

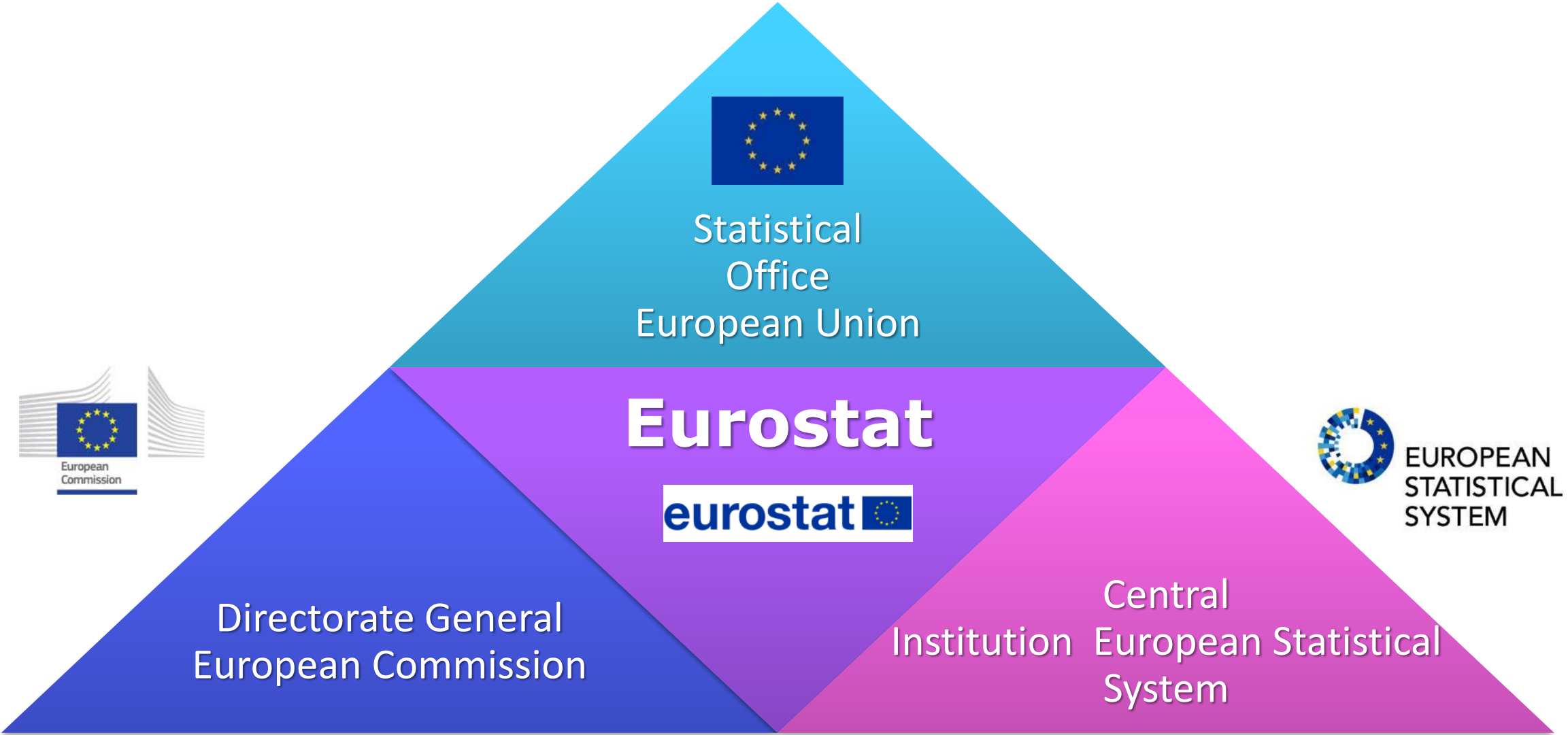


# Trusted Smart Statistics

EMOS webinar

[Albrecht.Wirthmann@ec.europa.eu](mailto:Albrecht.Wirthmann@ec.europa.eu)

*Luxembourg, 25 Feb 2020*

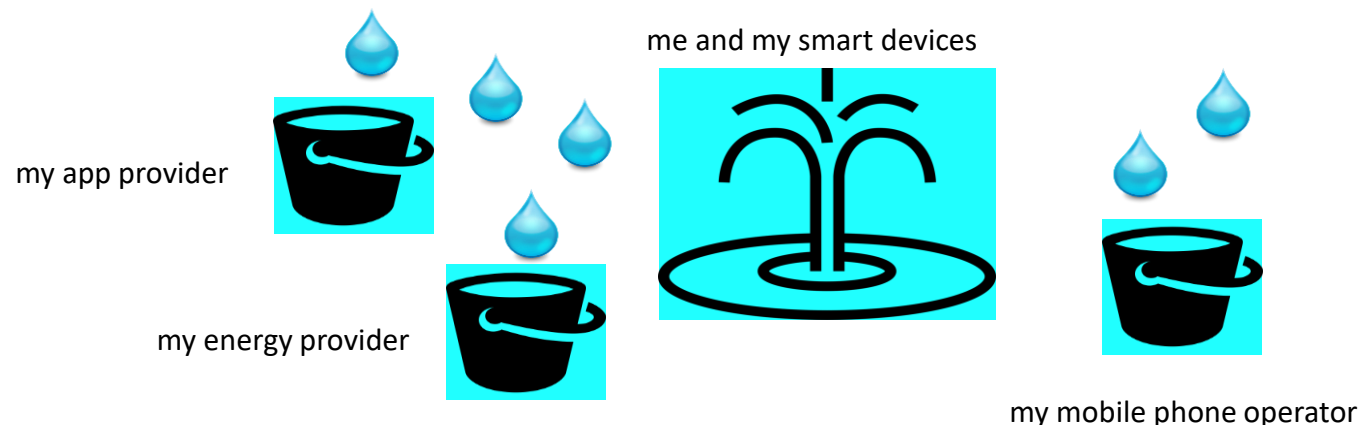


# The new datafied world

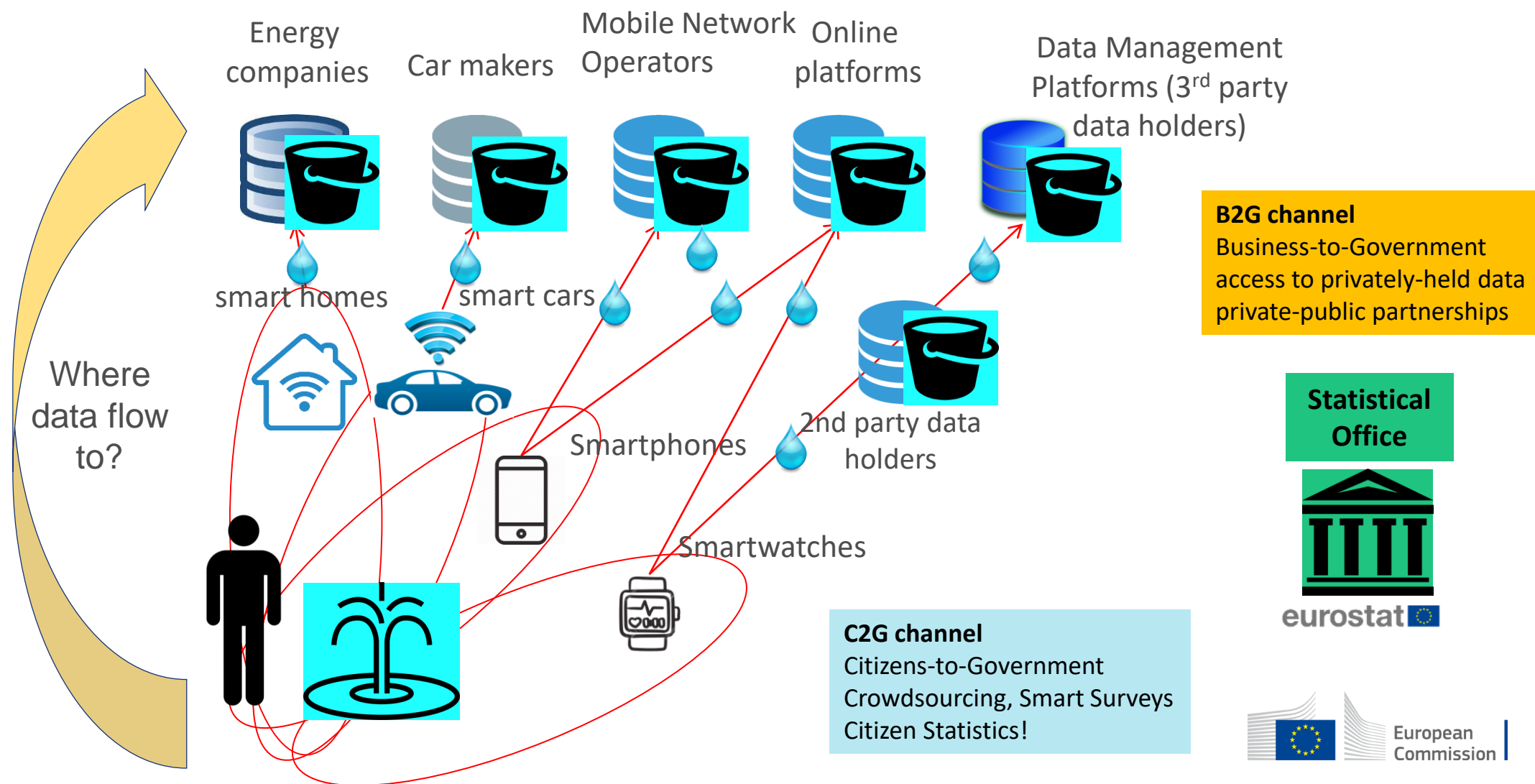
- “Anything that goes digital, gets logged”  
(somewhere, by somebody) 1° fundamental law of datafication

digital transformation → datafication

- Individuals, organizations, places ... become “data **fountains**”
- More and more business companies become “data **buckets**”



# Fountains or from buckets?



# Surface data and deep data



- Name, gender, date of birth
- Marital Status. Residence address
- Occupation. Household composition
- Monthly income
- Monthly expenditures per good category.
- Number of touristic trips in a year ...

“micro-data”



- Your exact location, every second.
- Every single heartbeat, blood pressure...
- Every single transaction, events involving you ...

“nano-data”



...

