



# The Joys and Sorrows of Variable Construction

Ayala Wineman

MwAPATA Seminar

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**MICHIGAN STATE**  

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**UNIVERSITY**

# Some common variables

Fertilizer use (binary indicator)

Rate of fertilizer use in the population (% of farms)

Fertilizer intensity (kg/hectare)

Farm size

Crop harvest (kg, farm level)

Crop harvest (kg, country level)

Crop yield (kg/hectare)

Value of crop production (MK)



# Considerations in variable construction

Define the variable

What source of information will you trust?

Nonstandard units of measure

What belongs in the numerator and denominator?

Clean the data

- What counts as an outlier?
- How to identify outliers
- How to deal with outliers



# Define the variable: Medium-scale farm

**RESEARCH QUESTION:** Are there any spillover effects from medium-scale farms, such that small-scale farms benefit from, or are harmed by, their medium-scale neighbors?

**For Discussion:**  
How would you define  
a "medium-scale farm"?



# Define the variable: Medium-scale farm

- What criteria would you use to categorize a farm as being “medium-scale”?
- Do you want the definition to reflect the aggregate scale of cropping, livestock/fish production, or both activities?
- Do you want the definition to reflect the *potential* for production (the asset base held by a household) or the *actual* production (the economic scale of crops and livestock products produced)?
- What information do you actually have in the data set?
- Should the definition be consistent with the definition applied by other analysts, perhaps in other countries?

# Define the variable: Medium-scale farm

## LAND SIZE

### 5-20 hectares

Houssou et al. 2016 (Ghana);  
Lay et al. 2018 (Zambia)

### >10 hectares

Deininger and Xia 2016 (Mozambique);  
Ali et al. 2017 (Ethiopia)

### 5-50 hectares

Anseeuw et al. 2016 (Malawi)

### 5-100 hectares

Jayne et al. 2016, 2019, 2021 (multiple countries)

### 100-1,000 hectares

Ango 2018 (Ethiopia)

**Vegetable growers that rent in at least 0.5 hectares**  
Bachewe and Minten 2020 (Ethiopia)

**Land held**  
Jayne et al. 2016 (multiple countries)

**Land cultivated**  
Houssou et al. 2016 (Ghana)

**Land cultivated, cultivation of high-value crops, livestock holdings**  
Wineman et al. 2020a (Tanzania)

**For Discussion:**  
**What are the implications for systematic reviews of evidence / meta-analyses?**

# What source of information to use?

RESEARCH QUESTION: What is the yield premium of improved maize seed?

G0A	G0B	GOB_1	GOB_2
What is the primary variety of [CROP] being cultivated on this [PLOT]?	Is the variety local or improved ?	Is the variety recyclable?	When did you last buy the seed you planted on this [PLOT]?
ENUMERATOR: THIS IS ONLY ASKED FOR SPECIFIC CROPS.			
VARIETY CODE	LOCAL.....1 >>GOB_2 IMPROVED....2	YES...1 NO.....2	YEAR (4-DIG.)

*How accurately do farmers report the type of maize seed they've planted?*

Farmer report



Local

Improved

DNA results

Local

Improved

13%	14%
16%	57%

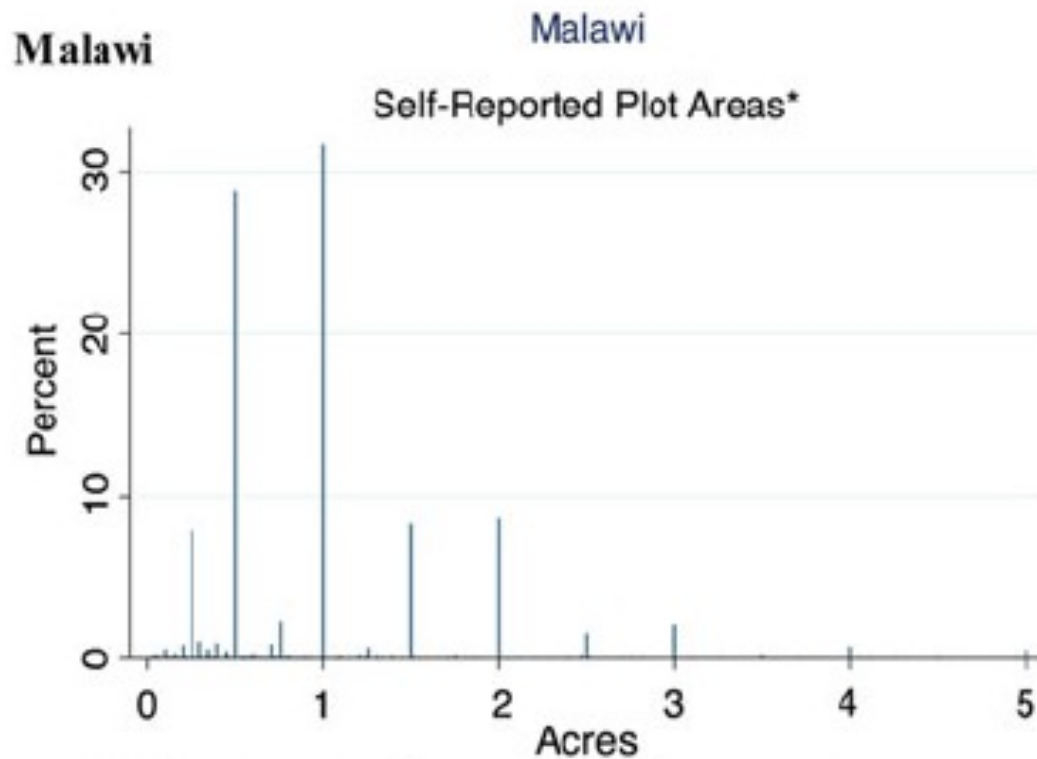
The yield premium in Tanzania...

