

Moneyball_An_Analysis_of_Efficiency_in_Baseball_Teams_Spending

June 11, 2023

```
[25]: import sqlite3
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt

sqlite_file = 'lahman2014.sqlite'
conn = sqlite3.connect(sqlite_file)
```

```
[26]: salaries = pd.read_sql("SELECT teamID, yearID, sum(salary)/1000 as
    ↳ payroll_by_thousand, sum(salary)/count(salary) as mean_payroll FROM Salaries
    ↳ GROUP BY teamID, yearID ORDER BY teamID"
, conn)

wins = pd.read_sql("SELECT teamID, yearID, W as wins, G as games, ((W*100) /
    ↳ (G)) as winnings, franchID FROM teams WHERE yearID >= 1990 GROUP BY teamID,
    ↳ yearID ORDER BY teamID", conn)

final = salaries.merge(wins)

final
```

```
[26]:
```

| | teamID | yearID | payroll_by_thousand | mean_payroll | wins | games | winnings | \ |
|-----|--------|--------|---------------------|--------------|------|-------|----------|---|
| 0 | ANA | 1997 | 31135.472 | 1.004370e+06 | 84 | 162 | 51 | |
| 1 | ANA | 1998 | 41281.000 | 1.214147e+06 | 85 | 162 | 52 | |
| 2 | ANA | 1999 | 55388.166 | 1.384704e+06 | 70 | 162 | 43 | |
| 3 | ANA | 2000 | 51464.167 | 1.715472e+06 | 82 | 162 | 50 | |
| 4 | ANA | 2001 | 47535.167 | 1.584506e+06 | 75 | 162 | 46 | |
| .. | ... | ... | ... | ... | ... | ... | ... | |
| 723 | WAS | 2010 | 61400.000 | 2.046667e+06 | 69 | 162 | 42 | |
| 724 | WAS | 2011 | 63856.928 | 2.201963e+06 | 80 | 161 | 49 | |
| 725 | WAS | 2012 | 80855.143 | 2.695171e+06 | 98 | 162 | 60 | |
| 726 | WAS | 2013 | 113703.270 | 4.548131e+06 | 86 | 162 | 53 | |
| 727 | WAS | 2014 | 131983.680 | 4.399456e+06 | 96 | 162 | 59 | |

```
franchID
0      ANA
```

```
1      ANA
2      ANA
3      ANA
4      ANA
...
723    WSN
724    WSN
725    WSN
726    WSN
727    WSN
```

```
[728 rows x 8 columns]
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```
[27]: group = np.unique(salaries.iloc[:,0].values)

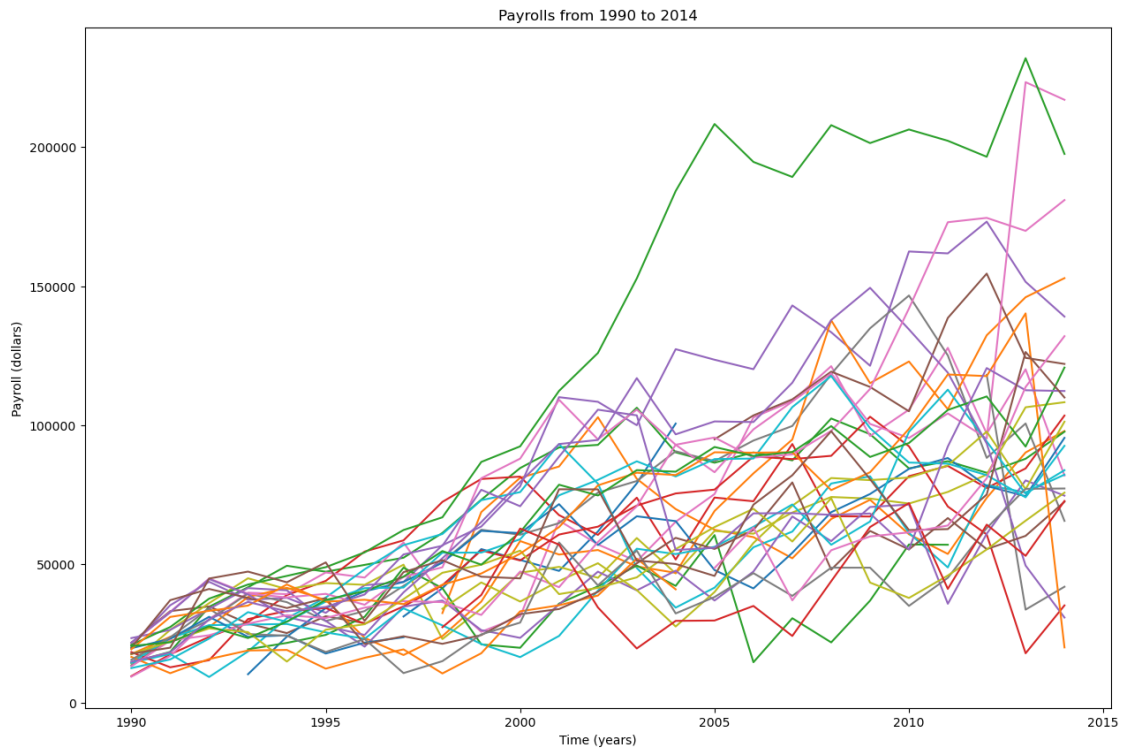
years = pd.DataFrame(columns = ['yearID'], data = np.arange(1990, 2015))

data = {}

plt.figure(figsize = (15, 10))
plt.xlabel("Time (years)")
plt.ylabel("Payroll (dollars)")
plt.title("Payrolls from 1990 to 2014")

for x in group:
    data[x] = years.merge(salaries[['yearID', 'teamID', 'payroll_by_thousand']].
        ↳groupby(['teamID']).get_group(x))
    plt.plot(data[x]['yearID'], data[x]['payroll_by_thousand'])

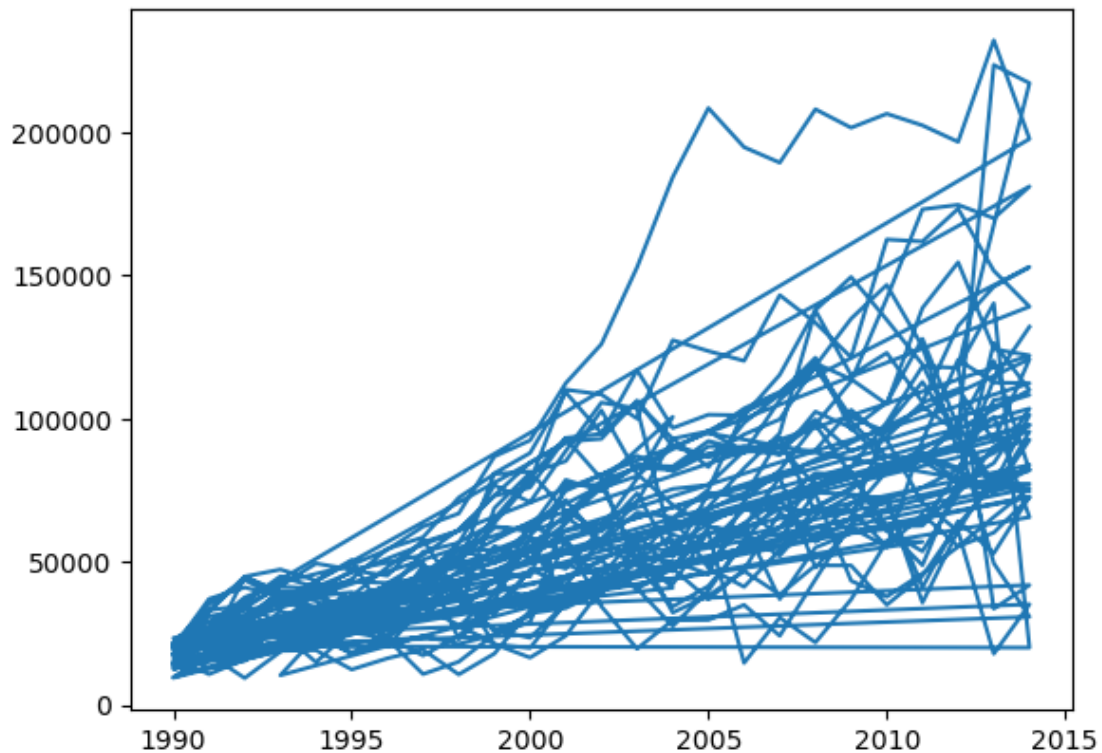
plt.show()
```