**Highly pervasive data on features changing constantly and recorded at fine timescale**

Implications for data access, data /process governance, privacy and confidentiality

# Traditional Sources

(survey/census, admin records)



- Micro-data  
individual level
- Designed data,  
**purposed** for OS  
or for admin. process
- Structured
- Always collected within **Public Sector** institutions
- ...

# New Data Sources

(all others)



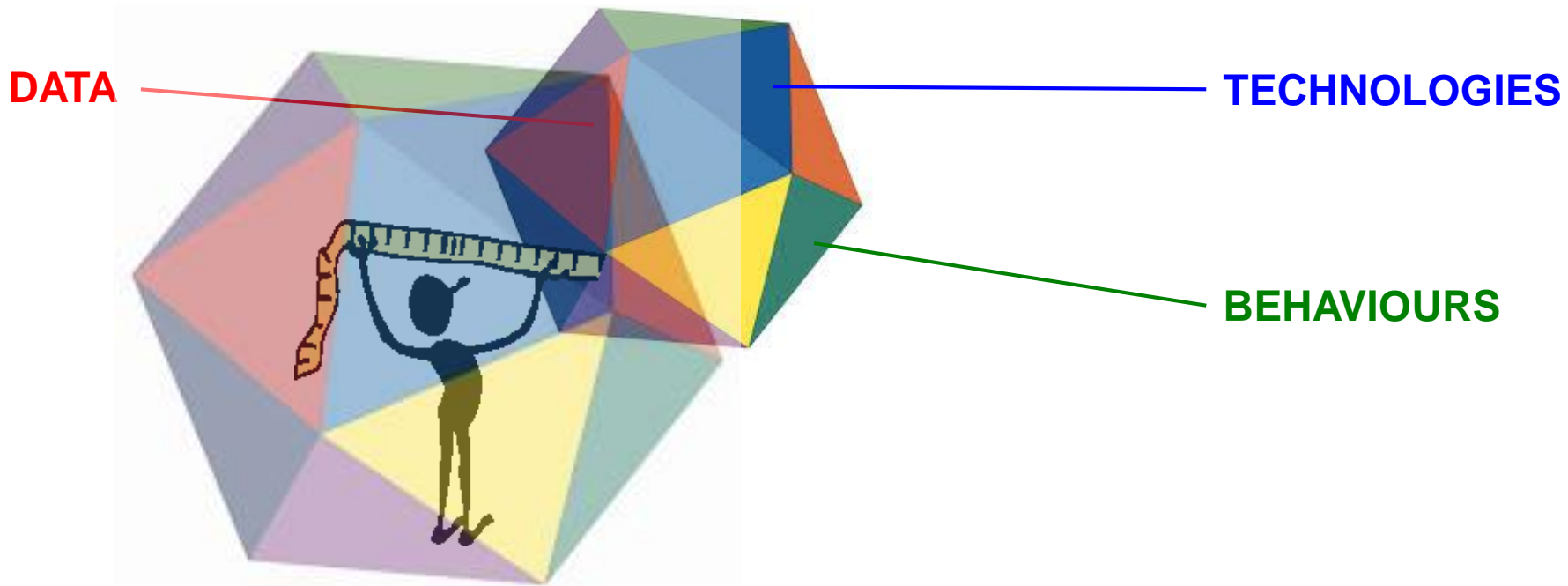
- Nano-data  
sub-individual level
- Organic data,  
**re-purposed**  
for Official Statistics
- Structured, semi-structured,  
unstructured
- Often held by  
**Private Sector** companies
- ...

# Key point #1

- What matters most is *not the size* (quantitative) but *their characteristics* (qualitative) of new data
- What matters most is not that they are more/bigger, but that they are *different* (from traditional data sources)
  - Big data = non-traditional data = new digital data

# Key point #2

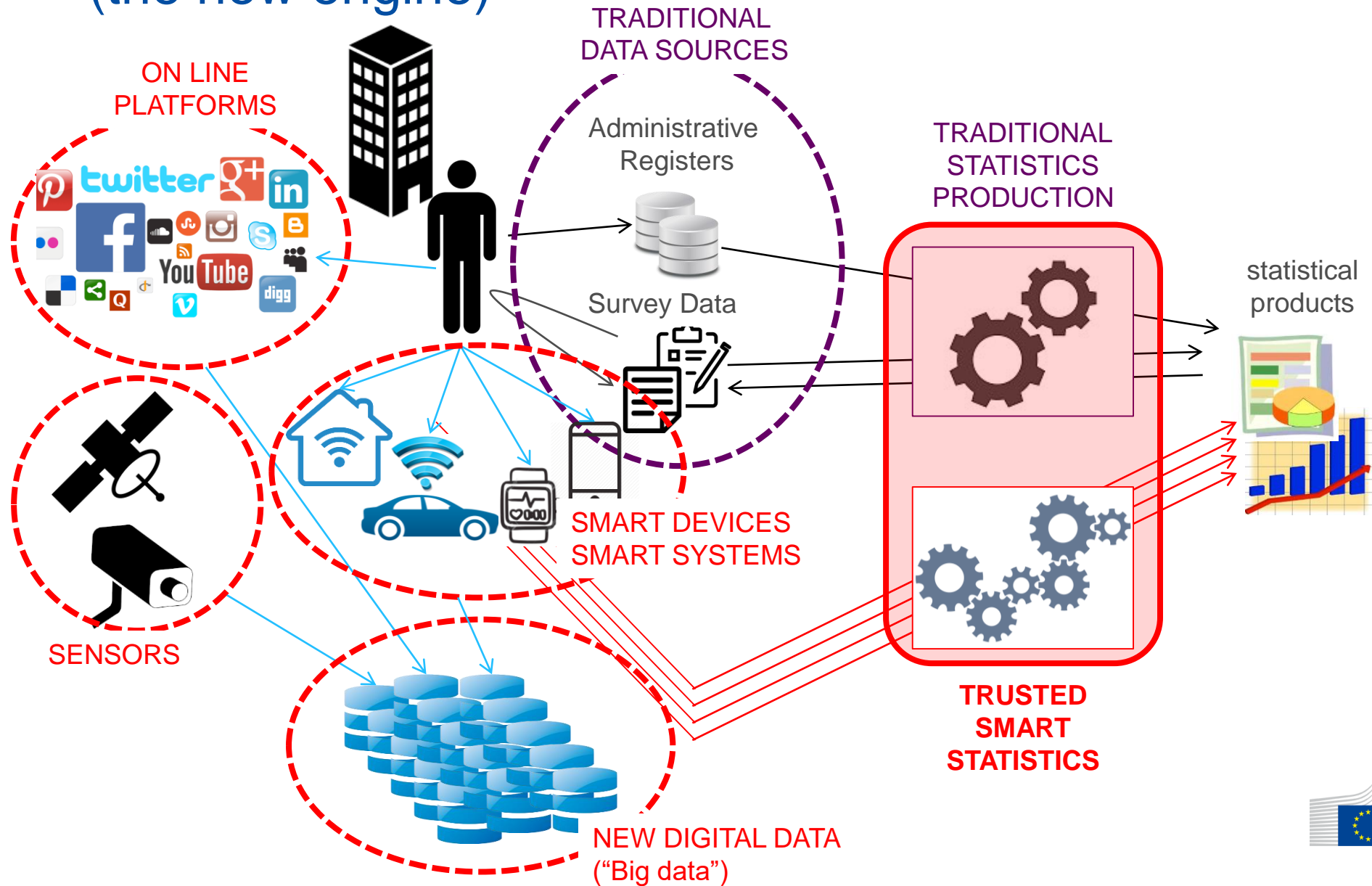
- New digital **data** come with new digital **technologies** and new digital **behaviours** and perceptions, attitudes, expectations ...
- It's a new digital world - new data is one of its facets





# Questions?

# Trusted Smart Statistics (the new engine)



# Designing the new engine

- Trusted Smart Statistics (TSS)  
= **systemic augmentation** of official statistics

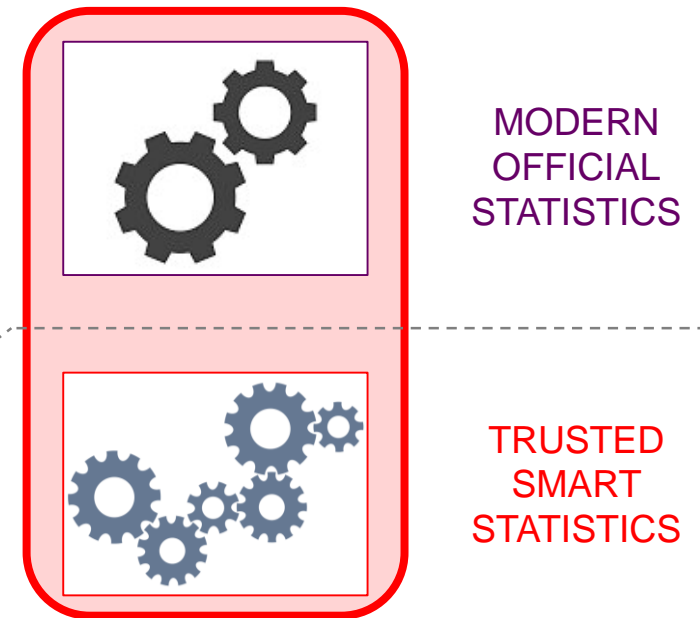
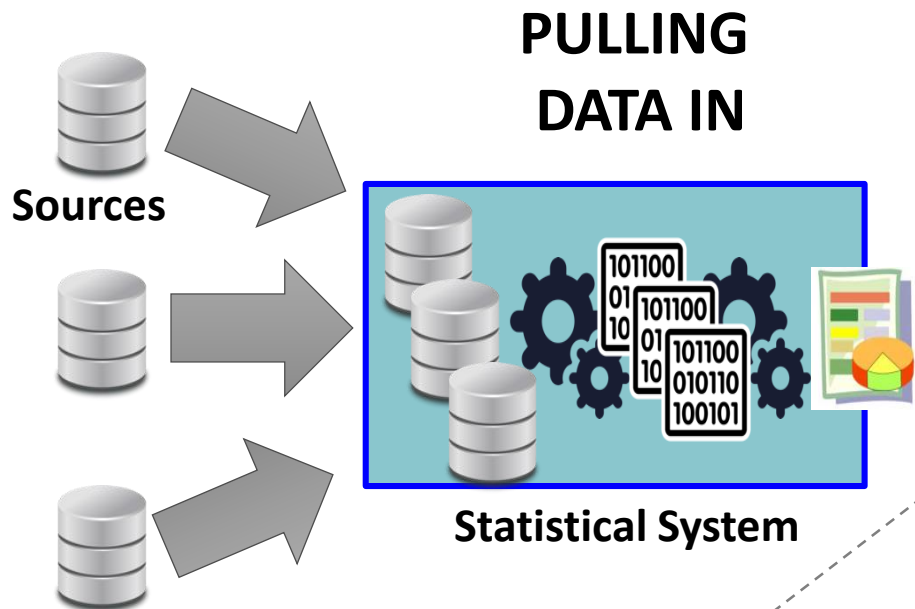
take a system-level view  
define a clear “grand picture” first, then  
develop components based on that...

the new processes  
add to / integrate with  
legacy ones.

