# American Community Survey (ACS) Best Practices

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Slides available here: <u>census.gov/data/academy/webinars/2024/best-practices-when-using-acs-data.html</u>



## The American Community Survey Introduction to the American Community Survey





census.gov/data/academy/webinars/2023/introduction-to-the-acs.html census.gov/data/academy/courses/discovering-the-american-community-survey.html

## American Community Survey Best Practices Outline

- American Community Survey (ACS) foundations
- Best practices
- ACS statistical testing
- Resources for learning more



## American Community Survey Best Practices The Foundation

- The nation's most current, reliable, and accessible data source for local statistics on critical planning topics such as age, children, veterans, commuting, education, income, and employment
- Surveys **3.5 million** addresses and helps inform how trillions of dollars in federal funds are distributed each year
- Covers 40+ topics, supports over 300 evidence-based federal government uses
- Three key annual data releases:
  - 1-year Estimates (for large populations, geographies of 65,000+ population)
  - 1-year Supplemental Estimates (for small populations, geographies of 20,000+ population)
  - 5-year Estimates (for very small populations, geographies down to Census Tracts and Block Groups)
- Officially started in 2005 (1-year estimates= 2005; 5-year 2005-2009).





### The American Community Survey ACS Data Collection Process

ACS data are collected continuously throughout the year via:





### American Community Survey Best Practices Availability of Data Products



| Estimated Population of Geographic Area   | 1-Year Estimates | 1-Year Supplemental<br>Estimates | 5-Year Estimates |
|---|------------------|----------------------------------|------------------|
| 65,000 or more  | X                | X                                | Х                |
| 20,000 to 64,999  |                  | Х                                | Х                |
| Less than 20,000  |                  |                                  | Х                |
| Typical Release Month<br>(Occurs in the calendar year<br>after data collection) | September        | October                          | December         |



### American Community Survey Best Practices Best Use of Data Products

|                                | 1-Year<br>Estimates | 5-Year<br>Estimates |
|--------------------------------|---------------------|---------------------|
| Currency                       | X                   |                     |
| Looking at large populations   | Χ                   |                     |
| Precision                      |                     | Χ                   |
| Looking at smaller populations |                     | Χ                   |



census.gov/programs-surveys/acs/guidance/estimates

### American Community Survey Best Practices ACS Main Page





## American Community Survey Best Practices

### Why We Ask

#### SACK TO TOPICS PAGE

### Why We Ask Questions About... Home Heating Fuel

We ask questions about home heating fuel to create statistics about home energy use.

These data are used in government programs that analyze community air quality and energy needs. Federal agencies use these statistics to forecast future energy demand, analyze the fuels available to community residents, and plan and fund programs that help low-income residents afford to heat their homes.



#### Your privacy concerns

We use your confidential survey answers to create statistics like those in the results below and in the full tables that contain all the data—no one is able to figure out your survey answers from the statistics we produce. The Census Bureau is legally bound to strict confidentiality requirements. Individual records are not shared with anyone, including federal agencies and law enforcement entities. By law, the Census Bureau cannot share respondents' answers with anyone—not the IRS, not the FBI, not the CIA, and not with any other government agency.

#### Question as it appears on the form

We ask one question about fuel used to better understand how people heat their homes.

VIEW QUESTION



### census.gov/acs/www/about/why-we-ask-each-question



### American Community Survey Best Practices Data Tables and Tools



### American Community Survey Data Tables



American Community Survey Data Tools

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Within Data

Data Profiles

Narrative Profiles

Join the ACS

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Subject Tables Ranking Tables





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## American Community Survey Best Practices Comparison Guidance

| DO   | DONOT  |
|--|--|
| Use of ACS population characteristics (i.e., percentages, means, medians, rates) are preferred, but ACS counts can be used | Use ACS for population totals (instead use decennial census or the Population Estimates Program) |
| Compare non-overlapping datasets (i.e., 2013-2017 to 2018-2022)  | Compare overlapping datasets (i.e., 2017-2021 to 2018-2022)                                      |
| Compare similar period lengths (i.e., 1-<br>year to 1-year and 5-year to 5-year)   | Compare estimates from different period lengths (i.e., 1-year to 5-year)                         |
| Conduct statistical testing when making comparisons between estimates  | Look at estimates alone to decide if they are higher or lower than one another                   |