We can see a positive correlation between payroll and time per team. The spread of the data increases with time which can be seen by the range of the data, when looking at the starting payroll quantity and the ending.

```
[28]: plt.plot(final['yearID'],final['payroll_by_thousand'])
```

```
[28]: [<matplotlib.lines.Line2D at 0xffff41a33220>]
```



```
[29]: years = pd.DataFrame(columns=['yearID'], data=np.arange(1990, 2015))
table = years.merge(final[['yearID', 'teamID', 'payroll_by_thousand', 'wins', 'games']])

# set bin labels as periods
periods = ['1990-1994', '1995-1999', '2000-2004', '2005-2009', '2010-2014']
bins = [1990, 1995, 2000, 2005, 2010, 2015]
table['period'] = pd.cut(table['yearID'], bins=bins, labels=periods)

for x in periods:
    tbl = table[table['period'] == x].copy()
    tbl['win_rate'] = (100 * tbl['wins']) / (tbl['games'])

    pay = (tbl.groupby(['teamID']))['payroll_by_thousand'].mean().to_frame()
    win = (tbl.groupby(['teamID']))['win_rate'].mean().to_frame()

    pay['teamID'] = pay.index
    win['teamID'] = win.index
    pay.reset_index(drop=True, inplace=True)
    win.reset_index(drop=True, inplace=True)
    result = pay.merge(win)
```

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result.columns = ['mean_pay', 'teamID', 'mean_win']

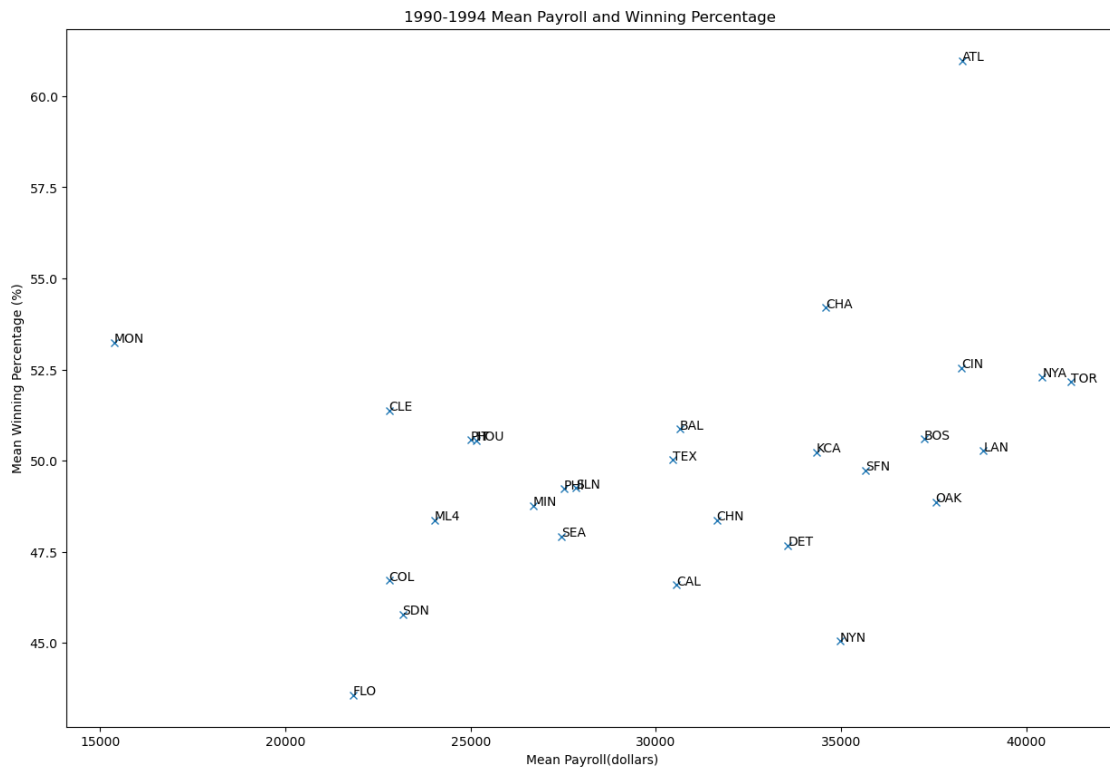
x_data = result['mean_pay'].values
y_data = result['mean_win'].values
plt.figure(figsize=(15, 10))
plt.plot(x_data, y_data, 'x')

