

# PREDICTING AI/ML SALARIES AND EVALUATING ERROR DIRECTION

Comparing ML and DL Algorithms

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“

**THE AI-ML FIELDS HAVE BEEN GROWING  
EXPONENTIALLY FOR MORE THAN A  
DECADE**

(Alekseeva et al., 2021)

“

**THE EASE OF AI IMPLEMENTATION HAS  
OPENED THE LABOR MARKET DOORS  
TO NON-EXPERTS**

(Joshi, 2020, p. 247)

# PROJECT MOTIVATION



## Lack of research in salary predictions for AI-ML Fields

- Often centered in broader range of job fields or specific markets
- Salary prediction for IT jobs is the most similar
- Bias exploration usually focused in the Gender pay gap
  - Usually common predictors scope (potential biases underexplored)

## SOCIAL RELEVANCE

Fair and equal employment practices are facilitated

Raise awareness for AI-ML job market.

## SCIENTIFIC RELEVANCE

Addressing the gap in AI-ML and lighting under-explored field of salary predictions with DL

Contribution to the body of research on salary estimation

# RESEARCH QUESTIONS

**Given an extensive developers survey dataset, how can AI/ML job salaries be predicted by first employing traditional predictors with a spectrum of ML/DL algorithms, and subsequently integrating less explored variables to study biases and potential discrimination nuances?**

**RQ 1**

**Utilizing traditional predictors like “Country”, “Job type”, “Education”, “Job title”, “Company size”, “Age”, “Experience”, and “Annual Salary”, how do various ML and DL algorithms such as MLR, LASSO, RIDGE, RF, XGBoost, and MLP perform in terms of prediction error and variance explained against a median-based baseline?**

**RQ 2**

**Selecting the best overall performer regression algorithm from the RQ1, how do additional features, including "Remote work", "Certifications", "Coding as a hobby", "Years Coding", "Gender", "Sexual orientation", "Ethnicity", "Physical disability", and "Mental disability", impact the prediction error and variance explained by the aforementioned model?"**

**RQ 3**

**By integrating attributes like "Gender", "Sexual orientation", "Ethnicity", "Physical disability", and "Mental disability" into the model, to what extent can potential patterns of discrimination be identified?**



# “HOW WAS IT DONE” (literature review)

- Administrative and survey data
- Data cleaning (missing values, correct assymetry and inflation)
- Demographics, Education, Work type and Experience

- Regression or Classification problem
- Oftentimes a comparison of different models

*MLR LASSO RIDGE ENET DT RF XGBoost SVR*

*R2 RMSE MSE MAE*

- Several studies based on EDA

(Wang., 2022).

(Jain et al., 2022).

(Brandwijk, 2021)

(Özer et al., 2022).

(Martin et al., 2018).

(Kablaoui & Salman, 2022)

(Matbouli & Alghamdi., 2022)

# DATASET

## Source

Stack Overflow  
Annual Survey  
(2022)

