CEQ Quality Management

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Learning Event on the
Commitment to Equity Methodology

Commitment to Equity Institute, Tulane University,
and the World Bank
Washington, D.C. – February 3, 2016

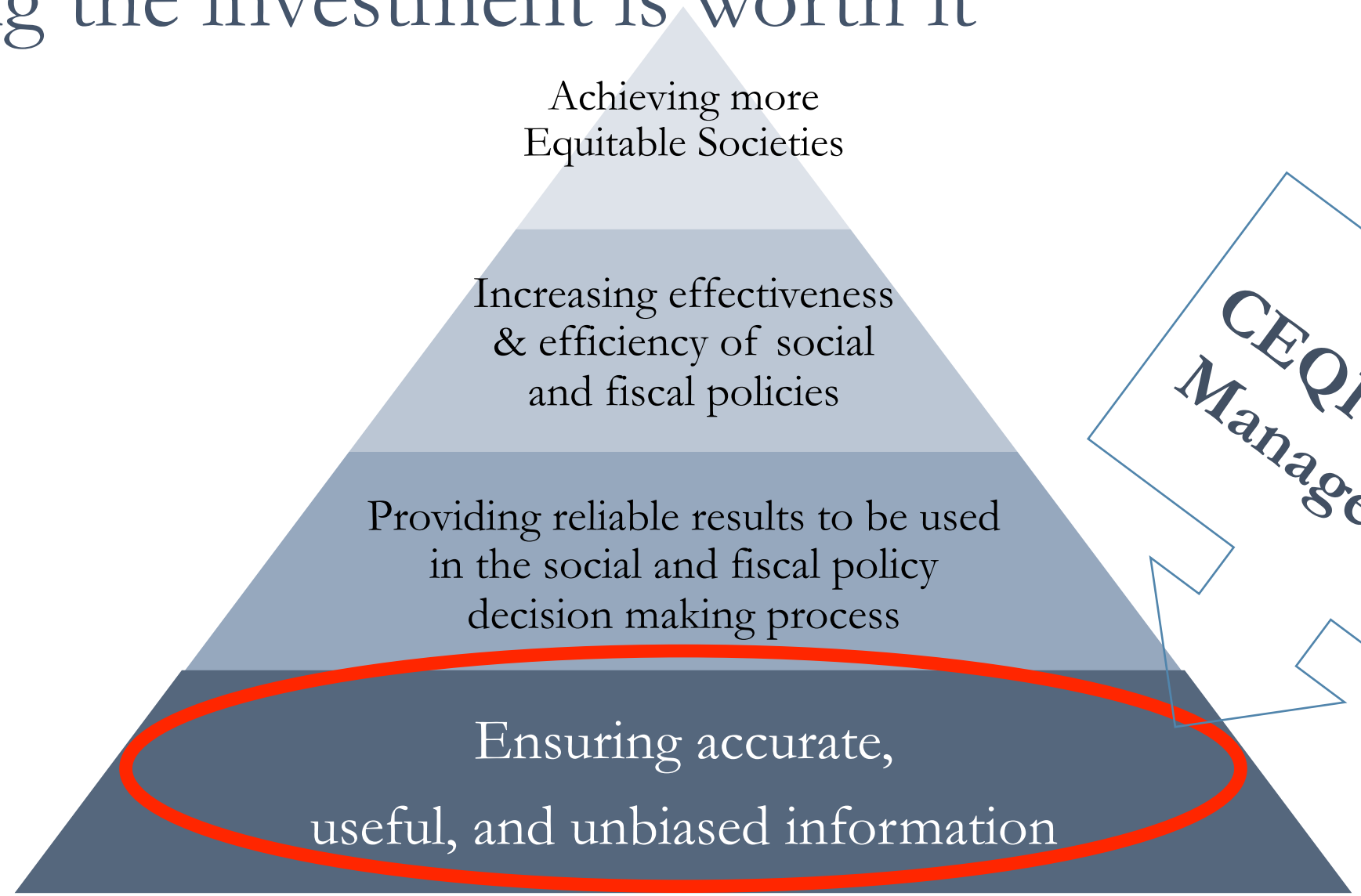
Nobody likes to lose

CEQ Assessment is a big investment!

