

Illinois Wesleyan University Digital Commons @ IWU

John Wesley Powell Student Research Conference

2006, 17th Annual JWP Conference

Apr 8th, 10:00 AM - 11:00 AM

Team Success and Personnel Allocation Under the Normal Football League Salary Cap

John Haugen
Illinois Wesleyan University
Robert Leekley, Faculty Advisor
Illinois Wesleyan University

Follow this and additional works at: http://digitalcommons.iwu.edu/jwprc

John Haugen and Robert Leekley, Faculty Advisor, "Team Success and Personnel Allocation Under the Normal Football League Salary Cap" (April 8, 2006). *John Wesley Powell Student Research Conference*. Paper 3. http://digitalcommons.iwu.edu/jwprc/2006/oralpres5/3

This Event is brought to you for free and open access by The Ames Library, the Andrew W. Mellon Center for Curricular and Faculty Development, the Office of the Provost and the Office of the President. It has been accepted for inclusion in Digital Commons @ IWU by the faculty at Illinois Wesleyan University. For more information, please contact digitalcommons@iwu.edu. ©Copyright is owned by the author of this document.

THE JOHN WESLEY POWELL STUDENT RESEARCH CONFERENCE - APRIL 2006

Oral Presentation O5.3

TEAM SUCCESS AND PERSONNEL ALLOCATION UNDER THE NATIONAL FOOTBALL LEAGUE SALARY CAP

John Haugen and Robert Leekley* Economics Department, Illinois Wesleyan University

The salary cap structure of the NFL creates an especially interesting labor market. It fosters fierce managerial competition, facilitates the payment of billions of payroll dollars each season, and forces players to vie for a relatively limited amount of money. Because teams must spend below the salary cap each season, team personnel managers are constantly searching for trends and patterns inherent to NFL personnel allocation that will bring success to their team. I measure the relationship between spending on types of players e.g. different positions, superstars, higher paid players, etc. and team success, measured by wins, playoff appearances, and yardage. I employ regression to determine the effect of player type on the different measures of team success. I find that increasing spending on certain football positions and player types tends to increase a team's ability to win. In other words, some types of players are more valuable assets than others