## American Community Survey Best Practices What is the Margin of Error (MOE)?

**Definition:** An MOE is a measure of the possible variation of the estimate around the population value

- At a given confidence level, the estimate and actual population value will differ by no more than the MOE
- 90% confidence level is the Census standard and ACS MOEs are provided in the same unit as the estimate

### Example: How many males under age 5 live in MD?

Lower bound = 180,371 – 2,215 = 178,156

Upper bound = 180,371 + 2,215 = 182,586

We are 90% confident the true number of males under age 5 in Maryland falls **between 178,156 and 182,586.** 

|          | Maryland       |           |                 |  |  |  |  |  |
|----------|----------------|-----------|-----------------|--|--|--|--|--|
| Label    |                | Estimate  | Margin of Error |  |  |  |  |  |
| ✓ Total: |                | 6,164,660 | ****            |  |  |  |  |  |
| ✓ Male:  |                | 3,004,117 | ±3,849          |  |  |  |  |  |
|          | Under 5 years  | 180,371   | ±2,215          |  |  |  |  |  |
|          | 5 to 9 years   | 192,144   | ±6,391          |  |  |  |  |  |
|          | 10 to 14 years | 198,281   | ±6,087          |  |  |  |  |  |

2022 ACS 1-year Table B01001



## American Community Survey Best Practices What is the Margin of Error (MOE)?

**Definition:** An MOE is a measure of the possible variation of the estimate around the population value

- At a given confidence level, the estimate and actual population value will differ by no more than the MOE
- 90% confidence level is the Census standard and ACS MOEs are provided in the same unit as the estimate

MOE for 90% (Census standard)= SE \* 1.645 MOE for 95%= SE \* 1.96 MOE for 99%= SE \* 2.575

To convert from the MOE to the standard error (SE) divide by 1.645. Standard Error = Margin of Error / 1.645



### American Community Survey Best Practices Converting to different confidence levels

• 90% confidence level is the Census standard and ACS MOEs are provided in the same unit as the estimate

### Example: How many males under age 5 live in MD, with a 95% confidence level?

MOE for 90%= 2,215

- 1. Convert from the MOE to the standard error (SE)
  - SE = Margin of Error / 1.645
  - SE =2,215 / 1.645 = 1,346.50
- 2. Multiply SE \* 1.96 to get MOE at 95% confidence level
  - MOE= SE \* 1.96
  - MOE = 1,346.50 \* 1.96 = 2,639
- 3. Subtract and add MOE to estimate to get new lower and upper bounds
  - Lower bound = 180,371 2,639 = 177,732
  - Upper bound = 180,371 + 2,639 = 183,010

### We are 95% confident the true number of males under age 5 in Maryland falls between 177,730 and 183,012.



MOE for 90% (Census standard)= SE \* 1.645

American Community Survey Best Practices Converting to different confidence levels

### Example: How many males under age 5 live in MD?

### **90% confidence** (Census Bureau standard)

- Lower bound = 180,371 2,215 = 178,156
- Upper bound = 180,371 + 2,215 = 182,586

We are 90% confident the true number of males under age 5 in Maryland falls between 178,156 and 182,586.

### 95% confidence

- Lower bound = 180,371 2,639 = 177,732
- Upper bound = 180,371 + 2,639 = 183,010

We are 95% confident the true number of males under age 5 in Maryland falls between 177,732 and 183,010.



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American Community Survey Best Practices What is Statistical Testing?