- CEQ Institute
- Partners – WB

- CEQ Institute
- Authors
- Reviewers
- Partners – WB

Ensuring the investment is worth it



CEQI Quality Management

Overview of CEQI Quality Management

- *Quality Assurance*
- Avoiding mechanical errors from copying and pasting and others (ppp conversions, for ex):
  - CEQ Stata Package: PutExcel Command to generate section E (Output Tables) of the CEQ Master Workbook
  - EtoD Linking: section D (summary of results) will be automatically populated using data from section E
- Training of associates
- *Quality Control*
  - Inspection of Product: Checking Protocol & Quick and Useful Tests to Assess Accuracy and Reliability of Results obtained in a CEQ Assessment
  - Systematic testing of user-written software (Ado files)
- *Quality Improvement*
  - Methodological corrections
  - Methodological innovations
  - Software innovations to reduce production time
  - Improvements to the framework: Master Workbook

Make sure the results of what you have done are correct

- Methodological corrections
- Methodological innovations
- Software corrections
- Software innovations
- Improvements to the framework: Master Workbook

Make sure you are doing the right things, the right way

a) Checking Protocol
- Common sense
- Cross checking with public data
- Technical checking
- Automated Checking

b) Systematic testing of user-written software (Ado files)

a) Avoid mechanical errors
- CEQ Stata Package
- EtoDLinking

b) Training of associates

E to D Linking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What do I do now?

- Counterpart (WB) who received the MWB2016 PartII for the first-time
- Country author(s) who completed the E sheets for the first time

D Section & Linking

- D Section – Summary Results (for example):
  - D1: Poverty, Inequality, and FI & FGT
  - D2: Effectiveness Indicators.
  - D3: Progressivity (Kakwani & Redistributivity Effect)
  - D4: Incidence & Net Payers/Net Beneficiaries
  - D9a, b, c, d: Coverage

Note: For full list of contents please see: _MWB2016_BetaVersion_Feb2016_Contents or Master Workbook 2016 Beta Version Part 1 February (1_MWB2016_Part_I_BetaVersion_Feb_2016)

Checking Protocol

Checking protocol

- Common sense checking
- Cross checking with publicly available data from administrative or other sources (e.g., POVCAL)
- Automated checking
- Technical checking

Quick & Useful Tests – Common Sense and Cross Checking

- Are poverty rates and Gini for Disposable Income similar to figures in POVCAL and official figures?
- Gini and poverty rates should decrease from Market Income plus pensions to Final Income
- Incidence of Transfers and Taxes

Quick & Useful Tests – Common Sense and Cross Checking

- Are poverty rates and Gini for Disposable Income similar to official figures? -- Crosscheck A3, D1 & E3
- Gini and poverty rates should decrease when you move from Market Income – Look at D1 or D3
- Distribution of Transfers and Taxes -- Look at D4 or E11

Are poverty rates and Gini for Disposable Income similar to official figures?

Sheet A3

Sheet A3: Evolution of Inequality and Poverty

Instructions: To be completed by the country poverty economist using data from the most recent available work, or from secondary sources such as the World Bank's PovcalNet. Remember to include complete reference/s to source inclu
(if you use webpage-based info. Remember to put date of the website info)

ADD ROWS FOR THE VALUES OF THE NATIONAL POVERTY LINES IN DAILY PPP VALUES. TO CONVERT MONTHLY LINES TO DAILY MULTIPLY THE MONTHLY VALUES BY 12 AND DIVIDE BY 365. IF
URBAN LINES, PLEASE REPORT BOTH. IF THERE ARE MULTIPLE LINES AND YOU WANT TO CONVERT THEM INTO ONE, TAKE THE WEIGHTED AVERAGES WITH THE POPULATION SHARES AS WE
INSTRUCTIONS ON HOW TO CONVERT POVERTY LINES IN LOCAL CURRENCY INTO PPP, PLEASE SEE HANDBOOK. IT IS VERY IMPORTANT TO READ THE INSTRUCTIONS AS THIS IS A COMMON SO

