# Analysis of the US Census Bureau's Annual Business Survey

Carol Lopez, Finn McSweeney, Zeeshan Pervaiz, & Rachel Walter

## **Initial Questions**

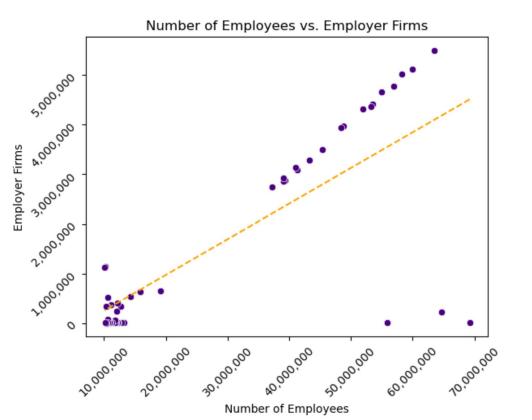
- What is the average salary of employees by state?
- What percentage of workers are male and what percentage are female? How does that compare to the number of male versus female owners?
- What technologies are mostly used by employer firms?
- What is the salary range for jobs that require varying levels of use of software-based technology?
- In which industries are individuals who work with Artificial Intelligence likely to earn the highest salaries?
- What is the educational background of business owners? Does more education make it more likely for you to own a business?

## **ETL Steps**

- Each dataset was loaded in and the first row was removed (Duplicate header row).
- The index of each row was then reset and previous index was removed.
- Multiple columns in the dataframe were renamed to make the purpose of the columns clearer.
- The data types of the numeric columns were changed from object to either an integer or a float.
- Removed nulls and flagged data.

# **Company Summary**

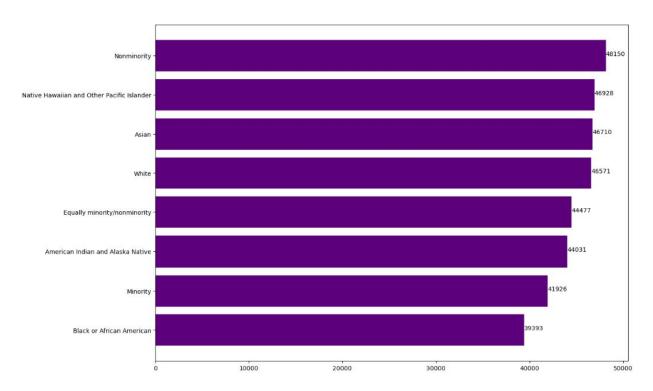
# **Employee Count and Employer Firms**



View the correlation between number of employees and the number of employer firms.

- Top 50 companies were used in this visualization.
- One outlier removed from the dataset.
- Correlation of the graph is ≈ 0.7792.
- Correlation not visible with smaller companies, clear trend with the mid-large sized companies.
- Employer firms all > 0, no company in the top 50 has none, some way smaller than others (lowest = 4000).

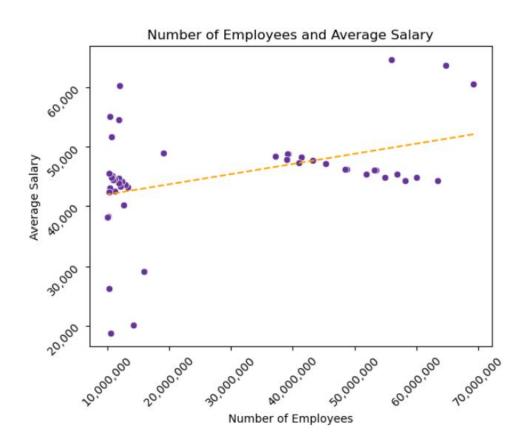
## **Average Salary Compared to Race**



Bar Chart of average employee salary based on race

- Average salary was calculated by the annual payroll / number of employees \* 100.
- Average Salary column's mean was taken and grouped by race.
- Total, classifiable, nonclassifiable columns were taken out of the visual.

