FA3 DSC1107 KHAFAJI

Major League Baseball: Payroll and Wins

Let's analze the payroll and wins of 30 major league baseball teams from 1998 to 2014.

First, let's load the data:

```
head(ml_pay)
```

```
p2001
##
      payroll
                 avgwin
                               Team.name.2014
                                                  p1998
                                                           p1999
                                                                     p2000
## 1 1.120874 0.4902585 Arizona Diamondbacks 31.61450 70.49600 81.02783
                                                                            81.20651
## 2 1.381712 0.5527605
                               Atlanta Braves 61.70800 74.89000 84.53784
                                                                            91.85169
## 3 1.161212 0.4538250
                            Baltimore Orioles 71.86092 72.19836 81.44743
## 4 1.972359 0.5487172
                               Boston Red Sox 59.49700 71.72500 77.94033 109.55891
## 5 1.459767 0.4736557
                                 Chicago Cubs 49.81600 42.14276 60.53933
##
  6 1.315391 0.5111170
                            Chicago White Sox 35.18000 24.53500 31.13350
                                                                            62.36300
##
         p2002
                    p2003
                              p2004
                                         p2005
                                                   p2006
                                                              p2007
                                                                        p2008
## 1 102.82000
                           70.20498
                80.64033
                                     63.01583
                                                59.68423
                                                          52.06755
                                                                     66.20271
      93.47037 106.24367
                           88.50779
                                     85.14858
                                                90.15688
                                                          87.29083 102.36568
      60.49349
                73.87750
                           51.21265
                                     74.57054
                                                72.58558
                                                          93.55481
## 4 108.36606
                99.94650 125.20854 121.31194 120.09982 143.02621 133.39004
## 5
      75.69083
                79.86833
                           91.10167
                                     87.21093
                                                94.42450
                                                          99.67033 118.34583
      57.05283
                51.01000
                           65.21250
                                     75.22800 102.75067 108.67183 121.18933
##
         p2009
                    p2010
                              p2011
                                         p2012
                                                   p2013
                                                              p2014 X2014 X2013 X2012
## 1
      73.57167
                60.71817
                           53.63983
                                     74.28483
                                                89.10050 112.68867
                                                                       59
                                                                              81
                                                                       73
      96.72617
                84.42367
                           87.00319
                                     83.30994
                                                89.77819 110.89734
                                                                              96
                                                                                    94
      67.10167
                81.61250
                           85.30404
                                     81.42900
                                                90.99333 107.40662
                                                                              85
                                                                                    93
## 4 122.69600 162.74733 161.40748 173.18662 150.65550 162.81741
                                                                       62
                                                                              97
                                                                                    69
                                                          89.00786
## 5 135.05000 146.85900 125.48066
                                     88.19703 104.30468
                                                                              66
                                                                                    61
      96.06850 108.27320 129.28554
                                     96.91950 119.07328
                                                          91.15925
                                                                       63
                                                                              63
                                                                                    85
##
     X2011 X2010 X2009 X2008 X2007 X2006 X2005 X2004 X2003 X2002 X2001 X2000 X1999
## 1
        94
              65
                     70
                           82
                                 90
                                        76
                                              77
                                                    51
                                                           84
                                                                 98
                                                                       92
                                                                              85
                                                                                   100
## 2
        89
                           72
                                 84
                                        79
                                              90
                                                                              95
              91
                     86
                                                    96
                                                          101
                                                                101
                                                                       88
                                                                                   103
## 3
        69
              66
                     64
                           68
                                 69
                                        70
                                              74
                                                    78
                                                          71
                                                                 67
                                                                       63
                                                                             74
                                                                                    78
## 4
        90
              89
                           95
                                              95
                                                           95
                                                                 93
                                                                       82
                                                                             85
                     95
                                 96
                                        86
                                                    98
                                                                                    94
## 5
        71
              75
                     83
                           97
                                 85
                                        66
                                              79
                                                    89
                                                           88
                                                                 67
                                                                       88
                                                                              65
                                                                                    67
## 6
              88
                           89
                                 72
                                              99
                                                    83
                                                                              95
        79
                     79
                                        90
                                                           86
                                                                 81
                                                                       83
                                                                                    75
     X1998 X2014.pct X2013.pct X2012.pct X2011.pct X2010.pct X2009.pct X2008.pct
        65 0.4154930 0.4969325 0.5000000 0.5802469 0.4012346 0.4294479 0.5030675
## 1
       106 0.5140845 0.5889571 0.5802469 0.5493827 0.5617284 0.5276074 0.4417178
##
## 3
        79 0.5774648 0.5214724 0.5740741 0.4259259 0.4074074 0.3926380 0.4171779
## 4
        92 0.4366197 0.5950920 0.4259259 0.5555556 0.5493827 0.5828221 0.5828221
## 5
        90 0.4507042 0.4049080 0.3765432 0.4382716 0.4629630 0.5092025 0.5950920
        80 0.4436620 0.3865031 0.5246914 0.4876543 0.5432099 0.4846626 0.5460123
##
     X2007.pct X2006.pct X2005.pct X2004.pct X2003.pct X2002.pct X2001.pct
  1 0.5521472 0.4691358 0.4753086 0.3148148 0.5185185 0.6049383 0.5679012
  2 0.5153374 0.4876543 0.5555556 0.5925926 0.6234568 0.6234568 0.5432099
## 3 0.4233129 0.4320988 0.4567901 0.4814815 0.4382716 0.4135802 0.3888889
```

```
## 4 0.5889571 0.5308642 0.5864198 0.6049383 0.5864198 0.5740741 0.5061728
## 5 0.5214724 0.4074074 0.4876543 0.5493827 0.5432099 0.4135802 0.5432099
## 6 0.4417178 0.5555556 0.6111111 0.5123457 0.5308642 0.5000000 0.5123457
## 1 0.5246914 0.6134969 0.3987730
## 2 0.5864198 0.6319018 0.6503067
## 3 0.4567901 0.4785276 0.4846626
## 4 0.5246914 0.5766871 0.5644172
## 5 0.4012346 0.4110429 0.5521472
## 6 0.5864198 0.4601227 0.4907975
```