- **Definition**: A test to determine if a difference is unlikely to occur by chance
- To be "significantly different", there must be statistical evidence that there is a difference between two estimates
- Testing should be conducted for all comparisons



## American Community Survey Best Practices Statistical Testing Tool

Algebraically, the significance test can be expressed as follows:

If 
$$\frac{\hat{X}_1 - \hat{X}_2}{\sqrt{SE_1^2 + SE_2^2}} > Z_{CL}$$
, then the difference

between estimates  $\hat{X}_1$  and  $\hat{X}_2$  is statistically significant at the specified confidence level, CL

where  $\hat{X}_i$  is estimate *i* (=1,2)

 $SE_i$  is the SE for the estimate *i* (=1,2)

 $Z_{CL}$  is the critical value for the desired confidence level (=1.645 for 90 percent, 1.960 for 95 percent, 2.576 for 99 percent).



#### Within Guidance for Data Users

Comparing ACS Data

Handbooks

Recorded Webinars

Subjects Included in the Survey

#### Statistical Testing Tool

Using ACS Data with Open-Source Software

When to Use 1-year or 5year Estimates

Which Data Table or Tool Should I Use?



## **Statistical Testing Tool**

// Census.gov / Our Surveys & Programs / American Community Survey (ACS) / Guidance for Data Users / Statistical Testing Tool



Comparing American Community Survey (ACS) estimates involves more than determining which statistic is higher or lower. Users should also conduct statistical testing to make sure differences are statistically significant and are unlikely to have occurred by chance. This testing takes into account the margin of error (MOE) associated with survey estimates, which are based on responses from a sample of the full population.

X Download Statistical

Testing Tool [2.4 MB]

Looking for an easy way to conduct statistical testing? Try the Census Bureau's Statistical Testing Tool. Simply copy or download ACS estimates and their MOEs into the spreadsheet to get instant results of statistical tests.

#### Tool Features:

- Compares up to 3,230 pairs of estimates at once
- Compares multiple estimates simultaneously (up to 150 estimates)
- Displays statistical testing results ("Yes", "No") automatically
- Handles special formatting and characters, such as the '±' in front of the MOE, without additional editing by the data user
- Uses the Census Bureau's standard 90% confidence level, but can also process statistical testing at 95% or 99% confidence levels
- May be used to conduct statistical testing for other Census Bureau surveys



census.gov/programs-surveys/acs/guidance/statistical-testing-tool.html

#### **Related Information**

VIDEO Population Reference Bureau: Assessing ACS Reliability

RANDOM SAMPLINGS BLOG Using Census Bureau Data Made Easier: New Statistical Testing Tool