Using farmer reports 503 kg / hectare

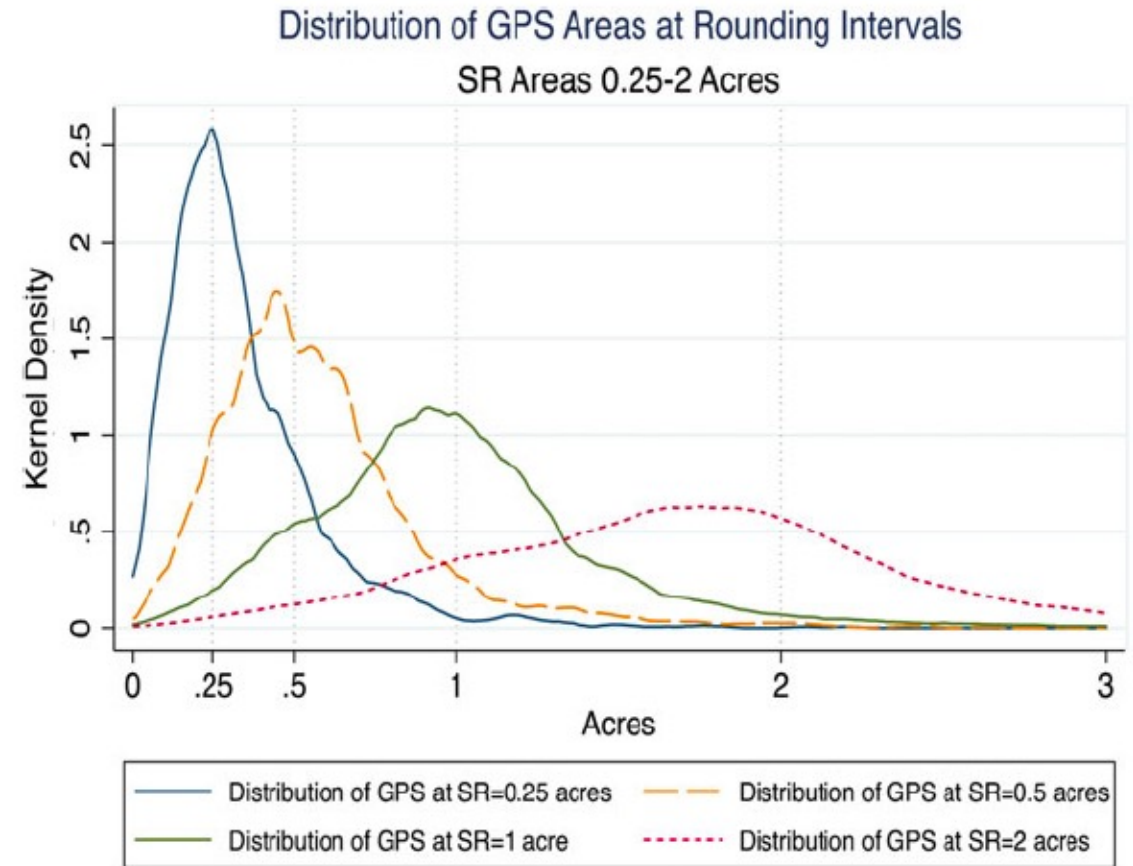
**For Discussion:**  
Does recycled seed ever stop being considered as "improved" in the minds of farmers?