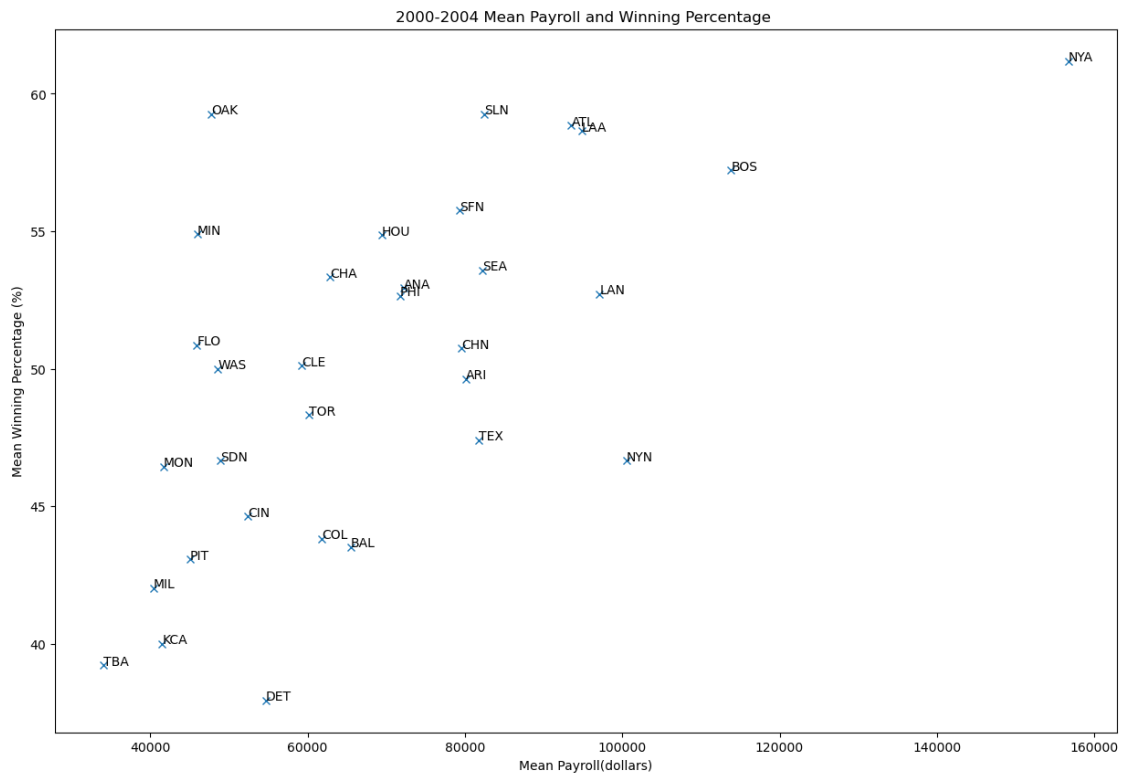
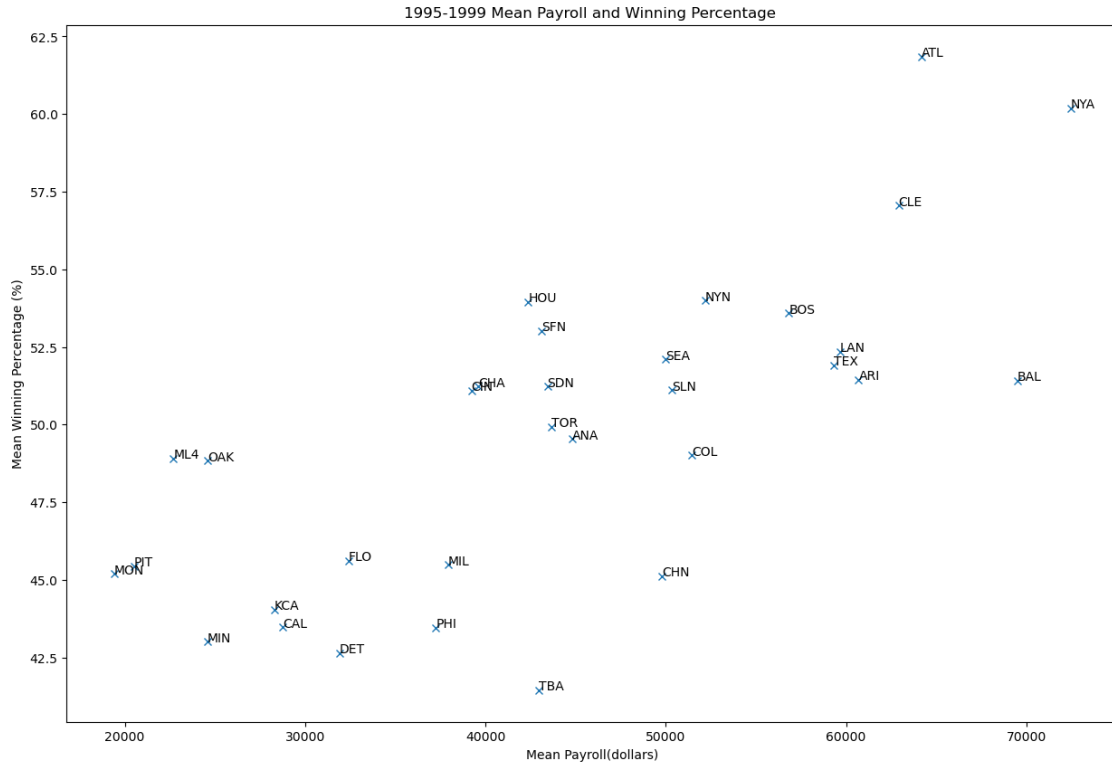
plt.title(x + " Mean Payroll and Winning Percentage ")
plt.ylabel("Mean Winning Percentage (%)")
plt.xlabel("Mean Payroll(dollars)")

