# Evidence-Informed Policy 

POLSCI 4SS3
Winter 2024

## Policy

- Policy is an umbrella term to describe government programs or operations at different levels
- Examples:
- How long should form 57B be?
- Should we get help from private clinics to clear surgey backlogs?
- Should the education budget increase?
- When should the next federal election be held?


## Evidence-Informed

- Of course we want to base policy on evidence!
- But there is no objective evidence when it comes to human behavior
- We say evidence-informed because the best we can do is try to prove ourselves wrong, but we cannot base policy on evidence the same way medicine does


## Two approaches

1. Evidence as insight
2. Evidence as evaluation

## How can you determine if a policy works?

## Example

## The <br> Design of Experiments

By
R. A. Fisher, Sc.D., F.R.S.

Formerly Fellow of Gonville and Caius College, Cambridge Honorary Member, American Statistical Association and American Academy of Arts and Sciences Galton Professor, University of London

Oliver and Boyd
Edinburgh: Tweeddale Court London: 33 Paternoster Row, E.C.

## The lady tasting tea

A lady declares that by tasting a cup of tea made with milk she can discriminate whether the milk or the tea infusion was first added to the cup

How do you evaluate this claim?

## An experiment

- Suppose we have eight milk tea cups
- 4 milk first, 4 tea first
- We arrange them in random order
- Lady knows there are 4 of each, but not which ones


## Results

|  | True Order |  |
| :--- | ---: | ---: |
| Lady's Guesses | Tea First | Milk First |
| Tea First | 3 | 1 |
| Milk First | 1 | 3 |

- She gets it right $6 / 8$ times
- What can we conclude?


## Problem

- How does "being able to discriminate" look like?
- Same for policy, we don't know how the world where the policy works look like
- But we do know how a person without the ability to discriminate milk/tea order looks like
- This lets us make probability statements about this hypothetical world of no effect


## A person with no ability

Count Possible combinations
Total
0 xxxx
1 xxxo, xxox, xOxx, oxxx
2 xxoo, xoxo, xoox, oxox, ooxx, oxxo
3 xо00, 0x00, ooxo, o00x
40000

- This is symmetrical!


## A person with no ability

Count Possible combinations
Total
0 xxxx
1 xxxo, xxox, xoxx, oxxx
2 xxoo, xoxo, xoox, oxox, ooxx, oxxo
3 xooo, oxoo, ooxo, ooox
40000

## A person with no ability

Count Possible combinations

| 0 | xxxx | $1 \times 1=1$ |
| :--- | :--- | :--- |
| 1 | xxxo, xxox, xoxx, oxxx | $4 \times 4=16$ |
| 2 | xxoo, xoxo, xoox, oxox, ooxx, oxxo | $6 \times 6=36$ |
| 3 | xooo, oxoo, ooxo, ooox | $4 \times 4=16$ |
| 4 | oooo | $1 \times 1=1$ |

    1 xxxo, xxox, xoxx, oxxx \(\quad 4 \times 4=16\)
    2 xxoo, xохо, xoox, oxox, ooxx, oxxo \(6 \times 6=36\)
    3 xooo, oxoo, ooxo, ooox
    \(4 \times 4=16\)
    \(1 \times 1=1\)
    - A person just guessing gets $6 / 8$ cups right with probability $\frac{16}{70} \approx 0.23$


## A person with no ability

Count Possible combinations

| 0 | xxxx | $1 \times 1=1$ |
| :--- | :--- | :--- |
| 1 | xxxo, xxox, xoxx, oxxx | $4 \times 4=16$ |
| 2 | xxoo, xoxo, xoox, oxox, ooxx, oxxo | $6 \times 6=36$ |
| 3 | xooo, oxoo, ooxo, ooox | $4 \times 4=16$ |
| 4 | oooo | $1 \times 1=1$ |

- And at least $6 / 8$ cups with $\frac{16+1}{70} \approx 0.24$


## $p$-values

- If the lady is not able to discriminate milk-tea order, the chance of observing $6 / 8$ correct guesses or better is $24 \%$
- We can translate this to general statements about policies or experiments
- If the null hypothesis of no effect is true...
- ... the $\mathbf{p}$-value is the probability of observing a result equal or more extreme than what is originally observed
- Smaller p-values give more evidence against the null, which helps us make a case for the policy having an effect


## Diagnosing hypothesis tests

- A convention in the social sciences is to claim that something with $p<0.05$ is statistically significant ${ }^{1}$
- Committing to a significance level implies accepting that sometimes we will get $p<0.05$ by chance
- This is a false positive result
- A good answer strategy as a controlled false positive rate (more in the lab!)


## Next Two Weeks <br> Field Experiments

Focus on: Research design alternatives

## Break time!

## 四 Lab