# **Average Salary and Number of Employees**



Correlation between size of companies and average payroll

- Top 50 companies by size were also used in this visualization.
- Smaller companies had no correlation to the average salary.
- Mid-Large sized companies showed a decline in the average salary as the company size grew.
- Misleading trendline and correlation due to the companies with under 20,000,000 employees.

# **Code snippets**

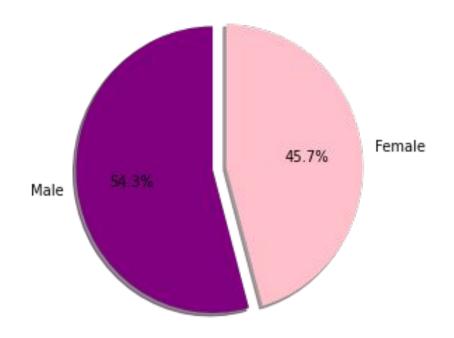
- Creating DataFrame with top 50 companies by employee count
  - a. top50 = df.sort\_values(by = 'EMP', ascending=False)[:50]
- Checking the correlation of scatter plots
  - a. correlation = df['EMP'].corr(df['FIRMPDEMP'])
  - b. correlation = df['EMP'].corr(df['Average\_Salary'])
- Creating an Average Salary column
  - a. df['Average Salary'] = (df['PAYANN']/df['EMP'])\*1000
- 4. Rounding the Average Salary column them calculating the mean grouped by race.
  - a. df["Average\_Salary\_Rounded"] = df["Average\_Salary"].round(0)
  - b. df = df.groupby("RACE\_GROUP\_LABEL")["Average\_Salary"].mean()

**Characteristics of Businesses** 

### Question: Percentage of male and female employees.

#### Steps to generate visual:

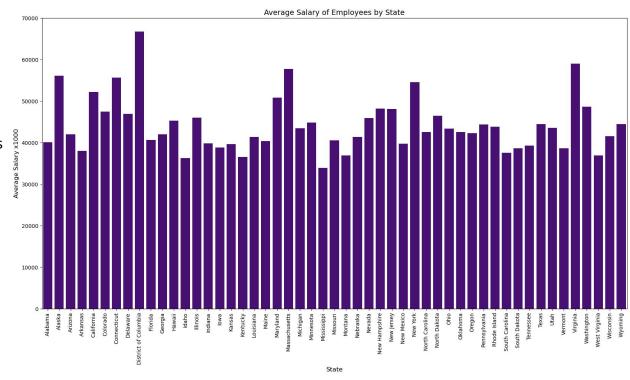
- Group the number of workers.
- Determine the count of workers for each gender:
  - Total\_gender\_count = Total (Classifiable + Unclassifiable)
  - Male\_count = Male + Equally male/female
  - Female\_count = Female + Equally male/female
- Calculate percentages:
  - Percent\_male = (Male\_count/ Total\_gender\_count) \* 100
  - Percent\_female = (Female\_count/ Total\_gender\_count) \* 100
- Plot as Pie chart



### **Question: Average Salary of Employees per state**

#### Steps to generate visual:

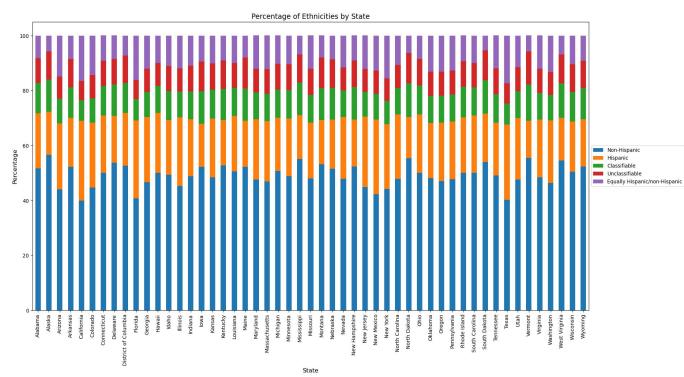
- API call on the business summary data table.
- Group salary values and states.
- Take the average of the salary values for each state.