# What source of information to use?

## TOPIC: Field size (Garden, plot, farm size)



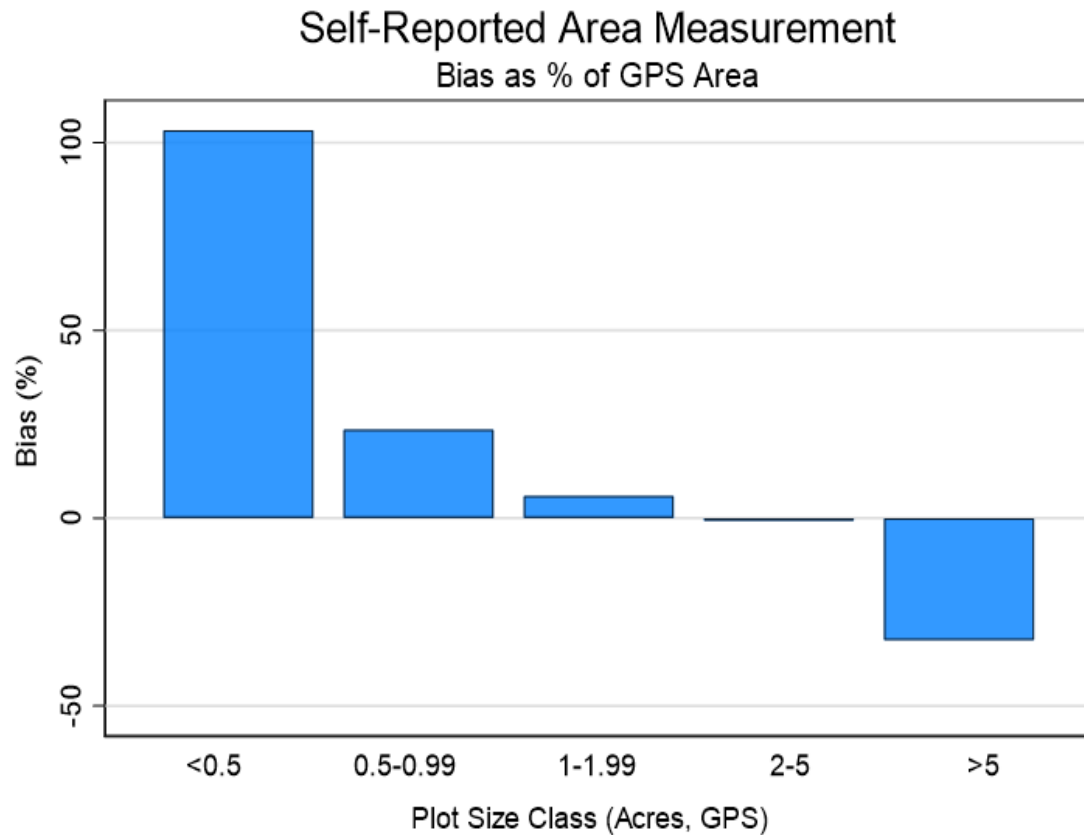
\*Limited to plots with self-reported areas of 5 acres or less



Note: selected rounding levels; includes plots reported in acres only



# What source of information to use?



**For Discussion:**  
Which source of information on field size would you use?

**What if just 80% of the fields are GPS'd?**

# Nonstandard units of measure



# Nonstandard units of measure



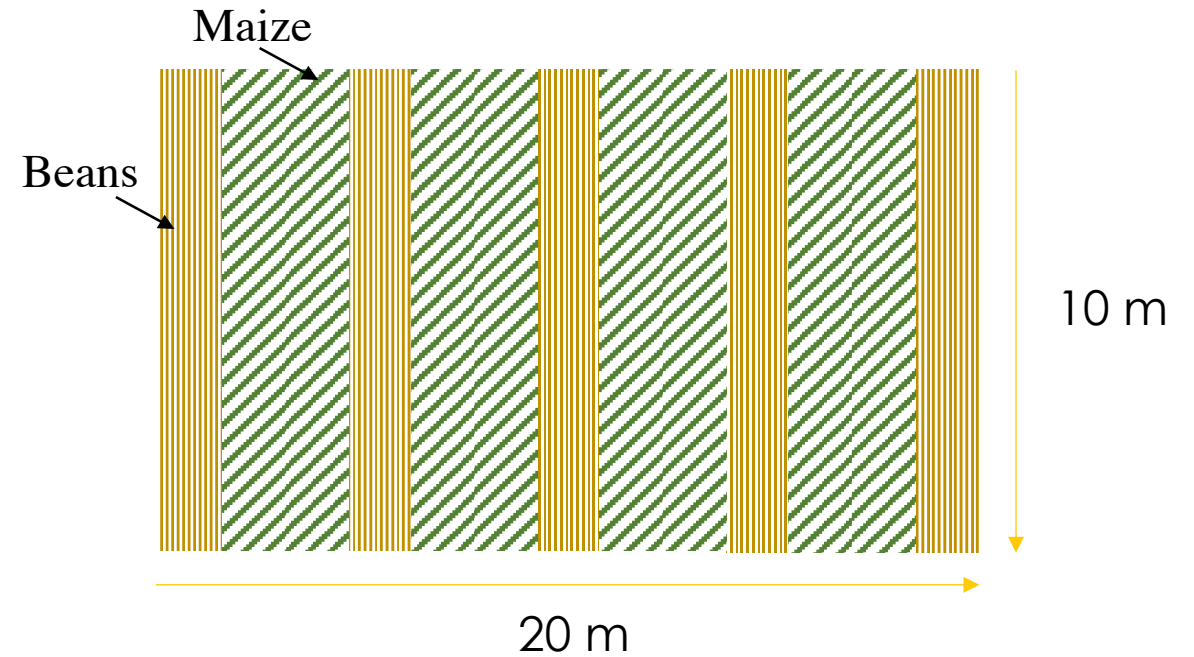
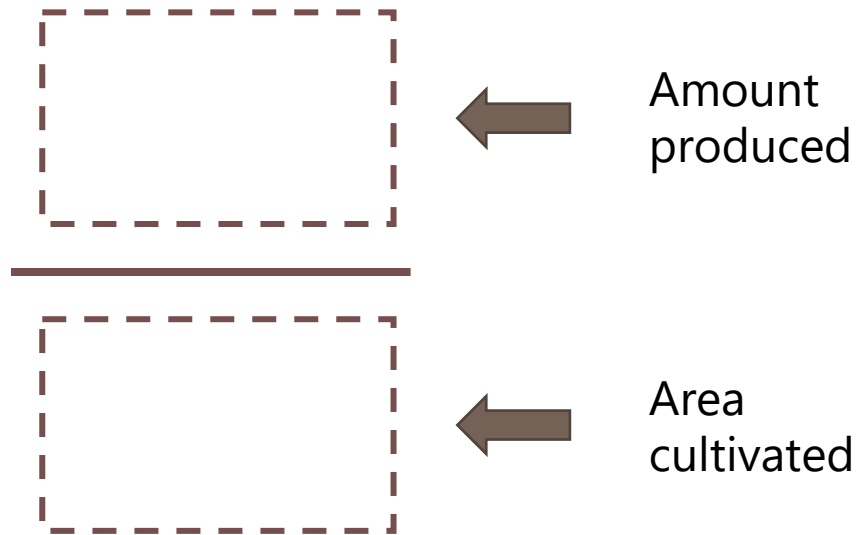
...How many kilograms correlate to a pickup truck?