the payroll column corresponds to the total team payroll (in billion USD) over the years, while the avgwin column is the aggregated win percentage from 1998 to 2014. the Team.name.2014 column corresponds to the team name.

p1998, p1999,..., p2014 corresponds to the payroll for each year (in million USD). X1998, X1999,..., X2014 corresponds to the number of wins for each year. X1998.pct, X1999.pct,..., X2014.pct corresponds to the win percentage for each year.

Data Cleaning

Let's make 4 tables: Aggregate table - one table for the team name, the total payroll, and the average win rate over the years Payroll table - one table for the payroll for each year, with the respective team name Win Count table - one table for the number of wins for each given year, with the respective team name Win Rate table - one table for the win rate for each given year, with the respective team name.

we can then join the payroll table, win count table, and win rate table, to make a comprehensive "per year" table

```
aggregate_table_mlb <- ml_pay %>% select(Team.name.2014, payroll, avgwin) %>% rename(MLB_Team = Team.name.2014, total_pay = payroll, avg_winrate = avgwin) %>% # rename columns mutate(total_pay = total_pay *(10e2)) #to transform into millions USD

aggregate_table_mlb
```

```
MLB_Team total_pay avg_winrate
##
## 1
       Arizona Diamondbacks 1120.8736
                                         0.4902585
## 2
             Atlanta Braves 1381.7118
                                         0.5527605
## 3
          Baltimore Orioles 1161.2117
                                         0.4538250
## 4
             Boston Red Sox 1972.3587
                                         0.5487172
## 5
               Chicago Cubs 1459.7668
                                         0.4736557
## 6
          Chicago White Sox 1315.3909
                                         0.5111170
## 7
            Cincinnati Reds 1024.7816
                                         0.4861602
## 8
          Cleveland Indians 999.1810
                                         0.4959225
## 9
           Colorado Rockies 1026.1536
                                         0.4633760
## 10
             Detroit Tigers 1429.7408
                                         0.4822029
             Houston Astros 1060.1501
## 11
                                         0.4687202
## 12
         Kansas City Royals 817.7417
                                         0.4342288
## 13
         Los Angeles Angels 1562.6224
                                         0.5463819
## 14
        Los Angeles Dodgers 1740.2719
                                         0.5308482
## 15
              Miami Marlins
                              667.8019
                                         0.4813631
## 16
          Milwaukee Brewers 979.0940
                                         0.4746570
## 17
            Minnesota Twins 969.8272
                                         0.5019047
## 18
              New York Mets 1588.4288
                                         0.4911388
## 19
           New York Yankees 2703.2482
                                         0.5830719
```

```
## 20
          Oakland Athletics 840.9340
                                         0.5445067
## 21 Philadelphia Phillies 1630.1209
                                         0.5247021
                                         0.4371254
## 22
         Pittsburgh Pirates 733.9057
## 23
           San Diego Padres 840.6668
                                        0.4754884
## 24
       San Francisco Giants 1416.8770
                                         0.5304369
           Seattle Mariners 1311.1203
## 25
                                        0.4925819
        St. Louis Cardinals 1368.1117
## 26
                                         0.5595414
## 27
             Tampa Bay Rays 710.7894
                                         0.4685176
## 28
              Texas Rangers 1269.3201
                                         0.4956494
## 29
          Toronto Blue Jays 1129.0219
                                         0.4930823
## 30
       Washington Nationals 921.9641
                                         0.4660195
```

First, we retrieved all aggregated data, and renamed the columns. We then converted the total payroll amount from billion USD to million USD, to match the rest of the payroll data. Next, we created the dollars/win column.

