### THE JUNCTION BETWEEN EXTERNAL DATA AND STATISTICS DATA

Is it possible to optimise the roles of data suppliers and users?

The UNECE Working Session in Madrid, October 2003 Topic iv) - Data Editing by Respondents and Data Suppliers

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### **Targets**



Long term

### **Targets**

- Use as much administrative and other existing data as possible
  - External and Internal
- Try to manage the work so that the data would be edited at as low/early level as possible
- Make the final editing yourself and give feedback to previous editors
- Exploit the data completely

### Primary Units

#### **Examples**

- People in a country
- Workers in enterprises
- Tax payers (people or enterprises)
- Insurance payers (people)



### **Administrative Primary** Supplier Units People in a country • Workers in enterprises Tax payers (people or enterprises) Insurance payers (people) **Subcontractor possible:** computer firm, local authority

Central Population register
Taxation Agency
Finnish Centre for Pensions (ETK)
Employers' organisations

Illustration of the Roles of Data Suppliers and Statisticians B1

Raw Micro

Data

## Primary Administrative Editing Principles Units Supplier

#### Taxation Agency:

- (i) The data arrives on time and are complete and correct, including the required format of the data.
- (ii) The data arrives late but are complete and correct.
- (iii) The data are not correct.
- (iv) The format of the data are not correct.
- (v) The form of the data are correct but do not correspond the truth
- (vi) There are logical discrepancies in the data.
- (vii) The data are correct and arrived on time but do not correspond to the truth from the point of view of taxation rules (abuse).

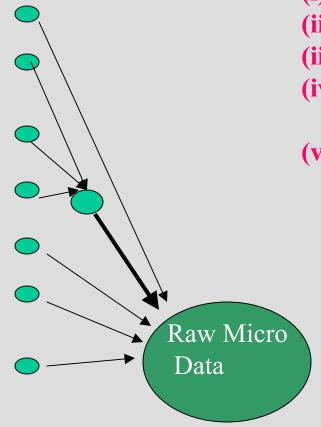
Raw Micro Data

## Primary Administrative Editing Principles Units Supplier

#### Finnish Centre for Pensions (ETK):

- (i) The form of message has been checked.
- (ii) The logic of the message within each message.
- (iii) Checked new information against the old one.
- (iv) Searching for problematic cases using a computer program made for this purpose.
- (v) Comparing the values with the values of pension institutes (coherence).

Every month has been taken an aggregate output (tables) and these have been compared with previous outputs. The outputs have been used as such but also these are useful for checking results at macro level.

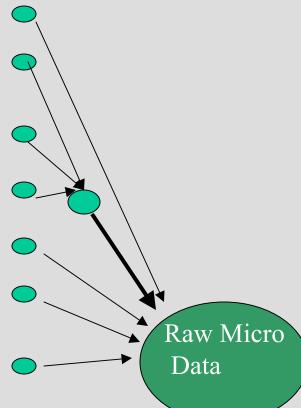


### Primary Administrative Units Supplier

#### **Differences**



- -The business units are not similar in all cases as in the BR (member enterprises vs. BR units).
- -- Some statistical classifications are not of high interest to the TT&PT.
- -The TT&PT have started to use some Statistics Finland classifications, especially our register of formal education. This has harmonised results for recent years, but in a long term, there are problems.
- Occupations are 'real-life'-based in all wages statistics (quite different) but can be harmonised well by converting to standardised ISCO classification.



Primary Units

Administrative

**Differences** 

**Units** Supplier

**Employers' organisations** (continued)

-Some variables are difficult to measure, e.g. weekend and other special work time, overtime work and over time wage, bonuses and tenure, but less motivated for the TT&PT than for Statistics Finland. This has sometimes led to impute some items to TT&PT data.

- Part-time and temporary workers may be more often missing from the TT&PT data than from Statistics Finland data.
- Raw Micro
  Data

  The TT&PT data do not cover all businesses of the sectors desired to examine, esp. small businesses. Some additional data collection has been made in Statistics Finland, the purpose being to fill these gaps. This makes the statistics production system quite complicated, giving challenging jobs for statistical methodologists.