A solid development starts from a solid design.  
A solid design starts from clear **design principles**

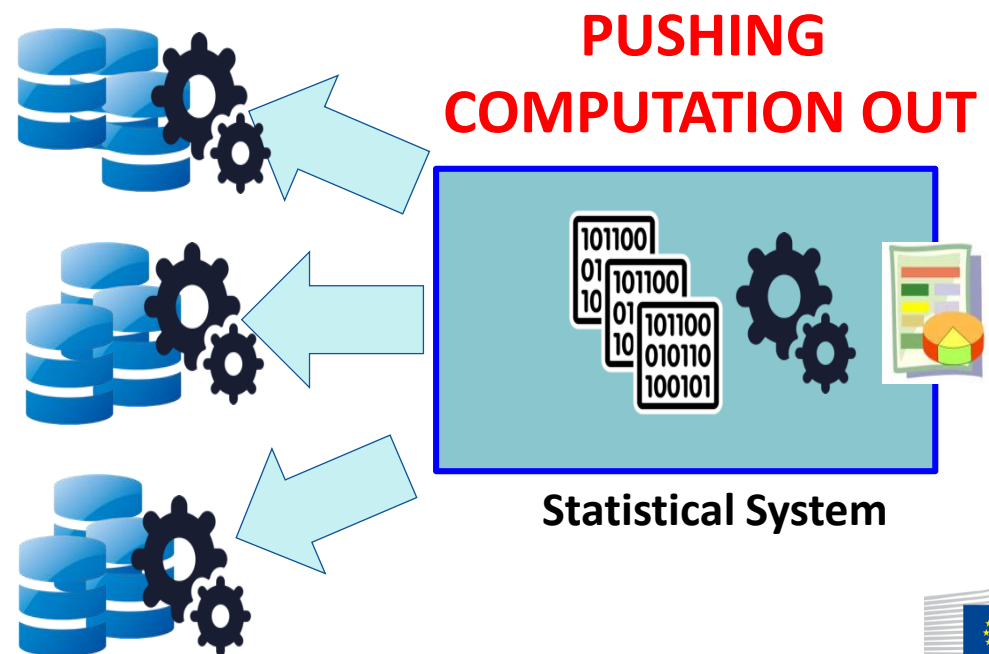
# Design principles

## 1. Push computation out



**SHARING DATA**

**SHARING COMPUTATION**



# Implications 1/2

Source code can be made publicly available, open-source  
=> increase transparency, trustworthiness ... and quality!

## 1. Push computation out

- Requires **full automation**  
→ methods encoded in machine-executable code  
(not just human-readable manuals)
- Clear separation between methodological **development** (writing the source code)  
vs **production** (executing the binary code)

Methodological development always requires data exploration, hence “data in the house”.  
But often can be performed on subsets of test data...

# Implications 2/2

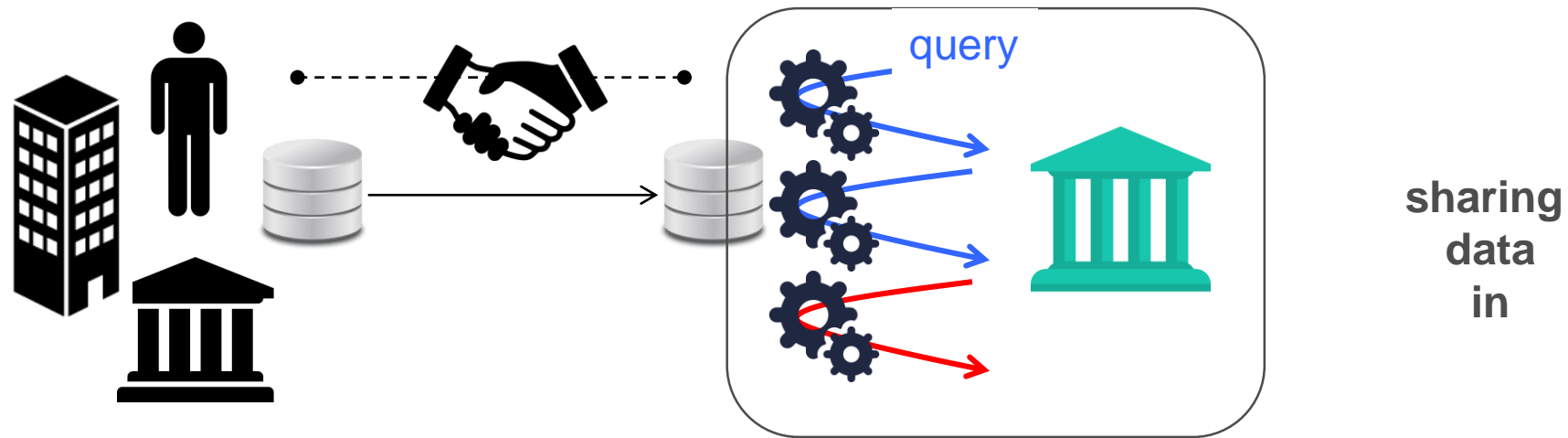
## 1. Push computation out

- sharing computation => sharing control  
(in the production phase)
- naturally combines with  
**Secure Private Computing technologies**  
(e.g. Secure Multi-Party Computation)

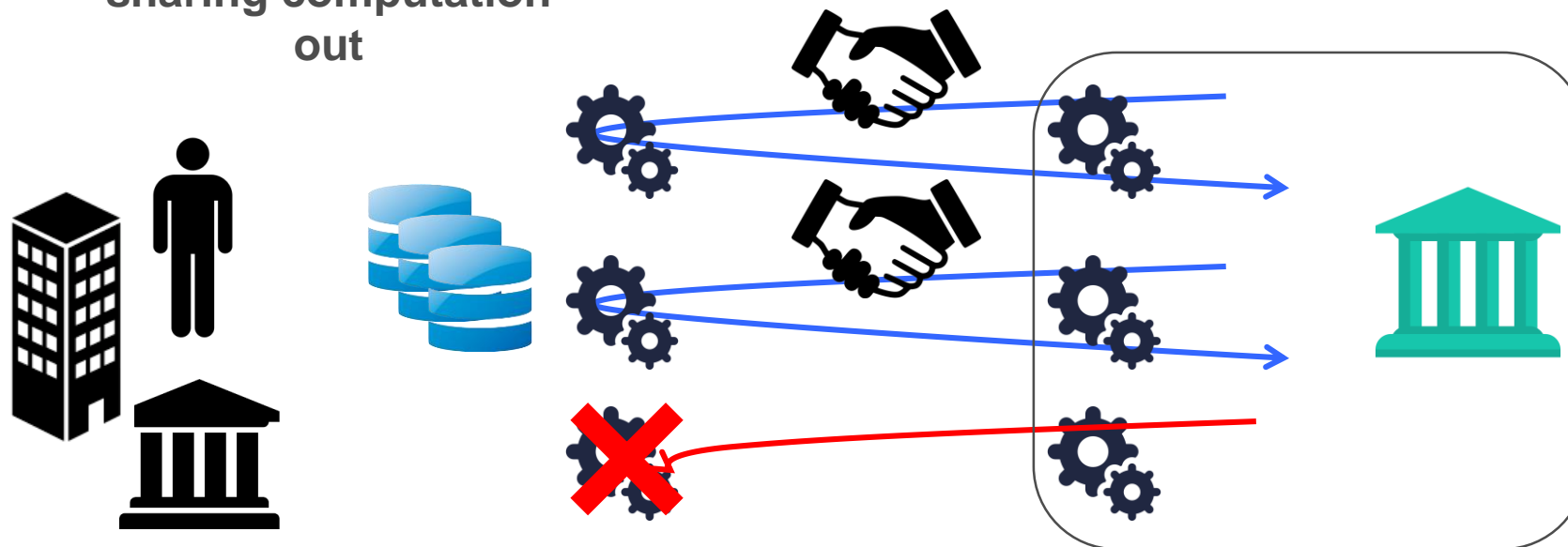
=> increase trustworthiness!

Increases protection of input data  
confidentiality  
=> increase trustworthiness!

# sharing computation => sharing control



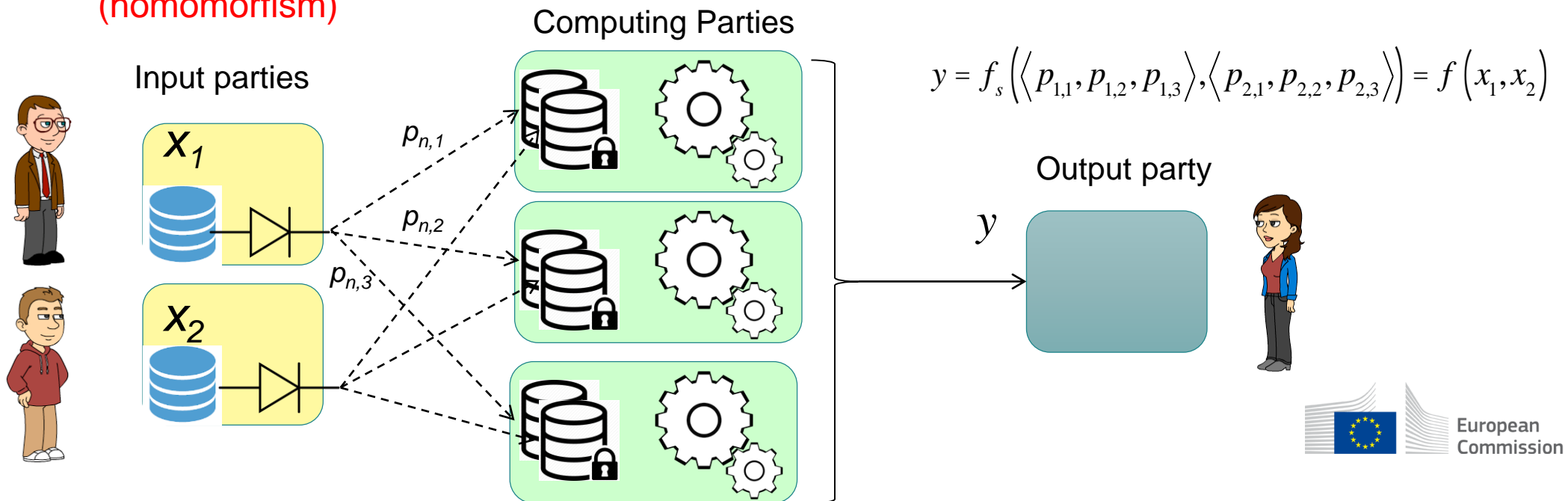
## sharing computation out





# Secure Multi-Party Computation (SMC)

- Each element of *secret* input  $x_n$  is transformed into  $K$  “shares”  $\rho_{n,1}, \rho_{n,2} \dots \rho_{n,k}$  that are distributed to different **computing parties**.
- The computation on secret shares
  - is distributed (shared) among the computing parties
  - returns the same output value that would be obtained from the input data (**homomorphism**)