#### Question: For each state, what percentage of workers belong to each ethnicity?

#### Steps to generate visual:

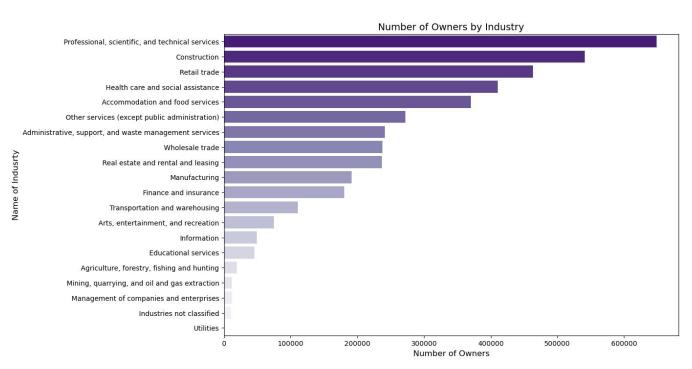
- Drop the native "total" value from data set.
- Group by state name and ethnicity group label.
- Calculate new total ethnicity value for each state.
- Calculate the percentage of each ethnicity by dividing each ethnicities count by the total value for each state.
- Plot the resulting data on stacked bar chart.



# Characteristics of Business Owners

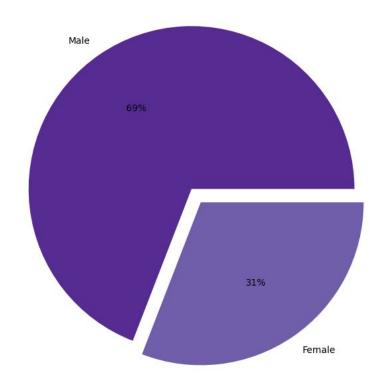
## What is the breakdown of number of owners by industry?

- Filtered down to focus on each individual industry
- Used group by and sum to get the totals
- Sorted values so the bars would be in descending order
- Difficult to draw conclusions from the graph since the largest industry includes a wide array of businesses



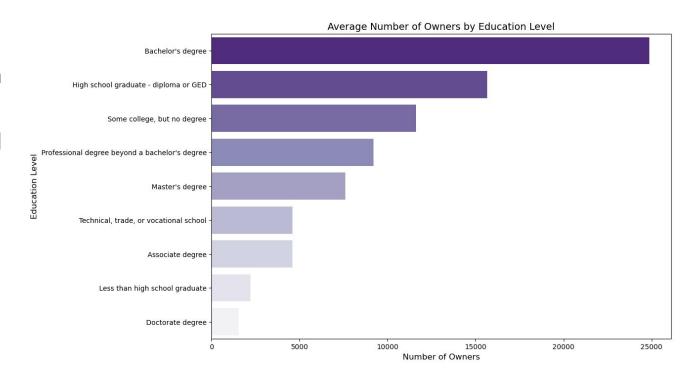
# Is there are a large difference between the percentage of male versus female business owners? Percentage of Male vs Female Owners

- Filtered again to focus on the data for male vs female business owners
- You can immediately see that the difference is much larger than the one between the percentage of male vs female employees
- Used explode so that the pieces of the pie would pop out



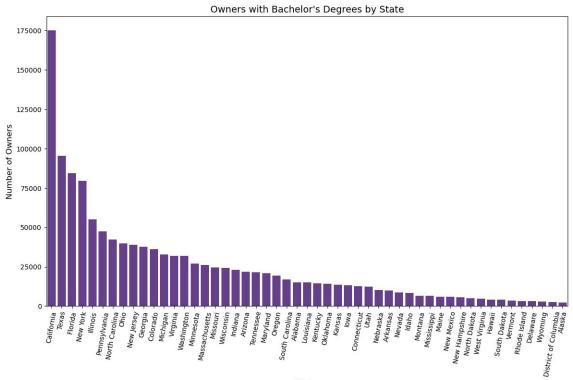
## What is the educational background of business owners?

