the domestic demand and China's economic development is to support the Chinese economy over the next 20 years or 30 years of the rapid growth. Urbanization is not only the consumption demand, promoting investment growth, promote the important way of service economy, and cultivating new farmers, entrepreneurs and realize citizens live the dream. Different countries have formed the different urbanization model, according to the government and the role of market mechanism in the basic urbanization process, the relationship between urbanization and industrialization and economic development while the world urbanization model roughly divided into the following three.

- Laissez-faire urbanization mode, represented by the United States. Basic laissez-faire policy of urbanization, on the development road of marketization, government control is weak.
- The passive urbanization model is conditioned by the colonial economy, such as most of Latin America and Africa. Mostly passive by colonial countries urbanization model, forms of excessive urbanization, there are many problems with this model.
- Under the government regulation of the market leading mode, on behalf of the state is mainly Western Europe. In this mode, the market mechanism as the leading factor, the government through administrative and legal means, such as play a role of guidance, urbanization and the industrialization on the whole is a more harmonious interaction, urbanization is synchronous.

New type of urbanization as the opposite of that traditional urbanization, its connotation and the traditional urbanization the distinction that having essence, is the science of conform to historical development trends and characteristics of our times. Compared with the traditional urbanization, new
urbanization has its unique essence and connotation as follows. (1) Change traditional high pollution, high consumption that high emission of general extensive pattern of economic development give full consideration to the environment of the affordability and sustainable development, the low pollution, low consumption and low emissions of green intensive economic development mode change. (2) Industrialization is the motive force of urbanization that only takes a new road to industrialization, to provide inexhaustible driving force for the urbanization step, urbanization towards green ecological development. Information into the urbanization development provides a new direction and means that have made it possible to industrial structure adjustment, to speed up the development.

**The Urbanization and Economic Features.** After the founding of the Chinese urbanization to the inhibition of urbanization stage before the reform and opening up, since China's reform and opening up to the mid-1990-dominated by small cities and towns urbanization stage that is now in a stage of accelerating the urbanization development, urbanization is the future to promote China's economic structure strategic adjustment, promote the important support of the economic transformation and basic means. Study the relationship between urbanization and economic development in our country, analyses the influence of urbanization on the economic growth mechanism, to improve the promoting function of urbanization on economic growth, to realize the harmonious development of both has important realistic meaning and policy reference value.

![Figure 2. The Related Economic Growth Promotion Effect Illustration.](image)

Typical not harmonious urbanization and economic development mode there are two. (1) Lag of urbanization pattern that refers to the level of urbanization lagged behind the industrialization and urbanization level of economic development mode as is mainly due to the urban and rural industrial division of labor has not been formed, the dual economic structure is obvious, failed to coordinate urban industrialization level and related agricultural industrialization development, rural urbanization construction and development fail to get attention. (2) Excessive urbanization pattern, refers to the urbanization level is significantly more than industrialization and the urbanization level of economic development mode, main show is significantly faster than general industrial development speed of the urbanization and the national economic development level.

Urbanization is not directly affects the economic growth of a kind of factor inputs, it must through the investment of effect on economic growth factors indirectly promote economic growth and we can then analyze this issue based on the listed formula.

\[
\begin{align*}
\ln k &= b_0 + b_1 URB + \epsilon_1 \\
\ln h &= c_0 + c_1 URB + \epsilon_2 \\
\ln d &= d_0 + d_1 URB + \epsilon_3 \\
STRI &= e_0 + e_1 URB + \epsilon_4 \\
STRS &= f_0 + f_1 URB + \epsilon_5 \\
\mu &= g_0 + g_1 URB + \epsilon_6
\end{align*}
\]
**The Shaanxi Economic Development.** The realization of the sustainable development strategy is the ecological, organic combination of the social and economic benefits. Due to the social benefit, ecological benefit eventually will affect the economic benefits, and through the change of the economic benefits, therefore, improve the economic benefit is the basis for and key to realize the sustainable development strategy. So the economic development is mainly to solve and improve the efficiency of the economic organization. One in Xi’an as the center, other: west, north and south to expand the outside world are forming; Accelerate the development of that national economy, the remarkable increase of economic strength; Various social undertakings achieved remarkable results, the lives of the people is to the well-off goal based on the listed aspects.

