

# Campaigning with Predictive Analytics

PREDICTIVE ANALYTICS WORLD — CHICAGO

**PRESENTED BY** 

Nate Watson, President

Contemporary Analysis 11429 Davenport St. Omaha, NE 68154



### Our past clients.



- Metropolitan Community College
- University of Nebraska
- Georgia Regional Transit Authority
- Catholic Health Systems
- West Corporation
- Bruning for Governor
- Physician's Mutual
- Signal 88
  - Lindsay Corporation
- - Mutual First Federal Credit Union
  - Continuum Worldwide

• Werner Enterprises

• Yamaha

Greater Omaha Chamber

• Farm Credit Services of America



Case Study

# In the 2014 NE Gubernatorial Race, 3 weeks before the election, CAN correctly predicted:

- Voter turnout within 0.27% or 876 votes out of 324,227
- Voter count within 2.8% or 1,577 out of 56,324



- 1. Purchase Analytics
- 2. Engage Actual Voters
- 3. Find the Undecided Voters

- 6. Focus Your Resources
- 7. Use the Right Message
- 8. Know What Motivates Voters
- 4. Do not Target Outside 9. Know What Issues to the Target Avoid
- 5. Know When More Data Does Not Give You More
- 10. Prepare for Unseen Events



#1 of 10

### **Purchase Analytics.**

With technology's fast paced adoption, what Obama did in 2008, even state and local campaigns will be doing in 2016. Predictive Analytics should now be considered a "bare minimum" of any political campaign.



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### Engage actual voters.

Even with the greatest efforts, some people will not head to the polls; make sure you're spending your time on those most likely to vote.



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## Find the undecided voters.

Your race could be determined by only a few individual decisions — target the undecided voters needed to win your campaign.

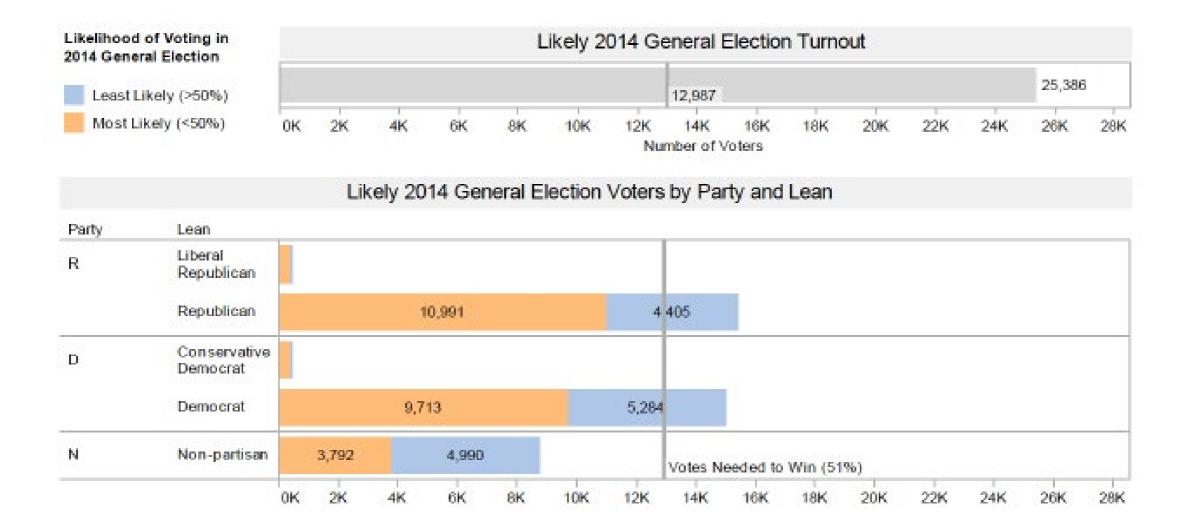


#### Political Micro-Targeting & Predictive Analytics:

Your race will be determined by thousands of individual decisions – target the undecided voters needed to win your campaign.