- Did another request to get data at the state level
- Used group by and the mean function to get the combined average for each education level



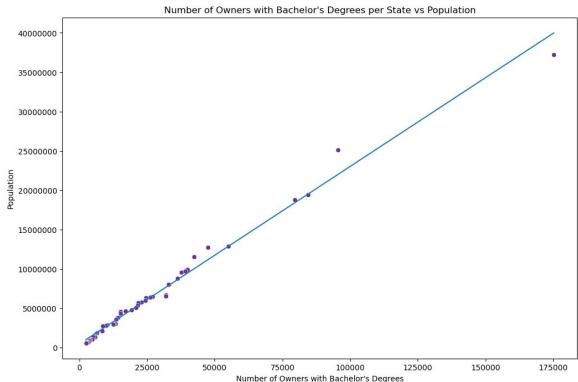
# Is there a difference in number of owners with Bachelor's degrees at the state level?

- Wanted to see if there
  was a difference in the
  number of owners with
  Bachelor's degrees per
  state
- At first glance it looks like there is a large difference, but...



# Comparing data from the previous graph to US Census population data

- When the data from the last slide is compared to state population, there is an ryalue of .99
- Tip: To get graph values
   out of scientific notation
   use "ticklabel\_format
   (style = 'plain')"



**Technology Characteristics of** 

**Businesses** 

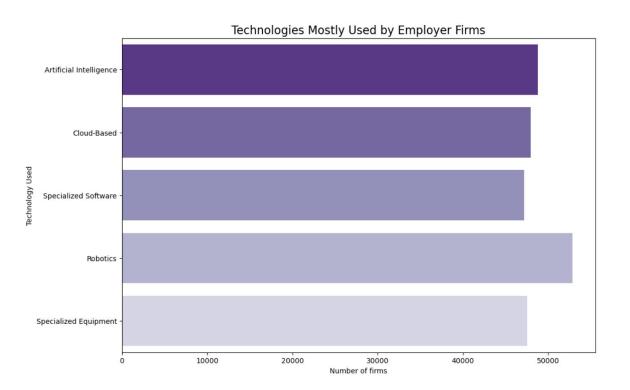
- 1. Dropped rows where NAICS2017\_LABEL equals Total for all sectors indexNA = techuses[(techuses['NAICS2017\_LABEL'] == 'Total for all sectors')].index techuses.drop(indexNA, inplace=True)
- 2. To easily obtain the different levels of use for each particular technology, split column Tech Use into two columns named Technology Used and Level of Use

techuses[['**Technology Used**','**Level of Use**']] = techuses['Tech Use'].str.split(': ', expand=True) techuses= techuses.drop(['Tech Use'], axis=1)

3. Exclude rows using the ~ isin() method. techuses= techuses.loc[~techuses['Level of Use'].isin(['Total use','Total Reporting',"Don't know"])]

4. Calculated the Average Salary techuses['Average Salary']= (techuses['Annual Payroll']/techuses['Number of Employees'])\*1000