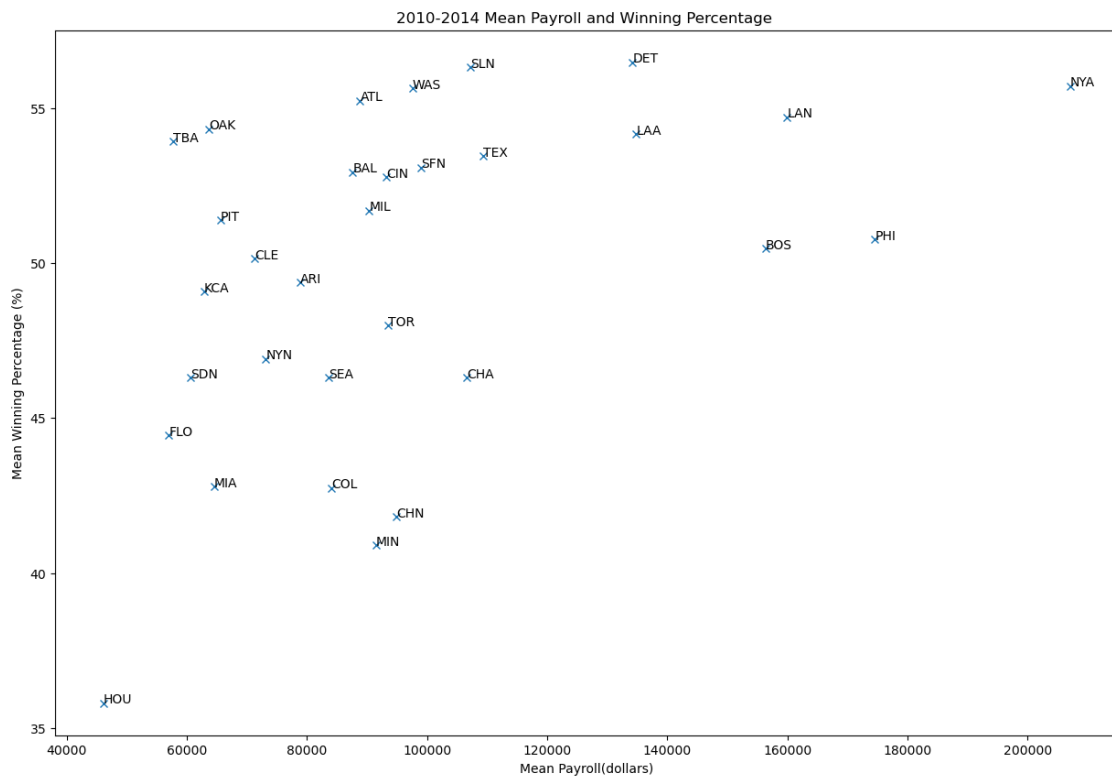
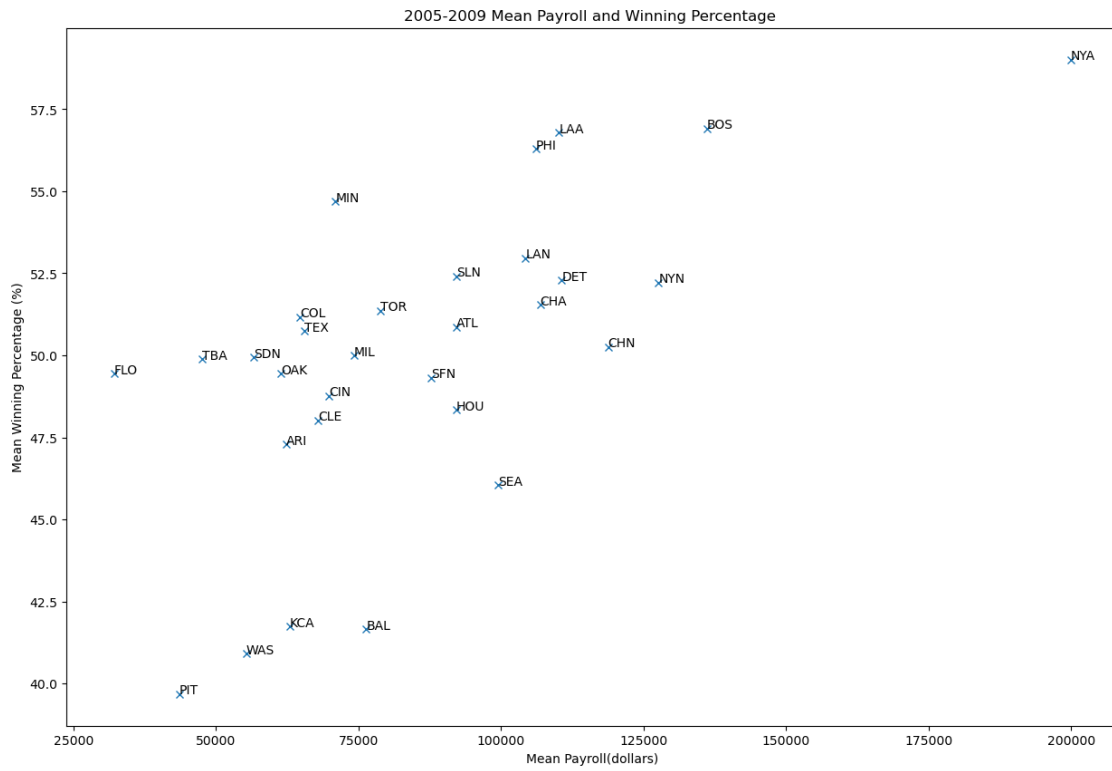
for y, txt in enumerate(result['teamID']):
    plt.annotate(txt, (x_data[y], y_data[y]), size=10)

plt.show()

```







The graphs above show a positive correlation between mean payroll and mean winning percentage. As time goes on, the average starts to move towards a From all the graphs of the different time periods, NYA seems to stand out for being good at paying for wins across these time periods. Oakland A tends to be on the lower end of the mean payroll as the years go on while still having relatively high mean winning percentages.

