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Bad Air Day: The Influence of Air Pollution on Quarterbacks' Performance - Evidence from the NFL

by

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The relevant Data and Code are publicly available at https://github.com/VARFynn/University_Contributions/tree/main/01_Master/02_Paper/Environmental_Econ_Paper



Disclaimer: The "Bad Air Day" catching phrase was independently created. During the research process, I serendipitously discovered two other papers with similar phrases. This resemblance was unintentional.

Abstract

Insert Your Abstract here.

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Lohre, 2023 1 Introduction

1 Introduction

In our modern world characterized by rapid industrialization and urbanization, the menace of airborne particulate matter, specifically PM10 and PM2.5, has risen to prominence as a pressing concern for environmental quality and human well-being. However, despite their increasing significance, PM10 and PM2.5 remain largely imperceptible to our senses, leading to their subtle but often underestimated influence on our daily lives and the environments we inhabit.

2 Theoretical Framework

While the exact physical processes and long-term effects of poor air quality are not precisely understood, a substantial body of literature exists showing correlations with various outcomes and potential causal linkages w.r.t. short-term effects. When referring to air pollutants, it is mostly referred to carbon monoxide (CO), sulfur dioxide (SO2), nitrogen oxide (NOx), ozone (O3) and particulate matter (PM). These particulate matter components, including PM10, PM2.5, and even ultrafine PM0.1, encompass a diverse range of particles, such as dust from various sources, smoke, but also pollen. As a significant driver of these pollutants (with the exception of SO2), traffic plays a crucial role (see e.g. Thorpe and Harrison, 2008; Costa et al., 2017; Zhong et al., 2017 and also in Bauernschuster et al., 2017), especially attributable to the impact of trucks (Lena et al., 2002), airplanes (Schlenker and Walker, 2016) as well as diesel-fueled vehicles (Kinney et al., 2000).

Consequently, for any mitigation policies, the damage curve of these pollutants must be more precisely understood. The occurring damages reach from direct health (e.g. Schlenker and Walker, 2016; Kampa and Castanas, 2008; Chen and Chen, 2021) towards indirect health effects like mental disorders (e.g. Pedersen et al., 2004; Szyszkowicz, 2007; Zhang et al., 2017) as well as general life satisfaction (e.g. MacKerron and Mourato, 2009; Rehdanz and Maddison, 2008; Szyszkowicz, 2007). It is additionally evident that this primarily, but not only, affects children (Beatty and Shimshack, 2014) as well as older individuals (mediated through various predispositions; Peled, 2011) and that the threshold for serious effects is substantially below the originally anticipated and by states set target level (Beelen et al., 2014). Furthermore, long term exposures, as described in Beelen et al. (2014), as well as lagging effects (e.g. visible in effects onto infant's mortality based on the mother's exposure; Chay and Greenstone, 2003) seem to additionally exist.

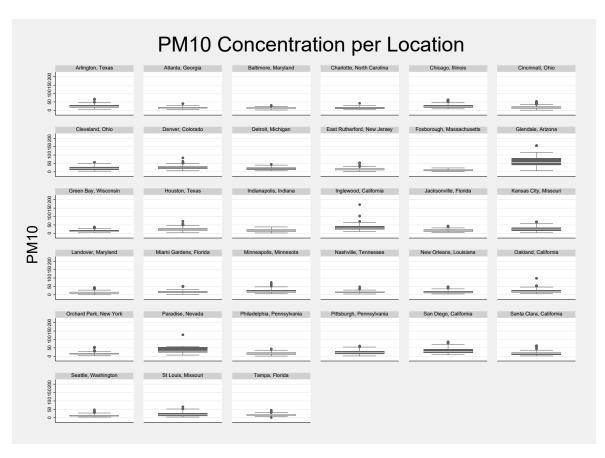
Apart from the personal hardships and financial costs associated with health challenges, it is indispensable to recognize these issues directly affecting work performance and, hence, the labor market in a tangible way. It not only impacts immediate wages at the individual level but is likewise manifested in broader welfare losses. Primarily, a decline in labor market participation is evident, attributed to absences resulting from illness (causally identified at least in Nordic countries; Hansen and Selte, 2000 & Jans et al., 2018). Secondarily, the phenomenon of presenteeism leads to further welfare losses. Despite being physically present at work, individuals grappling with health issues could contribute to an overall decline in productivity (Zivin and Neidell, 2012). While Zivin and Neidell (2012) focus on the productivity of fruit harvesters and, hence, solely on the physical layer of health effects, it remains open if a cognitive layer additionally exists. This appears plausible as cognitive effects (see e.g. Schikowski et al., 2015; Tonne et al., 2014; Ranft et al., 2009) as well as general changes in decision making (Archsmith et al., 2018) caused by higher pollution levels appear likely. As the nature of work undergoes a transformation from routine and manual labor to tasks demanding greater cognitive engagement, the importance of this cognitive layer is poised to grow.