- Opening to the outside world Shaanxi locational conditions changed a lot and this change can greatly improve the efficiency of the adaptability of the external environment of Shaanxi, it not only can reduce the transaction costs of institutional, and can decrease the cost of technical transformation. Opening of new Asian-European land bridge, therefore, it can greatly enhance Shaanxi opening to the outside world, to the development of Shaanxi economy provides new opportunities.
- National policy focus moving westward while increasing the Midwest advantage resources development strength, strengthen the construction of infrastructure and basic industries, guide and support labor-intensive industries transferring from the coast to the mainland, as well as a series of policies and measures to support the Midwest rich for Shaanxi province to speed up the development provides more favorable conditions.
- National economic marketization, socialization and integration increased significantly, to the macro and micro mechanism of economic operation has injected new vigor and vitality. The widening gap between eastern and the western economic reality on the one hand, hindered the development of western economy, but also affect eastern economic level to further improve, therefore, integration is a necessary choice to narrow the gap between eastern and western economy and of course, raising the level of marketization and socialization between western provinces will surely promote the development of the western provincial economy.

Regional fiscal policy by the national finance policy and regional economic development reality constraints, in our country environment tax revenue system is imperfect and Shaanxi province under the condition of backward economy, how to give full play to the role of fiscal policy, as well as the coordination of saving resources, protecting the environment and accelerate the development of the local economy, it is very important, we must make a more in-depth thinking and judgment. And for the Shaanxi economy, we suggest that the listed aspects of the countermeasures. (1) Strengthen the financial supervision function. To each the use of funds, financial department internal competent business departments with that the full-time financial supervision departments to coordinate tracking efficiencies, to go through the budget arrangement, the capital of examination and approval, and the appropriation of the fund, the use of the whole process of monitoring, investigate and correct financial capital from existing in the use process, the behavior of the appropriate environmental protection funds, improve the efficient use of the public funds. (2) To adjust measures to local conditions, pay attention to the coordination between the various financial means and match. The government budget, financial subsidies, tax, financial tools such as government investment has different function and role, and harmonious collocation can make the financial play a greater role in promoting circular economy.

**The Shaanxi Province Urbanization Development Model.** Rapid economic and social development since the reform and the opening up, Shaanxi province, the urbanization level enhances unceasingly, cultivated land has been occupied, expansion of urbanization, the need to provide the necessary land as space vectors. In terms of the development model of urbanization, the number of resource scarcity makes the economy driven growth potential is limited, and the economic efficiency of export-driven growth can continue for a long time, especially in the current under the condition of limited supply of natural resources, vigorously improve the efficiency of natural resources input and
output in the process of urbanization is particularly important. For dealing with the traditional basic feature of not efficient, we should consider the following issues.

- Actively build the financing platform, raise construction fund. Adhere to the market-oriented allocation of land resources, introduction of market mechanism in allocating land resources, solve the bottleneck of the urban development and insufficient funds; Land sales revenue excluding the superior agricultural development must be extracted, new construction land compensation fee and land transfer fees and other costs, the rest should be used to promote a conditional priority of fiscal support rural residents become urban residents work, used for subsidies to the town residents in social security and related preferential incentives spending.

- Reasonably determine the scope of the key town of fiscal revenue. Tax in the current financial system framework, and further adjusting county and key towns fiscal distribution relations, reasonably determine the scope of the county with the key town of fiscal revenue, the key town of increase in the area of value added tax, the business tax, enterprise income tax, individual income tax, resource tax, urban land use tax, property tax and other tax and along with the additional of levy and the non-tax revenue, in addition to the part to the central, provincial, municipal, in principle all left town.

- To enhance investment in urban infrastructure construction. Governments at various levels on the basis of the existing investments, an annual increase of the financial resources according to certain proportion will increase support for urban infrastructure construction, ensure the stable growth of government investment in infrastructure construction of small towns.

Conclusion

In this paper, we conduct research on Shaanxi province urbanization development model and the related economic growth promotion effect. Rapid advance of urbanization process in China, one of the key issues is how to supply the suitable security system makes large farmers move into the city and not in a "poverty trap", otherwise the urbanization healthy development of the economy cannot be achieved. Migration of the push-pull theory is that the people to pursue the improvement of living conditions and migration, farmers into the city before the same considering the expected return is greater than in the countryside in the city, if the desired results are not ideal, so they don't want to move into the city. Under this condition and combine the current situation of the Chinese economy, this paper proposes the new idea on the issues that will be meaningful.

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