# Why should we care about data linkages? or Confessions of a Data Hoarder

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## My name is Tim and I am a data hoarder.

Off the top of my head, over the course of my career, I have used :

- Survey data governmental and have run my own surveys.
- Private data:
  - Scanner (multiple countries / IRI and Kilts / Household and Retail)
  - Private price data (Food and Gas)
  - Firm data (D&B / TD Linx)
  - Internal firm data
  - Location based data
- Administrative data (multiple countries):
  - Patient level data (UK / CA)
  - SNAP (MN/CA) / WIC (CA)
  - Workers Compensation (CA)
  - Food Safety (FSIS)

I rarely use the same data twice. This is a (very) bad strategy.

## Novel linked data is only important if it advances knowledge

#### Novel linked data has no intrinsic value

• I try to remind myself of this often.

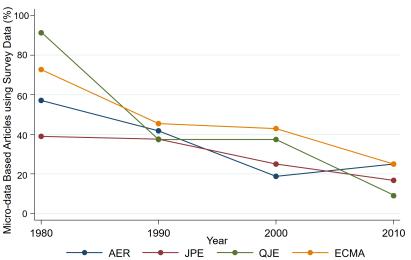
## Good news is that the potential to advance the research frontier is enormous

- Ability to follow units over much longer periods.
- Limited attrition.
- Very large sample sizes.
- Allows application of modern causal research designs.

This bad news is this is well understood by our peers in Econ departments.

#### Chetty 2012.

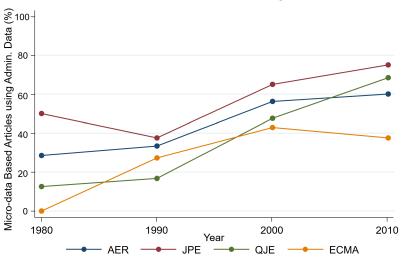
Use of Pre-Existing Survey Data in Publications in Leading Journals, 1980-2010



Source: Chetty 2012

## Chetty 2012

Use of Administrative Data in Publications in Leading Journals, 1980-2010



Source: Chetty 2012

## Whither Agricultural Economics?

I'm unaware of an equivalent figure on trends of administrative data use in Agricultural Economics.

Anecdotally, I think we lag 20 years behind Economics.

#### Partially due to topic.

- Firm/Farm administrative data can be harder to access.
- On the consumer side, a tradition of survey/experimental research.
- In development, a tradition of collecting own data.

**Partially due to resources** – few ARE departments have ready access to an RDC.

 This is changing: Berkeley, Cornell, Florida (2021), Kentucky, Illinois (2021), Maryland, Minnesota, Missouri, Nebraska, Penn State, TAMU, Wisconsin.

#### Partially due to training

## Background: Crisis in Social Surveys

Many of the large social surveys have low and declining response rates.

#### Household survey response rates, July 2011- July 2021



Click legend items to change data display. Hover over chart to view data. Source: U.S. Bureau of Labor Statistics.



## Background: Differential Privacy

Census Bureau adoption of a differential privacy standard may make public data less useful to researchers.

 Census and ACS will introduce additional privacy protection features.

Important work on this topic by Steve Ruggles suggests this may make these data less suitable for social science research.

• Not clear if this will extend to other federal gov't data.

Makes administrative data / linked data even more important.

May make secure access to public data necessary.

#### No Free Lunch

There is no free lunch in Admin data.

Working with admin/linked data often requires increased institutional knowledge:

Charlotte Ambrozek will talk a little about this later today.

Data was not designed for research purposes.

- The data is messier than you realize, even realizing the data is messy.
- It is often poorly documented.

Institutional memory on data is limited.

Time horizons are long.

#### Concerns about equity

Administrative data can exacerbate existing hierarchies in the profession.

- Access to novel administrative data requires increased financial resources.
  - Research teams rather than sole investigators.
  - Access to well trained graduate students.
- Access to novel administrative data requires use of social and peer networks.
  - Data is not randomly assigned.

Credit to USDA-ERS for recognizing this and funding grant competitions.

Structural barriers may be difficult to overcome in the long run.

Economics towards a more lab based model.

• Rise of the pre-doc / more post-docs

## Concerns about reproducibility

The use of confidential and non-public data raises issues about reproducibility.

Reproducibility is sometimes possible, at increased cost, and so there will be less of it.

AEA data editor blog describes the process in detail.

Important work by the AEA on this front.

Create a social norm.

But challenging for smaller associations like AAEA to follow.

• May also exacerbate inequities.

#### Administrative Data as Public Good

Should Administrative data / data linkages be a public good?

- Ideally, linked administrative data would be a public good.
- Public goods are underprovided...

Scarcity breeds novelty.

This suggests an important role for the state.

- This is why we know a lot about Scandinavia these days.
- USDA's Longitudinal Data for Research linking state SNAP data to federal surveys is promising.

Some concern federal support may be subject to change every four years.

## High Fixed Costs / Low Marginal Costs

The first thing we do, let's kill all the lawyers" – noted admin data user W. Shakespeare.

Benefits to centralized arrangements.

- Consortia can arrange master agreements that benefit multiple researchers.
- Knowledge of data structures can be institutionalized.
- Clean once / use lots.
- Data security can be enforced.

#### Examples:

- Kilts Center.
- California Policy Lab.

Headed towards gated data communities / proliferation of data platforms.

#### Returns to investment in data / data linkages

Novel data is a input, not an output.

- As academic agricultural economists, our unit of output is journal articles.
- Need to find ways to increase the returns to the provision of a public good, e.g. increased use of data citation.
- Public good provision is best saved for life after tenure.
- Again, suggests the role for specialists where output is aligned with incentives.

Novel data may help get a paper published. But returns attach to the paper, not the data.

#### Careful what you wish for...

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#### Opinion of the Court

NOTICE: This opinion is subject to formal revision before publication in the preliminary print of the United States Reports. Readers are requested to notify the Reporter of Decisions, Supreme Court of the United States, Washington, D. C. 20543, of any typographical or other formal errors, in order that corrections may be made before the preliminary print goes to press.

#### SUPREME COURT OF THE UNITED STATES

No. 18-481

## FOOD MARKETING INSTITUTE, PETITIONER v. ARGUS LEADER MEDIA. DBA ARGUS LEADER

ON WRIT OF CERTIORARI TO THE UNITED STATES COURT OF APPEALS FOR THE EIGHTH CIRCUIT

[June 24, 2019]

JUSTICE GORSUCH delivered the opinion of the Court.

Congress has instructed that the disclosure requirements of the Freedom of Information Act do "not apply" to "confidential" private-sector "commercial or financial information" in the government's possession. But when does information provided to a federal agency.

## The Frontier is moving

The data frontier is moving / has moved to the commercial sector.

- Location based data such as Safegraph became widely available during the pandemic.
- Credit data (e.g. UC-CCP)
- J.P. Morgan Chase Institute.
- Partnerships with private firms (e.g. work by Alexandra Hill on Strawberry farmers / Sarah Smith on Tomato growers).

## Wrapping Up

Administrative data and data linkages are not the future, they're the present.

My sense is the recent crop of Assistant Professors gets this.

AgEcon is well behind – it will take investment to catch up.

• Commend ERS for pushing the profession forward on this.

I think equitable access needs to be at the center of any move forward.

Recognize, we will always be fighting the last war.