# Ask A Manager Self-Reported Job, Salary, and Demographic Data

Anna Sanders DTSA 5506 - Data Mining Project Fall 2023

# **Salary Transparency**

"Under the National Labor Relations Act (NLRA or the Act), employees have the right to communicate with other employees at their workplace about their wages. Wages are a vital term and condition of employment, and discussions of wages are often preliminary to organizing or other actions for mutual aid or protection. " - NLRA

#### **Benefits of Salary Transparency:**

- Salary Negotiation
- Benefit Negotiation
- Job Searching
- Non-Discriminatory Wages

### Average Wage Websites (Glassdoor, Indeed, Payscale)

#### **Benefits**

- Location specific
- Employer specific
- Experience specific
- Easy to use and navigate
- Includes bonuses and other monetary compensation

#### **Drawbacks**

- No access to raw data
- Potentially no access to additional demographic data (gender, age, etc.)
- Potentially no access to additional job data (industry)
- Logins needed to view more data, submit data

### Ask A Manager Salary Data (2022 & 2023)

Raw data in csv format from the <u>Ask A Manager</u> <u>Annual Salary Survey</u>:

- Includes respondent demographics (age, race)
- Includes industry and functional area dimensions
- 30,000+ total responses

#### Challenges

- Self-reported responses
- Job Title field is free text
- Some fields are multi-response
- Slight variation between the surveys

# **Proposed Work**

# **Data Cleaning & Tidying**

- Change categorical columns to ordinal columns when appropriate
- Clean string responses by removing padding and capitalizing
- Select only first response value for multi-response columns
- Drop columns with missing data (age, experience, salary, etc.)
- Create an 'Unknown' category where appropriate (gender, race, etc.)
- Add total salary column (salary + bonus)
- Manually correct some free-text responses into specific categories
- Merge survey results into one dataframe

### **Clustering Algorithm for Job Title**

#### **Job Titles to Vectors**

- Scapy: Job Titles → Vector Norms
- Sci-kit Learn: Job Titles → Vectors

#### **Testing**

- Subset of the first 1,000 rows
- Cluster and check results

#### Models

- K-Means
- Birch
- OPTICS

#### **Full Dataset**

- Cluster all data
- Check for duplicates
- Check a random subset of clusters

# **Clustering Algorithm - Lessons Learned**

#### First Try

Included other dimensions, including combined job title-industry-functional area vector, salary, etc.

- Pros: promising job clusters
- Cons: Caused unique job titles to exist in multiple clusters

#### **Final Process**

Use only job title. No other dimensions were included

- Pros: forces unique job titles to exist in only one cluster
- Cons: groupings only reliant on job title vector or vector norm, some confusing groupings

### **Clustering Algorithm - Results**

#### K-Means

- 2,000 clusters
- 303 clusters with only 1 member
- Clusters could be more specific

#### **OPTICS**

- Minimum membership of 3
- 544 clusters
- 82.22% of data labeled as outliers

Cluster: 1051 ['MANAGER DEI CORPORATE PARTNERSHIPS' 'PRE-AWARD RESEARCH ADMINISTRATOR' 'PRINCIPAL ENTERPRISE PROJECT MANAGER' 'RECREATION SPORTS PROGRAM MANAGER' 'SENIOR CORPORATE PHILANTHROPY MANAGER']

Cluster: 544 ['DIRECTOR OF EQUITY, DIVERSITY & INCLUSION'
'DIVERSITY, EQUITY AND INCLUSION DIRECTOR'
'HEAD OF DIVERSITY, EQUITY, AND INCLUSION']

### **Data Analysis & Visualization**

#### **All Data**

- Percent of responses by country
- Percent of responses by currency

#### **USD Only**

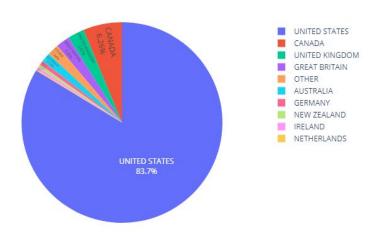
- Percent of responses by industry
- Percent of responses by functional area
- Total salary in 2022 vs. 2023

#### USD 2023 Only

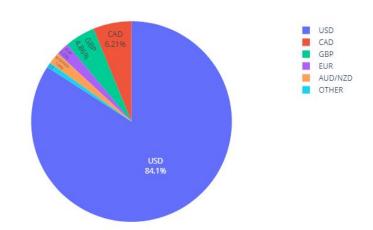
- Percent of responses by state
- Percent of responses by city
- Breakdown of total salary by age
- Breakdown of total salary by experience
- Breakdown of total salary by gender

