

#### Using Scanner Data To Answer Food Policy Questions

#### Conference

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> Economic Research Service 1800 M Street, NW Waugh Auditorium Washington, DC

### Scanner Data and Low-Income Households

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"there is some concern that Homescan data underrepresent households in the lowest part of the income distribution .... additional research is needed to estimate how this underrepresentation, if it exists may affect our results."

-Broda, Leibtag, and Weinstein (2009)

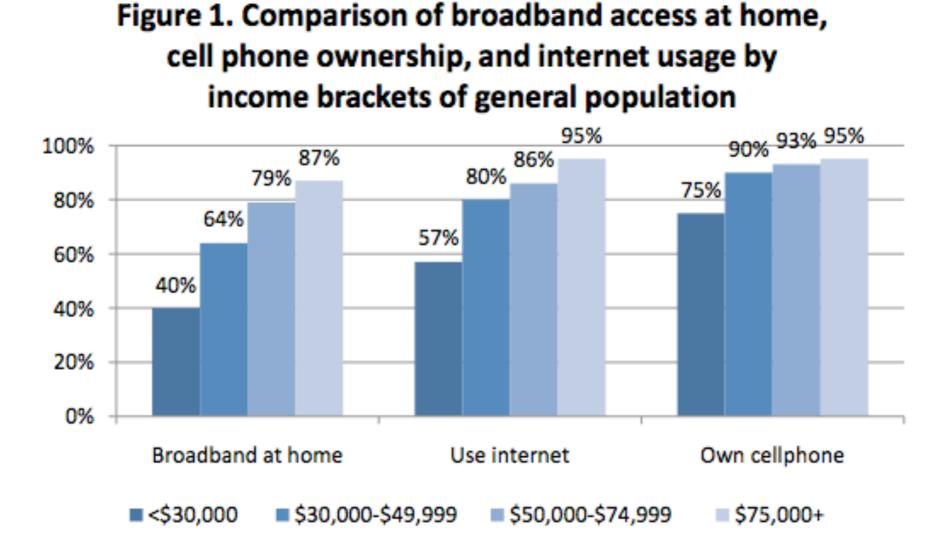
	Unweighted Data			Weighted Data		
		Consumer	Ratio of		Consumer	Ratio of
	Homescan	Expenditure	Homescan	Homescan	Expenditure	Homescan
		Survey	to CES		Survey	to CES
Household size	2.36	2.503		2.554	2.483	
Presence of children	24%	33%	0.73	33%	32%	1.03
Race						
Hispanic	6%	12%	0.54	10%	11%	0.91
White	83%	84%	0.99	79%	83%	0.95
Black	10%	11%	0.92	12%	12%	0.96
Asian	2%	4%	0.59	2%	3%	0.64
Presence of female	90%	82%	1.1	81%	82%	0.99
head						
Female head with	32%	31%	1.04	20%	30%	0.67
college degree						
Female head not	38%	47%	0.8	35%	48%	0.73
employed for pay						
Female head below age	7%	19%	0.35	17%	19%	0.89
35						
Income						
Below \$5,000	0.8%	3.3%	0.24	1.3%	3.2%	0.41
\$5,000-\$9,999	2.4%	5.2%	0.46	3.7%	5.5%	0.67
\$10,000-\$14,999	4.8%	6.7%	0.72	6.7%	7.0%	0.96
\$15,000-\$19,999	5.6%	6.2%	0.9	7.4%	6.5%	1.14
\$20,000-\$29,999	14.8%	12.0%	1.23	17.5%	12.2%	1.43
\$30,000-\$39,999	14.8%	11.4%	1.3	15.0%	11.5%	1.3
\$40,000-\$49,999	13.3%	10.2%	1.3	12.4%	10.3%	1.2
\$50,000-\$69,999	19.5%	15.0%	1.3	16.7%	15.0%	1.11
\$70,000 and over	24.1%	30.0%	0.8	19.3%	28.8%	0.67

#### TABLE 2 Differences between Nielsen and CES Data

Source: Unpublished statistics from Zhen, Taylor, Muth, Leibtag (2009).

Consumers included in the Nielsen Survey have:

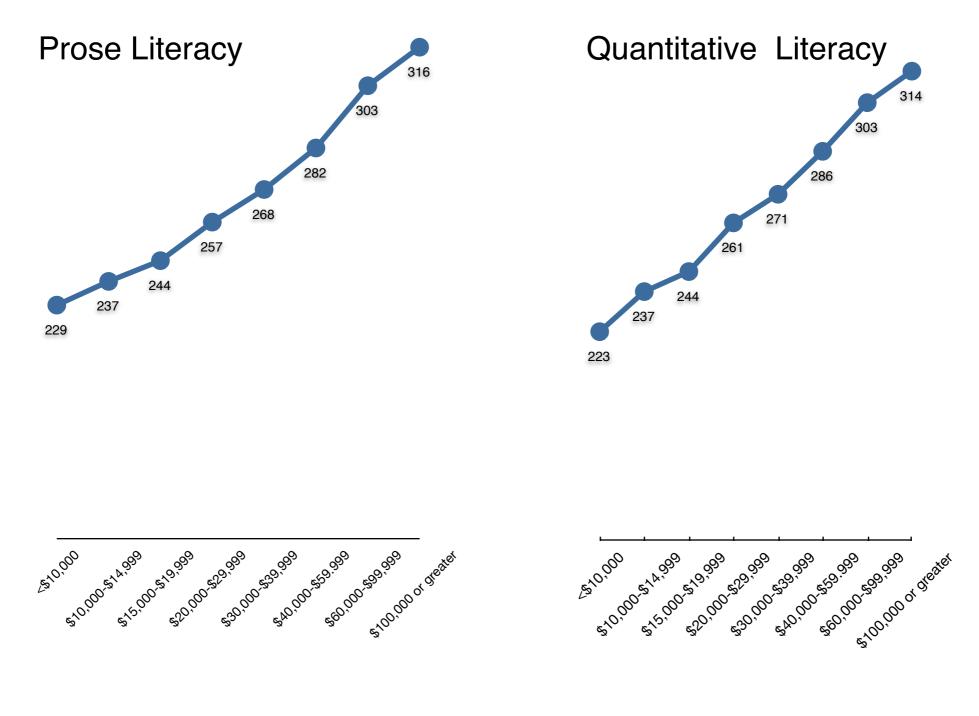
- learned about it via e-mail, direct mail, or word of mouth (according to Harris (2005) about 80% of those selected invited by e-mail);
- volunteered to participate;
- made it through the two questionnaires that are required before being added to the pool;
- once selected by Nielsen, scanned and recorded their food purchases on a weekly basis over a 10month period, spending roughly 40 hours of their time on this task; and
- received financial incentives offered by Nielsen for continued participation.



Source: Pew Research Center's Internet & American Life Project, August 9-September 13, 2010 Tracking Survey. N=3,001 adults and the margin of error is +/- 2.5 percentage points.

Chart from: Jansen, Use of the Internet in Higher-Income Households, Pew Research Center, November 24, 2010 <a href="http://www.pewinternet.org/~/media//Files/Reports/2010/PIP-Better-off-households-final.pdf">http://www.pewinternet.org/~/media//Files/Reports/2010/PIP-Better-off-households-final.pdf</a>

### Average Literacy of Adults, by Household Income: 2003



## 27.6%

# 8.5%

Percent of People (Age 5 or Older) with Income Below Poverty Line who Speak a Language Other than English at Home

Percent of People (Age 5 or Older) with Income Above Poverty Line who Speak a Language Other than English at Home

Source: CEPR calculations from 2005-2009 ACS, Table S1603.

# 24%

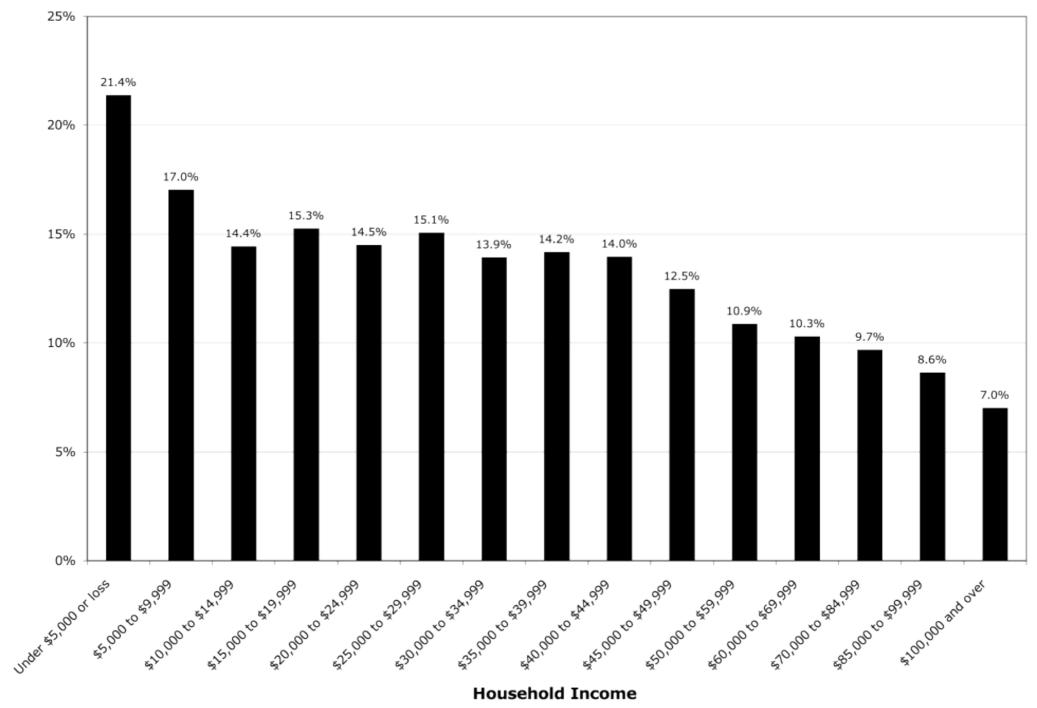
Percent of People Age 16 or Older Below 150% of Poverty Line with a Disability

Percent of People Age 16 or Older Above 150% of Poverty Line with a Disability

Source: CEPR calculations from 2009 ACS.

2%

#### Percent of Households who Moved in 2008 and 2009 by Income



Household Income

### Conclusions

- Additional research needed to determine scanner data representativeness of low-income households and subgroups (including people with disabilities and people with limited English proficiency).
- Absent better evidence of representativeness, researchers (and policymakers) should be cautious in interpreting scanner-data research.
- For further discussion, see Fremstad, Income, Inequality, and Food Prices (2009), <u>http://</u> <u>www.cepr.net/documents/publications/</u> <u>poverty-2010-12.pdf</u>