

Conducting ECE research using administrative data (i.e. “big enough” data)

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This Talk:

Administrative databases are comprehensive:

- Measures they collect,
- Longitudinal with respect to the time frame
- Follow broad populations.

Those attributes make them attractive for ECE research

- Use of “big enough data” for ECE research has grown.

This Talk:

Nonetheless, extent of ECE research with administrative data is limited.

- High “barriers to entry”.
- Hard to assess advantages, disadvantages and potential complementarities with other data sources.

Aim:

Stimulate discussion about the opportunities and challenges involved in the use of administrative data.

This Talk:

1. Basic elements of administrative data research:

- The supply of data and its quality
- Research designs
- Data linkage

2. Research example:

- Childcare subsidies, parental earnings and child development

Basics of administrative data research:

- **The supply of data and its quality:**
 - Clerical work and supervision have incentives to collect data
 - Accuracy of data fields relates to the objectives of the agency collecting the data:
 - Missing values, errors and omissions:
 - Vary across agencies
 - Vary within agency across fields

Political economy of administrative data!

Basics of administrative data research:

- **Research designs:**

Conditional on having a research question defined researchers would have to ask:

1. Sample or population frame?
2. Cross sectional or longitudinal?
 - Prospective vs. retrospective
3. Single vs. multiple databases

Shared attributes with survey research methods!

Basics of administrative data research:

- **Administrative data linkage**
 - Individual level
 - De-duplication
 - Across- databases linkage
 - Methods for data linkage
 - Software
 - Common unit data linkage
 - Geography-based data linkage

Probabilistic Record Linkage

- Are pairs of data records associated to the same entity?
 - The “entity” is an individual and/or the family, school, ECE provider, neighborhood
 - Data records might or not be restricted to a single field (SSN; name; last name; DOB, etc.). There is an optimal number of fields
 - *Within the same database:* deduplication
 - *Across databases:* linkage

Individual level: Probabilistic Record Linkage

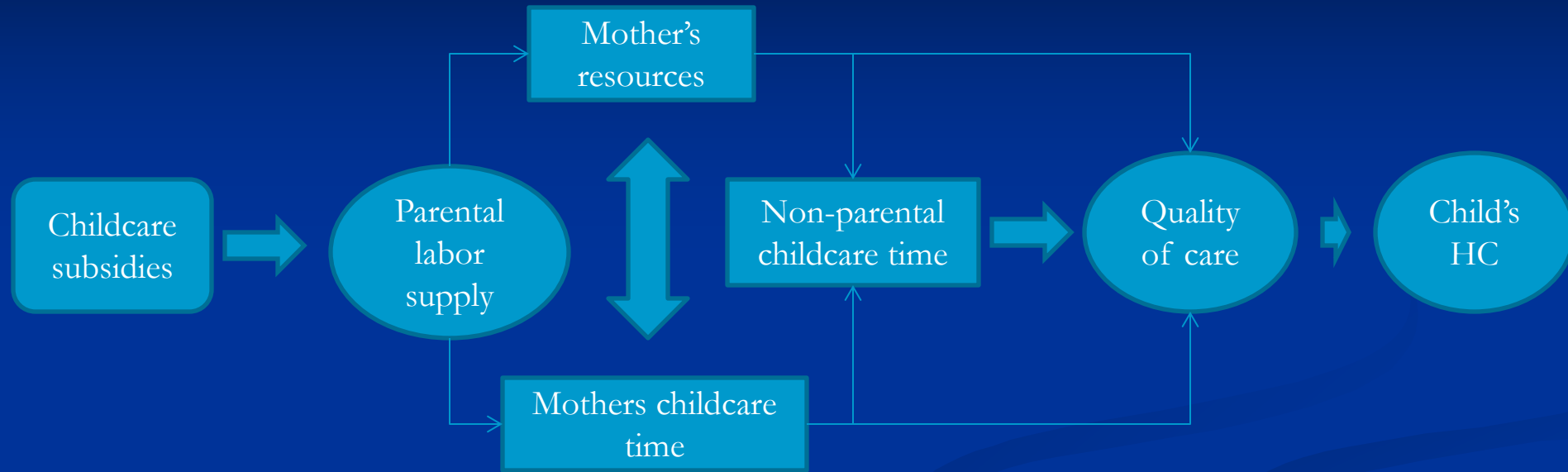
- Probabilistic record linkage:
 - A family of record linkage techniques
 - Constructs an “score” to pairs of records
 - Assigns unique identifiers to all pairs of records that score above a certain threshold.
 - Often neglected: moves the real from population-base to probabilistic
 - With unexplored implications for precision and/or bias

This Talk:

2. Research example

- Childcare subsidies, earnings, and child development

Research question: how do childcare subsidies affect child development?



- 1) Childcare subsidies affects labor supply
- 2) Mother's own resources and time invested in HC are reallocated
- 3) Parental care is substituted with non-parental care of certain quality
- 4) Quality of care affects development of child's human capital

The policy problem:

How to balance intergenerational effects of childcare subsidies on economic success and income inequality?