```
[30]: std_col = []
salaries = pd.read_sql("SELECT Teams.teamID as team_ID, Salaries.yearID,
↳AVG(100.00*W/G) as win, AVG(salary) as mean FROM Salaries LEFT JOIN Teams ON
↳Teams.teamID = Salaries.teamID WHERE Salaries.yearID >= 1990 and Salaries.
↳yearID <= 2014 GROUP BY Salaries.yearID, Teams.teamID", conn)
payroll = pd.read_sql("SELECT yearID, AVG(salary) as mean FROM Salaries WHERE
↳yearID <= 2014 and yearID >= 1990", conn)

for r in salaries.iterrows():
    standard = 0
    if (np.std(salaries[salaries['yearID'] == r[1]['yearID']]['mean']) != 0):
        standard = (r[1]['mean']-payroll.loc('yearID' == r[1]['yearID'])[0][1])/
↳np.std(salaries[salaries['yearID'] == r[1]['yearID']]['mean'])
        std_col.append(standard)
salaries['standard'] = std_col
salaries = salaries.drop(labels=0, axis=0)
salaries
```

```
[30]:
```

| | team_ID | yearID | win | mean | standard |
|-----|---------|--------|-----------|--------------|------------|
| 1 | BAL | 1990 | 51.260522 | 2.616239e+05 | -16.797818 |
| 2 | BOS | 1990 | 51.427450 | 6.424479e+05 | -13.426350 |
| 3 | CAL | 1990 | 48.171550 | 6.205714e+05 | -13.620024 |
| 4 | CHA | 1990 | 50.195230 | 3.061774e+05 | -16.403382 |
| 5 | CHN | 1990 | 51.115255 | 4.394839e+05 | -15.223208 |
| .. | ... | ... | ... | ... | ... |
| 724 | SLN | 2014 | 50.560881 | 4.310464e+06 | 0.647272 |
| 725 | TBA | 2014 | 46.210623 | 2.907564e+06 | 0.225203 |
| 726 | TEX | 2014 | 49.075709 | 4.677294e+06 | 0.757635 |
| 727 | TOR | 2014 | 49.287603 | 4.396804e+06 | 0.673248 |
| 728 | WAS | 2014 | 42.719816 | 4.399456e+06 | 0.674046 |

[728 rows x 5 columns]

```
[31]: table['standard_pay'] = salaries['standard'].values

for x in periods:
    tbl = table[table['period'] == x].copy()
    tbl['winnings'] = (100*tbl['wins']) / (tbl['games'])
```



```

payroll = tbl.groupby(['teamID'])['standard_pay'].mean().to_frame()
win = tbl.groupby(['teamID'])['wins'].mean().to_frame()

payroll['teamID'] = payroll.index
win['teamID'] = win.index
payroll.columns = ['standard_pay', 'teamID']
win.columns = ['standard_win', 'teamID']

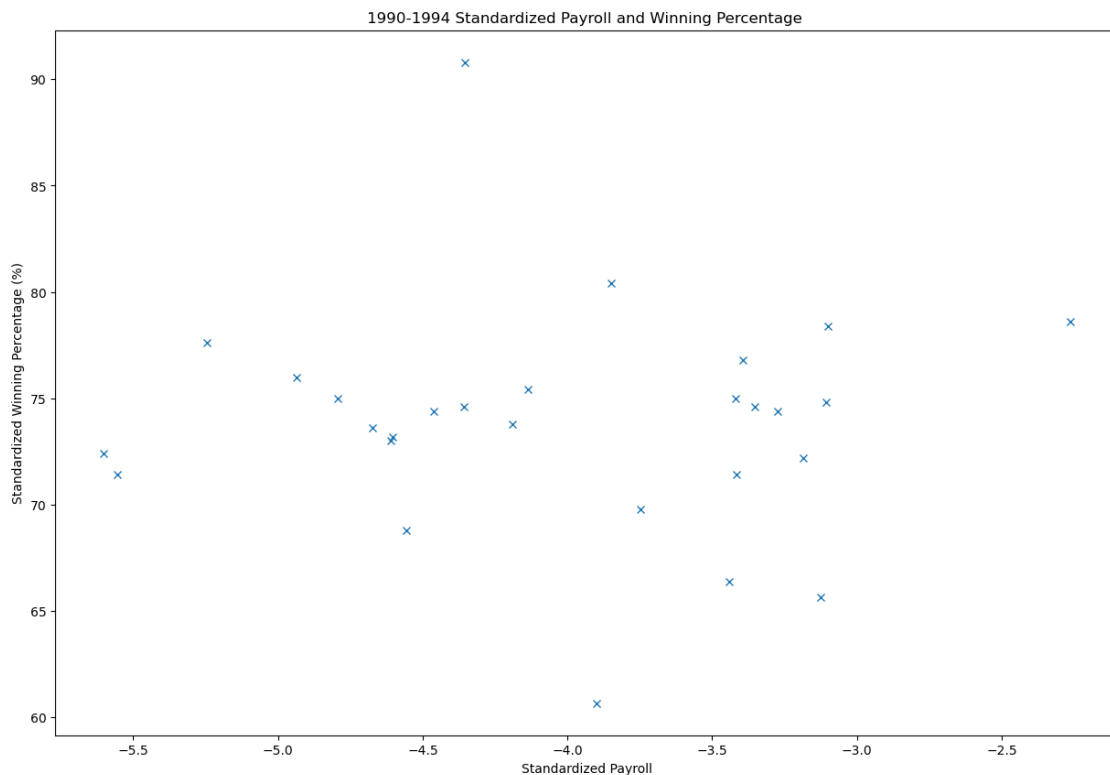
payroll.reset_index(drop=True, inplace=True)
win.reset_index(drop=True, inplace=True)
result = payroll.merge(win)
result.columns = ['standard_pay', 'teamID', 'standard_win']

