STATUS OF GLOBAL ACTIVITIES, OVERALL TIMETABLE AND RISKS

4th Meeting of the ICP Technical Advisory Group
October 28-29, 2019, Washington, DC
The Current ICP Landscape

Recent Wins

- Substantial improvement in 2017 data quality
- 2017 cycle results underway
- 2020 preparations underway
- Increased country buy-in for the 3-year cycle/permanent program
- Increase in domestic funding
- Increase in uses

Outstanding Challenges

- Timeliness of regional data submissions
- Quality, transparency and timeliness of results
- Poverty uses – Atkinson Report
- Connecting with policymakers
- Securing sustainable funding for the permanent program
ICP 2017: Outputs

Revised 2011 Results

Interpolate between 2011 and 2017 results

Incorporate interim regional results

2017 Results

Global PPP Time Series for 2011-2017
ICP 2017: Progress

- 176 countries participating
- Household consumption data for 176 countries
- Non-household consumption data for almost all countries – regional imputation for data gaps
- Expenditures data for 176 countries – some gaps in detailed breakdown
- Substantial improvement in data quality – final global/regional data validation underway
- Final regional results/input data expected in December 2019
Quality Risks

- Input data quality – enhanced quality assessment methods by the IACG
- Regional results quality – region-specific approval process
- Replicability and transparency of global results – parallel computations and documentation by the COTT
- Quality of the global results – assessment of the overall economic soundness of the results by the TAG

Publication challenges

- Analytical categories to be produced (goods vs. services)
- Enhanced metadata and footnotes
ICP 2017: Risks and Mitigation (2)

Comparability Risks
- Linking education
- Linking CIS and special participation countries
- Linking housing and housing in Asia [if any change is adopted]
- LAC regional country composition

Timeliness Risks
- Extremely tight timetable for finalization and publication; thus timeliness of regional submissions is crucial
# ICP 2017: Road Map to Publication of Results

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2020</th>
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<td>Sep</td>
<td>Oct</td>
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<tr>
<td><strong>Preliminary Results</strong></td>
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<td>1st COTT Meeting</td>
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<td>Preliminary 2017 results, revised 2011 results, and timeseries</td>
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<td>8th IACG meeting</td>
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<td>4th TAG meeting</td>
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<td>5th GB meeting</td>
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<td><strong>Final Results</strong></td>
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<td>Final regional data and results submission</td>
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<td>Final global data validation</td>
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<td>Estimation of final results for non-benchmark economies</td>
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<td>5th TAG meeting</td>
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<td><strong>Publication</strong></td>
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<td>Final report preparation</td>
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<td>6th GB meeting</td>
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<td>51st UNSC session</td>
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<td>Communication material preparation</td>
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**Governing Board (GB), Inter-Agency Coordination Group (IACG), Technical Advisory Group (TAG), Computation Task Team (COTT)**
ICP 2017: Planned Communication Activities

Announcement of forthcoming ICP 2017 results
- UNSC 2020
- World Bank Data Day 2020

Results release
- Release event
- Report on results and main findings
- Databank/Dashboard
- Press release/Today’s story/FAQs

Post-release activities
- Visual Compendium of PPP Uses and Applications
- World Data Forum 2020
- Blogs and stories
ICP 2020: Preparations

- Updated ICP 2020 global and regional item lists and guidelines underway
- Regional workshops to prepare for ICP 2020 data collection conducted/planned
- Regional and global fund-raising efforts launched
<table>
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<th>Research Agenda Items</th>
<th>Progress</th>
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<tr>
<td>1. Compilation of PPP Time Series and the Rolling Survey Approach</td>
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<tr>
<td>▪ Component 2. Linking Interim Regional Updates into a Global Comparison</td>
<td>TF01 - Work underway (2017-2019)</td>
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<td>2. PPPs and Real Expenditures for Dwelling Services</td>
<td>TF02 - Work underway (2017-2019)</td>
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<td>5. Quality and Reliability of PPPs</td>
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<td>▪ Component 1. Quality of data and results</td>
<td>TAG/COTT – Work underway (2019-2020)</td>
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## Research Agenda Items Progress

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<td>6. Uses of PPPs for National and International Policy Making</td>
<td>TF04 - to be set up (2019-2020)</td>
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<td>7. CPI-ICP Synergies and Sub-National PPPs</td>
<td>TF03 - Work underway (2017-2019)</td>
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<td>8. PPPs for Exports and Imports</td>
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<td>9. PPPs for Construction</td>
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<td>10. PPPs for Health and Education</td>
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<tr>
<td>11. ICP PPPs and Global Poverty Measurement – Post Atkinson Commission</td>
<td>TF05 - to be set up (2019-2020)</td>
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<td>12. Exploring Innovations in Technology and Data Sources for PPP Measurement</td>
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<td>13. Accounting for Product Quality Differences in PPP Measurement</td>
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New Task Forces

PPPs and Global Poverty Measurement

- Internal working level task force
- Narrow mandate:
  - assess impact of 2017 HHC PPPs and revised 2011 HHC PPPs on the international poverty line and global poverty measures
  - Inform the World Bank’s decision on using 2017 PPPs in global poverty measurement
- Dual reporting lines – to TAG and World Bank Global Poverty Working Group

PPPs and the Wealth of Nations

- Internal working level task force
- Using 2017 PPPs in the 2020 edition of the Changing Wealth of Nations
Applications of PPPs

- Liaising with data custodians across multi-lateral agencies on the update of their socio-economic and development indicators with new ICP data.

- Working with new users on the applications of PPPs in:
  - Nutrition and food project with IFPRI/Tufts
  - The Wealth of Nations
  - Worldwide Bureaucracy Indicators
  - Global Jobs Indicators
  - Infrastructure and transport

- Visual compendium of uses in late 2020, to catalyze further discussion on the use and impact of PPP data.
Recent and Notable Applications of PPPs (1)

- R&D, output value, & market size measured using PPPs
- Poverty lines defined using PPPs.
- GNI per capita (PPP) used in analysis of stunting.
- 8th pillar uses PPPs for price competitiveness of countries.
Use of PPPs in Sustainable Development Goals increasing:

SDG 2.3 agricultural income and value of production per hectare; and

SDG 4.5: education expenditure per student by level of education and source of funding
Researchers from IFPRI have used the ICP average price data on 657 food products to examine the “relative caloric price” of food across participating countries, and the correlation with obesity and stunting.
Recent Outreach/Knowledge Activities

- International Comparisons Conference
  Groningen, May 2019

- High-Level Conference on Better Data for Better Policies
  Bishkek, May 2019

- IARIW special conference
  Moscow, September 2019

- ICP International Workshop, NBS China
  Nanning, China, September 2019
THANK YOU