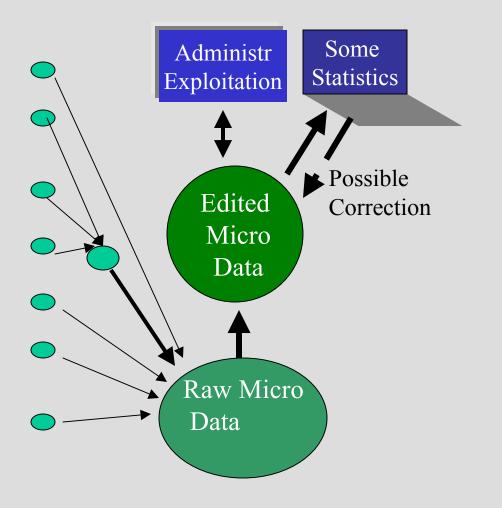
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### Primary Administrative Units Supplier

#### **Differences**



## Primary Administrative Units Supplier

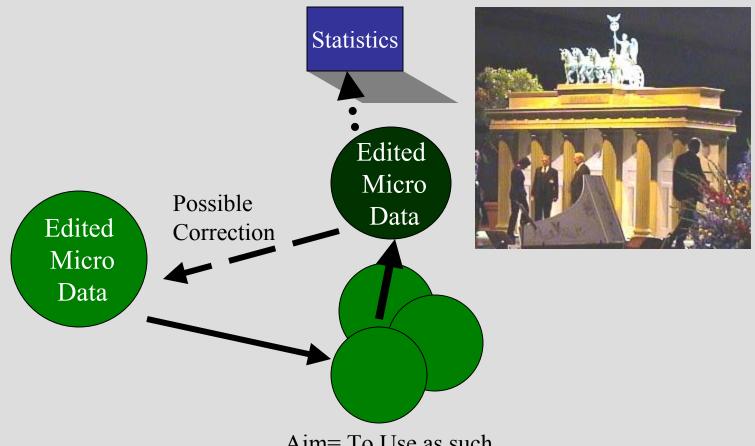


Most authorities publish quite simple aggregated statistics only, but the employers' federations some more demanding figures especially for wage bargaining

### Primary Units

# Administrative Supplier

#### **Statistical Agency**



Aim= To Use as such or after Linking with Other Data (Survey, Register)

#### **Example Linked Longitudinal Employment Data (LLED)**

#### **Key Questions for Editing**

(i) Who is a resident and where this resident is living (to include the co-ordinates of the building is the target), (ii) What is the employment status of a resident (incl. labour force status and if working occupation and other information), (iii) Where an employed resident is working (again the target is to get the coordinates of the building).

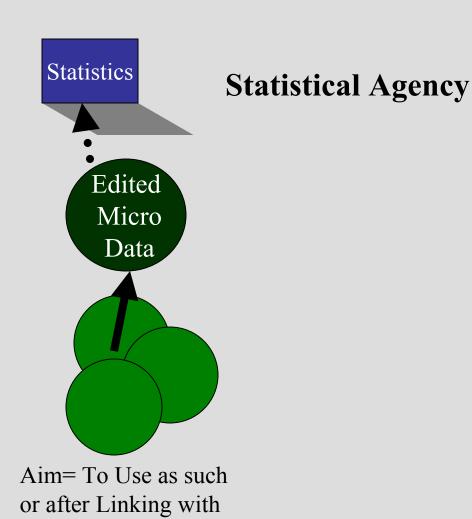


Illustration of the Roles of Data Suppliers and Statisticians E1

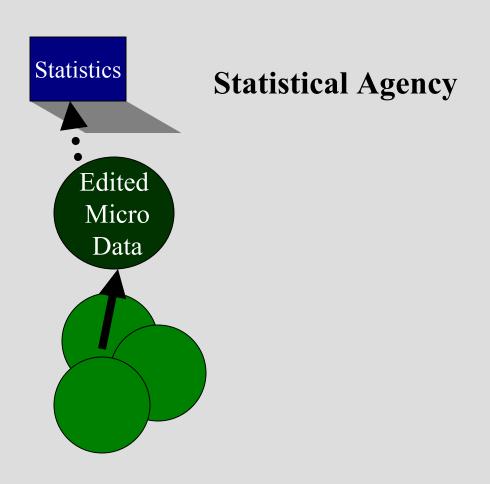
Other Data

(Survey, Register)