Now, let's get the payroll table:

```
payroll_mlb <- ml_pay %>% select(Team.name.2014, num_range("p",1998:2014)) %>%
    rename(MLB_Team = Team.name.2014) %>%
    pivot_longer(starts_with("p"), names_to = "year", values_to = "payroll") %>%
    mutate(year = str_remove_all(year, c("p"))) %>%
    mutate_at(c("year"), as.integer)

head(payroll_mlb)
```

```
## # A tibble: 6 x 3
##
    MLB Team
                            year payroll
##
     <fct>
                           <int>
                                   <dbl>
## 1 Arizona Diamondbacks
                            1998
                                    31 6
## 2 Arizona Diamondbacks
                            1999
                                    70.5
## 3 Arizona Diamondbacks
                            2000
                                    81.0
## 4 Arizona Diamondbacks
                            2001
                                    81.2
## 5 Arizona Diamondbacks
                            2002
                                   103.
## 6 Arizona Diamondbacks
                            2003
                                    80.6
```

We simply retrieved the columns that contained yearly payroll data and pivoted it. We then cleaned the values containing the year so that it could serve as our year column.

Let's then create the win count table:

```
wincount_mlb <- ml_pay %>% select(Team.name.2014, num_range("X",1998:2014)) %>%
  rename(MLB_Team = Team.name.2014) %>%
  pivot_longer(num_range("X",1998:2014), names_to = "year", values_to = "win_Count") %>%
  mutate(year = str_remove_all(year, c("X"))) %>%
  mutate_at(c("year"), as.integer)
head(wincount_mlb)
```

```
## # A tibble: 6 x 3
##
    MLB Team
                            year win_Count
##
     <fct>
                                      <int>
                           <int>
## 1 Arizona Diamondbacks
                            1998
                                        65
## 2 Arizona Diamondbacks
                            1999
                                        100
## 3 Arizona Diamondbacks
                            2000
                                         85
## 4 Arizona Diamondbacks
                                         92
                            2001
## 5 Arizona Diamondbacks
                            2002
                                         98
```

```
## 6 Arizona Diamondbacks 2003 84
```

Similar to how we cleaned the yearly payroll table

Lastly, lets get the table for the winrate

```
mlb_winrate <- ml_pay %>% select(Team.name.2014, ends_with(".pct")) %>%
    rename(MLB_Team = Team.name.2014) %>%
    pivot_longer(ends_with(".pct"), names_to = "year", values_to = "win_Rate") %>%
    mutate(year = str_remove_all(year, "X|\\.pct")) %>%
    mutate_at(c("year"), as.integer)
```

```
## # A tibble: 6 x 3
    MLB Team
##
                            year win_Rate
##
     <fct>
                                    <dbl>
                           <int>
## 1 Arizona Diamondbacks 2014
                                    0.415
## 2 Arizona Diamondbacks
                           2013
                                    0.497
## 3 Arizona Diamondbacks
                            2012
                                    0.5
## 4 Arizona Diamondbacks
                                    0.580
                            2011
## 5 Arizona Diamondbacks
                            2010
                                    0.401
## 6 Arizona Diamondbacks
                                    0.429
                           2009
```

What we did was similar to the last 2 tables.

We can now join the three tables that we made:

```
mlb_pay_wincount_winrate <- left_join(payroll_mlb, wincount_mlb, join_by("MLB_Team", "year")) %>%
    left_join(., mlb_winrate, join_by("MLB_Team", "year")) %>%
    mutate(total_games = as.integer(win_Count/win_Rate)) %>% #create total games table
    mutate(dollars_per_win = payroll/win_Count) # create dollars/win column

head(mlb_pay_wincount_winrate)
```

```
## # A tibble: 6 x 7
     MLB Team
                         year payroll win_Count win_Rate total_games dollars_per_win
##
##
     <fct>
                                <dbl>
                                           <int>
                                                    <dbl>
                                                                 <int>
                                                                                  <dbl>
                        <int>
                                 31.6
                                                    0.399
                                                                                  0.486
## 1 Arizona Diamondb~
                        1998
                                              65
                                                                   163
## 2 Arizona Diamondb~
                         1999
                                 70.5
                                             100
                                                    0.613
                                                                   163
                                                                                  0.705
## 3 Arizona Diamondb~
                         2000
                                 81.0
                                              85
                                                    0.525
                                                                   162
                                                                                  0.953
## 4 Arizona Diamondb~
                                                                                  0.883
                         2001
                                 81.2
                                              92
                                                    0.568
                                                                   162
## 5 Arizona Diamondb~
                         2002
                                103.
                                              98
                                                    0.605
                                                                   162
                                                                                  1.05
## 6 Arizona Diamondb~
                         2003
                                 80.6
                                              84
                                                    0.519
                                                                   162
                                                                                  0.960
```

We also went ahead and created total_games column, getting the total games played for each team and each year, as well as creating the dollars/win column.