## Conversion factors from the World Bank

tuber of yam: small (3 kg)  
tuber of yam: medium (5 kg)  
tuber of yam: big/large (8 kg)  
bundle of millet, g/corn, sugarcane, vegetable etc: small (1)  
bundle of millet, g/corn, sugarcane, vegetable etc: medium  
bundle of millet, g/corn, sugarcane, vegetable etc: big (40)  
wheel barrow: small (60 kg)  
wheel barrow: medium (85 kg)  
wheel barrow: big/large (110 kg)  
wheel barrow: extra large (150 kg)  
pick-up van: small (1,500 kg)  
pick-up van: medium (2,000 kg)  
pick-up van: big (2,500 kg)

For Discussion:  
What do you do  
when a conversion  
factor is missing?

# What belongs in the denominator of crop yield?

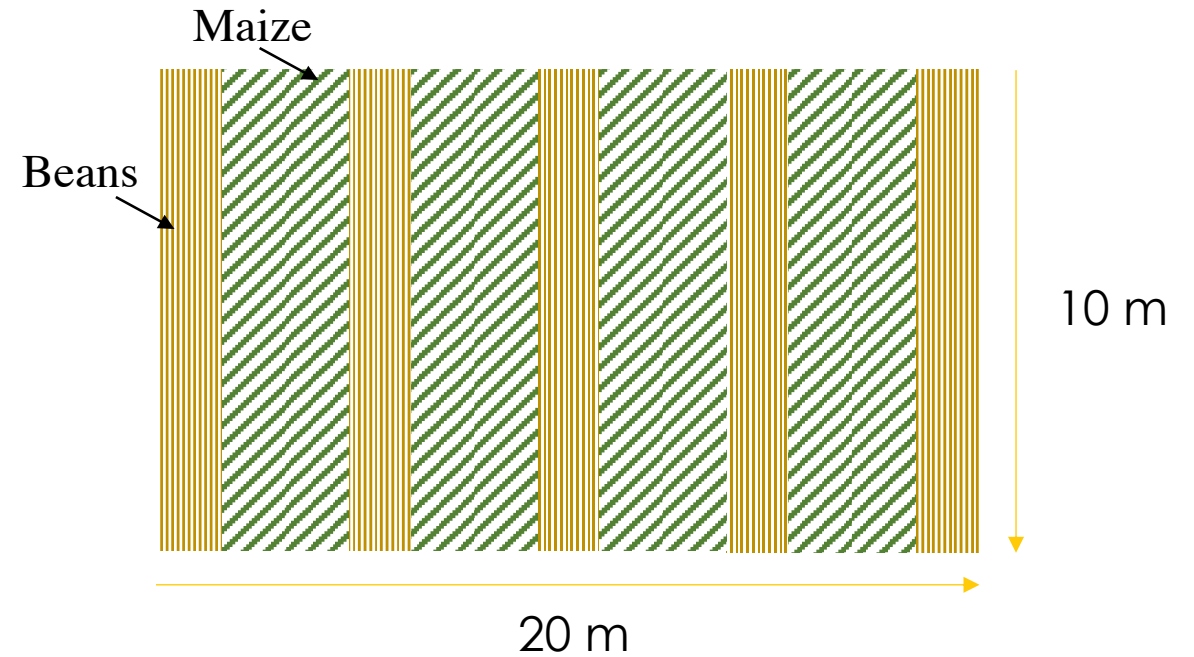


**For Discussion:**  
What is the yield of maize?

Total maize production: 400 kg  
Total bean production: 100 kg

# What belongs in the denominator of crop yield?

G01	G02	G03
What type of <u>crop stand</u> was on the [PLOT]?	Was the [CROP] planted in the <u>entire area</u> of the plot?	Approximately, how much of the [PLOT] is under [CROP]?
READ RESPONSES		READ RESPONSES
Pure Stand/ Sole .....1>>4		Less than 1/4.....1
Strip Intercrop..2		1/4.....2
Row Intercrop..3		1/2.....3
Relay Intercrop..4		3/4.....4
Mixed Intercrop..5	YES...1>>4 NO....2	More than 3/4.....5