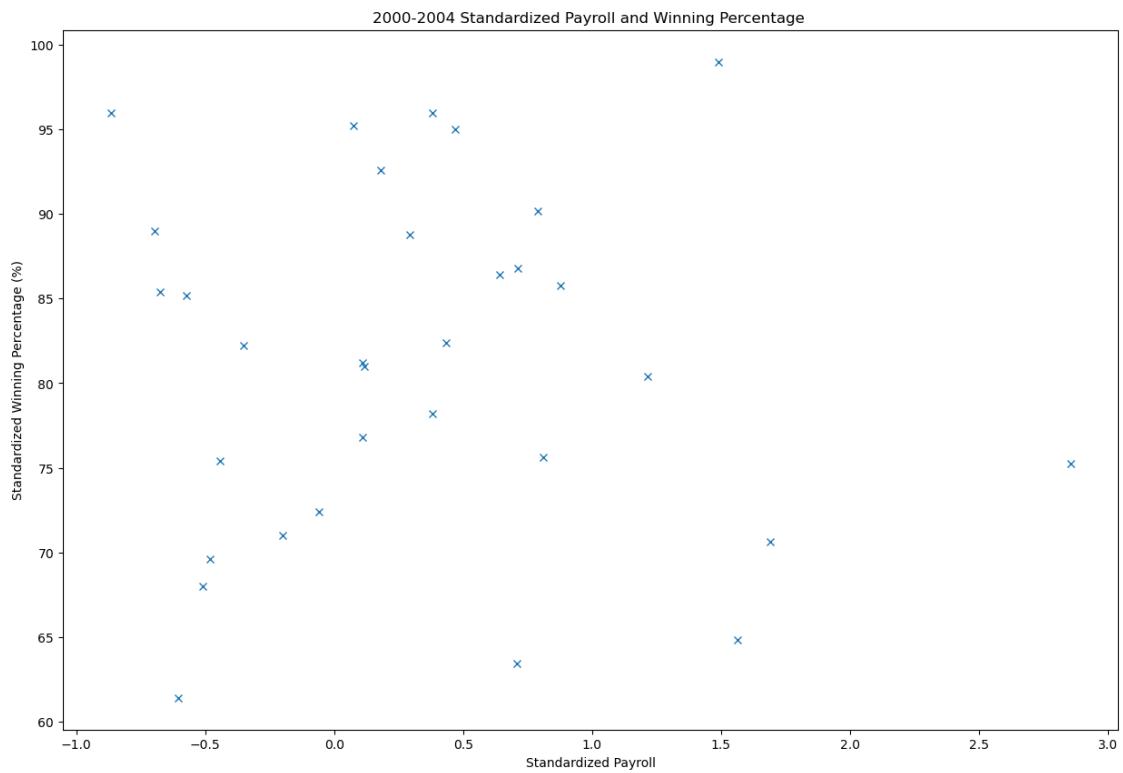
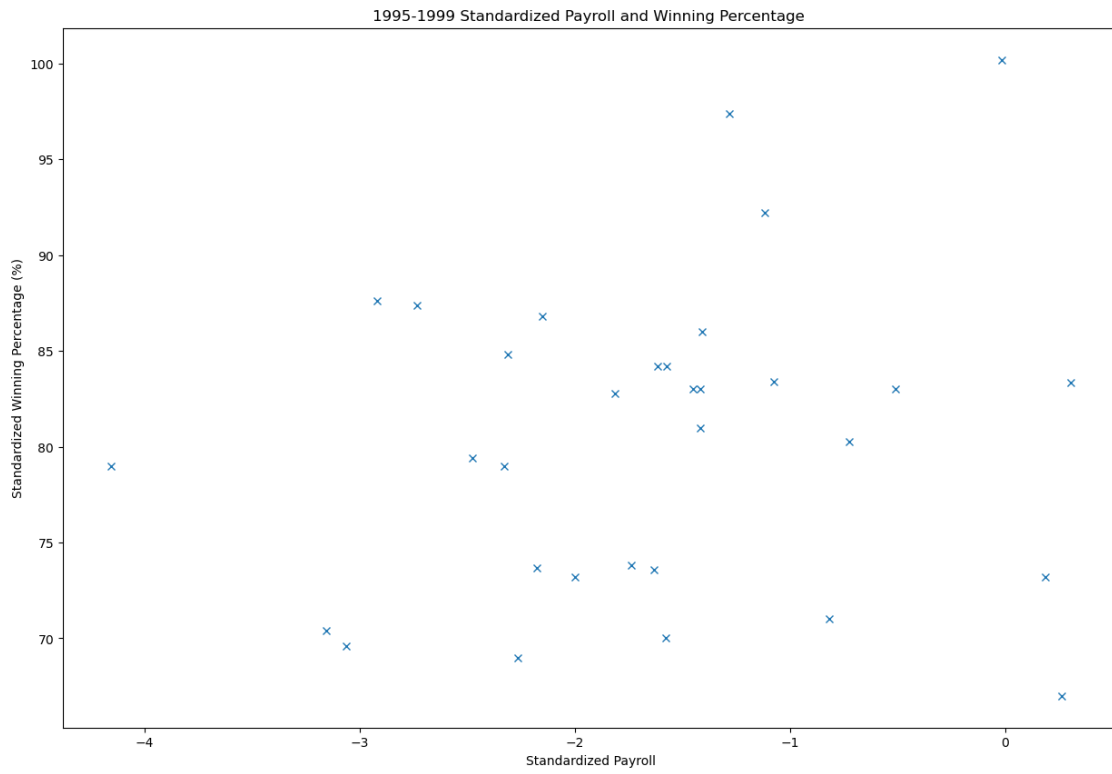
x_data = result['standard_pay'].values
y_data = result['standard_win'].values
plt.figure(figsize=(15,10))
plt.plot(x_data, y_data, 'x')