# Secure Private Computing, transparency, auditability

Adopt *Secure Private Computing* Technologies

(e.g. Secure Multi-Party Computation)

→ disclosing only the desired **output information**  
not the whole input data

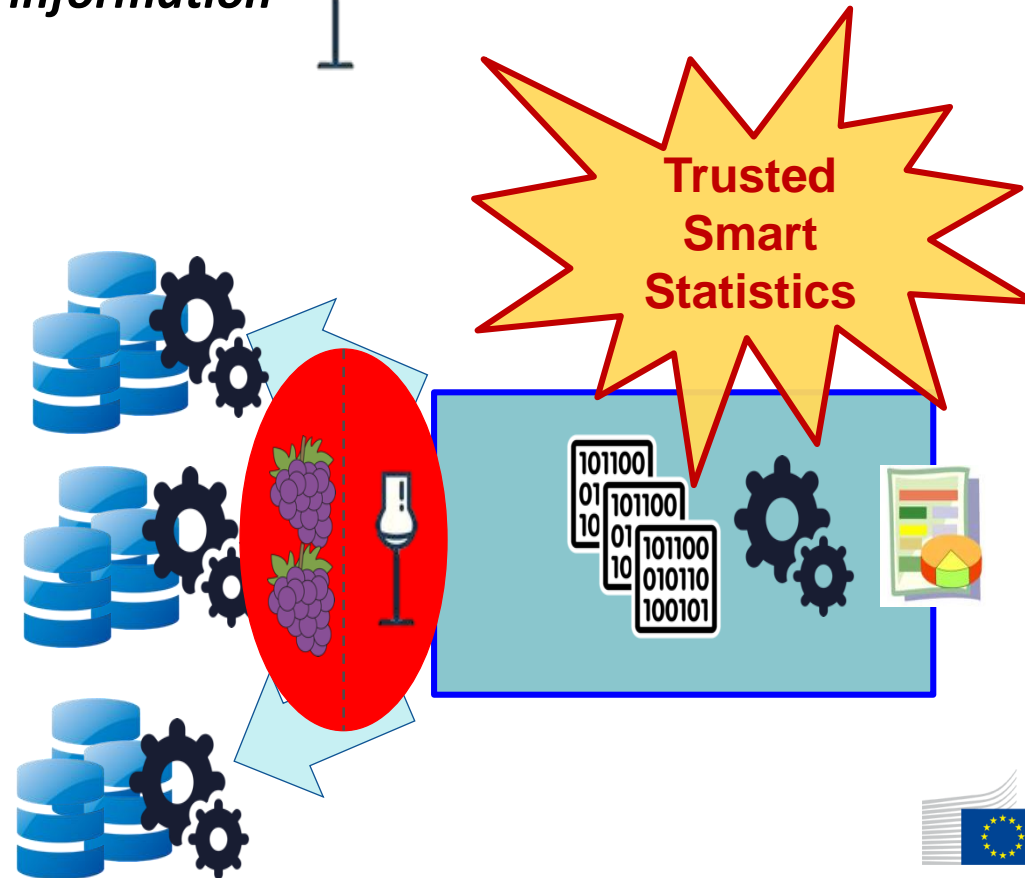


**Maximal transparency**

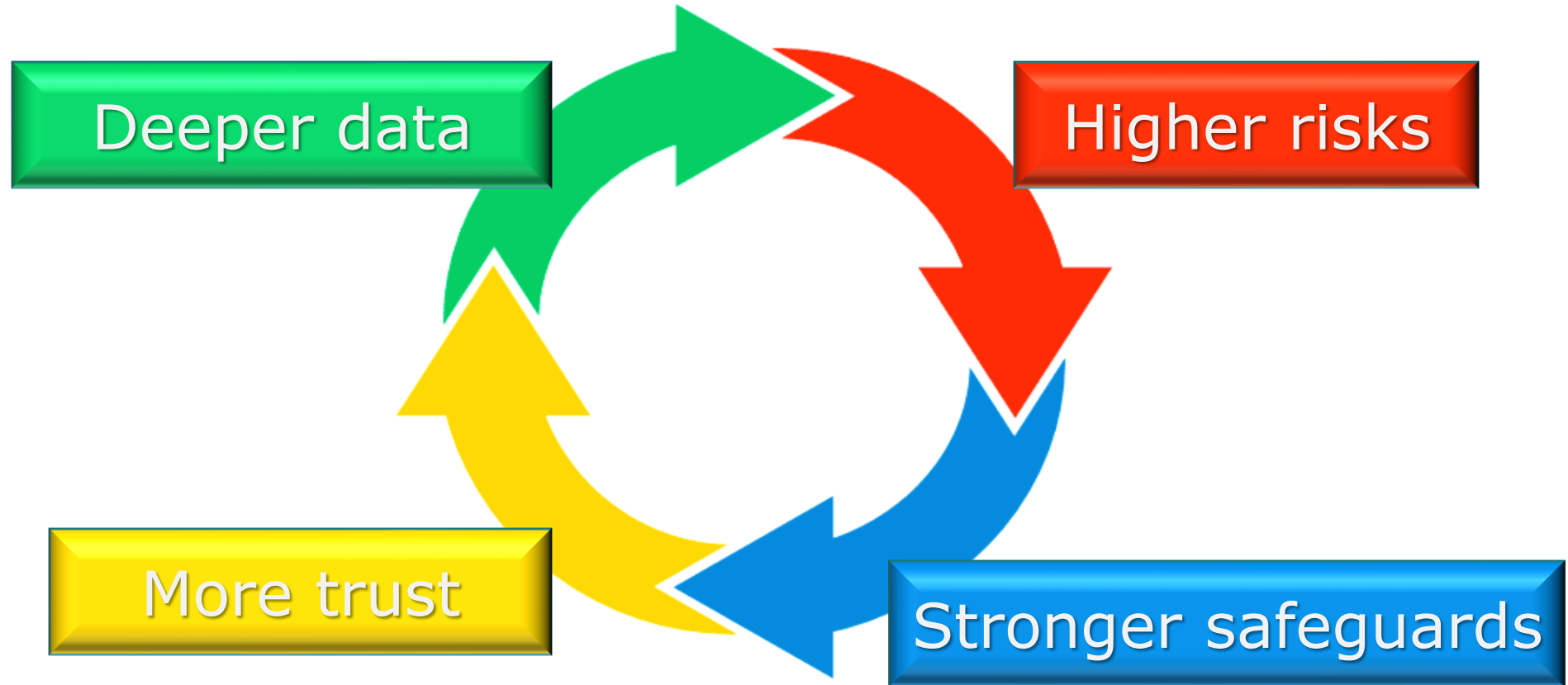
→ open-source code,  
non-modifiable logging of queries  
→ promote public scrutiny

**Sharing control** with sources  
over computation *execution*

→ trust, participation, engagement



To be **SMART**, you must be **TRUSTED**.  
To be **TRUSTED**, you must be **SMART**.

