## CPI Alternative Data Sources (ADS) Initiative





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#### Context

Statistics Canada has undertaken a modernization initiative that aims to:

- Ensure more timely and responsive statistics.
- Develop and release more granular statistics.
- Ensure cost effective products and service delivery.



### **Project Plan**

# Simple Implementation

- Replace existing sample

- Infrastructure/tools to house & extract prices

# Full Implementation

- Leverage quantities
- Use more prices
- Use new methods
  Use it <u>ALL</u>
  All outlets, all prices



#### **Data Sources**

#### Four main data sources

- 1. Scanner data
- 2. Web scraping
- 3. Application Programming Interfaces (API)
- 4. Administrative data





## Scanner Data Challenges

- Acquisition
  - Data is sensitive and security is important
- "Big" nature of data
  - More significant IT storage and processing requirements
- Timeliness
  - How well does the availability of the data source correspond with the monthly production calendar?
- Methodology
  - Integration of scanner data with data collected instore



## Web Scraping Challenges

- Methodological challenges (availability of weights)
- IT infrastructure and process
  - Set-up costs may be high
  - Responsiveness to web site changes



### Next steps

- Moving ahead with ~20% replacement of field collected prices with alternate data in 2018.
- Balance publication timeliness with availability of data sources.
- Planning IT infrastructure that will meet the project needs.
- Acquiring talent with data science skillset.