SALARIES IN TECH: AI VS DATA SCIENCE

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The Topic and why we chose it

- Research question: Salaries in AI/ML –
 vs data analyst/scientist jobs,
 change over time –
- Difference between US and non US
- Hypothesis: AI salaries are higher and increasing faster than data analyst/scientist jobs
- US salaries higher than non US

- Intrigued by the introduction of AI into our everyday lives (ChatGPT)
- Wanted to see if AI was more lucrative compared to other tech jobs
- Interesting analysis of the post-COVID economic landscape in tech
- Data science class, why not think about data science!



Introducing the Data

- Data is from ai-jobs.net, posts tech jobs and analyzes trends
- Each observation records individual job info (see variables on the right!)
- Ethical issue: self-reported data
- For our analysis: combined ML Engineer with AI Jobs into variable ML/AI, and combined data scientists with data analysts into variable datascientistanalyst

Work year Job title

Salary Employee residence

Company location

Remote ratio

Experience level

Company size Employment type

Hypothesis Test/CLT

```
ar{x}_{ai}-ar{x}_{data}=23882
```

```
{r}
#| label: p-value

tscore <- (23882 - 0) / SE

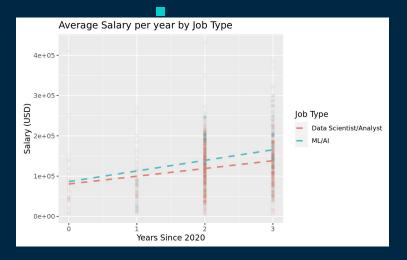
pt(tscore, df = 295, lower.tail = FALSE)

[1] 6.877573e-09</pre>
```

- Calculated observed statistic, mean salary
- Used CLT and calculated SE
- Found p value
- Rejected null hypothesis

Regression Models



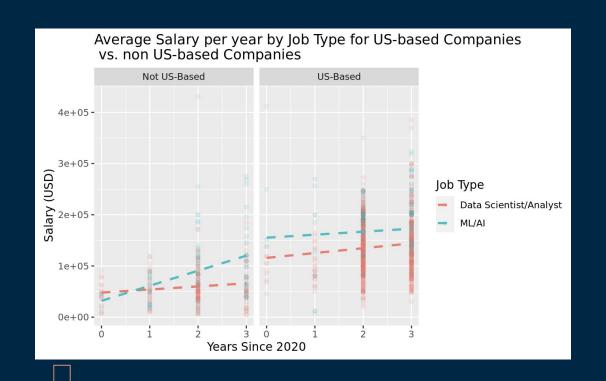


A tibble: 4 × 5				
term <chr></chr>	estimate <dbl></dbl>	std.error <dbl></dbl>	statistic <dbl></dbl>	p.value <dbl></dbl>
(Intercept)	80463	5865.556	13.7179	2.212746e
work_year	19258	2514.860	7.6579193	3.412890e
job_typeML/Al	5986.455	12608	0.4747845	6.350113e
work_year:job_typeML/AI	7083.503	5246.814	1.3500578	1.772060e

 $\widehat{salary_in_usd} = 80463.128 + 19258.594 * year + 5986.455 * ML/AI + 7083.503 * year * ML/AI +$

Data Scientist/Analyst: $salary_in_usd = 80463.128 + 19258.594 * year$ ML/Al: $salary_in_usd = (80463.128 + 5986.455) + (19258.594 + 7083.503) * year$

Faceted Visualization



Conclusion

- AI/ML salaries are comparatively higher
- Overall AI/ML salaries growing at a faster rate
- In the US, AI/ML salaries are growing slower than in non US countries and slower than Data scientist salaries
- Important to note some possible inaccuracies with data



Thank You!