Now, let's add a total games column in the aggregate table using the yearly table.

```
total_win_df <- mlb_pay_wincount_winrate %>%
   group_by(MLB_Team) %>%
   summarise(total_Win = sum(win_Count))

aggregate_table_mlb <- left_join(aggregate_table_mlb, total_win_df, join_by("MLB_Team")) %>%
   mutate(dollars_per_win = total_pay/total_Win) # create dollars/win,

head(aggregate_table_mlb)
```

```
##
                 MLB_Team total_pay avg_winrate total_Win dollars_per_win
## 1 Arizona Diamondbacks
                           1120.874
                                       0.4902585
                                                       1350
                                                                  0.8302768
                                       0.5527605
                                                                  0.8948911
## 2
           Atlanta Braves
                           1381.712
                                                       1544
                           1161.212
                                                       1250
## 3
        Baltimore Orioles
                                       0.4538250
                                                                  0.9289694
## 4
           Boston Red Sox
                           1972.359
                                       0.5487172
                                                       1513
                                                                  1.3036079
## 5
             Chicago Cubs
                                                       1301
                                                                  1.1220345
                           1459.767
                                       0.4736557
## 6
        Chicago White Sox 1315.391
                                                                  0.9463244
                                       0.5111170
                                                       1390
```

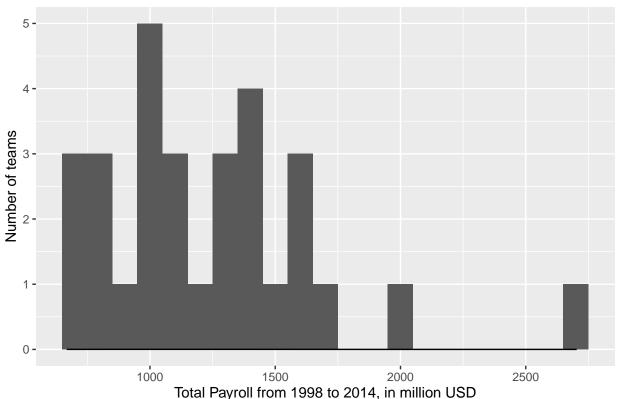
Data Exploration

Payroll across years

First, let's get the histogram of the total payroll amount across the years.

```
aggregate_table_mlb %>% ggplot(aes(x=total_pay)) +
  geom_histogram(binwidth = 100) +
  geom_density(alpha=.2, fill="blue")+
  xlab("Total Payroll from 1998 to 2014, in million USD")+
  ylab("Number of teams") +
  ggtitle("Histogram of Total Payroll of MLB teams from 1998 to 2014, in million USD")
```

Histogram of Total Payroll of MLB teams from 1998 to 2014, in million USD



Let's figure out the top 5 biggest and top 5 smallest spenders across all years:

```
aggregate_table_mlb %>% arrange(desc(total_pay)) %>%
  slice(sort(c(seq_len(5), n() - seq_len(5) +1))) %>%
  select(c("MLB_Team", "total_pay"))
```

MLB_Team total_pay

##

```
## 1
           New York Yankees 2703.2482
             Boston Red Sox 1972.3587
## 2
## 3
        Los Angeles Dodgers 1740.2719
      Philadelphia Phillies 1630.1209
## 4
## 5
              New York Mets 1588.4288
## 6
           San Diego Padres 840.6668
## 7
         Kansas City Royals
                             817.7417
## 8
         Pittsburgh Pirates
                             733.9057
## 9
             Tampa Bay Rays 710.7894
## 10
              Miami Marlins 667.8019
teams_lowest_payroll <- aggregate_table_mlb %>% arrange(desc(total_pay)) %>%
  slice(sort(c(n() - seq_len(5) +1))) \%\%
  select(c("MLB_Team", "total_pay"))
teams_highest_payroll <- aggregate_table_mlb %>% arrange(desc(total_pay)) %>%
  slice(sort(c(seq_len(5)))) %>%
  select(c("MLB_Team", "total_pay"))
```

We can see that the New York Yankees are the highest spenders in terms of payroll, paying a total of 2.7 billion USD across the years.

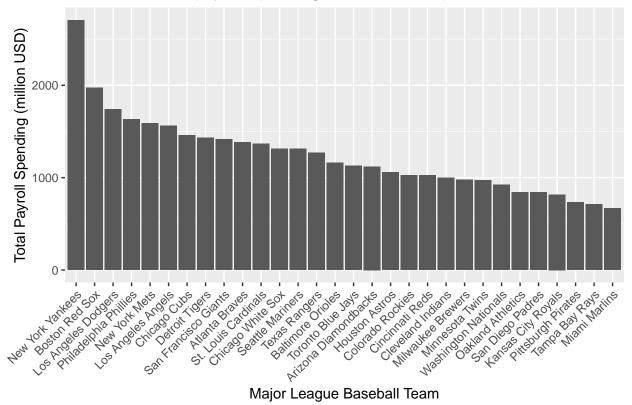
After the Yankees, the figure drops to below 2 billion USD, with a 700 million USD gap between the Yankees and the 2nd highest spender, the Boston Red Sox. But even the Sox have some quarter billion USD gap compared to the next highest spending team, the Los Angeles Dodgers. The Philadelphia Phillies, and the New York Mets, the 4th and 5th highest spending, respectively, have spent close to that the Dodgers have spent, with less than a 100 million dollar difference.