## Original

**81 Features**

**73.267 Rows**

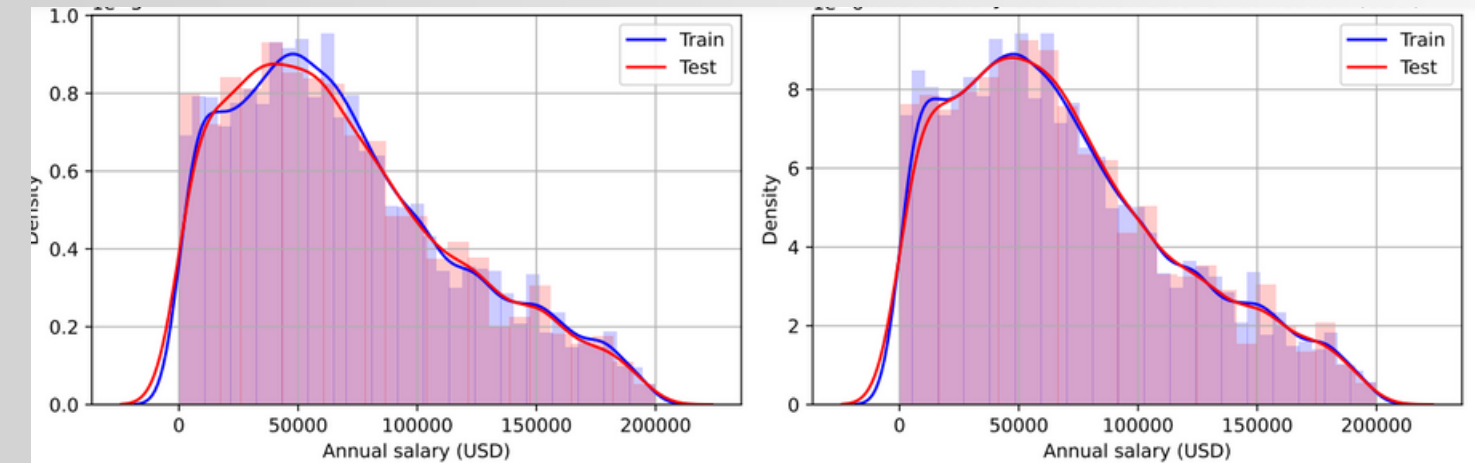
Missing values (>50%)  
Class Imbalances (man-female)  
Non - Symmetry (sqrt)

## Processed

**17 Features**

**< 2.500 Rows**

Filtered Job roles  
Salary Thresholds  
Dropping / imputing



***METHODOLOGY***

***&***

***EVALUATION***



Stack Overflow  
Developers  
Survey 2022

>73.000 ROWS / 81 COLS

\* **Model  
Comparison  
Features**

"Country", "Company size",  
"Job type", "Age",  
"Job title", "Work\_experience",  
"Education", "Annual\_salary"

\*\* **Nested  
Model  
Features**

"Remote work",  
"Certifications", "Coding as a  
hobby", "Gender", "Sexual  
orientation", "Ethnicity",  
"Physical disability", "Mental  
disability" and "Coding Exp."

## DATA PROCESSING

- col selection
- stratification  
target variable

**Train (70%)  
Test (30%)  
Split**

Variable  
Transformation

Extreme Values  
Treatment

Missing Values  
Treatment I

Encoding  
(ordinal &  
one-hot)

- 17 COLUMNS
- Based on Literature

- String Formatting  
(UK, USA)

- Target Variable  
Distribution
- Apply Threshold  
(10k - 350k)
- MAD for  
Multivariate  
Outliers

- Drop few rows
- Median / Mode  
(Categorical Features)
- Column Combination  
(e.g. Trans)
- NA into 'Unknown'

- Ordinal Encoding  
(Education,  
Company size...)
- One-Hot  
(Countries, Job  
Title...)

- KNN  
Imputer for  
Experience  
(>800)

**Missing Values  
Treatment II  
(KNNImputer +  
KFold)**

### Answer RQs

- Which Model is  
better for this  
problem?
- Is it aligned  
with literature  
findings?

Evaluate in Train  
and Test Set for  
Robustness

Compare Results  
with a median  
based Baseline

Evaluate in avg  
Validation sets  
from KFold

Randomized  
Search &  
K-Fold CV

### Hyperparameter tuning

Hyperparameter  
Tunning

- RMSE
- R2

**Model  
Comparison**

- Tested also  
sqrt transformed
- MLR
- Ridge \*
- Lasso \*
- XGB
- MLP

Standardize  
target variable

**Separate and  
encoded Train  
and Test sets**

**Select  
Best**

- XGB

### Answer RQs

- Model Improvement after  
including some features? which  
ones?
- Patterns of Discrimination  
derived from it?

Evaluate in Train  
and Test Set for  
Robustness

Compare vs  
media-based  
Baseline & **Previous  
model results**

Repeat  
hyperparameter tuning  
and KF-CV

- RMSE
- Residuals
- R2
- Adj R2

**Nested  
Model #1**

- Add feature

\*\*

**Nested  
Models #2  
/#3...**

- Add feature

- Add feature





**THANK YOU!**