Total maize production: 400 kg  
Total bean production: 100 kg

# What belongs in the denominator of crop yield?

## Methods used to estimate the area under crops

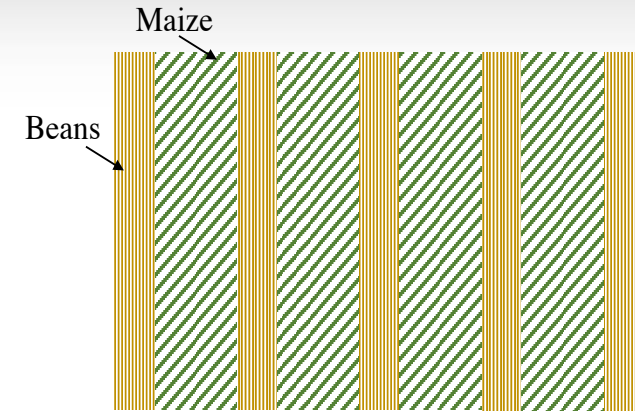
Area 1: Use the entire plot size

Area 2: Plot size \* proportion cultivated with crop  $i$

Area 3: Plot size divided by number of crops

Area 4: Area under monocrops estimated as in Area 2

For intercropped crops, if their summed areas exceed the residual plot area that is not monocropped, these areas are scaled down proportionally



## Yields in Tanzania (kg/ha, mean values)

	Maize	Rice
Yield 1	1,067	1,554
Yield 2	1,292	1,756
Yield 3	1,992	1,803
Yield 4	1,865	1,810

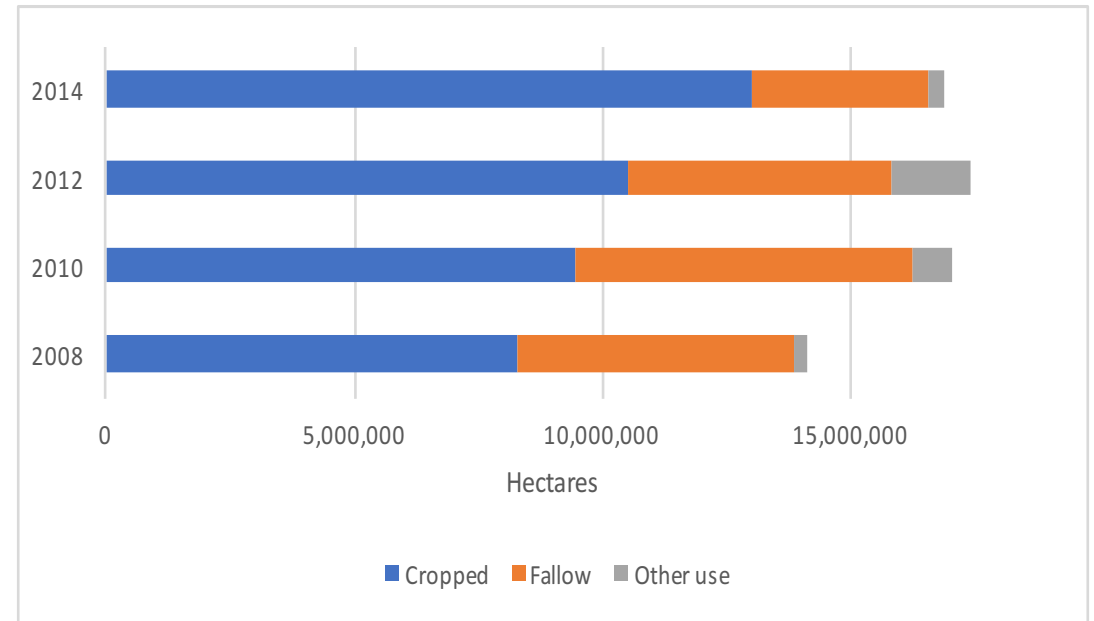
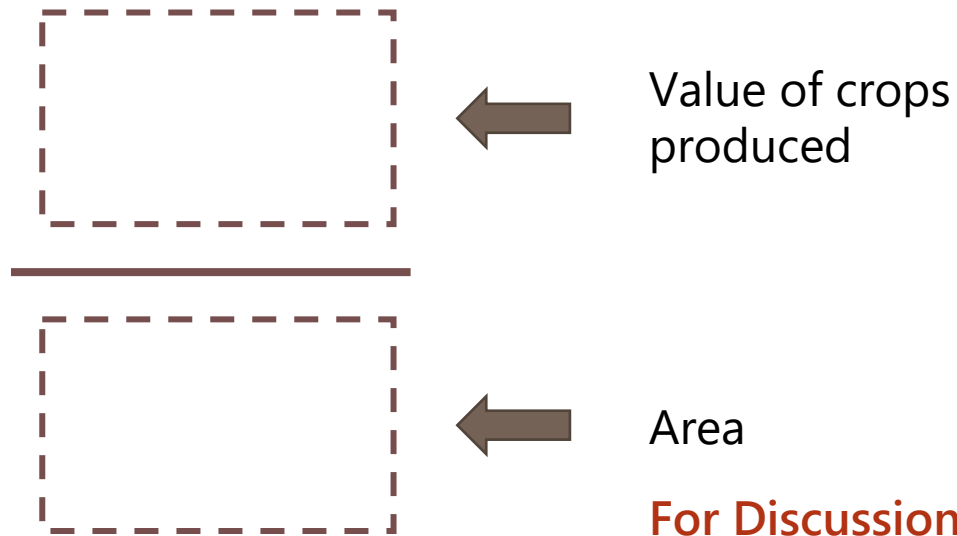
## Calorie productivity across crops