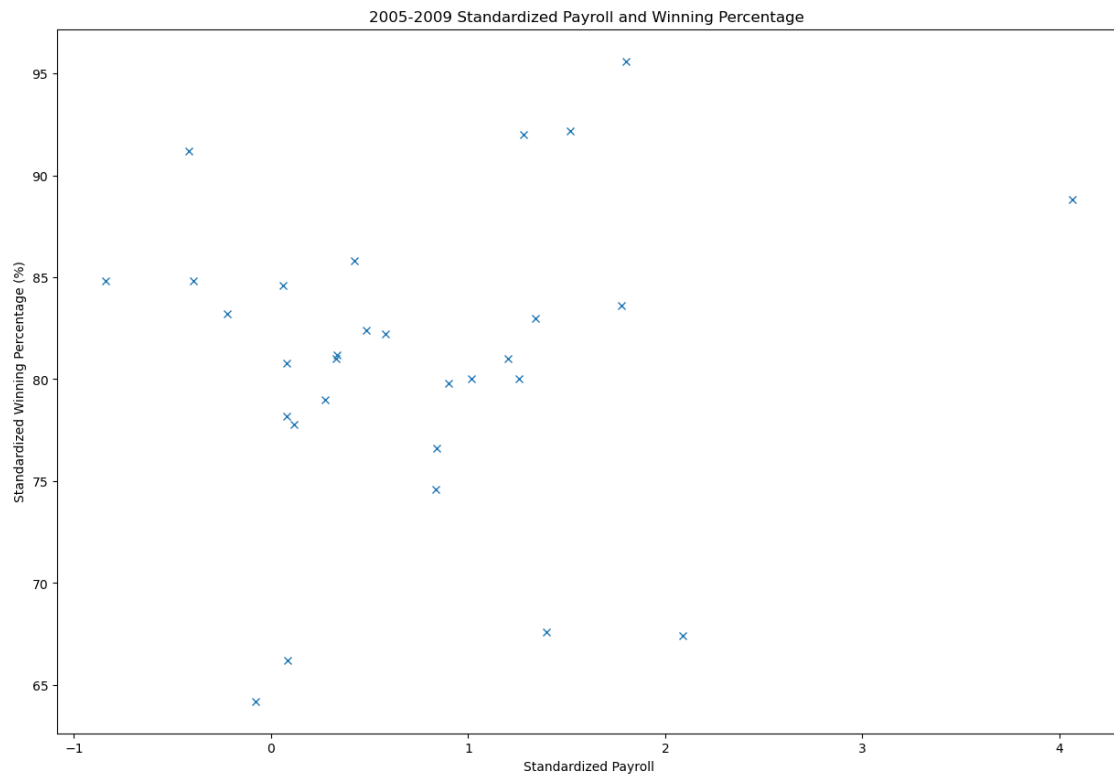
plt.title(x + " Standardized Payroll and Winning Percentage ")
plt.xlabel("Standardized Payroll")
plt.ylabel("Standardized Winning Percentage (%)")

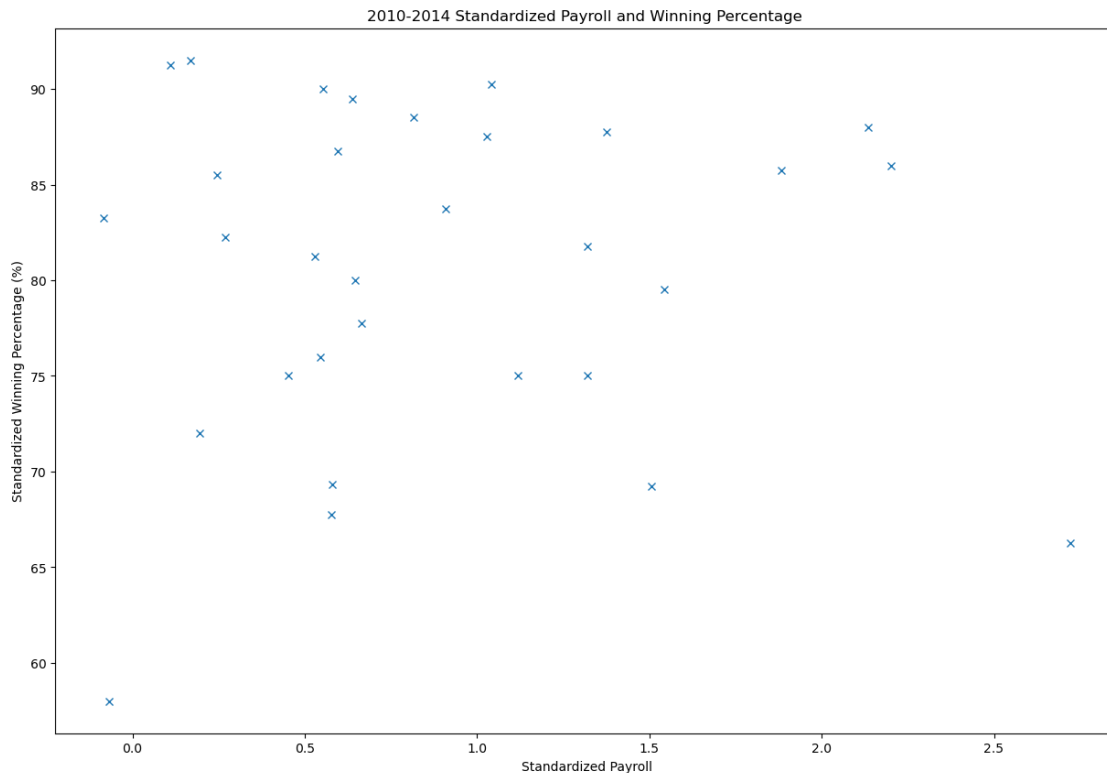
plt.show()

```









Just like problem 4, we continue to see a positive correlation between mean payroll and winning percentages when using the standard payroll. It is however less significant or drastic as it was previously. In the first few periods however, the x-axis of mean payroll shifts to include some negative values which we did not previously see.

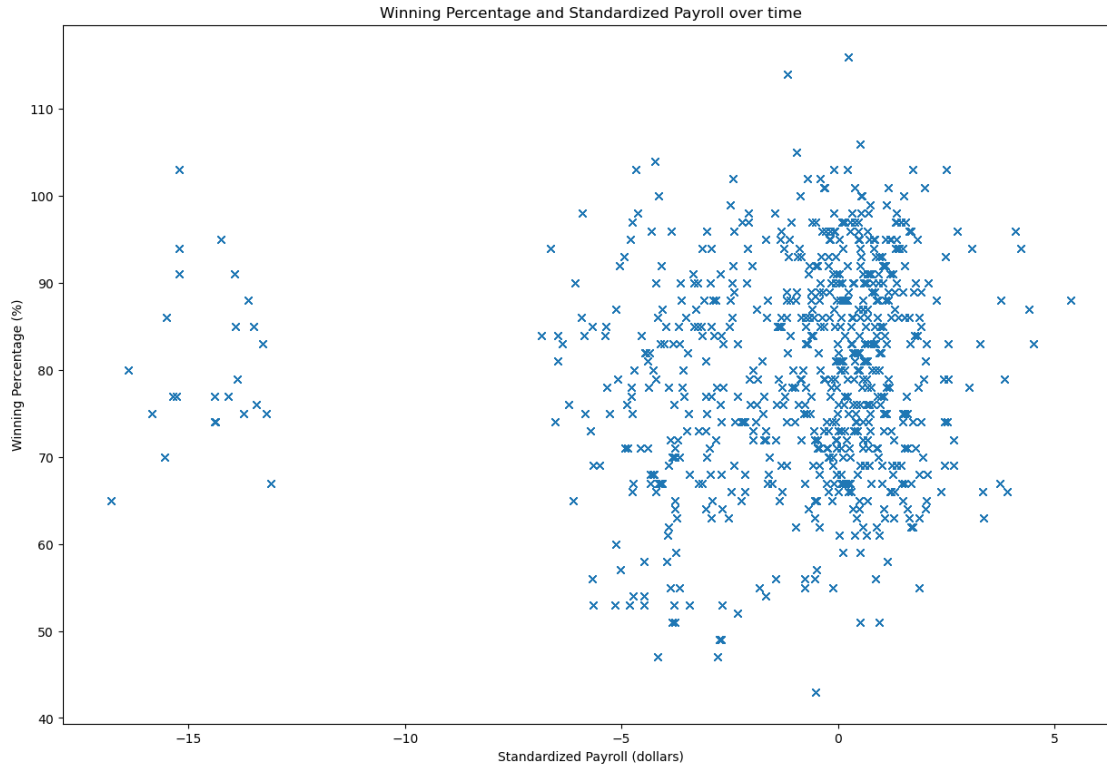
```
[32]: winning = pd.DataFrame(columns = ['yearID', 'win_percentage'])
winning['yearID'] = table['yearID']

