

Data Science for Public Policy

From Econometrics to AI

Introduction

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ETH Zurich

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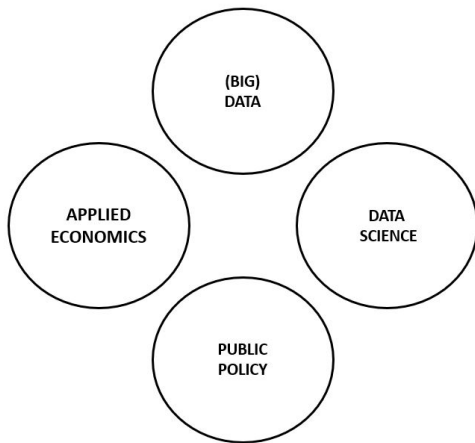
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- ▶ **Causal inference methods** from applied economics and **machine learning techniques** are perfect to evaluate and support better policies

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- ▶ Data Science:

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- ▶ Data Science:
 - ▶ ML/AI optimal methods to make predictions
 - ▶ Perfect for generating risk assessment and tailoring actions

Some Examples

Pinotti 2017 AER - The Effect of Immigrant Legalization on Crime

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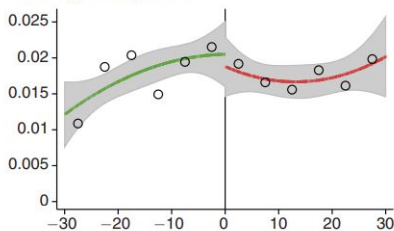
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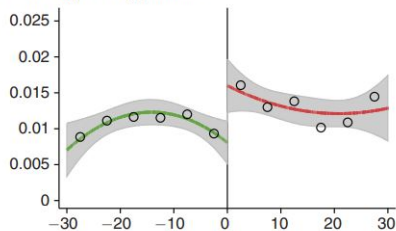
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2007: type-A applicants



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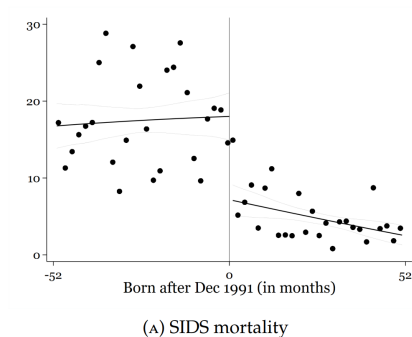
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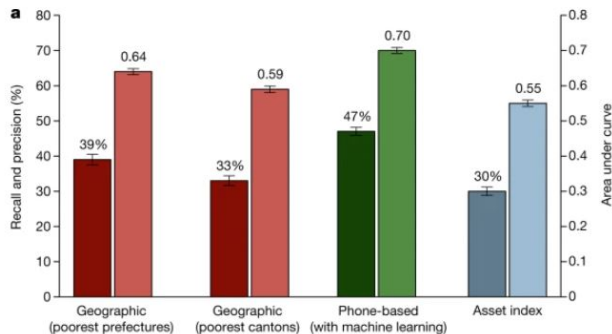
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Fig. 1: Comparing Novissi targeting to alternatives.



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Table 4: Performance Metrics for Targeted Auditing Policies

Evaluation Sample	Status Quo (Lottery)		Targeted Audits		Fair Targeting
	(1a)	(1b)	(2a)	(2b)	(3)
	All (Sim)	Audited	All (Sim)	Audited	All (Sim)
Corruption Rate, if Audited	0.486	0.458	0.871	0.883	0.868
↔ Ratio over Random Audits			[1.788]	[1.927]	[1.783]
Audit Rate, if Corrupt	0.036	0.036	0.076	0.119	0.074
↔ Ratio over Random Audits			[2.714]	[4.246]	[2.644]

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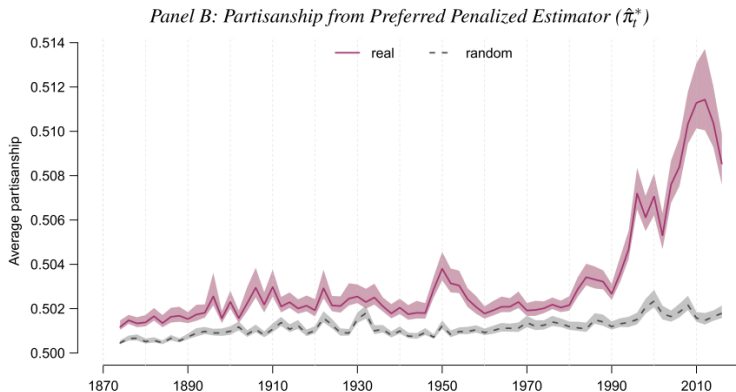
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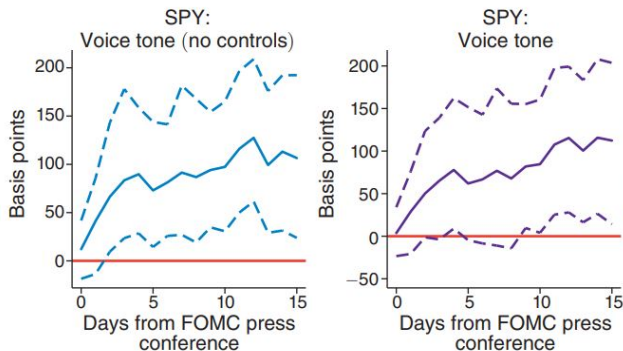
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Practical Information

- ▶ Instructors: Sergio Galletta (sergio.galletta@gess.ethz.ch) & Elliott Ash (ashe@ethz.ch) & Christoph Gössmann (christoph.goessmann@gess.ethz.ch)
- ▶ Lecture Time: Thursdays 12:15-14:00
- ▶ Location: In person LFW B 1
- ▶ Office hours: By appointment via email
- ▶ Most of the important information are in the [syllabus](#) and we update the course material on [github](#)

Last year projects

- ▶ Does the text sentiment of the voting question influence the outcome of Swiss voting? (Paper)
- ▶ The causal impact of rainfall on wealth inequality in Vietnam (Paper)
- ▶ Who Pays for the Church? Electoral Institutions and Religious Clientelism in Post-War Italy (Paper)
- ▶ Modelling Patient Risk and Extraneous Causal Factors in Physician-Decision Making (Paper)
- ▶ Renewable Energy Innovation Across the World (APP)