

## **KEY FINDINGS:**VALUING PROFESSIONAL LICENSING IN THE U.S.

## **INTRODUCTION**

<u>The Alliance for Responsible Professional Licensing</u> (ARPL) commissioned Oxford Economics to produce a first-of-its-kind quantitative research study, *Valuing Professional Licensing in the U.S.*, which explores the impacts of professional licensing in highly complex, technical fields. Here's what the research found:

## **KEY FINDINGS**

Across all professions and occupations, **licensing is associated with a 6.5% average increase in hourly earnings**, even after accounting for the job holder's educational attainment, gender, and racial demographics.

Among professionals in technical fields requiring significant education and training, a license narrows the gender-driven wage gap by about one third and the race-driven wage gap by about half.

<u>Minority</u> engineers, surveyors, architects, landscape architects, and CPAs can expect an **8.1% hourly wage increase** on average after becoming licensed in their field.

<u>Female</u> engineers, surveyors, architects, landscape architects, and CPAs can expect a **6.1% hourly wage increase on average** after becoming licensed in their field.

Both white professionals and male professionals were shown to benefit from licensing too, but to a lesser degree. White engineers, surveyors, architects, landscape architects, and CPAs can expect a 2.9% hourly wage increase after becoming licensed; and males in these professions can expect a 0.7% hourly wage increase after becoming licensed.

Those in <u>trade and vocational occupations</u> (e.g., barber, plumber, etc.) can expect a **7.1% hourly wage increase** after becoming licensed, while those in a <u>profession requiring advanced education and training</u> (e.g., engineer, architect, etc.) can expect a **3.6% wage increase** after becoming licensed.

For more information about the research, email <u>info@responsiblelicensing.orq</u>.