Today: Employment probability, and earnings

Tomorrow: Skills that characterize young labor force

Challenges to answer the research question:

1. We have to rely on observational data

2. Limited availability/quality of data:

- For this specific research purpose ECLS-K/ Three-city

3. Pervasive endogeneity-selection problems:

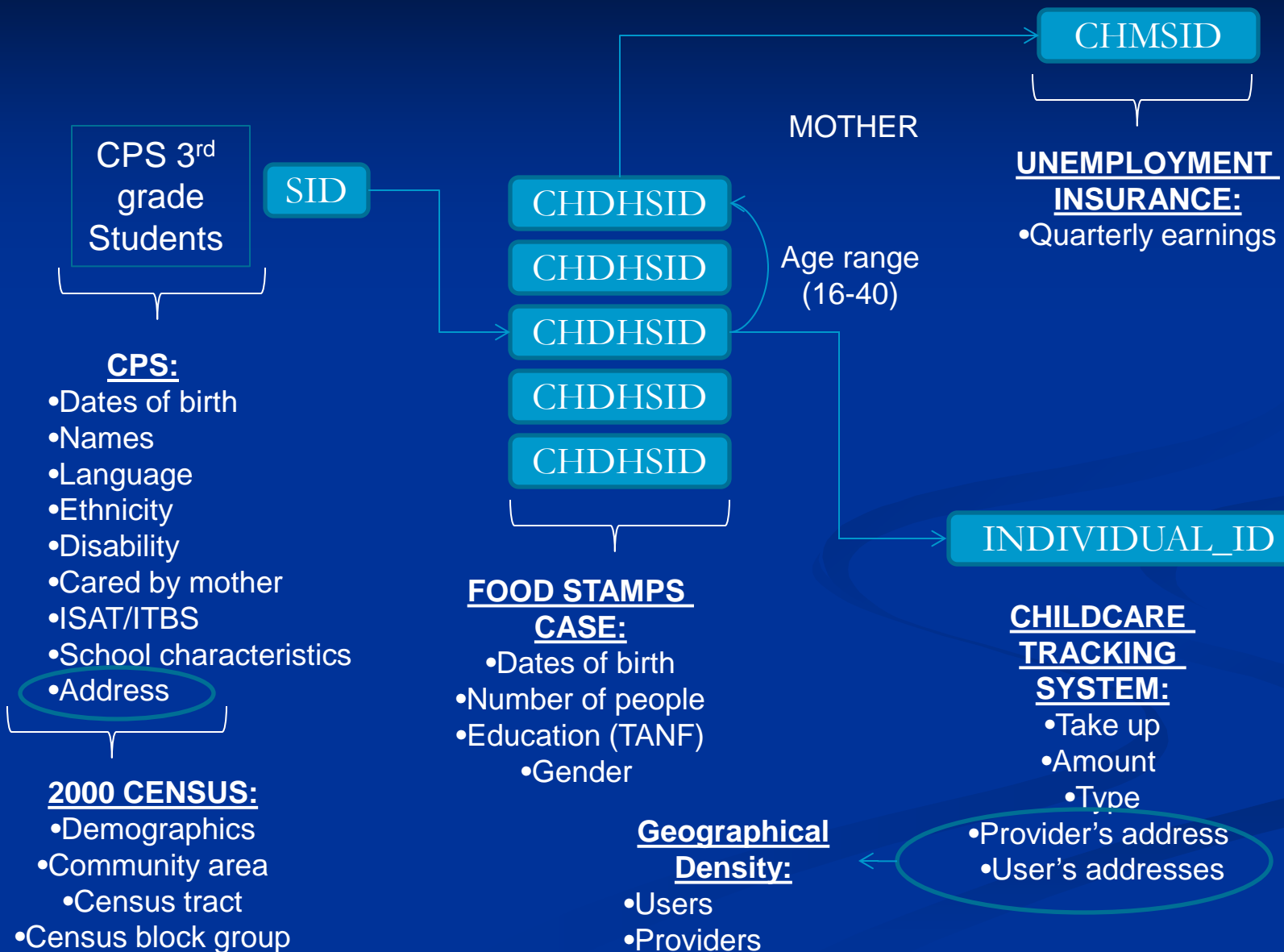
- Unobservable factors explain simultaneously take up and cognitive development
- Women do not select into childcare subsidies at random

How do we address the challenges?:

We built a unique dataset to identify effects:

- Chapin Hall's administrative data resources
 - CPS 3rd graders in school years 2006-2010
 - Matched to Food Stamps recipients
 - Matched to childcare subsidy recipients (CCDF)
 - Matched to Unemployment Insurance (quarterly wages)
 - Addresses "geocoded" and 2000 census data imputed

A unique dataset:

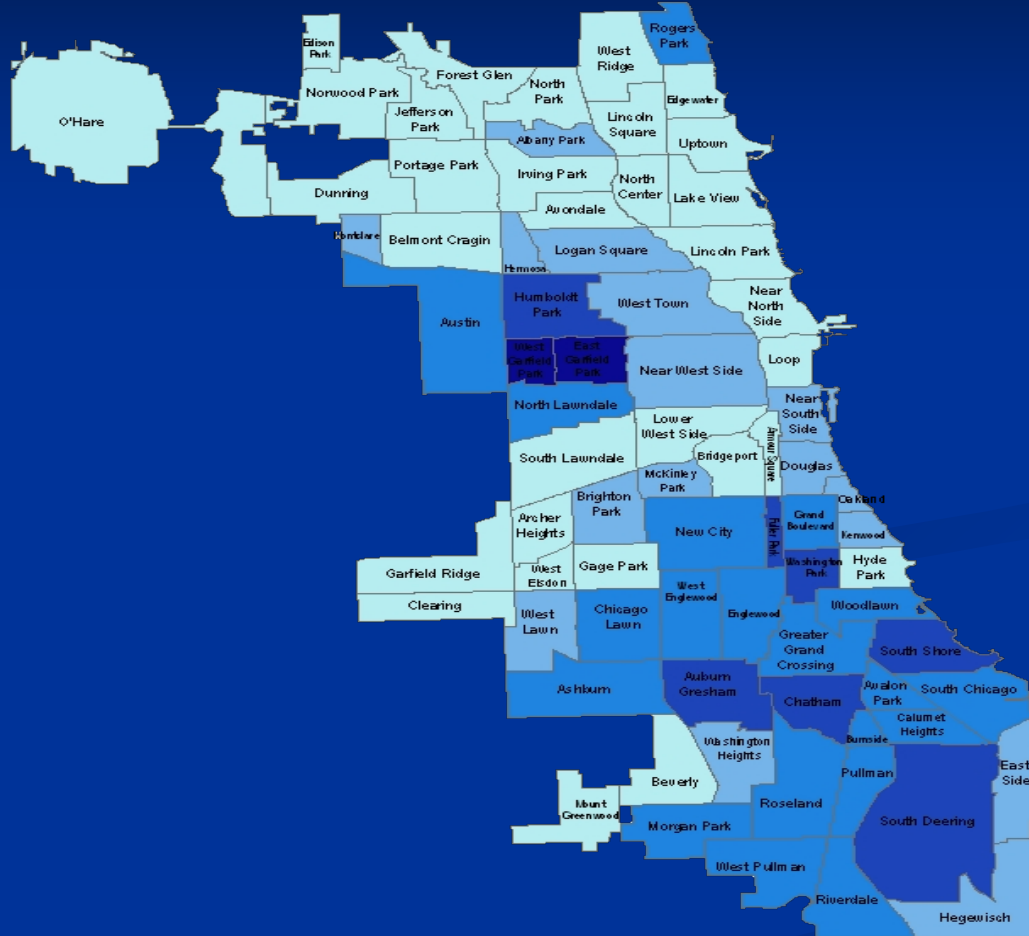


A unique dataset:

- **ISAT/ITBS TEST SCORES (1991-2010)**
- **HISTORY OF CHILDCARE PARTICIPATION (1997-2010)**
 - **MONTHLY TAKE UP**
 - **TYPE OF PROVIDER**
 - **AMOUNT RECEIVED**
- **11 YEARS OF QUARTERLY EARNINGS (1995-2006)**
- **DEMOGRAPHIC CHARACTERISTICS**
- **TRACK OF GEOGRAPHIC LOCATION (1990-2000 CENSUS)**
 - **ENABLES CENSUS DATA MATCH**

The Data: Chicago: Density in utilization

77 Community areas (March 2009)



Deeper blue implies higher density in use of childcare subsidies

Does take up increases monotonically with density?

Empirical Analysis:

OLS AND IV-2SLS ESTIMATES OF THE SUBSIDY EFFECT (SUBSIDIES TAKEN ANYTIME IN THE 0-5 YEARS OLD AGE RANGE)

	(1)	(2)	(3)	(4)
MATH				
OLS coefficient	-0.0042**	-0.0041**	-0.0042**	-0.0042**
Standard error	(0.0018)	(0.0018)	(0.0018)	(0.0018)
IV- treatment coefficient	-0.1083*	-0.0394	-0.0769	-0.0149
Standard error	(0.0618)	(0.0743)	(0.0679)	(0.0803)
F-statistics (1st stage)^(a)	25.32	11.82	20.04	10.34
READING				
OLS coefficient	-0.0044**	-0.0041**	-0.0043**	-0.0043**
Standard error	(0.0019)	(0.0019)	(0.0019)	(0.0019)
IV- treatment coefficient	-0.1600**	-0.0547	-0.1115	-0.0063
Standard error	(0.0681)	(0.0782)	(0.0727)	(0.0841)
F-statistics (1st stage)^(a)	24.66	11.45	19.61	10.13
<hr/>				
ITBS-VARIABLE ^(b)	NO	YES	NO	NO
PRED. VARIABLES ^(c)	NO	YES	YES	YES
IV DENSITY ^(d)	YES	YES	YES	YES
IV Comm. Area ITBS ^(e)	NO	NO	NO	YES

Column (4): instrument CT ITBS with CA ITBS

Conclusion

- **There are advantages**
- **There are disadvantages**
- **There are complementarities**
- **Advocacy efforts are needed.**

Thanks!

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