Big Ideas Submission

Big Idea Proposed Name	Big Data Based Government Economic Monitoring and Targeted Action (GEM) – Illustrating with the city of Newark			
What problem(s) does this Big Idea aim to solve?	The US Government has six major welfare programs (see Appendix A) aimed at improving citizens' well-being. These programs are similar to efforts in many other countries. They are usually aimed at goals such as decreasing poverty treating the sick, supporting the elderly, etc. These programs are of great importance but are often seen as extremely inefficient. This proposal aims to use modern information technology to directly guide government action toward serving individuals and family units that are in need. Additionally, the methodology monitors the evolution of a case as it progresses toward the resolution of its identified pathologies. This methodology also allows for the rapid creation and/or dissolution of actions / programs to deal with emerging needs such as opiate addiction, temporary local unemployment, family distress, etc.			
	Extant government policies are often based on census data. Big Data based Government Economic Monitoring and Targeted Action (GEM) will enable the close-to-timely-reality tracking of microeconomic status (income, expenses, demand, etc.) in real-time, based on big data collected from multiple data sources. For instance, the Consumer Price Index (CPI), a basis of estimating consumer expenses, is calculated using a survey to determine the commodities included in a typical market basket. Instead of relying on a market basket provided by an outdated survey, GEM will identify the demand based on existing consumers for each commodity. This will be determined using big data provided on each individual or household through extant accessible e-commerce purchase data.			
	Notably, we will be able to capture microeconomic activities in greater detail. For example, measuring spending on entertainment as a portion of total income. Starting from a granular household unit (or possibly individual) up to an			

aggregated statewide level, GEM will provide microeconomic information to the state government as well as to the general public. Such information could be used to help increase social welfare. Further, we will provide a continuous monitoring system for a variety of microeconomic status variables.

Thus, the information provided by GEM will enhance the government's ability to track microeconomic status indicators leading to better policy adoption, quicker identification of the peoples' needs, and increased support for people using these services. Traditional measures are very blunt and government action (e.g. food stamps) is coarse and wasteful as a result. This approach allows very targeted government actions, which protected by privacy enhancing measures (PEM), will decrease human suffering at the point of action, allow for recovery, and increase economic output. Furthermore, the approach will allow the action on pathologies that are today too infrequent for government action.

Big data has generated serious concerns pertaining to both invasion of privacy and its use as a tool for totalitarian repression. This methodology will provide privacy by organizing data into separate action elements such as information provisioning, algorithmic use, diagnostic and government actions. These elements would not be traceable due to different forms of normalization, encryption and data protection.

Goal(s)

Development of methodologies designed to:

- 1. Provide real-time microeconomic status information.
- From granular details of microeconomic activities to aggregated state level measures.
- Sustainable, timely, and relevant information gathering.
- 2. Provide a decision support system for the government to use for better policy adoption.
 - Continuous monitoring system of microeconomic statistics.

- Direct action leads for individual needs.
- 3. Privacy management and individual household need identification.
- Sectioning data and the creation of encrypted indices for groups, families and individuals.
- 5. Continuous monitoring of implemented social actions and changes.
- 6. Bottom up analytics and aggregate case findings on social events such as: the opioid addiction crisis, food shortages, family abuse, alcohol addiction, job loss, functional dysfunction, technological displacement, job incompetence, mental dysfunction, etc.

Does this project have a target completion N/A date?

This is an effort to totally revamp the identification, implementation and evaluation of social actions instituted by the government. This unique approach uses some measures that adhere to a privacy protection approach yet enable analysis on an individual level in order to maximize effectiveness. This approach results in a continuing effort to understand individual / household stress-points. This information in turn empowers the government to act democratically to improve the lives of citizens.

As a consequence of the localized nature of this project there are no holistic completion dates. There will however, be a set of discrete sub-projects with milestones, and deliverable deadlines.

The multitude of data sources already in use in the private domain will allow for constant updates of social status. This provides a base of information for state intervention.

We expect that after one year some of the work will be actionable by the government entity (e.g. city of Newark) while further research and testing continues.

Please describe any work that is already under way.

The Continuous Auditing and Reporting Lab (CARLAB) has led a variety of projects which utilize exogenous data (big data) to provide insight and solutions to private sector firms and regulators globally. A highly trained group, the CARLAB is continuously gathering exogenous data from a variety of

sources including the dark web. CARLAB members utilize data analytic skills to dismantle big data into useful information. As a result, the group has already developed numerous tools tailored for data mining. These tools are highly applicable to the GEM project.