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	SOURCES
INEQUALITY															
Gini (MDS Metodología Nueva)				nd			0.50			0.50		0.49		0.49	Ministerio de Desarrollo S
Gini (MDS Metodología Antigua)				nd			0.53			0.54		0.54		0.53	Ministerio de Desarrollo S
Gini- CEDLAC				0.55			0.52			0.52		0.51		0.50	CEDLAC
Theil				70.3			59.1			61.3		55.2		56.6	http://www.iadb.org/resc
10/10 (MDS)							20.1			19.8		17.7		17.1	Ministerio de Desarrollo S
90/10 (CEDLAC)				9.5			8.7			8.2		8.3		7.9	CEDLAC - Stats - Inequa
POVERTY															
Headcount $1.25 PPP (from WB POVCAL)				1.73%			1.07%			1.28%		0.83%		nd	Indicator:Poverty headcou
Headcount $2.5 PPP (from WB POVCAL)				5.9%			4.0%			3.2%		2.34%		2%	Indicator:Poverty headcou
Headcount $4 PPP (from WB POVCAL)				20.6%			15.61%			11.54%		9.89%		5%	Indicator:Poverty headcou
Own calculations (just fill in for year of survey)															
Headcount $1.25 PPP (from WB POVCAL)														0.29%	own calculation
Headcount $2.5 PPP (from WB POVCAL)														1.36%	own calculation
Headcount $4 PPP (from WB POVCAL)														5.3%	own calculation
With Extreme Poverty Line															
Headcount National Povline - **Metodología Nueva**				nd			12.6%			9.9%		8.1%		4.5%	http://observatorio.minis
Poverty Gap National (Poverty Gap)				nd			nd			nd		nd		0.01	own calculation
Squared Poverty Gap National (Squared PG)				nd			nd			nd		nd		0.004	own calculation
Headcount National Povline: Urban CEDLAC				4.4%			3.2%			3.6%		2.7%		3.8%*	CEDLAC - *2013 own ca
Headcount National Povline: Rural CEDLAC				6.2%			3.5%			4.4%		3.2%		9.6%*	CEDLAC - *2013 own ca
Headcount own calculations (just fill in for year of survey) CEDLAC				4.7%			3.2%			3.7%		2.8%		nd	Headcount total con meto
Headcount National Povline- **Metodología Antigua** (observatorio social)				4.7%			3.2%			3.6%		3.1%		2.5%	Headcount total con meto
With Moderate Poverty Line															
Headcount National Povline- **Metodología Nueva**				nd			29.1%			25.3%		22.2%		14.4%	http://observatorio.minis
Poverty Gap National (Poverty Gap)				nd			nd			nd		nd		0.031	own calculation

A.a Macro, Poli, Socio Cntxt | A1. Country Context | A2. Sociodemograhic Character. | **A3. Evol Ineq Pov** | A4. Evol Macro | Sec. A.b Fiscal System | A5. General G

Sheet D1

Sheet D1 - Reduction in Inequality and Poverty

Note: PUT THE VALUES OF THE NATIONAL POVERTY LINES IN DAILY PPP VALUES UNDER THE RESPECTIVE CONCEPT BELOW. TO CONVERT MONTHLY

Describe Scenario: For example, which original income was used

	Country Name	Market Income	Market Income + Contributory Pensions	Net Market Income	Gross Income	Taxable Income	Disposable Income	Consumable Income	Final Income
	Normalized Fiscal Gains to the Poor per Capita			2.560	0.001		0.001	0.001	0.001
	Normalized Fiscal Gains to the Poor per Gainer				0.763		0.763	0.691	0.766
	Fiscal gain to the poor as proportion of pre-fisc income per gainer			-	3.251		3.251	2.913	3.279
National Extreme PL	Headcount Index	8.6%	6.9%	7.1%	3.8%	15.9%	3.9%	5.0%	
	Poverty Gap	3.0%	2.3%	2.4%	1.0%	7.5%	1.0%	1.3%	
	Squared Poverty Gap	1.6%	1.2%	1.2%	0.5%	4.8%	0.5%	0.6%	
	Fiscal Impoverishment Headcount (out of total population)								
	Fiscal Impoverishment Headcount (out of post-fisc poor)								
	Total Fiscal Impoverishment (PPP per day)								
	Fiscal Impoverishment per Capita								
	Fiscal Impoverishment per Impoverished								
	Normalized Fiscal Impoverishment per Capita								
	Normalized Fiscal Impoverishment per Impoverished								
	Fiscal impoverishment as proportion of pre-fisc income per impoverished								

Are poverty rates and Gini for Disposable Income similar to official figures?

