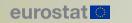


EUROPEAN CONFERENCE ON QUALITY IN OFFICIAL STATISTICS 2024 ESTORIL - PORTUGAL





Regulative, structural, and detailed improvements of national accounts data quality





The conference is partly financed by the European Union

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Three initiatives on how data quality for national and regional accounts is being improved in recent years:

Regulative

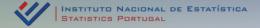
- National quality reporting
- Eurostat report on national and regional accounts
- Commission report to the European Parliament and the Council

Structural

- Benchmark revisions and the Harmonized European Revision Policy (HERP)
- Coordinated efforts for the 2024 benchmark revision
- Coordinated communication by the European Statistical System (ESS)

Detailed improvements

Thresholds for significant data revisions in regional accounts



ESA 2010 quality assessment framework

- 1. ESA2010 Reg. (549/2013, article 4&12)
 - ⇒ report on quality to EP&Council
- 2. ESS quality framework
 - \Rightarrow SIMS 2.0 by 2018

Commission Implementing Regulation (EU) 2016/2304

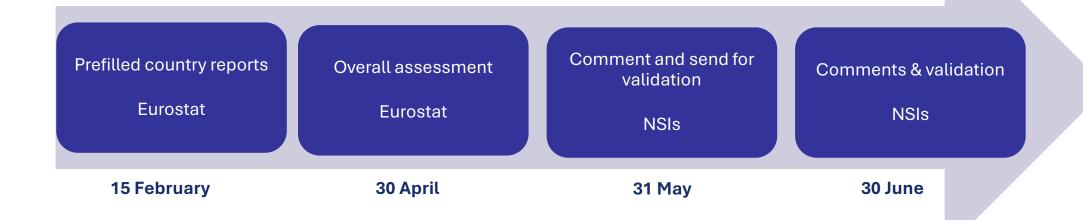
on modalities, structure and periodicity of quality reports

ESA 2010 quality assessment framework – main features

- Covering full ESA 2010 Transmission Programme/all domains
- Covering all ESS quality criteria
- Mainly quantitative approach
- Mainly prefilled by Eurostat
- To be commented and completed by Member States
- Frequency: partly annual
- No publication
- Serving as input for Eurostat quality report

- 1. Relevance
- 2. Accuracy
- 3. Timeliness
- 4. Punctuality
- 5. Accessibility & Clarity
- 6. Comparability
- 7. Coherence

ESA 2010 quality assessment framework – timetable



Eurostat's summary reports timetable

Commission report Eurostat quality report (MIP level 2 report) to EP and the Council Comments & Draft **Publication** Draft Adoption validation EC Eurostat Eurostat Eurostat **DMES** Sept Nov/Dec 2018 - 2023 - 2028 Dec

Structural improvements of national accounts data quality

Benchmark revisions and the Harmonised European Revision Policy (HERP)

Benchmark revisions aim to improve the accuracy and comparability

Harmonised European revision policy (HERP)

aims to ensure coordinated and consistent revisions between the statistical domains

Handbook on Practical guidelines for revising ESA 2010 (2019 edition)

good practices for routine and benchmark revisions

Handbook on Consistency of ESA 2010 based national accounts (2020 edition)

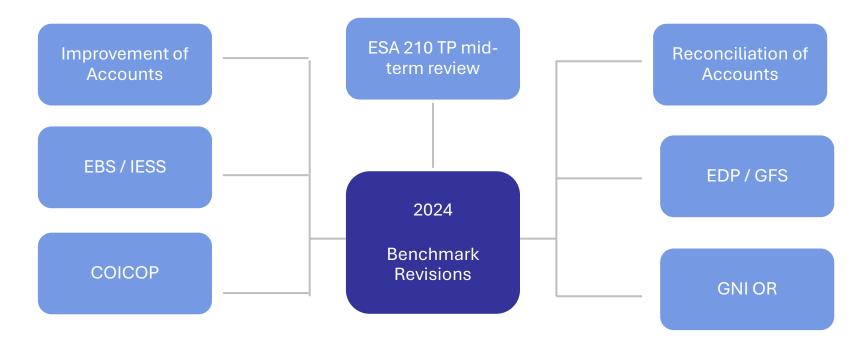
aims to support compilers' efforts to improve the consistency of national accounts



Structural improvements of national accounts data quality

Coordinated efforts for the 2024 benchmark revision

Main aspects impacting the 2024 benchmark revision



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Structural improvements of national accounts data quality

Coordinated communication by the European Statistical System (ESS)

Key aspect of the benchmark revision is communication.