Additionally, during a number of miscellaneous projects, software robots were developed to capture social media data and other exogenous data for a designated purpose. These robots can also redirect data in order to validate data strings, create dashboards, or continuously monitor performance. Such robots can be used to facilitate the processes in the GEM project.

List your collaborators, e.g. faculty, staff, departments, institutes, centers, schools

Rutgers Business School

Rutgers Accounting Research Center / Continuous Auditing & Reporting Lab (principal investigators)

Potential collaborators:

City of Newark

Rutgers Law School

School of Public Affairs and Administration

Rutgers NJ Medical School

School of Public Health

School of Nursing

Program in Criminal Justice

Interdisciplinary collaboration between GEM captures a variety of available data. To process data departments, schools, colleges, and even into useful information for further analysis, the project chancellor-led units is a fundamental needs to acquire domain knowledge. For example, we element of Big Ideas. Please provide currently have a partial module of GEM capturing drug additional details about the collaboration trafficking data from the dark web. Furthermore, we are in that will take place (or is taking place) for conjunction with the auditor general of the state of New this project. York, collecting data on cleanliness of the city of New York. To proceed with further analysis, we need to collaborate with Rutgers Law School and Rutgers NJ Medical School. Additionally, we will continuously consult Rutgers Law School for advice in how to protect privacy. In this way GEM requires strict interdisciplinary collaboration between different departments and schools in the Rutgers community. The results of GEM are designed to help public administrators come up with the new public policy or retool extant social welfare programs (Temporary Assistance for Needy Families program, Medicaid, Child's Health Insurance Program, Food Stamps, Supplemental Security Program, Earned Income Tax Credit, and Housing Assistant program). In order to acquire appropriate domain knowledge, we would also seek collaboration with School of Public Affairs and Administration. What are the benefits of this collaboration The benefits of this project will be far reaching. Since the and how will it advance knowledge? How information gathered by GEM includes various microeconomic items, it can prove useful in a variety of might this Big Idea be transformational beyond a single school or unit? different fields. For example, GEM will capture information on the demand for certain goods in specific region. This information could help aid both economics and marketing researchers. Additionally, the criminal data collected could be used by research programs in the field of criminal justice and law schools. In what ways might this Big Idea support Rutgers supports research to better future society. and advance the Rutgers Strategic Plan? However, such data has been utilized by private companies to generate higher profit. The main goal of GEM is to enhance the social welfare. This can be done by ensuring that no particular group monopolizes the information gathered by GEM for their own interest. Why is Rutgers uniquely positioned to CARLab is the preeminent leader in Accounting Information house this Big Idea? Systems research and has been rated #1 in the world over the last 28 years by Brigham Young University ranking of

accounting departments. The faculty and graduate students are both devoted, and highly knowledgeable about the topic of data analytics. A large number of prior studies for corporate and government organizations have provided a wealth of relevant and readily transferable technologies. How will this Big Idea help Rutgers fulfill its GEM contributes to every one of Rutgers' threefold mission? missions. First, GEM will provide a great microeconomic data source to researchers that will illuminate a host of future research opportunities. Additionally, the construction of such system will facilitate research that caters to the current needs of New Jersey citizens. Second, GEM will utilize numerous sets of cutting-edge techniques including machine learning and data analytics. The construction of such systems has been dominated by a limited number of private firms who possess enough resources and related technologies. However, as the leading group in Accounting Information Systems, we are highly confident that the CARLab will be able to build a robust data system at a nationwide level for the benefit of society. Finally, GEM will help the public service sector, including state government, provide better support to its citizens. Information provided by GEM could be utilized as a type of decision support system for the state government. What might be this Big Idea's impact on Continuous data analytics based on many sources of the university at large, or society as a available data enables GEM to have statewide whole? How might this Big Idea change the microeconomic census in real-time basis. Such methodology world? could be highly applicable not only in New Jersey, or the United States, but in every nation. Every government could use such a microeconomic monitoring system for better policy adoption. GEM could be the starting point for building such Big Census systems.

Roughly, what level of investment will these additional resources require?		
Human Resources	10 Ph.D. Students over 4 years = 2,000,000	
	Faculty stipends 30K* 4* 4 = 480,000	
	Administrative support 200K*4= 800,000	

	Miscellaneous	200k*4=800,000
	Promotion	200k*4=800,000
	Total – 4,880,000	
Capital Resources	Computer databases, storage, and resources: \$2,000,000	
Other Resources	Resources for studies at other Rutgers faculties 4 * 4* 200,000 =\$3,200,000	