Sheet A3

Sheet A3: Evolution of Inequality and Poverty

Instructions: To be completed by the country poverty economist using data from the most recent available work, or from secondary sources such as the World Bank's PovcalNet. Remember to include complete r
(if you use webpage-based info. Remember to put date of the website info)

ADD ROWS FOR THE VALUES OF THE NATIONAL POVERTY LINES IN DAILY PPP VALUES. TO CONVERT MONTHLY LINES TO DAILY MULTIPLY THE MONTHLY VALUES BY 12 A
URBAN LINES, PLEASE REPORT BOTH. IF THERE ARE MULTIPLE LINES AND YOU WANT TO CONVERT THEM INTO ONE, TAKE THE WEIGHTED AVERAGES WITH THE POPULA
INSTRUCTIONS ON HOW TO CONVERT POVERTY LINES IN LOCAL CURRENCY INTO PPP, PLEASE SEE HANDBOOK. IT IS VERY IMPORTANT TO READ THE INSTRUCTIONS AS T

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
INEQUALITY														
Gini (MDS Metodología Nueva)				nd			0.50			0.50		0.49		0.49
Gini (MDS Metodología Antigua)				nd			0.53			0.54		0.54		0.53
Gini- CEDLAC				0.55			0.52			0.52		0.51		0.50
Theil				70.3			59.1			61.3		55.2		56.6
10/10 (MDS)							20.1			19.8		17.7		17.1
90/10 (CEDLAC)				9.5			8.7			8.2		8.3		7.9
POVERTY														
Headcount $1.25 PPP (from WB POVCAL)				1.73%			1.07%			1.28%		0.83%		nd
Headcount $2.5 PPP (from WB POVCAL)				5.9%			4.0%			3.2%		2.34%		2%
Headcount $4 PPP (from WB POVCAL)				20.6%			15.61%			11.54%		9.89%		5%
Own calculations (just fill in for year of survey)														
Headcount $1.25 PPP (from WB POVCAL)														0.29%
Headcount $2.5 PPP (from WB POVCAL)														1.36%
Headcount $4 PPP (from WB POVCAL)														5.3%

Sheet E3

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Country	Survey Year	Author/s	Date of MWB	PPP Conversion Factor (From Base Year LCU to Base Year PPP)	Base Year of PPP
Chile	2013	Sandra Martínez - Eduardo Ortiz	12 Dec 2015	387.36	2005

Results produced by version 3.0 of ceqlorenz on 12 Dec 2015 at 08:59:00

Disaggregated Results: LORENZ CURVES By Centile and Income Bin

	Market Income	Market Income + Contributory Pensions	Net Market Income	Gross Income	Taxable Income	Disposable Income	Consumable Income	Final Income
Mean	2958910.47	3074837.25	2914009.55	3169447.18	2507454.12	3008619.47	2659699.95	2927988.68
Median	1747672.00	1848582.00	1776668.00	1946733.00	1497402.00	1865164.00	1652182.00	1944103.75
Standard Deviation	5033253.73	5042770.89	4321207.04	5017336.49	4505744.67	4293431.60	3788890.19	3755566.30
Gini	0.540473471	0.52351852	0.517030179	0.498876931	0.566440116	0.491260691	0.489913124	0.43798251
Absolute Gini	1599212.614	1609734.249	1506630.88	1581164.081	1420322.602	1478016.483	1303021.911	1282407.85
S-Gini v=1	0	0	0	0	0	0	0	
S-Gini v=1.25	0.260523549	0.247308109	0.242471804	0.232905491	0.263052341	0.22756783	0.227218048	0.2040158
S-Gini v=1.5	0.403503296	0.383198146	0.377899244	0.359683528	0.409258291	0.35345059	0.352815007	0.31675102
S-Gini v=2.5	0.641852709	0.609908509	0.605523976	0.567366976	0.658951496	0.561020585	0.559626303	0.5033965
S-Gini v=3	0.696476278	0.661918003	0.65779276	0.613956117	0.717484371	0.607551766	0.605909098	0.5457854
S-Gini v=3.5	0.735639921	0.699283712	0.695345595	0.647122713	0.759689462	0.640647423	0.63880337	0.576216
S-Gini v=4	0.765531665	0.727900134	0.724117669	0.672352723	0.791948879	0.66581468	0.66380167	0.5995686
S-Gini v=5	0.808870175	0.769692771	0.766186519	0.708970185	0.838505558	0.702352889	0.700067021	0.6338806
S-Gini v=6	0.839282381	0.799420597	0.796171354	0.734915287	0.870655003	0.728277715	0.725776205	0.6585816