table = table.merge(winning)

x_data = table['standard_pay'].values
y_data = table['wins'].values

plt.figure(figsize=(15,10))
plt.plot(x_data, y_data, 'x')

plt.title("Winning Percentage and Standardized Payroll over time")
plt.xlabel("Standardized Payroll (dollars)")
plt.ylabel("Winning Percentage (%)")
plt.show()
```



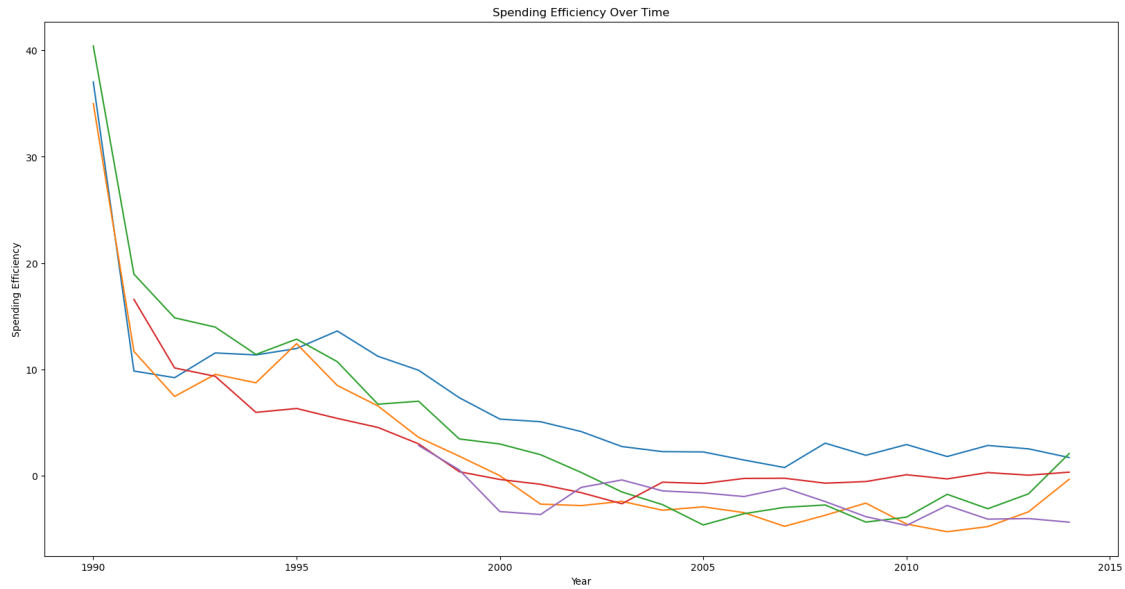
```
[33]: col = []
my_teams = ["OAK", "BOS", "NYA", "ATL", "TBA"]
for r in salaries.iterrows():
    eff = r[1]['win'] - (50 + (2.5 * r[1]['standard']))
    col.append(eff)

salaries['efficiency'] = col

plt.figure(figsize=(20,10))
plt.xlabel('Year')
plt.ylabel('Spending Efficiency')
plt.title('Spending Efficiency Over Time')

for i in my_teams:
    i = salaries.loc[(salaries['team_ID'] == i)]
    plt.plot(i.yearID, i.efficiency, label=i)

plt.show()
```



Unlike the other plots, this plot shows a downward trend for all the teams between year and spending efficiency. Oakland's efficiency starts off as the second highest and ends the same. It takes the lead in efficiency around the years 1996-2013.