The lowest spenders have few difference in their spending, indicating that there is a lower bound that an MLB team is willing to spend for the payroll of their players. Among them, the Miami Marlins are lowest with 667.8 million USD total spending across the years. It is followed by the Tampa Bay Rays, Pittsburgh Pirates, Kansas City Royals, and the San Diego Padres.

We can visualize this better using a bar graph:

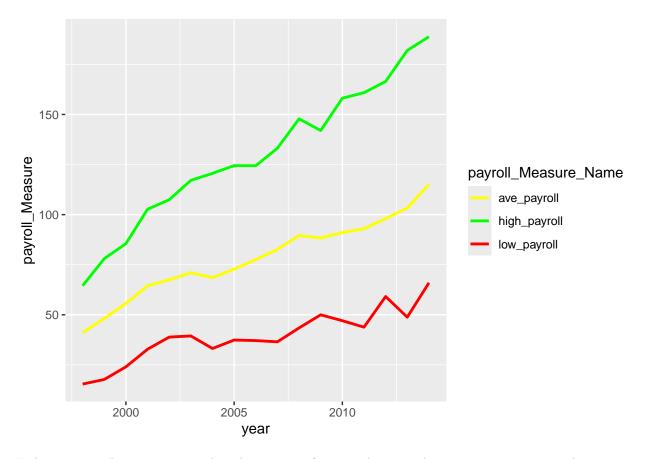
```
aggregate_table_mlb %>% arrange(desc(total_pay)) %>%
ggplot( aes(x=reorder(MLB_Team, -total_pay) , y=total_pay) ) +
geom_bar(stat = "identity")+
theme(axis.text.x=element_text(angle=45,hjust=1, vjust = 1))+
xlab("Major League Baseball Team") +
ylab("Total Payroll Spending (million USD)") +
ggtitle("MLB teams total payroll spending in million USD (1998-2014)")
```

MLB teams total payroll spending in million USD (1998–2014)



Now, let's graph the year vs payroll for the league across the years. Note that this payroll data is in million USD. This also uses the top 5 spender teams and bottom 5 spender teams for the high payroll and low payroll values, respectively.

```
mlb_pay_wincount_winrate %>% group_by(year) %>%
  summarise(
    ave payroll = mean(payroll),
   high_payroll = mean(sort(payroll, decreasing = TRUE)[1:5]),
   low_payroll = mean(sort(payroll, decreasing = FALSE)[1:5])
   ) %>%
  pivot_longer(
      c("ave_payroll", "high_payroll", "low_payroll"),
      names_to = "payroll_Measure_Name",
      values_to = "payroll_Measure"
  ggplot(aes(x=year, y=payroll_Measure, color=payroll_Measure_Name))+
  geom_line(linewidth=1)+
  scale_color_manual(values =
                       c("ave payroll" = "yellow",
                         "high_payroll"="green",
                         "low_payroll"= "red"))
```



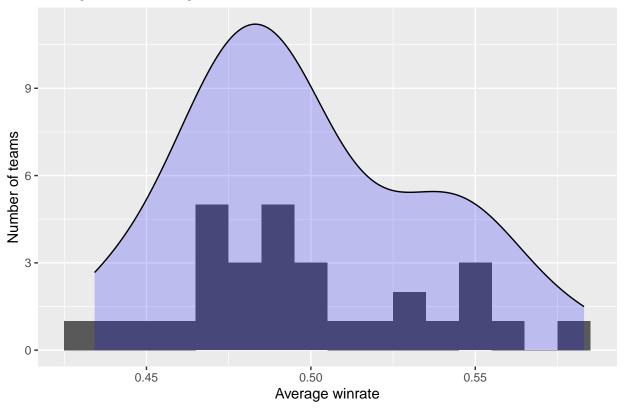
Early on in our data, we can see that there is a uniform gap between the minimum, average, and maximum payroll spending. As the years went by, the average spending on payroll remained close to the minimum payroll spending for each year. In contrast, the maximum payroll spending shot up, creating a huge gap.