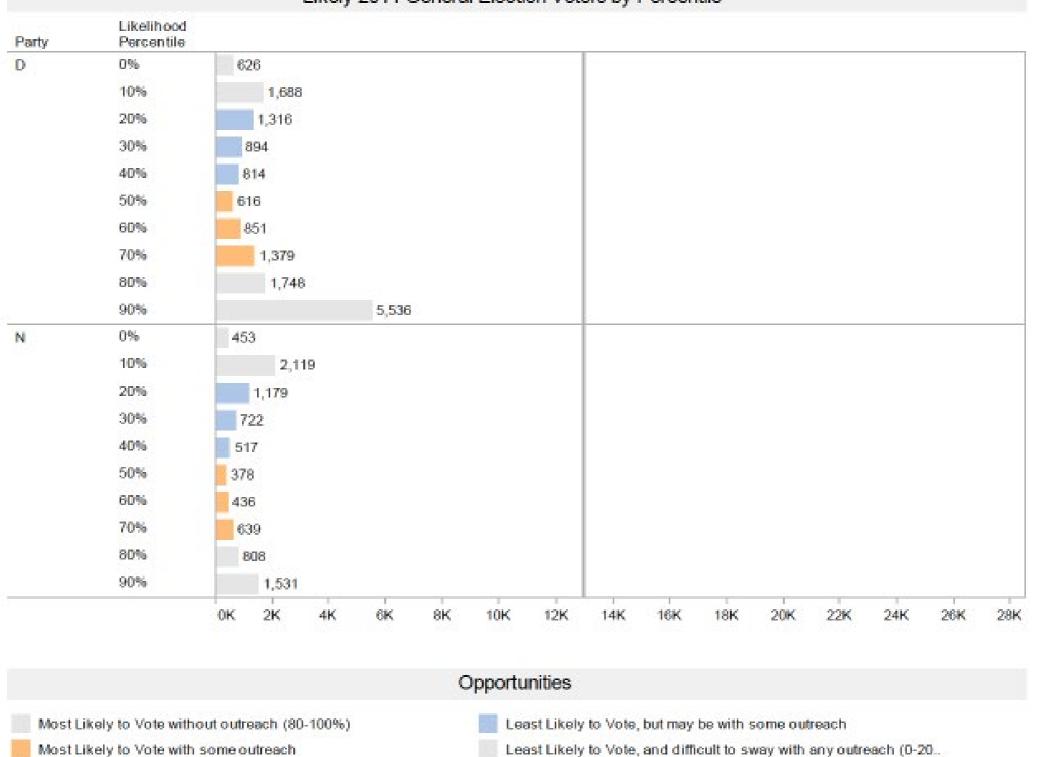
| Democrat  | Conservative<br>Democrat                                     | Independent | Liberal<br>Republican | Republican   |
|---|--|-------------|-----------------------|--|
|   | Your Targ  | get Market  |                       |  |
| Exclude those already<br>likely to vote for you with<br>no encouragement. | Focus on the undecided and persuadable voters needed to win. |             |                       | Ignore the potential voters,<br>that, no matter what, are<br>unlikely to vote for you. |



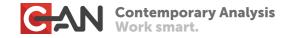




#### **Campaigning with Predictive Analytics**



#### LIkely 2014 General Election Voters by Percentile



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# Stay on Target.

Just as important as targeting those that need a little push, some voters will vote against you if presented with the wrong messaging.



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### Know when to stop.

Campaigns spend a lot of money on data that provides little or no improvement of accuracy.



#### Simple Model Example: Prediction Classification Table

|                                    | General Electior   |        |                    |
|------------------------------------|--------------------|--------|--------------------|
| <b>General Election (Observed)</b> | Not Voting         | Voting | Percentage Correct |
| Did not vote                       | 72167              | 9483   | 88%                |
| Voted                              | 15131 <b>66136</b> |        | 81%                |
|                                    | Overall Correct    | 85%    |                    |