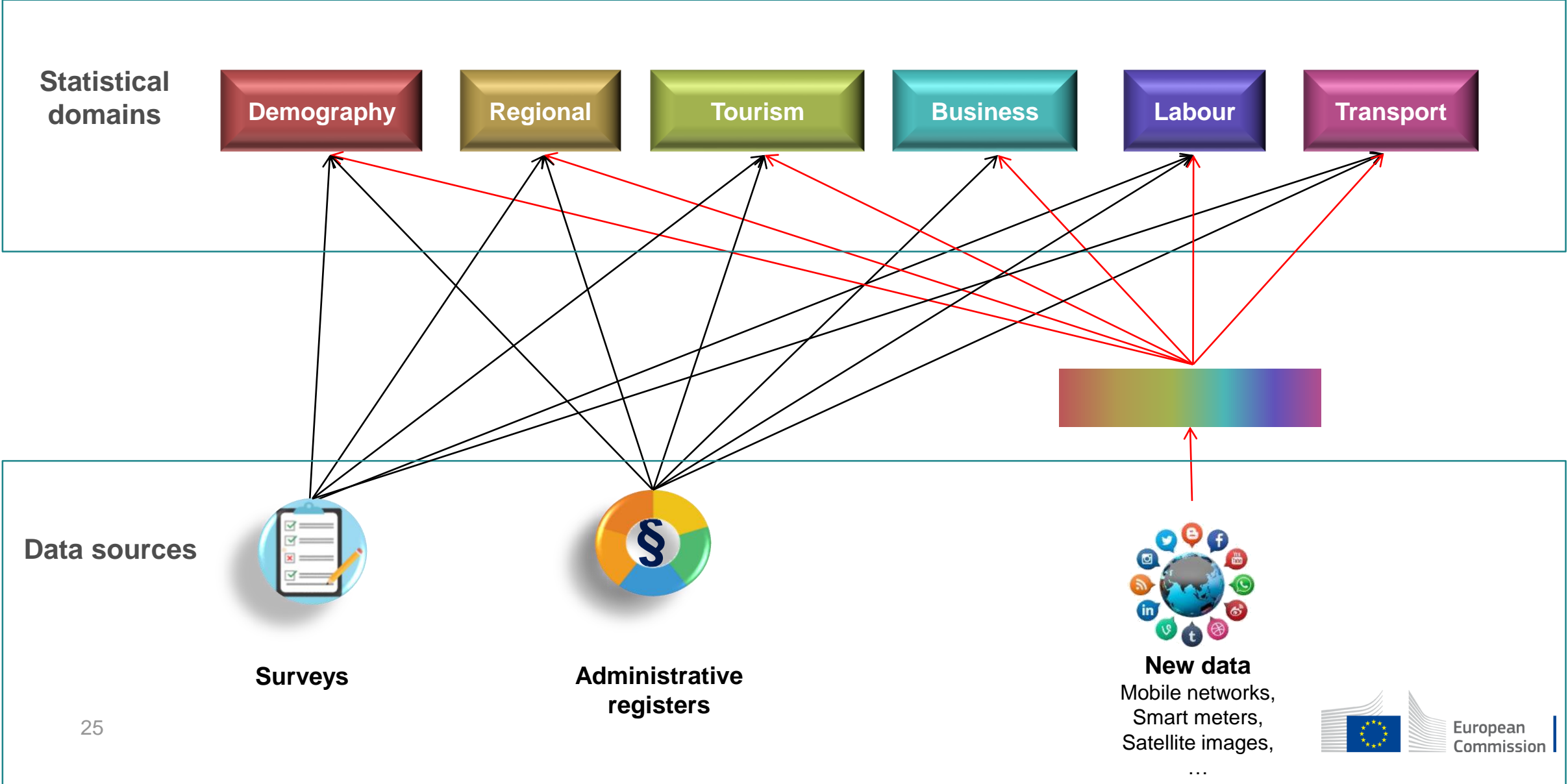


# Questions?

# Design Principles

1. Push computation out
2. Multi-purpose data sources for multi-source statistics

# Multi-purpose data sources for multi-source statistics



# Design Principles

1. Push computation out
2. Multi-purpose data sources for multi-source statistics
3. Layered and modular organisation of the data workflow  
→ Reference Methodological Frameworks

# New business process, new functions

Multi-source statistical products



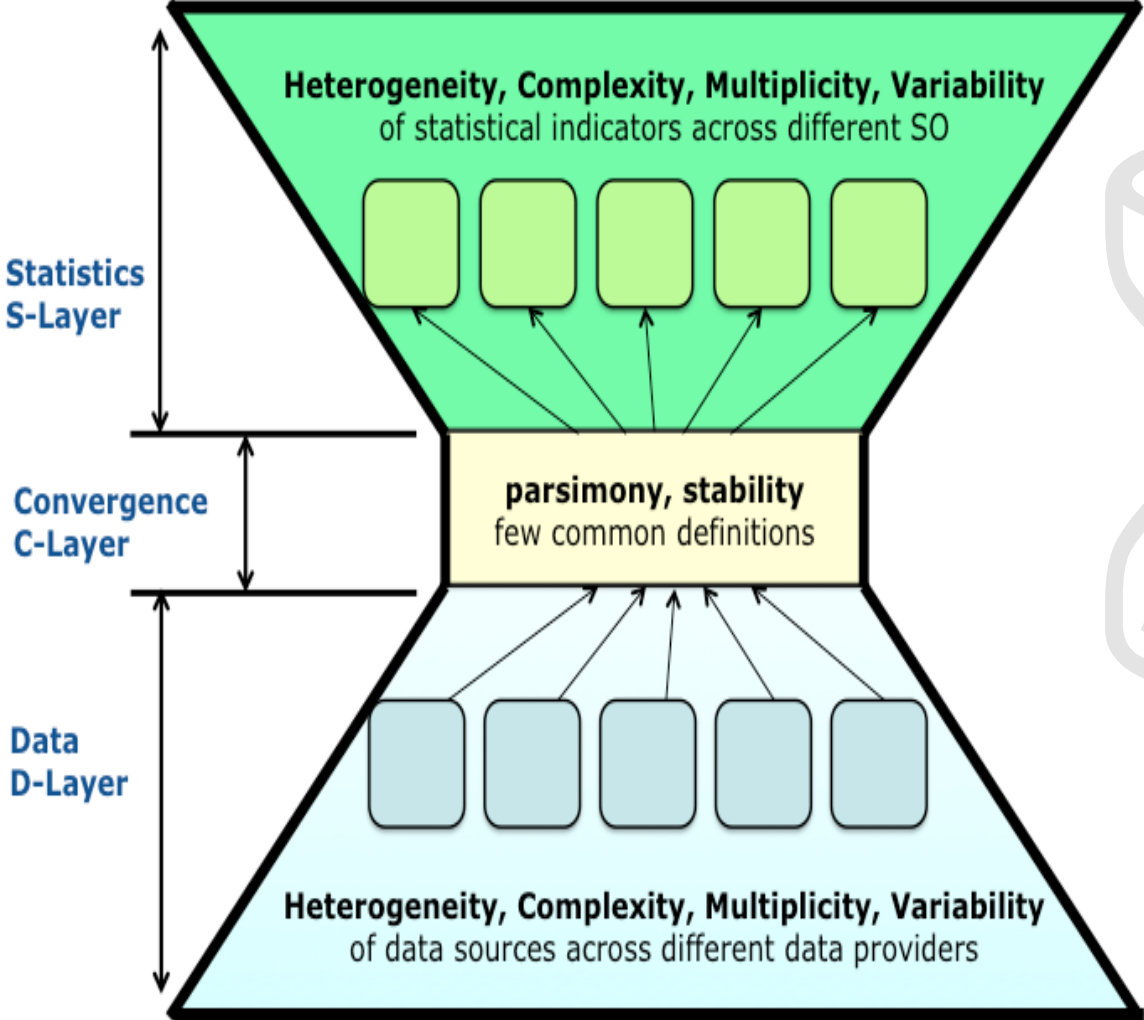
Multi-Purpose data





# Layered approach, hourglass model

*use case-driven  
logic, output-specific*



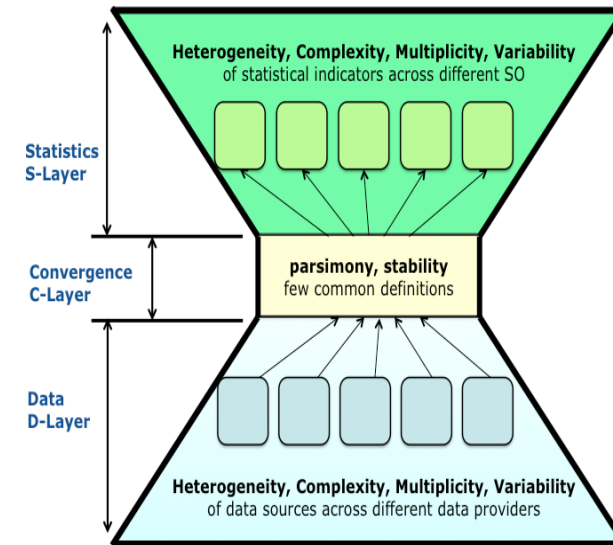
*input-agnostic  
output-agnostic*

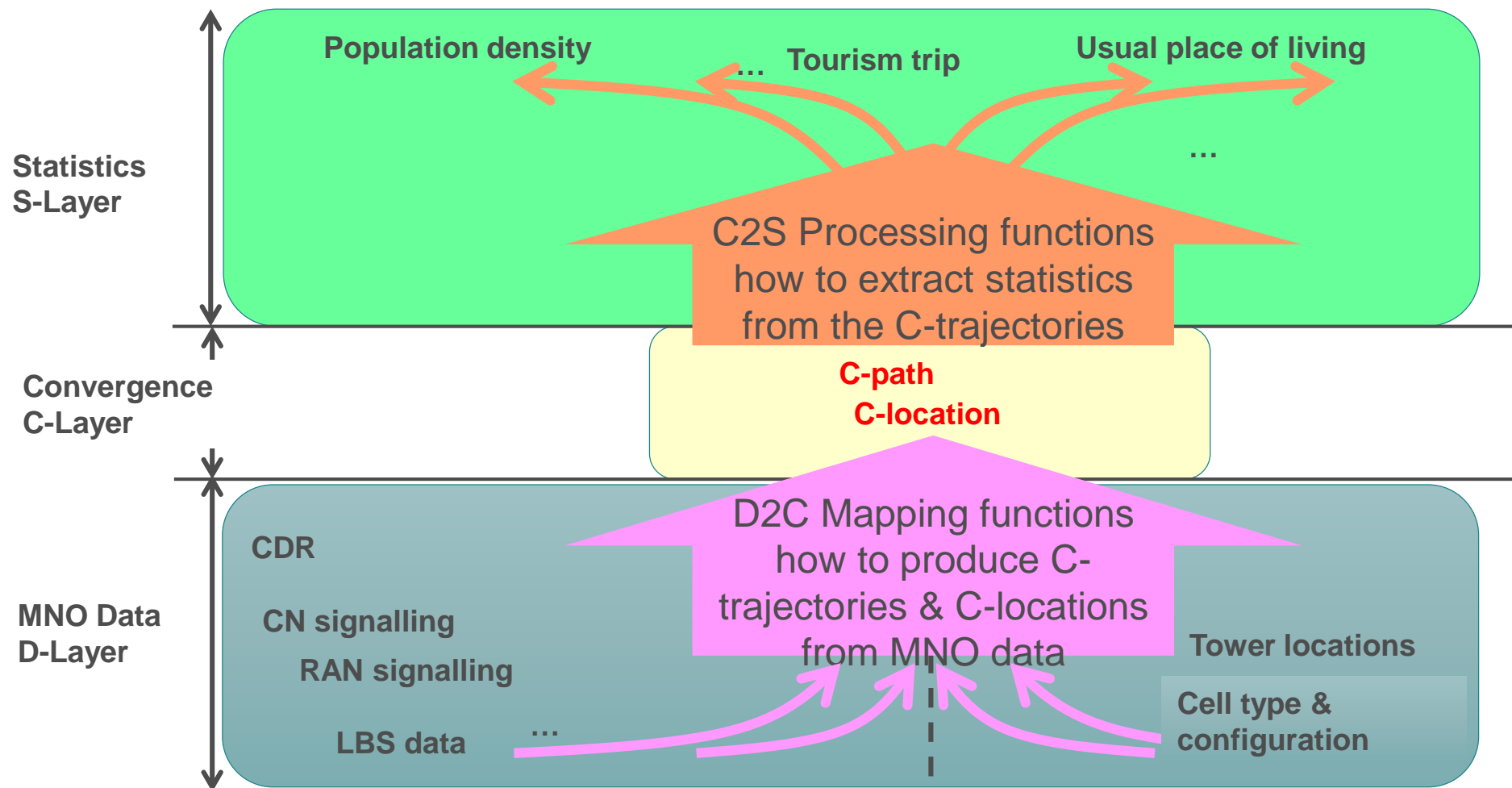
*infrastructure-driven  
logic, input-specific*