Win percentage across years

First, we want to look at the histogram of the average win rates from 1998 to 2014.

```
aggregate_table_mlb %>%
ggplot(aes(x=avg_winrate)) +
geom_histogram(binwidth = 0.01) +
geom_density(alpha=.2, fill="blue")+
xlab("Average winrate")+
ylab("Number of teams")+
ggtitle("Histogram of Average winrate of MLB from 1998 to 2014")
```





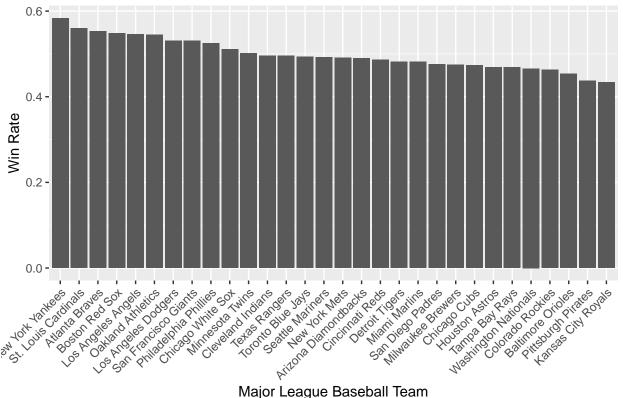
Next, we want to look at the teams with the highest and lowest win rates

```
aggregate_table_mlb %>% arrange(desc(avg_winrate)) %>%
ggplot( aes(x=reorder(MLB_Team, -avg_winrate) , y=avg_winrate) ) +
geom_bar(stat = "identity")+
theme(axis.text.x=element_text(angle=45,hjust=1, vjust = 1))+
xlab("Major League Baseball Team") +
ylab("Win Rate") +
ggtitle("MLB teams average winrate (1998-2014)")
```

MLB teams average winrate (1998–2014)

aggregate_table_mlb %>% arrange(desc(avg_winrate)) %>% slice(sort(c(seq_len(5), n() - seq_len(5) +1))) %

 $slice(sort(c(n() - seq_len(5) +1))) \%$ select(c("MLB_Team", "avg_winrate"))



Major League Baseball Team

```
select(c("MLB_Team", "avg_winrate"))
##
                  MLB_Team avg_winrate
## 1
          New York Yankees
                              0.5830719
## 2
       St. Louis Cardinals
                              0.5595414
## 3
            Atlanta Braves
                              0.5527605
## 4
            Boston Red Sox
                              0.5487172
## 5
        Los Angeles Angels
                              0.5463819
##
   6
      Washington Nationals
                              0.4660195
##
  7
          Colorado Rockies
                              0.4633760
## 8
         Baltimore Orioles
                              0.4538250
## 9
        Pittsburgh Pirates
                              0.4371254
        Kansas City Royals
                              0.4342288
highest_winrate <- aggregate_table_mlb %>% arrange(desc(avg_winrate)) %>%
  slice(sort(c(seq_len(5)))) %>%
  select(c("MLB_Team", "avg_winrate"))
lowest_winrate <- aggregate_table_mlb %>% arrange(desc(avg_winrate)) %>%
```

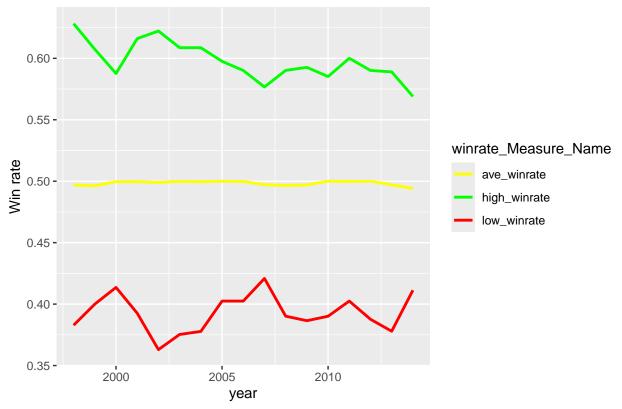
The most successful team has been the New York Yankees, with a 58.31% win rate. They are followed by the St. Louis Cardinals, the Atlanta Braves, the Boston Red Sox, and the Los Angeles Angels.

The most unsuccessful was Kansas City Royals with a 43.42% winrate, followed by the Pittsburgh Pirates,

the Baltimore Orioles, the Colorado Rockies, and the Washington Nationals, all with a win rate below 47% Now, let's graph the average win rate for each year, as well as the average win rate of the top 5 best performing teams that year, and the average win rate of the bottom 5 worst performing teams.

```
mlb_pay_wincount_winrate %>% group_by(year) %>%
  summarise(
   ave_winrate = mean(win_Rate),
   high_winrate = mean(sort(win_Rate, decreasing = TRUE)[1:5]),
   low_winrate = mean(sort(win_Rate, decreasing = FALSE)[1:5])
  pivot_longer(
      c("ave_winrate", "high_winrate", "low_winrate"),
      names_to = "winrate_Measure_Name",
      values to = "winrate Measure"
      ) %>%
  ggplot(aes(x=year, y=winrate_Measure, color=winrate_Measure_Name))+
  geom_line(linewidth=1)+
  scale_color_manual(values =
                       c("ave_winrate" = "yellow",
                         "high_winrate"="green",
                         "low_winrate"= "red")) +
  ylab("Win rate")+
  ggtitle("Major League Baseball teams win rate over the years")
```

Major League Baseball teams win rate over the years



Of course, since there are no ties in Major League Baseball, the average win rate stays at around 50%. From 1998 to 2014, while erratic, the average win rate of the top 5 best performing teams have actually

trended closer to the 50% win rate line, albeit slightly.