#### Example Linked Longitudinal Employment Data (LLED)

#### **Specific problems:**

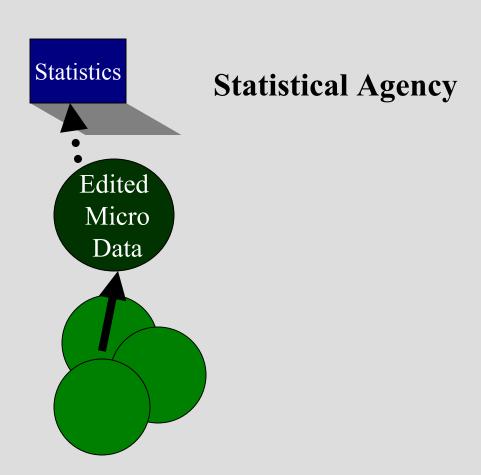
- •The central population register does not indicate residents to business buildings (premises).
- LKAU'S in municipality and government, and also in private business entities are not well enough available in registers. It is better to organise an additional inquiry to these units using the information about the previous file and asking respondents to specify in which LKAU each person is working. (electronically and manually)



#### Example Linked Longitudinal Employment Data (LLED)

#### **Specific problems:**

- LKAU information is not good for all large businesses which have a high number of local activities (e.g. banks, kiosks, franchise firms).
- The same concerns firms which rent workers to other firms.
- A lot of difficulties in handling addresses
- A high number of simultaneous work-contracts for one person.
- The period of earning is not always correct.



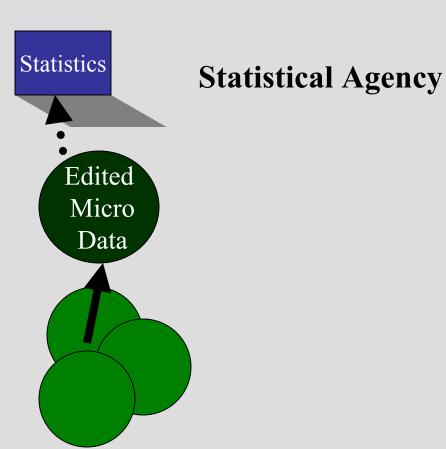
### Example Linked Longitudinal Employment Data (LLED) Plus register-based Census

### Specific problem: How to 'impute' occupation:

(•) The best sources were found from the yearly wage statistics which cover almost completely municipalities and government entities, and the members of the two employers' federations.

All these sources contain an

occupation code for each employee in November or December of 2001. This code can be quite well converted to the ISCO standard.