| Variable            | B (Coefficients) | Standard Error | Wald      | Significance | 95% C.I. for EXP(E<br>Lower | <b>3)</b><br>Upper |
|---------------------|------------------|----------------|-----------|--------------|-----------------------------|--------------------|
| Age_life_bin_1      | .344             | .019           | 312.341   | .000         | 1.358                       | 1.466              |
| Age_life_bin_2      | .282             | .017           | 266.954   | .000         | 1.282                       | 1.372              |
| Age_life_bin_3      | .180             | .017           | 109.330   | .000         | 1.158                       | 1.239              |
| Age_life_bin_4      | .133             | .018           | 53.146    | .000         | 1.102                       | 1.184              |
| Age_life_bin_5      | .055             | .019           | 8.719     | .003         | 1.019                       | 1.096              |
| Age_life_bin_7      | 342              | .029           | 139.262   | .000         | .671                        | .752               |
| Age_life_bin_8      | -1.949           | .029           | 4636.533  | .000         | .135                        | .151               |
| Party_affiliation_D | .523             | .037           | 202.630   | .000         | 1.570                       | 1.814              |
| Party_affiliation_R | .692             | .027           | 656.239   | .000         | 1.895                       | 2.106              |
| NumberOfPastRaces   | .480             | .002           | 63659.304 | .000         | 1.611                       | 1.623              |
| Constant            | -1.332           | .017           | 6041.871  | .000         |                             |                    |

#### Simple Model Example: Variables



#### **Overstuffing Example:** Training Classification Table

|                                    | <b>General Election</b> | (Predicted) |                    |
|------------------------------------|-------------------------|-------------|--------------------|
| <b>General Election (Observed)</b> | Did not vote            | Voted       | Percentage Correct |
| Did not vote                       | 93029                   | 39397       | 70%                |
| Voted                              | 36228 <b>374871</b>     |             | 91%                |
|                                    | <b>Overall Correct</b>  | 86%         |                    |



#### OVERFITTING

#### **Overstuffing Example:** Variables

|                          |                  |                |           |              | 95% C.I. for EXP(B) |       |
|--------------------------|------------------|----------------|-----------|--------------|---------------------|-------|
| Variable                 | B (Coefficients) | Standard Error | Wald      | Significance | Lower               | Upper |
| Age_life_bin_1           | .331             | .020           | 286.120   | .000         | 1.339               | 1.446 |
| Age_life_bin_2           | .281             | .017           | 263.325   | .000         | 1.281               | 1.371 |
| Age_life_bin_3           | .184             | .017           | 113.157   | .000         | 1.162               | 1.243 |
| Age_life_bin_4           | .134             | .018           | 53.857    | .000         | 1.103               | 1.185 |
| Age_life_bin_5           | .058             | .019           | 9.629     | .002         | 1.022               | 1.099 |
| Age_life_bin_7           | 348              | .029           | 143.259   | .000         | .667                | .748  |
| Age_life_bin_8           | -1.959           | .029           | 4687.305  | .000         | .133                | .149  |
| Party_affiliation_D      | .513             | .037           | 194.040   | .000         | 1.554               | 1.796 |
| Party_affiliation_R      | .684             | .027           | 637.417   | .000         | 1.879               | 2.089 |
| NumberOfPastRaces        | .478             | .002           | 62834.614 | .000         | 1.608               | 1.620 |
| Residential_Zip_3        | 364              | .127           | 8.181     | .004         | .541                | .892  |
| Residential_Zip_7        | .360             | .063           | 32.902    | .000         | 1.268               | 1.622 |
| Residential_Zip_8        | .428             | .218           | 3.834     | .050         | 1.000               | 2.354 |
| Residential_Zip_16       | 125              | .023           | 28.277    | .000         | .843                | .924  |
| Residential_Zip_17       | .127             | .058           | 4.797     | .029         | 1.013               | 1.272 |
| Residential_Zip_18       | 356              | .044           | 64.141    | .000         | .642                | .764  |
| Residential_Zip_19       | 283              | .026           | 117.878   | .000         | .716                | .793  |
| Residential_Zip_21       | .115             | .037           | 9.801     | .002         | 1.044               | 1.206 |
| Residential_Zip_22       | .113             | .026           | 19.024    | .000         | 1.064               | 1.178 |
| Residential_Zip_25       | 182              | .024           | 59.045    | .000         | .796                | .873  |
| Residential_Zip_26       | .074             | .032           | 5.248     | .022         | 1.011               | 1.148 |
| Residential_Zip_27       | 132              | .033           | 16.081    | .000         | .821                | .935  |
| Residential_Zip_28       | 077              | .023           | 11.484    | .001         | .885                | .968  |
| Residential_Zip_29       | 160              | .038           | 17.765    | .000         | .791                | .918  |
| Residential_Zip_30       | 191              | .044           | 18.638    | .000         | .758                | .901  |
| Residential_Zip_33       | 059              | .030           | 3.945     | .047         | .889                | .999  |
| Residential_Zip_35       | .104             | .026           | 15.662    | .000         | 1.054               | 1.168 |
| Residential_Zip_41       | .140             | .018           | 57.675    | .000         | 1.109               | 1.193 |
| Residential_Zip_42       | .156             | .039           | 16.010    | .000         | 1.083               | 1.262 |
| Residential_Zip_45       | .138             | .024           | 32.782    | .000         | 1.095               | 1.204 |
| Residential_Zip_46       | 065              | .018           | 12.838    | .000         | .904                | .971  |
| Residential_Zip_48       | .261             | .022           | 136.998   | .000         | 1.243               | 1.357 |
| Residential_Zip_50       | .164             | .025           | 41.633    | .000         | 1.121               | 1.239 |
| Residential_Zip_51       | .157             | .031           | 26.169    | .000         | 1.102               | 1.243 |
| Residential_Zip_53       | .114             | .033           | 11.628    | .001         | 1.050               | 1.197 |
| Residential_Zip_54       | .104             | .029           | 13.215    | .000         | 1.049               | 1.174 |
| Residential_Zip_56       | .116             | .032           | 13.238    | .000         | 1.055               | 1.196 |
| Residential_Zip_59       | .094             | .032           | 8.647     | .003         | 1.032               | 1.170 |
| Local_School_District_6  | 375              | .055           | 47.296    | .000         | .618                | .765  |
| Local_School_District_7  | .078             | .016           | 23.389    | .000         | 1.047               | 1.115 |
| Local_School_District_9  | 501              | .057           | 77.534    | .000         | .542                | .677  |
| Local_School_District_10 | 255              | .033           | 61.473    | .000         | .727                | .826  |
| Constant                 | -1.332           | .018           | 5513.792  | .000         |                     |       |