# **Breakdown by Country and Currency**

Breakdown by Country

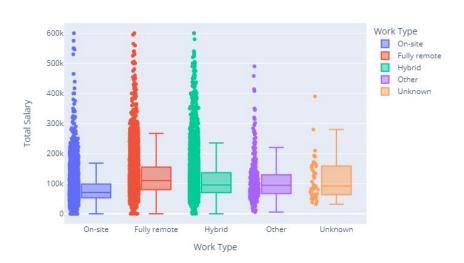


Breakdown by Currency

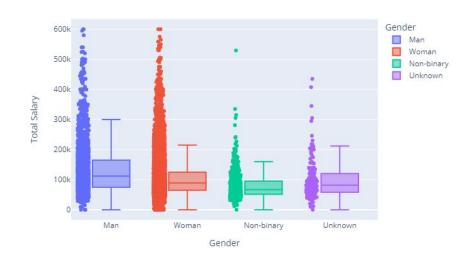


### Total Salary by Work Type and Gender

Box Plot of Total Salary by Work Type



Box Plot of Total Salary by Gender



\*total salary under \$600,000

### **Total Salary Prediction Model**

#### Setup

- Pipeline Transformation
  - Standard Scalar for Ordinal Variables
  - OneHotEncoder for Categorical Variables
- Train and test split (70:30)
- Run over multiple models
- Calculate metrics for all models
- Select the best model

#### **Regression Models**

- Linear
- Decision Tree
- Kernel Ridge
- Random Forest
- General Linear Model
- Stochastic Gradient Descent
- Support Vector Machine
- Gaussian Process

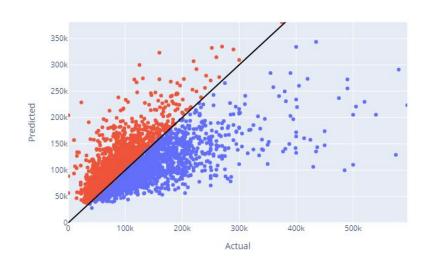
# **Total Salary Prediction Model - Results**

	Random Forest Regressor	Stochastic Gradient Descent
R^2	0.40	0.45
Explained Variance	0.41	0.45
Mean Absolute Error	31,805	31,829
Means Squared Error	2,455,559,425	2,257,590,238
Mean Absolute Percent Error	109.46%	120.81%

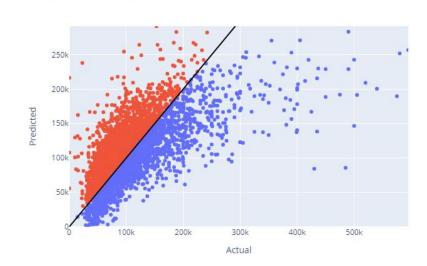
# **Total Salary Prediction Model - Results**

SGD Fitted vs. Actuals





RFR Predicted vs. Actuals



# Total Salary Prediction Model - No Job Cluster

	Random Forest Regressor	Stochastic Gradient Descent
R^2	0.36	0.39
Explained Variance	0.36	0.40
Mean Absolute Error	33,047	33,018
Means Squared Error	2,606,408,982	2,469,916,673
Mean Absolute Percent Error	109.91%	114.84%

# **Evaluation**

### **Timeline**

**Project Start:** October 9th

Finish Data Cleaning (October 12th) - 2 days Status: Done!

Finish Job Title Clustering (October 16th) - 5 days Status: Done!

Finish Data Analysis & Visualization (October 23rd) - 5 days Status: Done!

Finish Salary Prediction Model (October 30th) - 7 days Status: Done!

### **Evaluation Plan**

In general, a successful project will have completed all proposed work and included reasoning for decisions and potential downstream consequences, and will thoroughly document all work done, including:

- Data cleaning procedures and methodology
- Creation of visualizations
- Explanation of data analysis and hypothesis testing
- Testing and evaluating multiple models for the clustering and predicting processes
- Complete write up and presentation slides updated with high level processes and findings

### **Evaluation Plan - Models**

**Job Title Clustering:** Cluster results viewed and assessed on a heuristic basis

**Salary Prediction Model:** Models evaluated with residual and fit based metrics, potentially unique to each model used

#### **Prediction Model Metrics:**

- R^2 higher is better
- Explained Variance higher is better
- Mean Absolute Error lower is better
- Mean Squared Error lower is better
- Mean Absolute Percent Error lower is better

### **Evaluation Plan - Assessment**

Overall, the project was successful because:

- All proposed work was completed
- All work was documented in the project proposal, presentation slides, and secondary write-up
- Data was cleaned and tidied and would be usable in other projects and analysis
- Multiple visualizations and analyses were completed
- Multiple models were run for clustering and prediction

### **Evaluation Plan - Reflection**

#### **Lessons Learned**

- Machine learning pipeline in python
- Generating hypotheses
- Statistical analysis in python
- Troubleshooting python errors

#### **Key Takeaways**

- Lots of outliers in the data
- Unique job titles
- Data skewed:
  - Higher earners
  - o North America

### **Future Work**

- Add more survey data
- Allow for multi-response items
- Use Neural Networks to classify job titles
- Further analysis and visualization
- Predict base salary only
- Test more transformations and models
- Find a way to remove clusters with less than 2 members