## American Community Survey Best Practices

### Comparison profiles on data.census.gov

|   | All               | Tables           | Мар      | S         | Profile  | s        | Page  | S        |        |      |              |         |            |            |          | N       |
|---|-------------------|------------------|----------|-----------|----------|----------|-------|----------|--------|------|--------------|---------|------------|------------|----------|---------|
| CP03   Comparative Economic Characteristics | 2                 |                  | ~        | Notes     | Geo      | Topics   | Codes | Dataset  | Year   | Hide | Transpose    | Restore | Excel      | CSV        | ZIP (    | Cite S  |
|   |                   |                  |          |           |          |          | м     | laryland |        |      |              |         |            |            |          |         |
| Label                                       |                   |                  |          |           |          |          |       | 2022 Est | timate | 2    | 021 Estimate | 202     | 2 - 2021 9 | Statistica | I Signif | ficance |
| ✓ PERCENTAGE OF FAMILIES AND PEOPLE WI      | HOSE INCOME       | IN THE PAST 12 M | ONTHS IS | S BELOW 1 | THE POVE | RTY LEVI | EL    |          |        |      |              |         |            |            |          |         |
| ✔ All families                              |                   |                  |          |           |          |          |       |          | 6.6%   |      | 7.4%         | *       |            |            |          |         |
| ✓ With related children of the household    | ler under 18 yea  | ars              |          |           |          |          |       |          | 9.9%   |      | 11.5%        | *       |            |            |          |         |
| With related children of the househo        | older under 5 ye  | ears only        |          |           |          |          |       |          | 8.7%   |      | 10.0%        |         |            |            |          |         |
| ✔ Married couple families                   |                   |                  |          |           |          |          |       |          | 3.4%   |      | 3.6%         |         |            |            |          |         |
| ✔ With related children of the househ       | older under 18    | years            |          |           |          |          |       |          | 4.2%   |      | 4.6%         |         |            |            |          |         |
| With related children of the house          | eholder under 5   | years only       |          |           |          |          |       |          | 2.9%   |      | 3.1%         |         |            |            |          |         |
| ✔ Families with female householder, no s    | spouse present    |                  |          |           |          |          |       |          | 16.5%  |      | 18.9%        | *       |            |            |          |         |
| ✓ With related children of the househ       | older under 18    | years            |          |           |          |          |       |          | 24.0%  |      | 26.5%        |         |            |            |          |         |
| With related children of the house          | eholder under 5   | years only       |          |           |          |          |       |          | 24.4%  |      | 32.3%        |         |            |            |          |         |
| ✔ All people                                |                   |                  |          |           |          |          |       |          | 9.6%   |      | 10.3%        | *       |            |            |          |         |
| ✓ Under 18 years                            |                   |                  |          |           |          |          |       |          | 11.6%  |      | 14.0%        | *       |            |            |          |         |
| ✔ Related children of the householder       | r under 18 year   | s                |          |           |          |          |       |          | 11.3%  |      | 13.7%        | *       |            |            |          |         |
| Related children of the household           | der under 5 yea   | rs               |          |           |          |          |       |          | 11.5%  |      | 15.2%        | *       |            |            |          |         |
| Related children of the household           | der 5 to 17 years | s                |          |           |          |          |       |          | 11.3%  |      | 13.2%        | *       |            |            |          |         |
| ✓ 18 years and over                         |                   |                  |          |           |          |          |       |          | 9.1%   |      | 9.2%         |         |            |            |          |         |
| 18 to 64 years                              |                   |                  |          |           |          |          |       |          | 8.8%   |      | 9.2%         |         |            |            |          |         |
| 65 years and over                           |                   |                  |          |           |          |          |       |          | 9.9%   |      | 9.1%         | *       |            |            |          |         |
|   |                   |                  |          |           |          |          |       |          |        |      |              |         |            |            |          |         |



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# American Community Survey Best Practices

### **Technical Documentation**





census.gov/programs-surveys/acs/technical-documentation.html



#### American Community Survey Best Practices Information for... Census.gov / Our Surveys & Programs / American Community Survey (ACS) / Information by ACS User Type Within American Community Survey (ACS) Information by ACS User Type American Indian and Alaska Native Populations Businesses f 🎔 in Congress Equity The U.S. Census Bureau's American Community Survey (ACS) provides a detailed **Related Information** General Users portrait of the social, economic, housing, and demographic characteristics of America's communities. Explore the links below to quickly find resources and American Community Survey Data Law Enforcement Organizations information by ACS user type. Respond to the ACS Media American Community Survey Resources for ACS Data Stories-Stats in Action! Nonprofits AIAN Puerto Rico Researchers Explore resources for Tribal officials, government agencies, and organizations census.gov/programs-surveys/acs/information-for/researchers.html using ACS data about American Indian and Alaska Native populations & State and Local Governments geographies American Community Survey Resources for Businesses census.gov/programs-surveys/acs/information-for/equity.html Explore resources for business users of ACS data 6 Join the ACS

American Community Survey Resources for Congress

Explore resources for congressional offices helping constituents participate in the ACS and make an important contribution to their community

6

census.gov/programs-surveys/acs/information-for.html



Data Users Group

### American Community Survey Best Practices Stay Connected

Bureau



American Community Survey Best Practices Find Answers, Get Support

Website census.gov/acs Census Academy census.gov/academy

ACS Data User Support acso.users.support@census.gov Social Media @uscensusbureau #ACSdata

**Census Customer Service Center** 800-923-8282 Source Us U.S. Census Bureau, [YYYY – YYYY] American Community Survey [1/5]-year [estimates/statistics/data release]