(calories/ha = mean yield \* calories/kg)

	Maize	Rice	Most calorie-productive crop
Yield 1	3.81 million	5.55 million	Rice
Yield 2	4.61 million	6.27 million	Rice
Yield 3	7.11 million	6.44 million	Maize
Yield 4	6.66 million	6.46 million	Maize

# What belongs in the denominator of land productivity?

RESEARCH QUESTION: Is there a trend over time in land productivity in Tanzania?

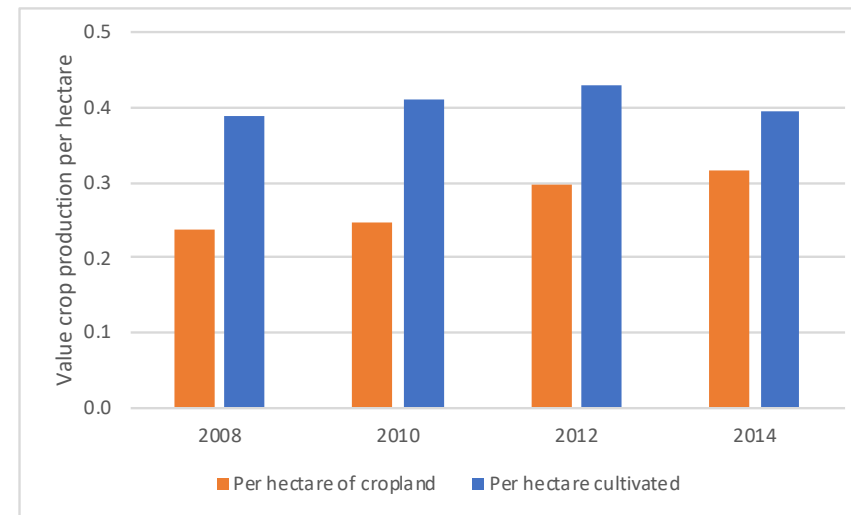
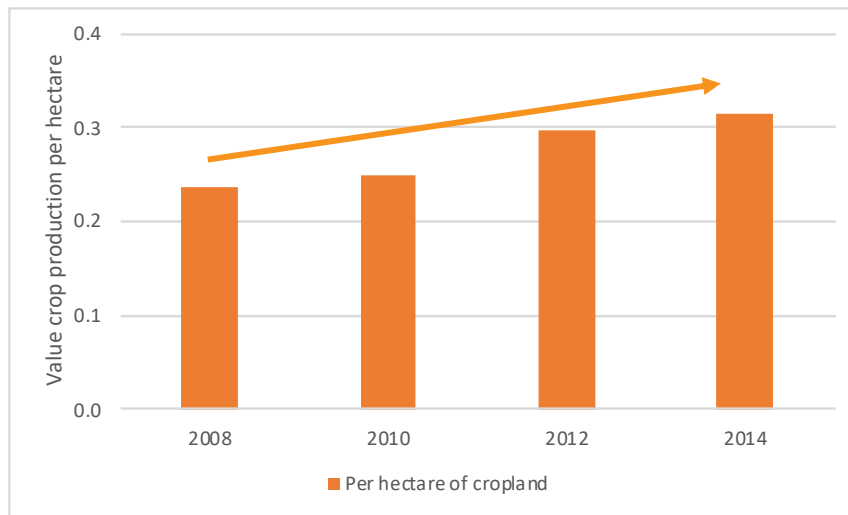


**For Discussion:**  
Should this be area cultivated?  
Area of agricultural land, including land left fallow?

# What belongs in the denominator of land productivity?

RESEARCH QUESTION: Is there a trend over time in land productivity in Tanzania?