# Decoupling upper and bottom complexities

- **Complexity** of data semantic
  - domain-specific technological knowledge is required to extract the most/best information from raw data
- **Multiplicity & Heterogeneity**
  - different data providers
  - different data sources within each provider
  - different data formats, configurations
- **Variability**
  - data change following evolution of generating technology, infrastructure growth, reconfigurations, re-optimizations, SW releases ...
  - socio-technological infrastructures are ever-evolving systems, not static objects



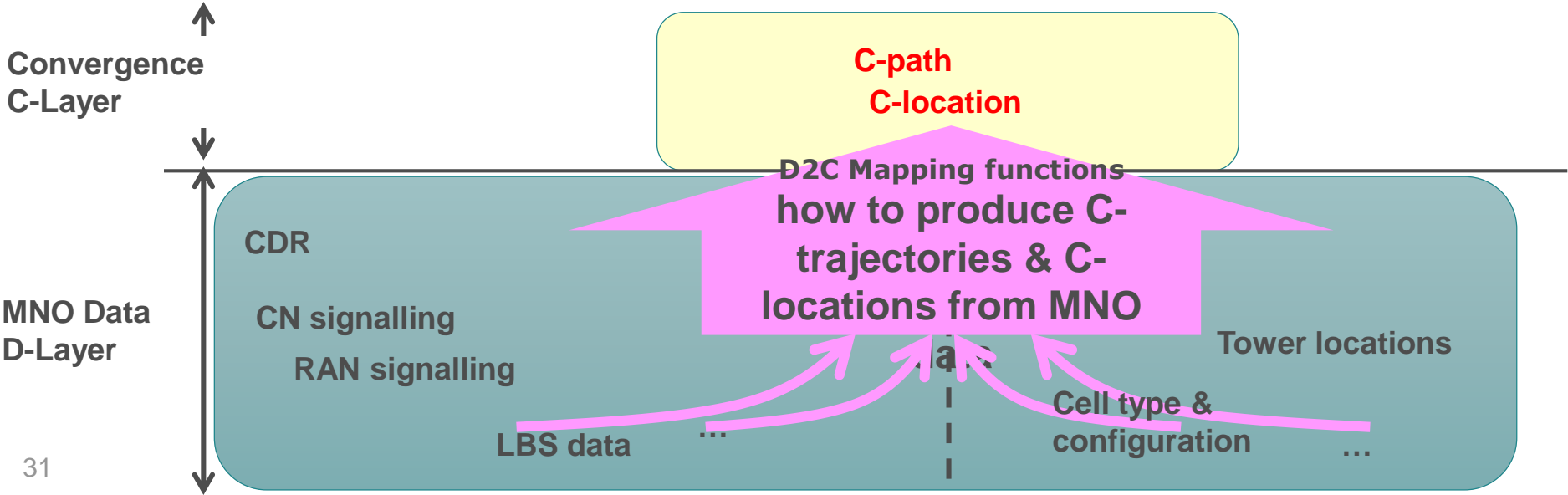


# D2C Mapping functions

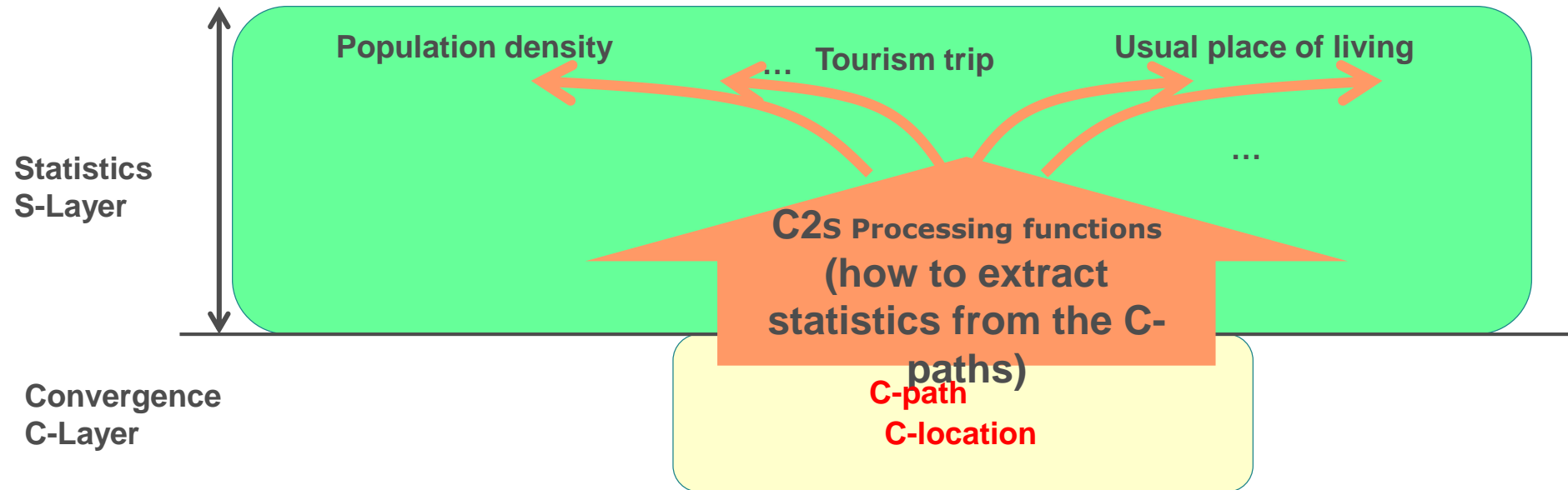


*Technology-specific implementation of general principles.*  
*Extract spatio-temporal information as accurately as possible given the available data.*  
*Avoid distortion and/or loss of useful information.*  
*Discard information not relevant for upper layers.*

**To be worked out by technology experts,  
 with support by statisticians**



# C2S Processing functions

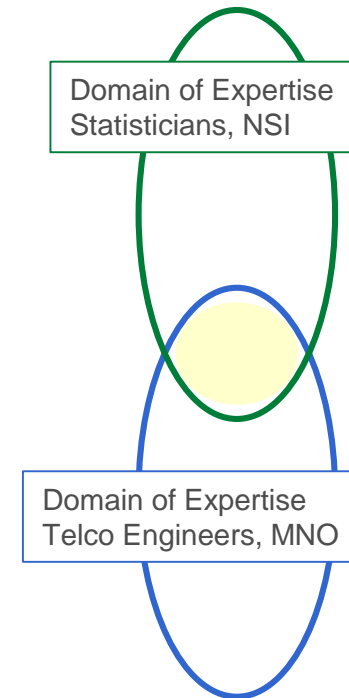


*Statistical methods based on a sound understanding of C-layer data and meta-data (semantic, sources of errors).*

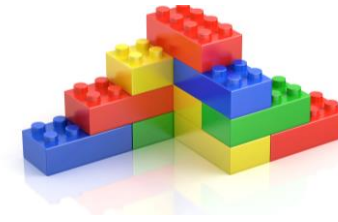
***To be worked out by statisticians,  
with support by technology experts***

# C-layer structures

- i.e., **data** with a “normalized” semantic (**future-proof, statistician-friendly,...**)
  - ... based on a parsimonious data generation model that includes (implicitly or explicitly) the relevant sources of error, uncertainty, limitations to resolution, etc.
- and **meta-data**
  - ... including quantitative indicators of error levels, resolution, uncertainty, etc.