Eurostat website to support the implementation of a coordinated ESS communication strategy on the 2024 benchmark revision.

ESA 2010 Revisions

Thresholds for significant data revisions in regional accounts

Legal requirements in the revised ESA 2010 TP

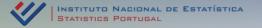
Article 11 defines the reporting of data specific metadata

Data-specific metadata

comprised of general information, major events, **major revisions**, consistency, flags, zero & negative and methodological issues

How are defined the revisions to be reported in the data-specific metadata?

threshold approach in regional accounts



Thresholds for significant data revisions in regional accounts - dynamic percentile-based approach

Reporting criteria:

Revisions above the specific threshold by country, NUTS level and unit measures.

A dynamic percentile-based approach based on the number and distribution of historical revisions was used.

- Thresholds based on percentiles to flag revisions that significantly deviate from typical values.
- Variability of revision data to define country-specific thresholds.
- Annual updates to incorporate new data.



Thresholds for significant data revisions in regional accounts - algorithm

- 1. Filter data by country, NUTS level (2 or 3) and unit of measure (XDC, PS or HW).
- 2. **Historical data revision distribution** (2020-2023). Two types: absolute differences or percentages.
- 3. Set thresholds for both distributions:
 - If SD > mean of SD across all countries -> threshold = 95th percentile; If SD <= mean of SD across all countries -> threshold = 98th percentile.
- 4. Refine thresholds by including **lower and upper bounds** for each unit measure.

SIGNIFICANT REVISION = any revision above at least one of the value corresponding to the defined percentile thresholds (in difference OR percentages).

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Detailed improvements of national accounts data quality

Thresholds for significant data revisions in regional accounts – algorithm refinements

	Lower Bo	ound	Upper Bound	
	Difference	Percentage	Difference	Percentage
XDC	100 (million EUR)	3%	1000 (million EUR)	25%
PS	5 (thousand)	3%	10 (thousand)	25%
HW	5 (million)	3%	10 (million)	25%

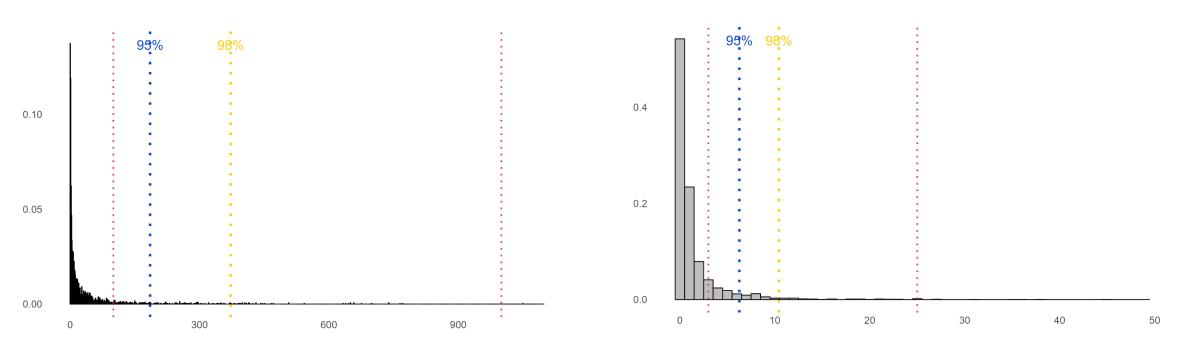
Other refinements:

- The threshold for NUTS level 3 cannot exceed that of NUTS level 2 for any given country, and if it does, the thresholds are set to be equal to those defined for NUTS level 2.
- All data in national currencies was initially converted to euros. The data was then reverted to its national currency when setting final thresholds.
- Thresholds were rounded to the nearest hundred (XDC); to the nearest fifty (HW), to whole numbers (PS).

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Thresholds for significant data revisions in regional accounts – algorithm example



Distribution of XDC historical data revisions expressed in absolute difference (left) or percentages (right) for NUTS 2 regions of BE.



Thanks!

- Maria Dimitriadou, Eurostat, maria.dimitriadou@ec.europa.eu
- Christine Gerstberger, Eurostat, <u>christine.gerstberger@ec.europa.eu</u>
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