Innovation work in the Data Science Campus: Data Science and Al

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Creating the ONS of the Future





The Three Pillars

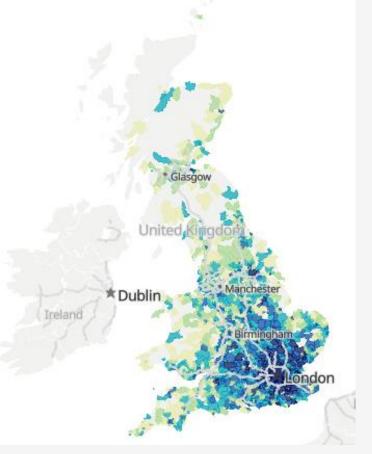
Recent applications



Financial Transactions data

- ONS and Visa are in a partnership to develop anonymised and aggregated card spending big data into new economic data and to support official statistics production
 - Innovative data published so far include <u>spending flows across the UK</u>, <u>tourism trends</u> in small areas, estimations of <u>local consumption zones</u>
 - Ongoing projects to explore direct and indirect integration of card data into the statistical production of Household Final Consumption Expenditure (HHFCE), Tourism, Digital Trade, Regional HHFCE, Regional CPI
- Also in partnership with Pay.UK / Vocalink to develop interbank payment systems data into real-time business supply chain information, similar to input-output tables
 - Jan 2025 publication: monthly payment flows between SIC5 industries, capturing over 3 million UK businesses and organisations

Merchants located in **Covent Garden**, London: where their customers came from, Q3-2023



Source: Visa and ONS Publication: <u>Consumer card spending</u>, flow of spending across the UK: 2019 to 2023

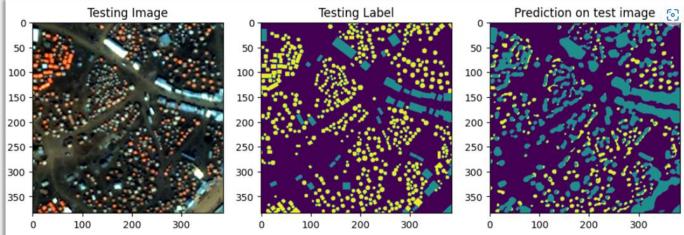
Somalia census support / IDP camp mapping

- Supporting United Nations Population Fund (UNFPA) Somali National Bureau of Statistics (SNBS) and Foreign, Commonwealth & Development Office (FCDO)
- Establishment of enumeration areas to better account for Internally Displaced People (IDP) camps
- ML tool using satellite imagery to predict camp extents



Outputs / impacts

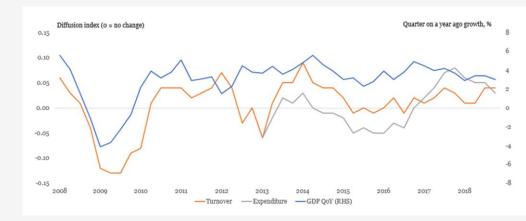
- Tool used to deliver camp footprints to UNFPA
- Development of end user application for application to wider use cases
- Support representation of IDP in censuses

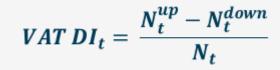




Value Added Tax (VAT) Data

- VAT data can help improve quality and temporal granularity of GDP estimate and give real time insights on economy.
- VAT returns give insights into the turnover and expenditure of over 250,000 UK firms.
- Data is available within a month of reporting making it useful as an early indicator of economic activity.
- Existing work provides *diffusion indices* measuring the proportion of firms reporting an increase in activity compared to the preceding period.
- These generally track well with GDP indices, and can be used as an early indicator of economy and to improve GDP estimates.
- Current work is looking to extend to numerical indices explicitly using turnover returns.





Data processing: classification

Can the latest AI tools improve coding of labour market survey text data to SIC/SOC?

- Developed a proof-of-concept system, using an enterprise grade LLM.
- Applied this to anonymised survey response data
- Evaluated against clerical coding and a benchmark model.

Blog and Code on our website

LLM assisted SIC Coding

What does the organisation mainly make or do?

newspaper and website

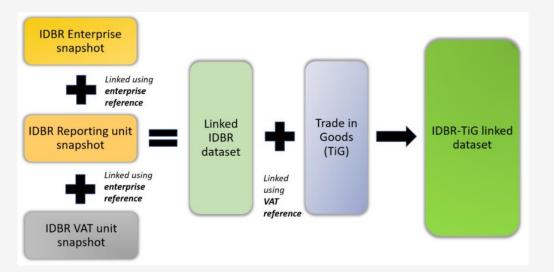
"reasoning":

"The company's main activity is described as newspaper and website. This suggests that the company is involved in publishing, specifically newspaper publishing (SIC code 5813) and possibly also operating web portals (SIC code 6312)."

