



Modernizing National Statistical Systems with Data Sharing, AI, and LLM Opportunities

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Context and Importance:

Modernizing National Statistical Systems (NSS) is crucial for producing timely, accurate, and reliable data that inform evidence-based policy making. As data ecosystems expand—encompassing big data, administrative records, social media sources, and other digital streams—the NSS must evolve technologically, organizationally, and culturally.

This document integrates two key areas:

1. Understanding the challenges of data sharing within and across statistical systems.
2. Exploring how emerging technologies, including Generative AI (Gen AI), Big Data and Large Language Models (LLMs), can help overcome these challenges.

By examining the interplay between organizational, technological, legal, and data-focused barriers, and leveraging AI-driven innovations, NSS can move towards more efficient, transparent, and beneficial data ecosystems. This synthesized guide provides a comprehensive framework for understanding current gaps, identifying solutions, and dialogue related to NSS modernization and AI integration.

Drivers of Change in National Statistical Systems

- **Digital Transformation:** Rapid technological advancements require flexible, automated, and scalable data processing.
- **Expanded Data Ecosystem:** Big data, administrative data, social media data, and geospatial information challenge traditional statistical methods.
- **Evolving User Expectations:** Policymakers, businesses, researchers, and the public demand real-time insights, easy accessibility, and user-friendly dissemination tools.
- **Global and National Priorities:** International frameworks (e.g., SDGs), climate change indicators, and complex socio-economic issues require integrated, responsive NSS frameworks.

Why Data Sharing Is Hard (and How to Make it Easier)

Technology Challenges

Why it's hard:

- Bespoke, siloed IT systems and legacy infrastructure
- Difficult data extraction due to outdated tools
- Outsourced IT providers controlling data access
- Lack of common platforms or APIs

How to make it easier:

- Conform to common interoperability standards
- Insist on open APIs for all IT systems
- Ensure contracts guarantee full data access
- Invest in unified data-sharing platforms

Data Challenges

Why it's hard:

- Data locked in non-machine-readable formats (e.g., PDFs)
- Inconsistent data entry practices and varying standards
- Lack of common identifiers and limited open data

How to make it easier:

- Use machine-readable, standardized formats
- Enforce consistent entry protocols and adopt common standards
- Implement unique IDs (e.g., UPRNs)
- Release non-personal data openly by default

Legal Challenges**Why it's hard:**

- Risk-averse leadership
- Uncertainty around data protection rules
- Lack of template data-sharing agreements

How to make it easier:

- Train staff in Privacy Impact Assessments
- Appoint a Chief Data Officer for responsible data sharing
- Utilize template Information Sharing Protocols

Organizational Challenges**Why it's hard:**

- Siloed teams and limited interdepartmental cooperation
- Insufficient resources and time dedicated to data collaboration
- Leadership lacking clarity on data's strategic value

How to make it easier:

- Establish Offices of Data Analytics
- Dedicate analyst time to data science projects beyond KPI reporting
- Encourage leadership to embrace data-informed decision-making

Core Challenges and Gaps in NSS Modernization**Data Integration and Interoperability**

- **State:** Fragmented data storage, no unified metadata standards, and weak exchange protocols.
- **Need:** Harmonized classifications, global formats (e.g., SDMX), and integrated data-sharing infrastructures.

Technological Constraints

- **State:** Reliance on legacy software, manual data collection, and low adoption of automated solutions.
- **Need:** Upgraded tools, scalable databases, and machine learning for predictive analytics and real-time data validation.

Organizational and Administrative Barriers

- **State:** Bureaucratic silos, limited governance frameworks, and poor data stewardship.

- **Need:** Integrated governance models, inter-ministerial coordination, and streamlined data stewardship policies.

Human Resources and Skill Sets

- **State:** Limited capacity in AI, data science, and advanced analytical techniques.
- **Need:** Continuous training, capacity building, flexible HR policies, and strategic talent management.

Risks and Threats

- **Trust and Credibility:** Without modernization, misinformation and “alternative facts” can erode public trust.
- **Competition from Private Data Providers:** Private entities may outpace NSS in providing user-friendly, value-added data products.
- **Declining Response Rates:** Survey fatigue and privacy concerns reduce data quality and representativeness.

Modern Data Ecosystem Opportunities

Leverage Gen AI and LLMs for:

- **Code Translation:** Convert code between statistical packages (SPSS/Stata to R/Python) for faster workflows.
- **Standardization & Simplification:** Harmonize data formats, streamline metadata, and simplify code.
- **Efficiency Gains:** Automate repetitive tasks, speed up data cleaning, and integrate administrative and survey data seamlessly.
- **Improved Stakeholder Engagement:** Develop AI-driven chatbots, digital portals, and user interfaces for interactive data browsing and feedback loops.
- **Real-Time Analytics:** Use LLMs to interpret streaming data, monitor quality, and deliver timely insights.

Example Use Cases:

- **GPT-like Models (StatGPT, ImpactAI):** Domain-specific LLMs for statistical analysis and impact assessments.
- **Prompt Engineering:** Craft prompts for LLMs to extract insights, solve problems, or assist in complex coding tasks.
- **ML & AI for Linking Datasets:** Merge survey, census, administrative, and social media data for richer, more comprehensive analysis.

Strengthening Governance and Frameworks

- **Legal and Ethical Considerations:** Develop robust data governance policies emphasizing privacy, security, and trust.

- **National Data Policies:** Align with international standards, adopt open data principles, and ensure compliance with global guidelines.
 - **Institutional Reform:** Break down silos, form interdepartmental task forces, and implement accountability structures to guide modernization.
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Human Capital Development

- **Capacity Building:** Offer training in AI, data science, and emerging statistical methodologies.
- **Flexible HR Policies:** Introduce performance-based incentives, continuous learning opportunities, and mentorship programs to attract and retain top talent.

Strategies for a Modernized NSS

1. Interoperability and Standards:

- Adopt global metadata and classification standards.
- Implement unified data-sharing platforms.

2. Technology Upgrades:

- Replace legacy systems with scalable, cloud-based infrastructures.
- Integrate AI/ML for predictive analytics and data validation.

3. User-Centric Services:

- Develop interactive dashboards, APIs, and visualization tools.
- Involve users in feedback loops to refine data products.

4. Holistic Administrative Data Integration:

- Digitize administrative records.
- Link multiple data sources to create authoritative, consistent datasets.

5. Monitoring and Evaluation:

- Use KPIs and audits to measure progress.
- Continuously refine methodologies and adopt best practices.

Partnering for Success

- **International Collaboration:** Work with global agencies (UN, World Bank) for funding, knowledge exchange, and standard-setting.
- **Public-Private-Academic Partnerships:** Co-develop innovative solutions with tech firms and research institutions.

Roadmap for Implementation

Short-Term (6-12 months):

- Standardize data formats and pilot automated tools.
- Train staff in basic data science skills.

Medium-Term (1-3 years):

- Integrate administrative and survey data sources.
- Implement AI-driven quality checks and LLM-based metadata management.

Long-Term (3-5 years):

- Achieve seamless interoperability and institutionalize continuous training.
- Position NSS as a trusted, agile, and innovative entity for policy support.

Conclusion

Modernizing NSS involves more than updating technology— it requires strategic cultural shifts, governance reforms, capacity building, and leveraging cutting-edge AI/ML tools, including LLMs. By digitizing information, adopting standards, and embracing AI-driven solutions, NSS can improve efficiency, accuracy, and trustworthiness. This ensures that policymakers, businesses, and citizens are empowered with credible, timely data.