# Take home message

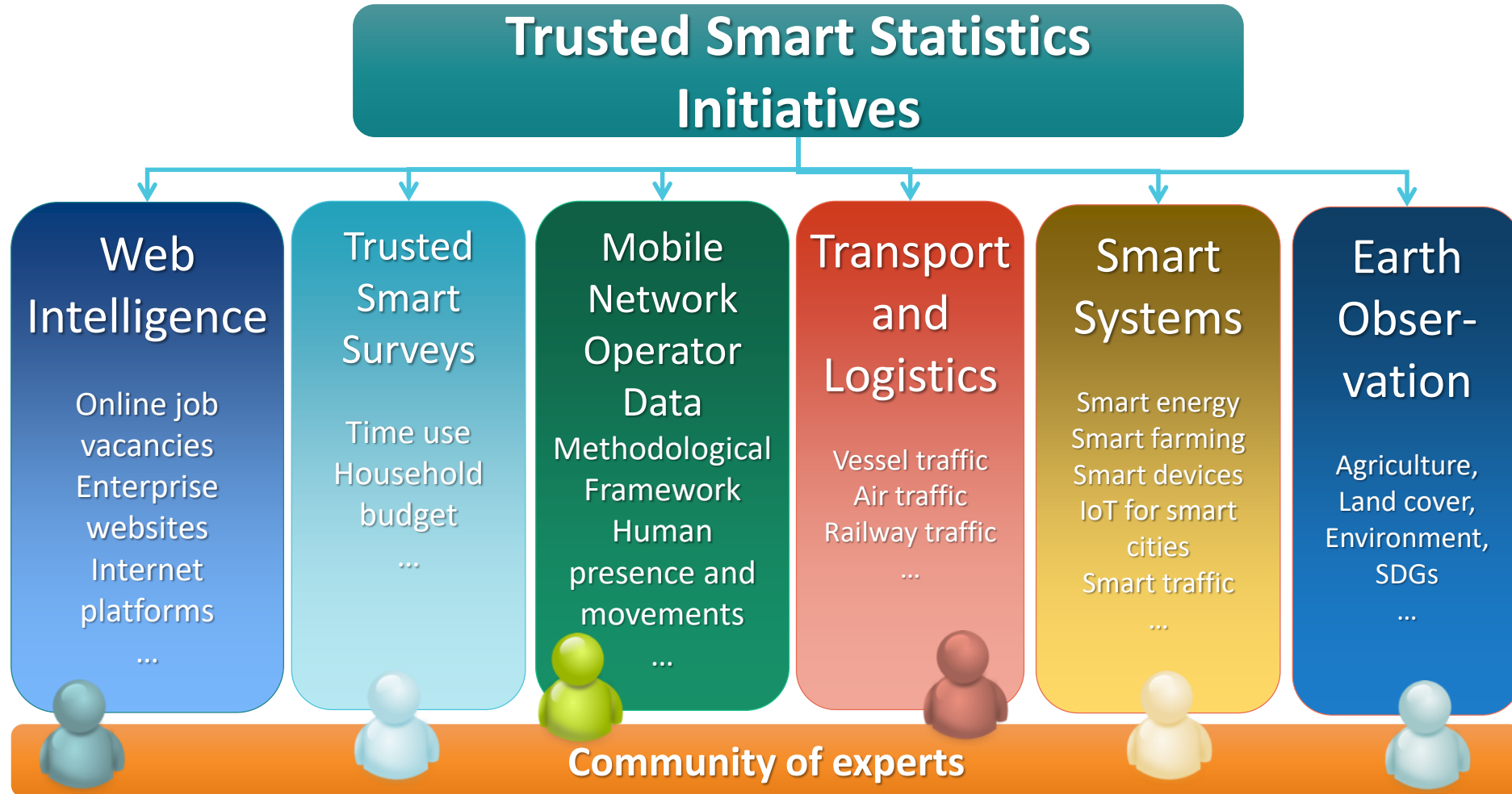


- **The new fuel needs a new engine**
  - Exploiting “new (big) data” for Official Statistics requires a **new paradigm**: Trusted Smart Statistics
- System-level view: hardware, software, humanware
  - New technological solutions to ensure data confidentiality and process transparency
  - Import best practices from other fields: open-source algorithms, engagement with prod-users, citizen science -> citizen statistics
- Methodological work is needed
  - New (modular) reference methodological frameworks for new data sources
  - Design for evolvability – of algorithms and data
  - Co-development by statisticians and technology experts needed
  - Using new data sources requires investments in methodology (and infrastructure)

# Questions?



# Eurostat initiatives on Trusted Smart Statistics



# Web Intelligence Hub

- ✓ A bundle of capabilities to support the collection, processing, reuse and analysis of web data resource (web pages, APIs ...) for producing statistics



- Online job vacancies advertisement

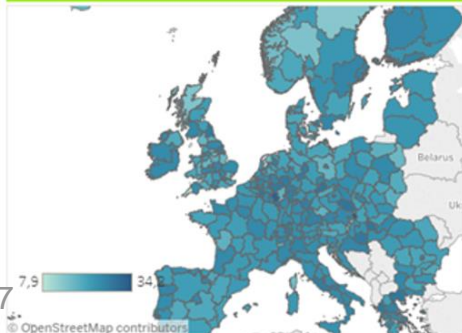
- Skills, job vacancies

- Enterprise websites

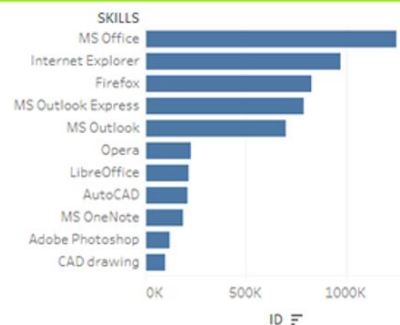
- Business registers, jobs, information society

Matching Skills Demand (CEDEFOP JVs) and Supply (EURES CVs):  
Absolute and relative frequencies

Supply by NUTS2 Region



Supply by job specific skill



# Web Intelligence Hub – Expected benefits

- Complementary statistical products
- Improved statistical outputs
- Increased spatial granularity
- Flexible and interactive dashboarding
- Shared solutions
- ...

**Table 3: Experimental on-line job vacancy statistics for Slovenia**

Estimates	Type	28 August 2017 (Q3)	30 November 2017 (Q4)
Detected job ads for quarter	Stock	8849	6327
Official JVS estimate	Stock	17221	15243
Available in reference month	Stock	3542	4493
Available on reference day	Stock	1368	1285
Newly available on reference month	Flow	1984	2115
Newly available on reference day	Flow	123	76

Figure 5: Nowcasts based on the S-ARIMA-X time series model.



Figure 4a: Time series of the total JV counts, averaged per month (scaled to the JVS scale).

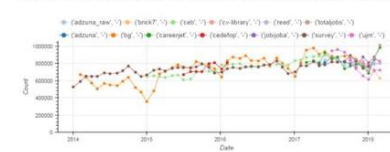


Figure 4b: Time series of the JVS and daily average of the online sources (scaled to the JVS).

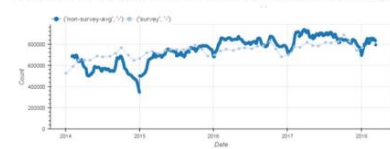
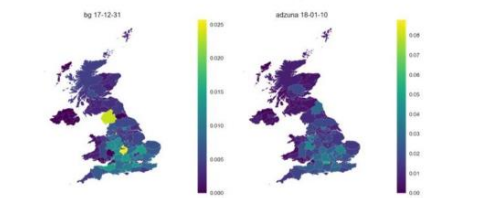


Figure 6: Number of job vacancies as a proportion of working age population.



**Matching Skills Demand (CEDEFOP JVs) and Supply (EURES CVs):**  
Absolute and relative frequencies

**Supply by NUTS2 Region**

**Demand by NUTS2 Region**

**Supply by job specific skill**

SKILLS	Count
MS Office	~8000
Internet Explorer	~6000
Firefox	~5000
MS Outlook Express	~4000
MS Outlook	~3000
Opera	~2000
LibreOffice	~1500
AutoCAD	~1000
MS OneNote	~500
Adobe Photoshop	~500
CAD drawing	~500

**Demand for job specific skills**

SKILL_ESCO_LEVEL4	Count
MS Office	~800
AutoCAD	~600
SQL	~400
Java-script	~300

**Skill matching: shortage vs excess supply**

Skill	Demand over supply ratio
3D modeling	0,4
IT	16,8
Accounting (adult education)	3,2
Accounting / auditing	3,2

# Trusted Smart Surveys, Citizen Statistics

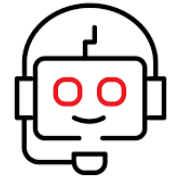


**interactive data**

responses to queries



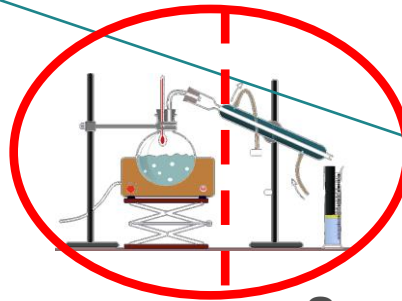
It seems you are travelling along the Belgian coast today.  
Is *this trip* related to your work?



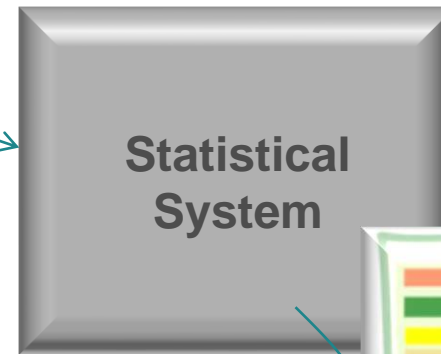
AI

**passive data**

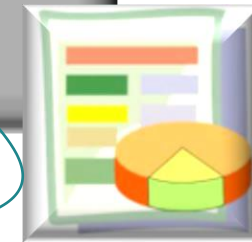
collected by sensors  
(e.g. position tracks,  
activity traces)



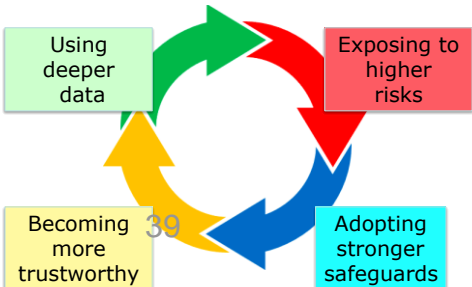
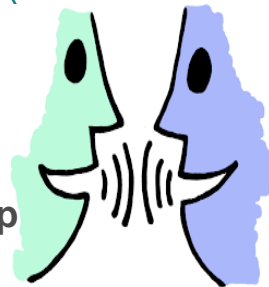
Secure  
Private  
Computing



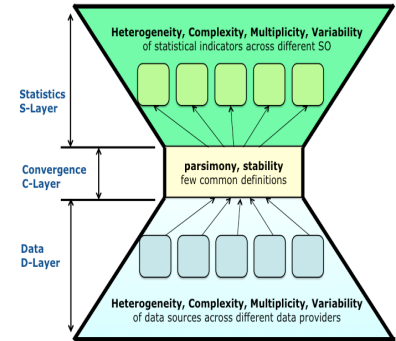
Statistical  
System



Give back  
Close the loop



# Mobile Network Operator (MNO) Data



Develop a methodological framework and robust methodologies for selected use-cases

Build expert knowledge about mobile network technologies.