	2008	2010	2012	2014
Value crop production (billions shillings, real 2015 values)	3,211	3,890	4,506	5,135
Area cropland (millions hectares)	13.59	15.68	15.24	16.30
Value crop production / hectare (millions shillings)	0.24	0.25	0.30	0.31
Area cropped in main season (millions hectares)	8.31	9.46	10.51	13.00
Value crop production / hectare (millions shillings)	0.39	0.41	0.43	0.40





# Data cleaning



Thom Mpinganjira



Bill Gates



Tea estate

**For Discussion:**

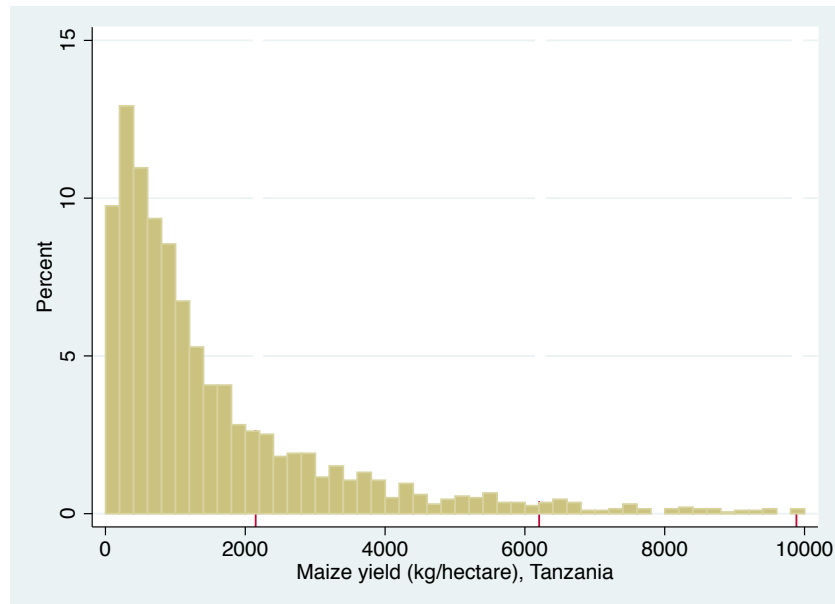
**What counts as an outlier?**

- Unreasonable (unrealistic) value
- Extreme (albeit reasonable) value

# Data cleaning

2.5 times the median  
absolute deviation (~500)  
above the median yield of  
~900 kg per hectare

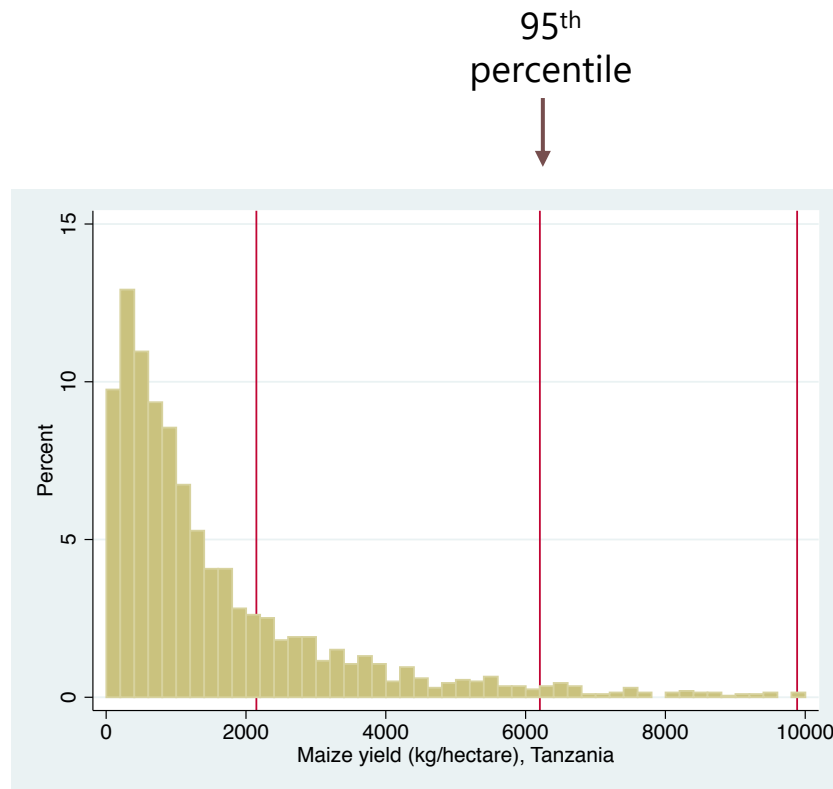
95<sup>th</sup> and 98<sup>th</sup>  
percentile



## How to identify outliers?

- Expert opinion
- Percentile of the distribution
- Median absolute deviation (MAD method)