This paper

Table 1: Summary Statistics of Metric Variables

Variable	Obs	Mean	Std. dev.	Min.	Max.
Quarterbacks' Performance					
Rating	7,095	88.47	27.83	0.00	158.30
Attempts	7,095	32.29	10.33	5.00	68.00
Completion	7,095	20.30	7.18	0.00	45.00
Completion Rate	7,095	62.65	10.51	0.00	100.00
Yards	7,095	231.05	87.84	0.00	527.00
Interceptions	7,095	0.80	0.93	0.00	6.00
Interception Rate	7,095	2.57	3.34	0.00	37.50
Passing Success Rate	7,095	45.16	10.96	0.00	100.00
Away	7,095	0.50	0.50	0.00	1.00
Pollution/Weather					
PM10	7,095	20.59	14.86	0.00	171.00
Precipitation	7,095	0.18	0.35	0.00	2.15
Temperature	7,095	50.13	10.53	18.50	76.00

3 Data and Descriptive Statistics



Source: Own Visualization based on EPA Data. Note: It is essential to underscore that the displayed distributions are solely based on occurred match days and do not resemble the general distribution of the respective location.

Figure 1: Box Plot of PM10 Concentration per Location

4 Empirical Framework

To investigate a potential causal linkage between air pollution and quarterbacks' performances, this term-paper utilizes an empirical framework effectively capturing both unobserved and observed heterogeneity. As visible in the following equation,

$$\hat{Y}_{ijkls} = PM10 \times \beta_l + W'\zeta_l + \alpha_i + \mu_{is} + \eta_{ks} + Away \times \delta + \varepsilon_{ijkls}, \tag{1}$$

the dependent measurement of performance (\hat{Y}) is segmented into five dimensions (i.e. i,j,k,l and s). This five-dimensional segmentation allows to remove time-invariant heterogeneity (i.e. $\mu_{js} \wedge \eta_{ks}$) as well as individual-specific variation constant over time (i.e. α_i). This already reveals that, $i \in Q$ (set of all quarterbacks), $\{s \in \mathbb{Z} \mid 2010 \le s \le 2022\}$, $j \in T$ (set of teams) and $k \in O$ (set of opponents). Exemplifying the concept, \hat{Y}_{ijkls} encapsulates the estimated performance of a quarterback (i) within a designated team (j), operating against a distinct defensive unit (k) during a specified season (s) in a specific stadiumtype (l).

Consequently, μ_{js} is the vector of team (offense) by season and η_{ks} the vector of opponent (defense) by season fixed effects. Notably, within the NFL, a significant portion of variation can be attributed to changes on a season basis, including transitions like alterations in offensive and defensive coordinators, playbook changes, player acquisitions, and related dynamics. Furthermore, the strategic practice of teams 'tanking' in specific seasons to gain advantageous draft positions highlights the necessity of employing the mentioned seasonal fixed effects to comprehensively address the diverse but unobserved factors impacting team's and, hence, quarterback's performance. In light of these considerations, additionally including the quarterback-specific effect¹, which encompasses general playstyle, leads to a robust identification framework that effectively accounts for nearly all non-random variation in performance. In spite of this, it's crucial to recognize that while this model covers a wide range of unobserved factors, it does not preclude the presence of additional effects on specific game days, e.g. minor injuries. These effects are considered to follow a poisson distribution ($Pois(\lambda)$) with the same probability to occur for defense and offense (i.e. $Pr_i(X=x) = Pr_k(X=x)$) and being orthogonal to the primary marginal effect of interest. Hence, it can be considered non-influential w.r.t. causal inference, as it just leads to more noise not affecting the primary effect.² The model's setup is completed with a dummy for having an away performance as well as W', the matrix weather controls by stadiumtype, encompassing temperature and precipitation.

Proceeding to investigate the marginal effect of interest, denoted as β , it is therefore appropriate to frame this analysis a causal one. Incorporating it as an interaction term with stadiumtype $l \in \{\text{Open, Closed, Retractable}\}$ allows to estimate three distinct average marginal effects, i.e. $\hat{\beta}_{open}$, $\hat{\beta}_{closed} \wedge \hat{\beta}_{retractable}$. Given the hypothesis, $\hat{\beta}_{open}$ is supposed to significantly differ from zero, if it were a causal relationship between PM10 and the respective Y, as no direct mitigation is possible. W.r.t. $\hat{\beta}_{closed} \wedge \hat{\beta}_{retractable}$ several effects are ex ante conceivable. In a closed stadium, both a non-significant as well as a positive, but less nuanced, effect would align with theory. The former aligns with parts of the literature suggesting a immediately (short-term) observable effect, whereas the latter corresponds to theory implying an effect resulting from prolonged exposure. In a correct

¹In a pre-check, I do not find any evidence w.r.t. to a season by quarterback variation, which is not already captured in μ_{is} . The same holds for any age variation as deployed by Heintz et al. (2022).