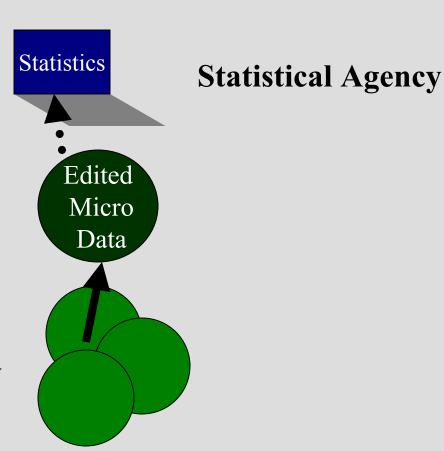


### Example Linked Longitudinal Employment Data (LLED) Specific problem: How to Plus register-based Census

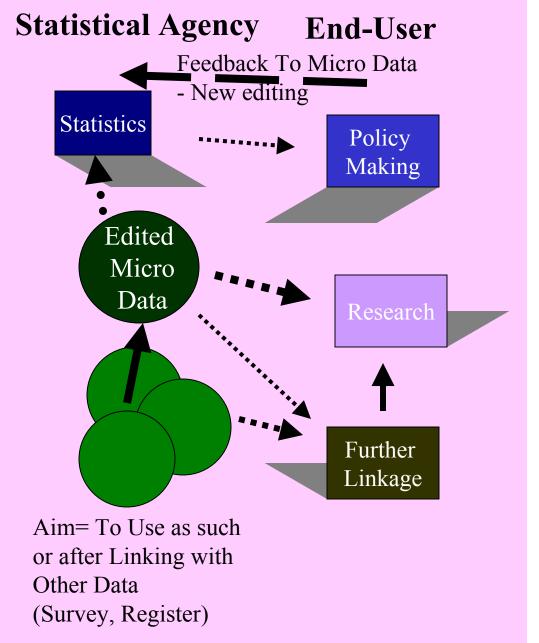
'impute' occupation:

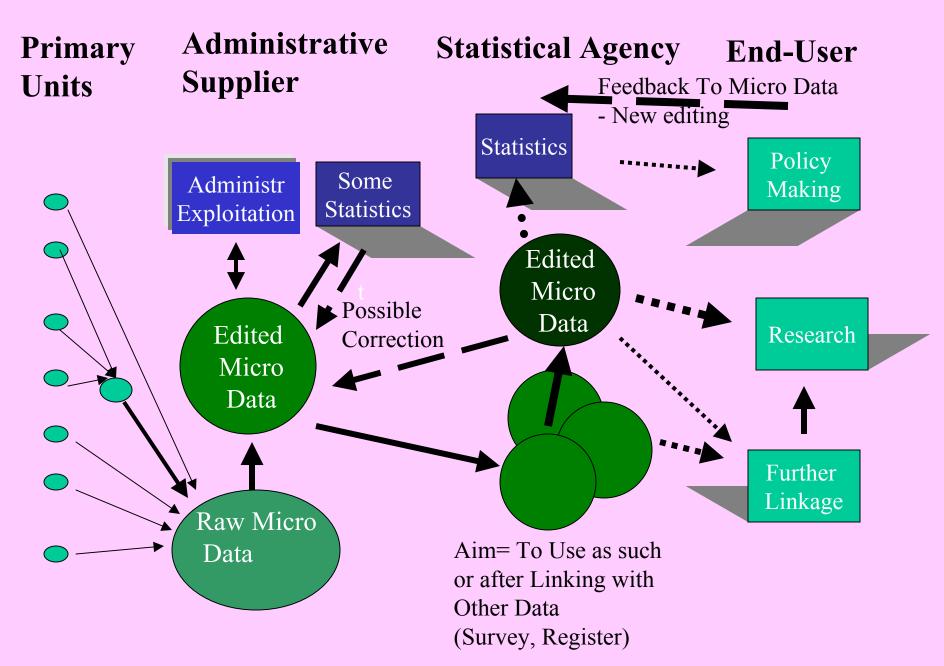
(••) The occupation of employed for smallest enterprises (less than 5 persons based on the BR) was imputed logically so that the same occupation had given to all persons deducing from the main activity of the enterprise (e.g. if the activity of an enterprise was hairdresser's then the occupation for all was hairdresser).

(•••) For other enterprises, a survey was conducted to indicate the occupation for each employee found from the employment register. This was the most expensive part of the 2001 census.



Finally, the role of end-users is very important in validating the data in a long term. The importance of researchers cannot be overrated. In particular, the researchers who are exploiting micro data (often based on several data sources and from a number of time periods) have been very useful for us. They are critical and ready to give feedback to statistics. It is not always possible to correct individual data a long time after the reference period, but these gaps may be marked, and the observed problems may be corrected in coming years.





# Thank you for your attention KIITOS