# Data cleaning

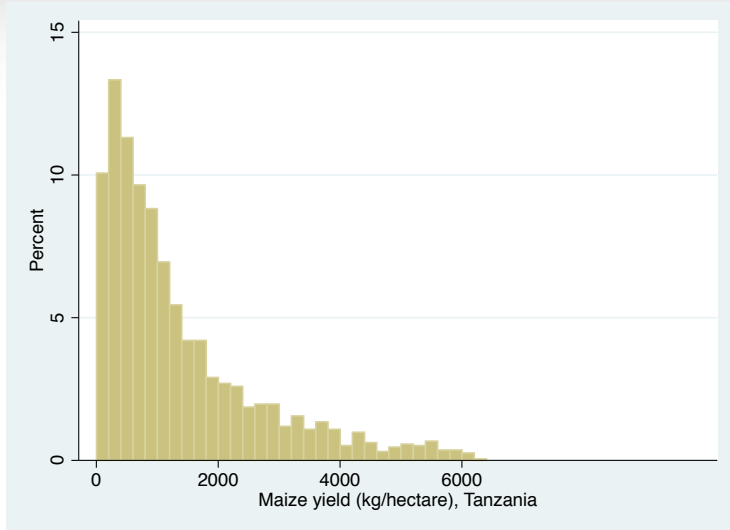


## How to deal with outliers?

- Censor / Trim / Truncate

# Data cleaning

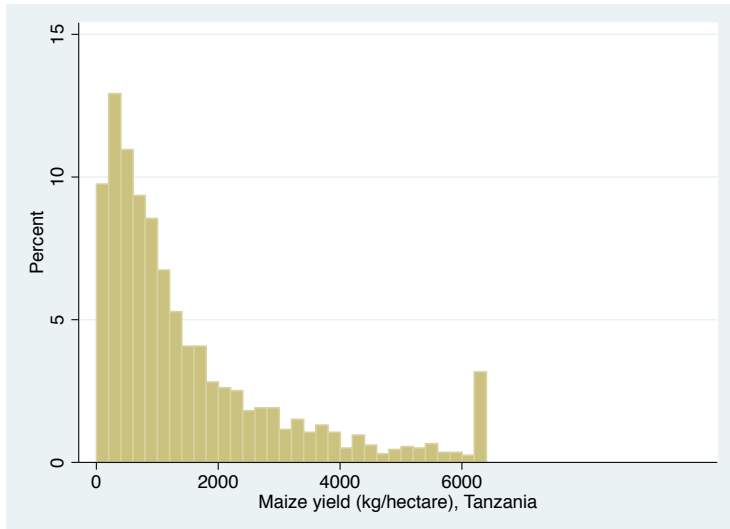
Censor



## How to deal with outliers?

- Censor / Trim / Truncate
- Winsorize
- Replace outliers with the median

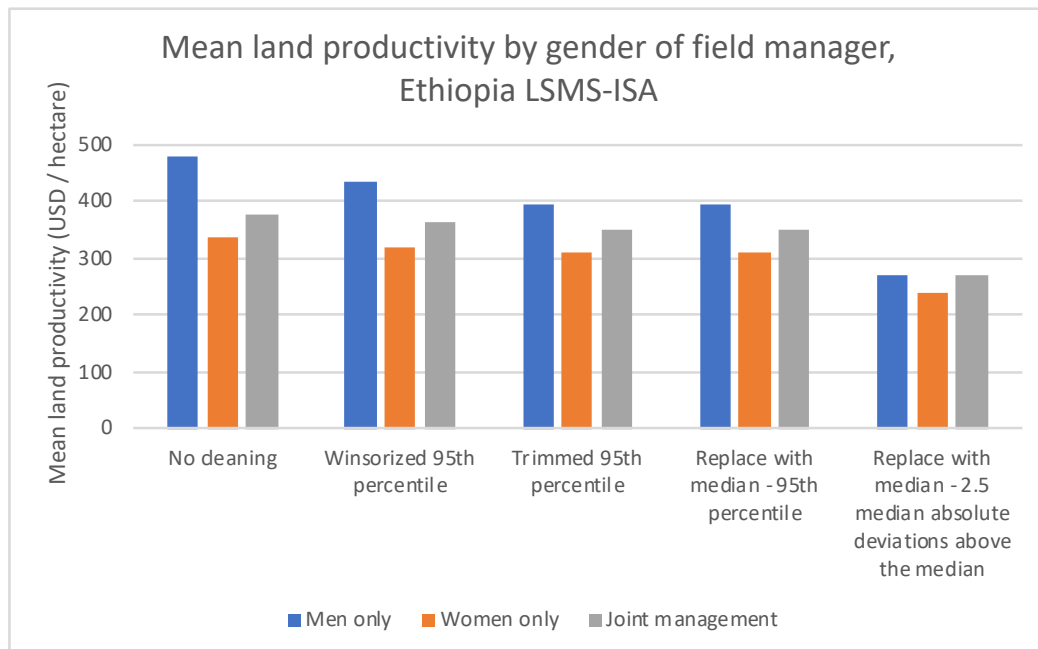
Winsorize



# Data cleaning

**RESEARCH QUESTION:** How big is the gender gap in agricultural productivity in Ethiopia?

	Land productivity (USD per hectare)				
	Mean	25th	50th	75th	95th
Managed by men only	480	72	204	481	1,375
Managed by women only	336	46	174	401	980
Joint management	376	129	162	447	1,091



Difference in mean land productivity between men-only and women-only	
No cleaning	144
Winsorize at the 95th percentile	112
Trim at the 95th percentile	87
Replace observations above the 95th percentile with the median	87
Replace observations that are 2.5 median absolute deviations above the median with the median	27



Let's keep the conversation going...

[info@mwapata.mw](mailto:info@mwapata.mw)

[www.mwapata.mw](http://www.mwapata.mw)

[ayala.wineman@gmail.com](mailto:ayala.wineman@gmail.com)

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