### What technologies are mostly used by employer firms?

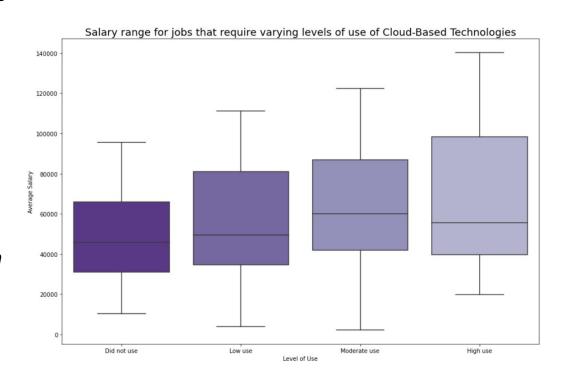


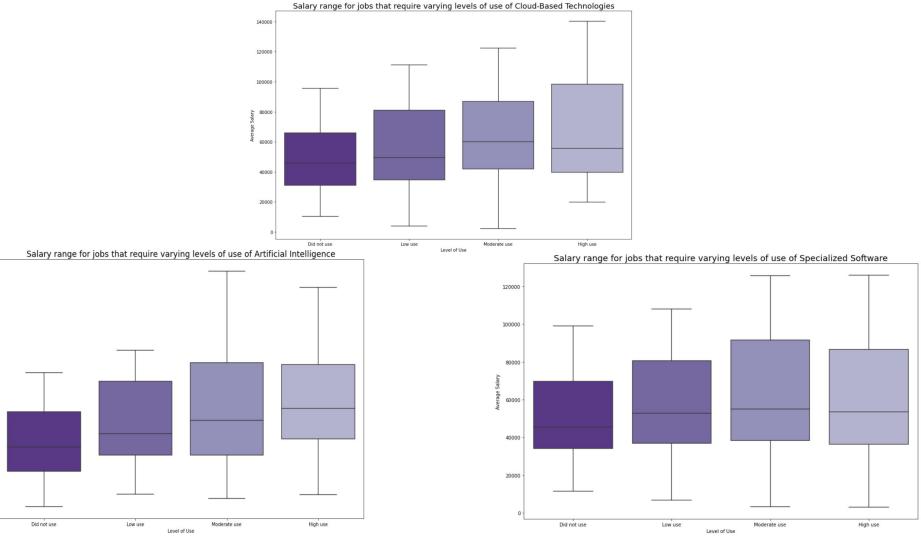
- We created a new DataFrame called firmtech that includes relevant columns from the techuse DataFrame.
- Used firmtech as the data for our barplot.
- Set confidence interval to None.

sns.barplot(y= firmtech['Technology Used'], x=firmtech['Number of firms'], data=firmtech,
ci=None);

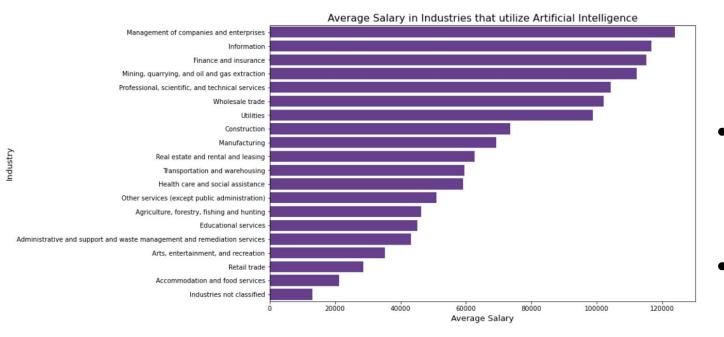
# What is the salary range for jobs that require varying levels of use of software-based technology?

- Created new DataFrames for each technology, called ai, cloud, and software.
- Removed rows that are flagged as S or D in the PAYANN\_F column.
- Manually set the order according to the level of use with 'order='





In which industries are individuals who work with Artificial Intelligence likely to earn the highest salaries?



- We grouped the
  Technology Used,
  Industry, and
  aggregated Average
  Salary into a new
  dataframe called
  group tech.
  - Created a numpy array called ai\_industry that contains the unique values for Industry from the ai DataFrame and sorted it.
- Created a new
  DataFrame called
  Payroll\_ai by
  transposing a list of the
  group\_tech and
  ai\_industry data.

# **Code snippets**

```
1. Created new DataFrames for each technology, called ai, cloud, and software.
software= techuses[techuses['Technology Used'] == 'Specialized Software']
ai= techuses[techuses['Technology Used'] == 'Artificial Intelligence']
cloud= techuses[techuses['Technology Used'] == 'Cloud-Based']
```

```
2. Created a new DataFrame called Payroll_ai and transposed it
    group_tech= ai.groupby(['Technology Used','Industry'])['Average Salary'].mean()
    ai_industry= ai['Industry'].unique()
    ai_industry.sort()
    Payroll_ai= (pd.DataFrame([list(group_tech),ai_industry])).T
    Payroll_ai.sort_values(by='Average Salary', ascending=False, inplace=True)
    sns.barplot(y= Payroll_ai['Industry'], x= (Payroll_ai['Average Salary']), color='rebeccapurple');
```

# THANK YOU ANY QUESTIONS