²Generally, this is a strong assumption to make. However, any correlation between ε_{ijks} and $\Delta PM10$ seems highly unlikely given the data.

specified model, the effect should, however, never be positive, i.e. increasing performance. In the context of a retractable stadium, a dynamic interplay between closure and PM10 exposure could even lead to positive effect, when the closure is a mitigation response to high PM10 concentrations. Given this reasoning, it appears plausible that the latter $\hat{\beta}$ demonstrates orthogonality with the error term. Hence, the identification emphasis tilts more decisively towards analyzing $\hat{\beta}_{open} \wedge \hat{\beta}_{closed}$.

The dependent performance measure is..

5 Results and Discussion

Table 2: Effect of PM10 on Quarterbacks' Performance (Attempts, Yards, Interceptions)

	$Dependent\ Variable:$		
	Attempts (1)	Yards (2)	Interceptions (3)
Average Marginal Effect PM10			
\hat{eta}_{closed}	0.0008	-0.0776	-0.0028
	(0.0236)	(0.2033)	(0.0025)
\hat{eta}_{open}	-0.0281**	-0.1679	-0.0026*
-	(0.0137)	(0.1127)	(0.0014)
$\hat{eta}_{retractable}$	-0.0053	0.0900	-0.0014
	(0.0124)	(0.0994)	(0.0013)
$\underline{Controls}$			
Offense \times Season Fixed Effect	\checkmark	\checkmark	\checkmark
Defense \times Season Fixed Effect	\checkmark	\checkmark	$\sqrt{}$
Quarterback Individual Effect	\checkmark	\checkmark	$\sqrt{}$
Weather \times Stadiumtype	\checkmark	\checkmark	$\sqrt{}$
Away Performance	$\sqrt{}$	$\sqrt{}$	$\sqrt{}$
Observations	7,095	7,095	7,095
\mathbb{R}^2	0.3661	0.3981	0.1829
RMSE	8.9059	73.817	0.9076

Note: The significance levels equal p<0.1; **p<0.05; ***p<0.01. Furthermore, robust standard errors (HC1) are displayed. Values are rounded to four decimal places.

Table 3: Effect of PM10 on Quarterbacks' Performance (Completion Rate, Interception Rate & Rating)

		Dependent Variable:	
	Success Rate (4)	Interception Rate (5)	Rating (6)
Average Marginal Effect PM10			
\hat{eta}_{closed}	0.0130 (0.0277)	-0.0052 (0.0080)	0.0642 (0.0657)
\hat{eta}_{open}	0.0156 (0.0148)	-0.0063 (0.0049)	0.0480 (0.0382)
$\hat{eta}_{retractable}$	0.0348 (0.0122)	-0.0039 (0.0042)	0.0782^{**} (0.0364)
$\underline{Controls}$			
Offense \times Season Fixed Effect	$\sqrt{}$	\checkmark	\checkmark
Defense \times Season Fixed Effect	$\sqrt{}$	\checkmark	\checkmark
Quarterback Individual Effect	$\sqrt{}$	\checkmark	\checkmark
Weather \times Stadiumtype	$\sqrt{}$	$\sqrt{}$	$\sqrt{}$
Observations R ² RMSE	7,095 0.3525 9.5531	7,095 0.2338 3.1676	7,095 0.3055 25.1200

Note: The significance levels equal *p<0.1; **p<0.05; ***p<0.01. Furthermore, robust standard errors (HC1) are displayed. Values are rounded to four decimal places.

6 Summary and Concluding Remarks

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A Further Figures

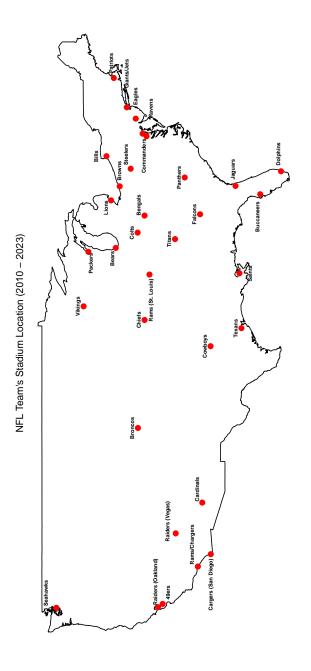


Figure 2: Map of NFL Team's Stadium Locations in Sample Source: Own Visualization.

B Further Tables