Quality of Official Statistics in EU and OECD

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What is official statistics?



- Provided by public bodies / state
- Describe the demographic, social and economic situation:
 - quantitative or qualitative information on all major areas of citizens' lives, such as economic and social development,^[1] living conditions,^[2] <u>health</u>,^[3] <u>education</u>,^[4] and the environment.^[5]
- Common reference frame for discussions
- National Statistical System (NSS)



Why are we here?

- Because all good decisions rely on facts
- Provide the basic facts on society – a common reference point
- Basis for democracy and economy
- A lighthouse in the Sea of Information





Official statistics organisations provide basis for informed decisions by:

- Government
- Research
- Enterprises
- Citizens
- International organisations

What is quality in official statistics?

- Good or bad quality?
- Trust is the key
- <u>UN Fundamental Principles of Official Statistics</u> (1993; 2014)
- European Statistics Code of Practice (2005; 2011)
- EU Quality Assurance Framework (2013)
- OECD Quality Framework (2012)



Countries' obligations to the OECD

- Provide statistical data and metadata
- Comply with OECD standards
- Ideally from one national data provider
- In reality many

OECD will ask:

- Can a user meaningfully divide one figure (e.g. total sick insurance expenditure) by another (e.g. population)?
- And compare between countries?
- Can users find the same figures in National web sites?



OECD Quality Dimensions

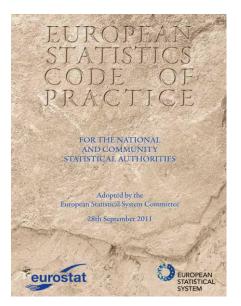
- Relevance
- Accuracy
- Credibility
 - Confidence & Trust
- Timeliness (& punctuality)
- Accessibility
- Interpretability
- Coherence
 - Coherence across datasets/ domains
 - Coherence over time
 - Coherence across countries
- Cost-efficiency





Quality assurance in the European Statistical System

- Crisis in the European Statistical System 2005
 - Fraudulent statistics in one member state
 - Risk of complete loss of trust
- Political demand for quality assurance
- 2005: European Statistics Code of Practice (rev. 2011)





European Statistics Code of Practice

- 15 principles
- 82 indicators monitoring the European Statistical System

1. Institutional Environment



2. Statistical

Processes



3. Statistical Outputs Quality Dimensions





The quality concept

Quality of processes:

Statistical concepts

Sources

Contact with respondents/data owners

Sampling

Measurement process

Data collection

Editing

Estimation

Aggregation

Publishing and dissemination

Entering in StatBank

Documentation

Quality of contents: *Relevant Accurate & reliable Timely & punctual Coherent & comparable Accessible & clear Cost effective*

Quality = Fitness for use

Organisation of coordination of NSS

- Bilateral meetings with most important producers
 - Who reports to international organisations?
 - Which ones are most important?
- NSS Coordination Committee
 - Chair and secretary: NSI
 - 2 or 4 meetings per year
 - Agree on standards and requirements
- Peer Review
 - E.g. by EU or OECD



Coordination of statistics in Denmark

- Statistics Denmark is producing statistics on all subjects except in
 - Health
 - Environment
 - Energy
 - Finance
 - Fishery
 - plus other minor areas
 - Guidelines prepared and discussed





Coordination in different domains

Financial Statistics:

Central Bank

- Framework agreement
 - Main committee and sub committees
 - High contact between employees
- Cooperation concerning
 - Concepts, methods etc.
 - Exchange of micro data for statistics
 - Business register
 - Dissemination

Fishery

Ministry of Food, Agriculture and Fisheries

- Framework agreement
 - Main committee and sub committees
 - High contact between employees
- Cooperation concerning
 - concepts, methods etc.
 - Exchange of micro data for statistics
 - Dissemination







Conclusion on cooperation based on Danish experience

It's not easy!

For coordination to be effective:

- Top managements of the institutions have to be committed
- Cooperation has to be based of written agreements
 - why
 - what
 - how
- A meeting structure has to be established

European Statistical newly revised -Main topics

- 1. Professional independence
- 2. Administrative data
- 3. Coordinating role of the NSI
- 4. 'Commitments on Confidence in Statistics'



Coordinating role of the NSIs in EU

The Head of NSI

- shall publish an annual report on production of European statistics in Member States
- shall prepare national guidelines that ensure that the national production is in accordance with the Code of Practice

Member States / Governments

 will ensure that production of European statistics is in accordance with these guidelines

Possible tools

- 1. Total centralisation
- 2. Common standards
 - Certain central statistical concepts
 - Standards for metadata
- 3. Common guidelines (mandatory?)
- 4. Sharing of (micro) data, without or with ID
- 5. Common dissemination
 - Users shouldn't need to care
 - E.g. <u>http://www.statbank.dk/statbank5a/default.asp?w=1440</u>
- 6. Common metadata portal
- 7. Common training and methodological assistance
- 8. Audits
- 9. Certification by the NSI
 - Label "Official Statistics"
 - Example <u>tilastokeskus.fi/meta/svt/index_en.html</u>
 - Must comply with standards and quality requirements



Questions

- Who are the most important producers?
- Do they all know what each other does?
 - Reporting to international organisations
- Are they well coordinated?
- Do they comply with the CoP? Standards?
- What can be accomplished in 2016?