However, the average win rate of the 5 teams with the lowest win rates for each season have been erratic, with varying levels of success.

It can also be noted that, when the average win rate of the worst performing teams increase, the average win rate of the best performing teams for that year decreases. The opposite is also observed.

Win percentage versus payroll

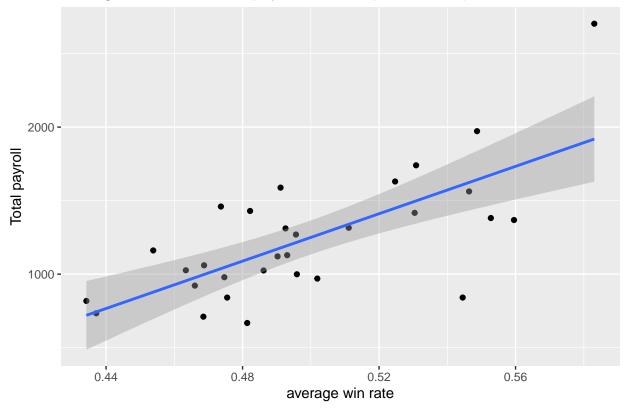
We have already explored the payroll and win rate variables. Now, let's see if they have any interaction.

Since we're dealing with continuous variables, let's use a scatter plot to visualize them.

let's start with the aggregate/overall data

```
aggregate_table_mlb %>%
  ggplot(aes(x=avg_winrate, y=total_pay)) +
  geom_point() +
  stat_smooth(
    method = "lm",
    formula = y ~ x,
    geom = "smooth"
    )+
  ylab("Total payroll")+
  xlab("average win rate")+
  ggtitle("average win rate vs total payroll amount (1998-2014) ")
```

average win rate vs total payroll amount (1998–2014)

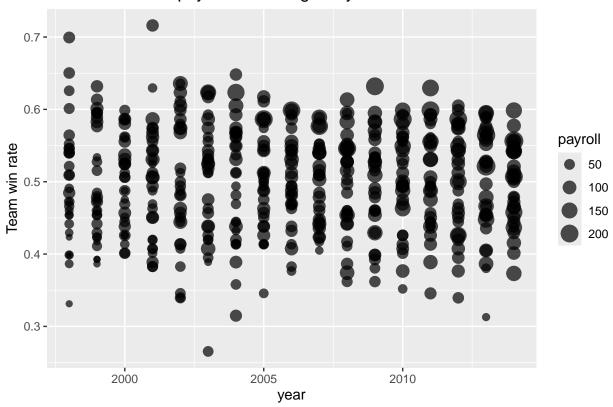


Although it isn't clear, the line of best fit shows that the average win rate increases with the total payment

Now, lets use our yearly data too see if time makes a difference.

```
mlb_pay_wincount_winrate %>%
    ggplot(aes(x=year, y=win_Rate, size = payroll)) +
    geom_point(alpha=0.7) +
    scale_size()+
    ylab("Team win rate")+
    ggtitle("team win rate vs payroll for each given year")
```

team win rate vs payroll for each given year



As we can see from the bubble chart, as the year goes by, the discrepancy of the win rates between the teams actually went down. This coincides with the increase of the average payroll per year. We can also see that the teams with the highest payroll is often among the top teams in terms of win rates, but that teams with a smaller payroll budget for that year can sometimes perform better.

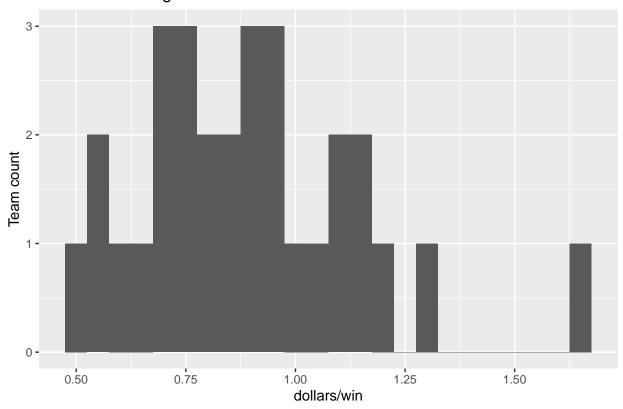
Team efficiency

In team efficiency, we are using dollars per win, which we would be prudent to remember is actually million dollars/win.

First, let's create a histogram for the aggregate efficiency

```
aggregate_table_mlb %>% ggplot(aes(x=dollars_per_win)) +
geom_histogram(binwidth = 0.05)+
xlab("dollars/win")+
ylab("Team count")+
ggtitle("dollars/win histogram")
```

dollars/win histogram



We can see that most teams spend an aggregate amount of 750 thousand to 1.25 million USD for each win from 1998 to 2014. In that regard, we have one outlier, spending around 1.6 million per win, which is very inefficient.