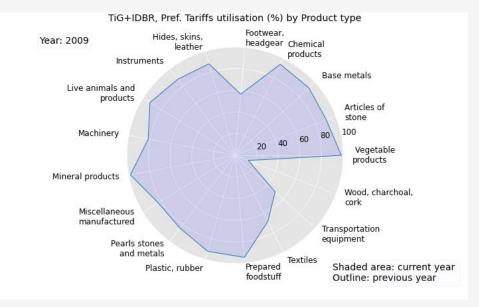
Preferential Tariff Utilisation Rates

Understanding the rate at which UK businesses make use of preferential tariff arrangements when trading with particular countries around the world

The linking of our InterDepartmental Business Register (structures and characteristics of UK businesses) with Trade in Goods data (what imports/exports businesses undertake in the UK)



Assessment of which categories of goods are imported using available preferential tariffs



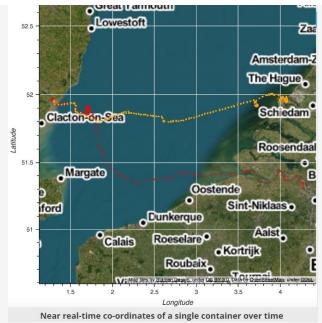
This analysis allows UK Government to better understand which types of businesses across the economy are not benefitting from existing trade deals, and could be additionally supported to improve economic performance

Real Time Shipping Indicators

- AIS provides near real-time information regarding the position of ships, enabling precise monitoring of their movements
- This data has enabled experimental statistics that measure the volume of ship traffic through global maritime passages.
- Data for UK ports enables early indicators for trade statistics several weeks before central estimates are available.
- Current work is leveraging this further by linking AIS data to shipping instructions allowing us to track the flow of specific goods.

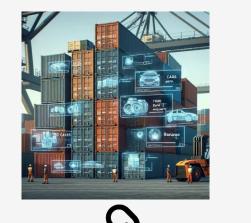
Indicator	Latest data compared with previous period	Latest data compared with equivalent period the previous year	Timeline
Total ships visits Source Units	-5% 🔻	-19% 🔻	31 01/01/2020 07/04/2024
Cargo and tanker ship visits Source Units	-9% 🔻	-19% 🔻	22 76 01/01/2020 07/04/2024

Source: Office for National Statistics



UK Trade Shipping

Shipping Instructions (cargo container contents)



UK imports, by volume and routes between origin/destination ports



Automated Identification System data (ship transponders and GPS locations)



We are helping UK Government (DBT, DfT, CO) understand trade dependencies on critical passages throughout the world ocean.

Not only which critical passages cargo ships navigate through but also their cargo contents, making it possible to gain insights into specific categories of physical goods according to their importance to the UK economy

See also: UK PortWatch AIS

Global Supply Chains with LLMs

Trialling the use of Large Language Models to generate supply chains data across all categories of physical goods, to help identify gaps in existing data sources

LLM suggested values of inputs required to create Electronic integrated circuits An input-output table for whole physical economy, based purely on LLM's intrinsic "knowledge" of each product category

C31 Furniture C32 Other manufactured goods

8	3542 (6) Ele	542 (6) Electronic integrated circuits				A01 A02 A03	2008 2009 2009 2009 2009 2009 2009 2009	C20C C201 C201 C201 C201 C201 C201 C201
	hscode		lescription	value	A01 Products of agriculture, hunting A02 Products of forestry, logging an A03 Fish and other fishing products; B05 Coal and lignite			
0	381800	Chemical elements; doped for use in electronics, in the form of discs, wafers or similar forms; chemical compounds doped for use in electronics	I	30	806 & B07 Extraction Of Crude Petrol B08 Other mining and quarrying prod B09 Mining support services C101 Preserved meat and meat prodi C102 3 Processed and preserved fish C104 Vegetable and animal oils and f C105 Dairy products	-		
1	848640	Machines and apparatus of a kind used solely or principally for the manufacture or repair of masks ar assembling semiconductor devices or electronic integrated circuits, or for lifting, handling, loading or items of heading 8486		15	C106 Grain mill products, starches a C107 Bakery and farinaceous product C108 Other food products C109 Prepared animal feeds C11.01-6 & C12 Alcoholic beverages C1107 Soft drinks C13 Textiles C14 Wearing apparel C15 Leather and related products C16 Wood and of products of wood an			
2	382499	Chemical products, mixtures and preparations; n.e.c. heading 3824		15	C17 Paper and paper products C18 Printing and recording services C19 Coke and refined petroleum prod C203 Paints, varnishes and similar c			
3	281129	Inorganic oxygen compounds; of non-metals, n.e.c. in item no. 2811.2		10	E C204 Soap and detergents, cleaning a C205 Other chemical products C20A Industrial gases, inorganics an C208 Petrochemicals - 20.14/16/17/60 C208 District from the include 700			
4	711299	Waste and scrap of precious metals; waste and scrap of precious metals including metal clad with pre metals, other than that of gold and platinum and excluding ash which contains precious metal or prec compounds		10	C20C Dyestuffs, agro-chemicals - 20. C21 Basic pharmaceutical products a C22 Rubber and plastic products C235 G Cement, lime, plaster and art C230THER Glass, refractory, clay, ot C241, 3 Basic iron and steel C244 5 Other basic metals and castir C250THER Fabricated metal products C250THER Fabricated metal products C26 Computer, electronic and optical			
5	848620	Machines and apparatus of a kind used solely or principally for the manufacture of semiconductor de	vices or of	20	C27 Electrical equipment C28 Machinery and equipment n.e.c. C29 Motor vehicles, trailers and sem C301 Ships and boats			

By helping comprehensively identify products used across the entire supply chain, we can compare with existing data sources used for both official statistics purposes and for global supply chain intelligence in the Department for Business and Trade more efficiently

Thank you Any questions?

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