Table of Contents | E1. Descriptive Statistics | E2. Population | E3. Lorenz | E5. Fisc. Impoverishment | E6. Fisc. Gains to the Poor | E10.m Concentration | E10.m+p Conc

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Quick & useful Tests – Common Sense and Cross Checking

- Are poverty rates and Gini for Disposable Income similar to official figures?
- Gini and poverty rates should decrease when you move from Market Income – Look at D1 or D3
- Distribution of Transfers and Taxes – Look at D4 or E11

Gini and poverty rates should decrease from Market Income plus Pensions to Final Income

Sheet D1

2013

Sheet D1 - Reduction in Inequality and Poverty

Note: PUT THE VALUES OF THE NATIONAL POVERTY LINES IN DAILY PPP VALUES UNDER THE RESPECTIVE CONCEPT BELOW. TO CONVERT MONTHLY LINES

Describe Scenario: For example, which original income was used				- DTax'	+DTr	- Non Tax Incm	-DTx, +DTr		
	Country Name	Market Income	Market Income + Contributory Pensions	Net Market Income	Gross Income	Taxable Income	Disposable Income	Consumable Income	Final Income
National Extreme PL	Headcount Index	8.6%	6.9%	7.1%	3.8%	15.9%	3.9%	5.0%	
	Poverty Gap	3.0%	2.3%	2.4%	1.0%	7.5%	1.0%	1.3%	
	Squared Poverty Gap	1.6%	1.2%	1.2%	0.5%	4.8%	0.5%	0.6%	
	Fiscal Impoverishment Headcount (out of total population)								
	Fiscal Impoverishment Headcount (out of post-fisc poor)								
	Total Fiscal Impoverishment (PPP per day)								
	Fiscal Impoverishment per Capita								

Quick & Useful Tests – Common Sense and Cross Checking

- Are poverty rates and Gini for Disposable Income similar to official figures? -- Crosscheck A3, D1 & E3
- Gini and poverty rates should decrease when you move from Market Income
- Distribution of Transfers and Taxes – Look at D4 or E11

Incidence of Transfers and Taxes

	A	B	C	E	F	G	AB	AR	AS
14				Population Share	Market Income + Pensions	Contributory Pensions	Noncontributory Pensions	Direct Taxes	Contributions to Health Insurance System
15			DECILE						
16			1	0.10	979,348,072,693	25,988,196,557	110,353,895,583	-	(11,478,707,083.38)
17			2	0.10	1,778,331,353,946	59,802,545,903	70,414,625,695	(1,436,400.00)	(35,116,322,946.83)
18			3	0.10	2,335,826,703,958	81,342,893,874	70,548,544,636	(54,119,567.95)	(70,808,403,558.80)
19			4	0.10	2,895,827,276,128	116,018,462,949	63,222,406,373	(265,000,078.08)	(96,340,163,526.89)
20			5	0.10	3,503,558,227,087	144,462,906,094	53,291,747,127	(966,024,947.46)	(119,506,398,289.60)
21			6	0.10	4,251,896,674,745	198,898,563,570	41,452,747,266	(2,335,082,102.74)	(145,891,487,551.93)
22			7	0.10	5,211,092,181,207	249,488,173,930	32,866,198,284	(7,441,018,058.54)	(175,289,939,787.12)
23			8	0.10	6,631,821,733,513	291,777,769,634	28,241,081,166	(18,046,408,225.19)	(207,867,195,742.19)
24			9	0.10	9,583,841,543,162	341,056,977,077	16,694,535,891	(63,044,369,577.17)	(235,557,441,893.63)
25			10	0.10	24,429,334,466,941	491,621,436,350	9,624,418,587	(1,297,442,002,388.29)	(203,860,540,699.09)
26			TOTAL	1.00	61,600,878,233,379	2,000,457,925,937	496,710,200,609	(1,389,595,461,345.42)	(1,301,716,601,079.43)

E10.g Concentration | E10.t Concentration | E10.d Concentration | E10.c Concentration | E10.f Concentration | E11.m FiscalInterventions | E11.m+p FiscalInterventions

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Thank you!

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