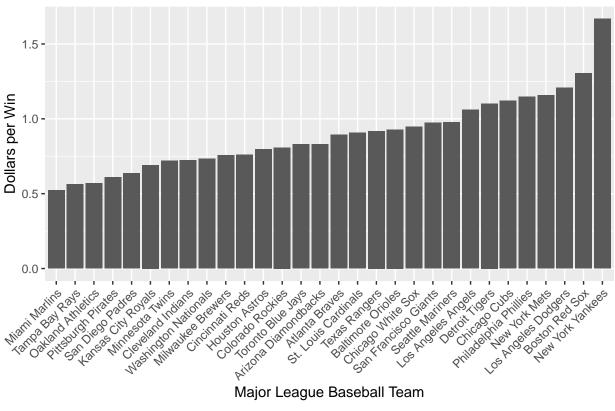
Next, let's see the teams with the highest efficiency

```
aggregate_table_mlb %>% arrange(dollars_per_win) %>%
slice(sort(c(seq_len(5), n() - seq_len(5) +1))) %>%
select(c("MLB_Team", "dollars_per_win"))
```

```
##
                   MLB_Team dollars_per_win
## 1
              Miami Marlins
                                   0.5217202
## 2
             Tampa Bay Rays
                                   0.5627786
## 3
          Oakland Athletics
                                   0.5701248
## 4
         Pittsburgh Pirates
                                   0.6110788
## 5
           San Diego Padres
                                   0.6368688
## 6
      Philadelphia Phillies
                                   1.1479724
## 7
              New York Mets
                                   1.1585914
## 8
        Los Angeles Dodgers
                                   1.2076835
## 9
             Boston Red Sox
                                   1.3036079
           New York Yankees
                                   1.6676423
low_dolperwin <- aggregate_table_mlb %>% arrange(dollars_per_win) %>%
  slice(sort(c(seq_len(5)))) %>%
  select(c("MLB_Team", "dollars_per_win"))
high_dolperwin <- aggregate_table_mlb %>% arrange(dollars_per_win) %>%
  slice(sort(c(n() - seq_len(5) +1))) \%\%
```

```
select(c("MLB_Team", "dollars_per_win"))
aggregate_table_mlb %>% arrange(dollars_per_win) %>%
  ggplot( aes(x=reorder(MLB_Team, dollars_per_win)
                                                    , y=dollars_per_win) ) +
  geom_bar(stat = "identity")+
  theme(axis.text.x=element_text(angle=45,hjust=1, vjust = 1))+
  xlab("Major League Baseball Team") +
  ylab("Dollars per Win") +
  ggtitle("MLB teams aggregate dollars per win (1998-2014)")
```

MLB teams aggregate dollars per win (1998–2014)



Major League Baseball Team

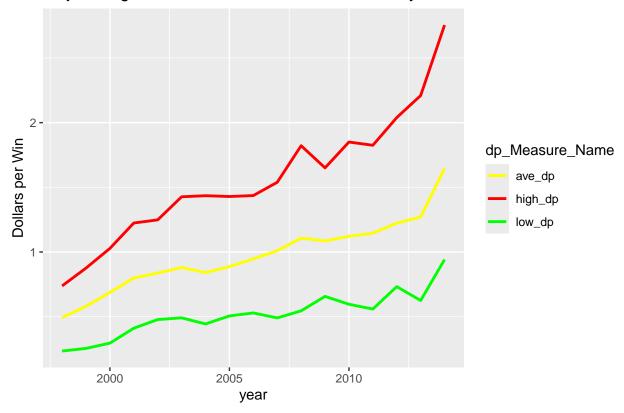
We can see that the Miami Marlins are the most efficient team in the MLB in terms of dollars per win, spending roughly 521.7 thousand USD per win. It is followed by the Tampa Bay Rays, Oakland Athletics, Pittsburgh Pirates, and the San Diego Padres. Notably, these are also the teams have the lowest total payroll spending, and the Pittsburgh Pirates are among those with the lowest average win rate.

In terms of most inefficient, the New York Yankees spends 1.67 million dollars for each win. The Boston Red Sox 1.3 million for each, followed by the Los Angeles Dodgers, New York Mets, and the Philadelphia Phillies.

Next, let's see how the average efficiency changes per year:

```
mlb_pay_wincount_winrate %>% group_by(year) %>%
  summarise(
    ave_dp = mean(dollars_per_win),
   high_dp = mean(sort(dollars_per_win, decreasing = TRUE)[1:5]),
   low_dp = mean(sort(dollars_per_win, decreasing = FALSE)[1:5])
    ) %>%
  pivot_longer(
      c("ave_dp", "high_dp", "low_dp"),
```

Major League Baseball teams win rate over the years



The graph shows that the average dollars per win increases within the league for each passing season, a sign that the league is getting more and more competitive after each season. Increase in dollars per win was somewhat uniform, except for the years after 2010, when teams with low efficiency started paying even more for each win than those with high efficiency, although there was a spike all across the board.