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### Focus your resources.

Know who has the greatest likelihood of being persuaded by a single phone call, mailer, or email — and act accordingly.



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## Use the right message.

Engage voters on an individual level — target the right message, to the right person, at the right time.



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### Motivate voters.

Determine the topics that motivate your constituency, and then gain support by individually targeting the issues they truly care about.



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## Avoid Weaknesses.

In an ever-changing political landscape, just as you need to know which topics to promote, you need to know which to avoid. Don't risk alienating your audience with the wrong messaging.



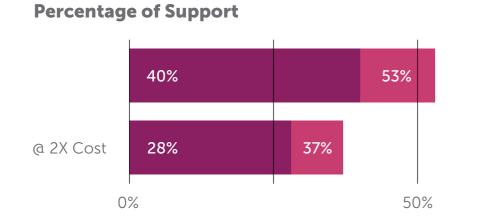
### Summary of support by topic:

|                                  | Percentage of Support | @ 2X Cost |
|----------------------------------|-----------------------|-----------|
| building a new high school       | 53%                   | 37%       |
| in areas of high density/growth  | 61%                   | 46%       |
| upgrading technology & security  | 66%                   | 53%       |
| high school w/ career-tech focus | 72%                   | 57%       |
| early childhood education        | 55%                   | 54%       |
| upgrading all OPS technology     | 63%                   | 51%       |
| AC in all OPS schools            | 70%                   | 56%       |
| safety & security upgrades       | 91%                   | 79%       |



100%

### Support for building a new high school.





**General Support** (Support ranking of 6-10)

Extreme Support (Support ranking of 8-10)

Shift in Support Based on Cost:





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### Prepare for unforeseen events.

Important events, endorsements, and other changes impact on your campaign. Use simulations to stay prepared.



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#### QUESTIONS OR COMMENTS?

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President

Contemporary Analysis 11429 Davenport St. Omaha, NE 68154

(402-516-8087)