Pilot applications of Privacy-Enhancing Technologies  
Pilot multi-MNO deployments

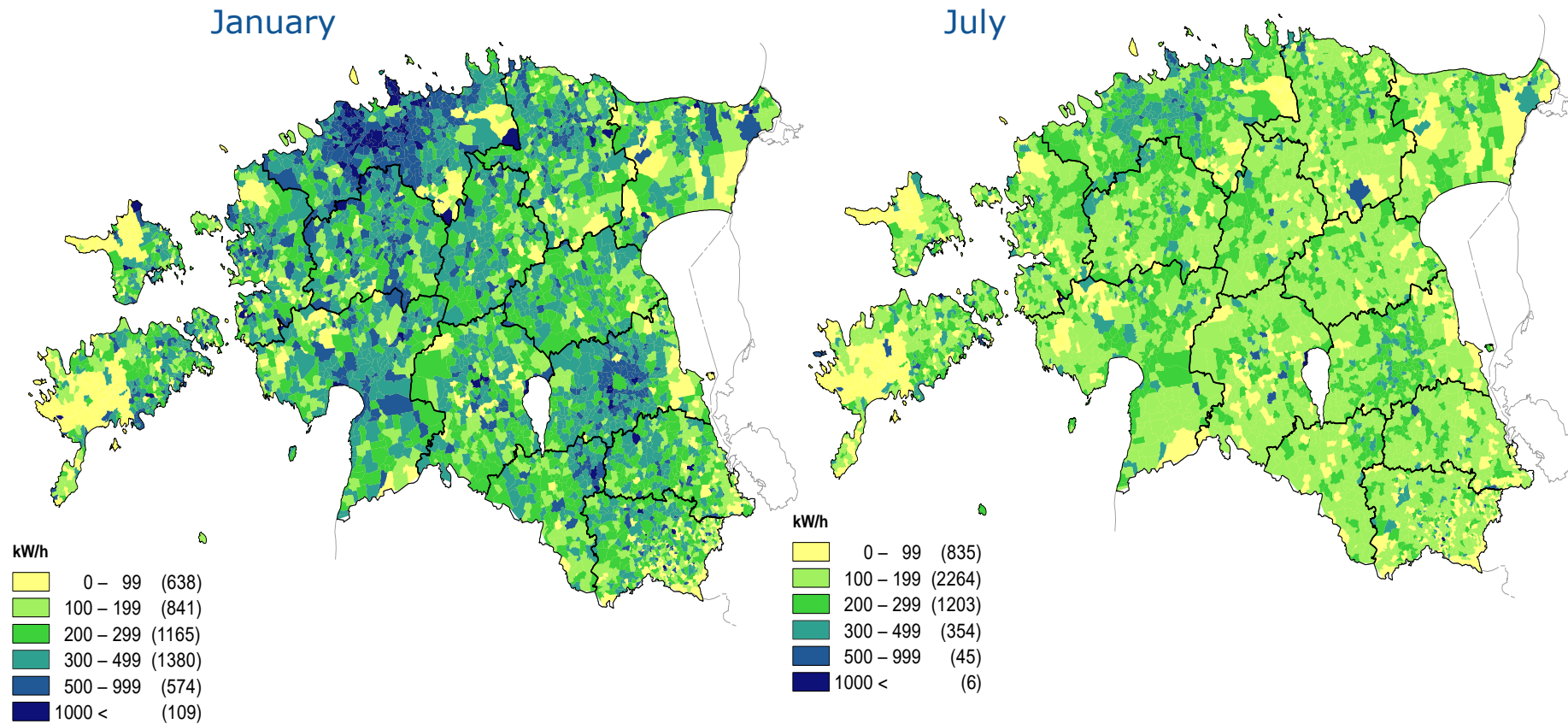
Initial focus on population and tourism statistics



# Smart Systems: Electricity Meters



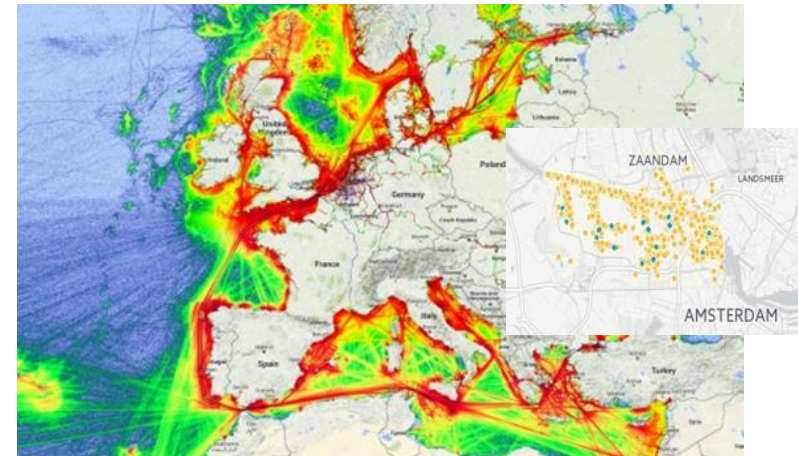
## Household Consumption per Commune



# Transport and logistics

Use of tracking data to provide long-distance transportation and logistics.

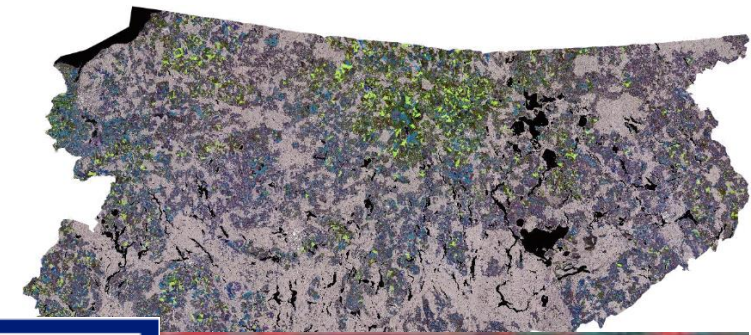
Initial focus on  
**Ship position data**



Extension to air and  
railway traffic data



# Earth Observation



## Agriculture

Case study 1

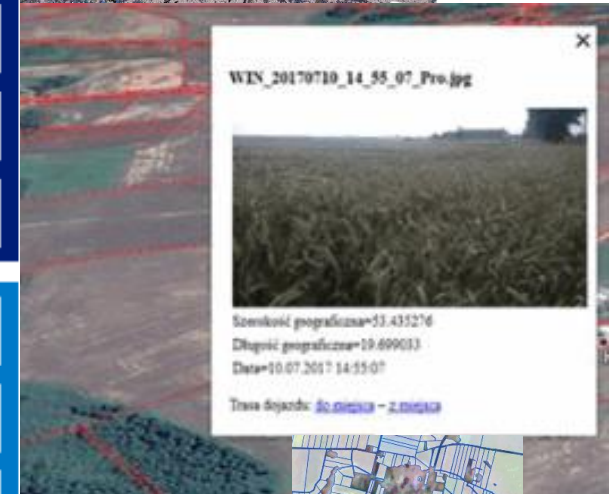
*Crop recognition, mapping and monitoring*

Case study 2

*Monitoring of the off-season vegetation cover*

Case study 3

*Crop recognition with very high resolution aerial data*



## Build-up area

Case study 4

*Implementing SDG indicator 11.7.1*

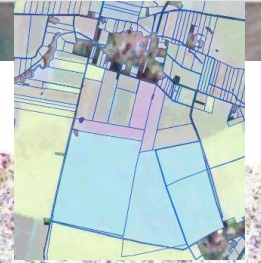
Case study 5

*Urban sprawl across urban areas in Europe*

Case study 6

*Combination of administrative and Earth Observation data to determine the quality of housing*

Crops map



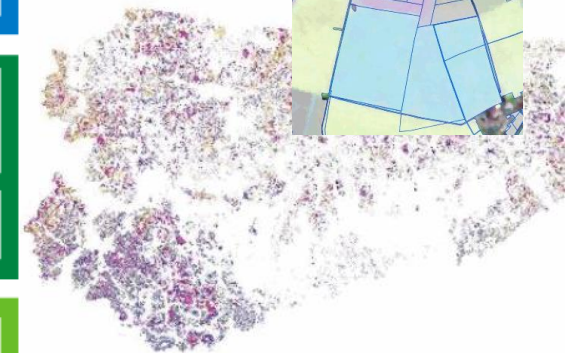
## Land cover

Case study 7

*Comparing «in-situ» and «remote-sensing» collection mode for land cover data*

Case study 8

*Land cover maps at very detailed scale*



## Settlements, Enumeration Areas and Forestry

Case study 9

*Update the INSPIRE Theme Statistical Units dataset and preventing forest fire*



# Statistical Journal of the IAOS

Journal of the International Association for Official Statistics



## Special section on ‘Trusted Smart Statistics’

A special section in this issue of the Journal is dedicated to nine manuscripts on the very current topic of **‘Trusted Smart Statistics’**. This section gathers extended versions of papers that were presented at the 104th DGINS conference in October 2018, held in Bucharest (Rumania). The section illustrates how the European Statistical System (ESS) calls the future of Official Statistics and how in operational terms the concern for maintaining and improving trust is included in the production and dissemination of statistics. The section is introduced in **a guest editorial by Mariana Kotzeva**, the Director General of Eurostat.

The first section on **‘The future role of Official Statistics in the informational ecosystem’** which is the leading topic for this issue and also the item for the second **discussion on the discussion platform** ([officialstatistics.com/discussion-platform](https://officialstatistics.com/discussion-platform)) has been discussed in the first newsletter on this issue. The fourth section of this issue will be highlighted in the next newsletter (March).

# Further Reading

- F. Ricciato, A. Wirthmann, K. Giannakouris, F. Reis, and M. Skaliotis. Trusted smart statistics: [Motivations and principles](https://ec.europa.eu/eurostat/cros/system/files/sji190584.pdf). Statistical Journal of the IAOS, 35(4), 2019. <https://ec.europa.eu/eurostat/cros/system/files/sji190584.pdf>
- F. Ricciato, G. Lanzieri, A. Wirthmann, G. Seynaeve. Towards a methodological framework for estimating present population density from mobile network operator data, working paper, an earlier version was presented to the IUSSP workshop on digital demography, Seville, June 2019, [https://ec.europa.eu/eurostat/cros/system/files/mno\\_spatial\\_density\\_ricciato\\_lanzieri\\_wirthmann\\_2020\\_v2.pdf](https://ec.europa.eu/eurostat/cros/system/files/mno_spatial_density_ricciato_lanzieri_wirthmann_2020_v2.pdf)
- F. Ricciato. Towards a reference methodological framework for processing MNO data for official statistics. In 15th Global Forum on Tourism Statistics, Cusco, Peru, November 2018. <https://tinyurl.com/ycgvx4m6>
- F. Ricciato, P. Widhalm, M. Craglia, and F. Pantisano. Estimating population density distribution from network-based mobile phone data. JRC Technical Report, 2015. <https://tinyurl.com/ydz4mgaw>
- Big Data UN Global Working Group. Un handbook on privacy-preserving computation techniques <https://tinyurl.com/y3rg5azm>, 2019.

# Data: a scarce commodity in the past





From concentrating efforts  
on collecting data,





To distilling veracious information  
from the ubiquitous source  
in the future



# Thank you



© European Union 2020

Unless otherwise noted the reuse of this presentation is authorised under the [CC BY 4.0](https://creativecommons.org/licenses/by/4.0/) license. For any use or reproduction of elements that are not owned by the EU, permission may need to be sought directly from the respective right holders.

Slide <sup>49</sup>xx: **element concerned**, source: e.g. [Fotolia.com](https://www.fotolia.com/); Slide xx: **element concerned**, source: e.g. [iStock.com](https://www.istock.com/)



