

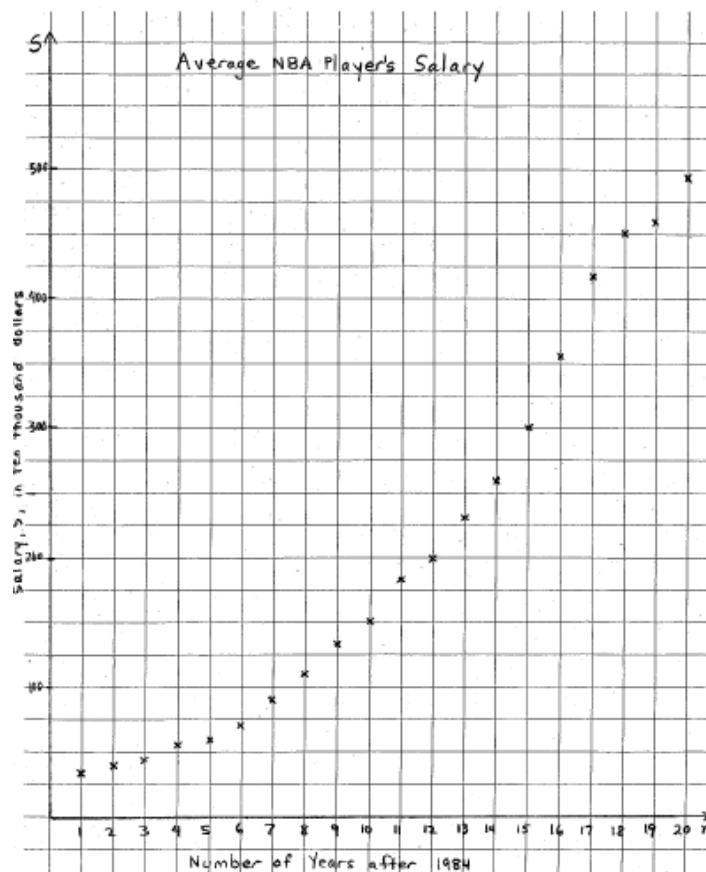
Chapter 7 TASK: Escalating NBA Salaries

Level 4 Sample Response

1. Approximate Average NBA Player's Salary for each season for the twenty-year period from 1984 to 2004

Season, n	Average Salary, S , (\$)
1	330 000
2	382 000
3	431 000
4	502 000
5	575 000
6	717 000
7	927 000
8	1 100 000
9	1 300 000
10	1 500 000
11	1 800 000
12	2 000 000
13	2 300 000
14	2 600 000
15	3 000 000
16	3 600 000
17	4 200 000
18	4 500 000
19	4 546 000
20	4 917 000

2. Scatter plot of the data, created using paper and pencil.



3. To determine if the graph of the relation would be a linear relation and have a line of best fit, a quadratic relation and have a curve of best fit, or an exponential relation and have a curve of best fit, I calculated the first differences, the second differences, and the ratio of successive y -values for the table of values.

Season	Average Salary (\$)	First Differences	Second Differences	Ratio of Successive y -values
1984-1985	330 000			
1985-1986	382 000	52 000		1.158
1986-1987	431 000	49 000	-3000	1.128
1987-1988	502 000	71 000	22 000	1.165
1988-1989	575 000	73 000	2000	1.145
1989-1990	717 000	142 000	69 000	1.246
1990-1991	927 000	210 000	68 000	1.293
1991-1992	1 100 000	173 000	-37 000	1.187
1992-1993	1 300 000	200 000	27 000	1.182
1993-1994	1 500 000	200 000	0	1.154

1994-1995	1 800 000	300 000	100 000	1.2
1995-1996	2 000 000	200 000	-100 000	1.111
1996-1997	2 300 000	300 000	100 000	1.15
1997-1998	2 600 000	300 000	0	1.130
1998-1999	3 000 000	400 000	100 000	1.154
1999-2000	3 600 000	600 000	200 000	1.2
2000-2001	4 200 000	600 000	0	1.167
2001-2002	4 500 000	300 000	-300 000	1.071
2002-2003	4 546 000	46 000	-254 000	1.01
2003-2004	4 917 000	371 000	325 000	1.082

Since the first differences and the second differences are not constant, but the ratios of successive y -values are equal to one (to the nearest unit), therefore this is an exponential relation and will have a curve of best fit.

3. I used the following trial-and-error method to determine the equation of the exponential curve of best fit for data in question 2.

I first researched players' salaries for the year 1983 on the Internet using the website, <http://www.nbpa.com/history.php>. In this year the players and owners reached an unprecedented agreement to share League revenues and the average player salary for the National Basketball Association (NBA) for the year 1983 was about \$275 000.

I then divided the salary from the table for the year 1984-1985 which was \$330 000 by \$275 000 and the result was 1.2. I used this value to predict that the possible equation of the exponential curve of best fit might be $y = 275\,000(1.2)^x$. I then checked the curve for accuracy as follows in Trial 1.

Trial 1		Exponential Curve $y = 275\,000(1.2)^x$	
Season	x (Year)	Average Salary, (y)	y
1984-1985	1	$275\,000 \times 1.2$	330 000.00
1985-1986	2	$275\,000 \times 1.2^2$	396 000.00
1986-1987	3	$275\,000 \times 1.2^3$	475 200.00
1987-1988	4	$275\,000 \times 1.2^4$	570 240.00
1988-1989	5	$275\,000 \times 1.2^5$	684 288.00
1989-1990	6	$275\,000 \times 1.2^6$	821 145.60
1990-1991	7	$275\,000 \times 1.2^7$	985 374.72
1991-1992	8	$275\,000 \times 1.2^8$	1 182 449.66
1992-1993	9	$275\,000 \times 1.2^9$	1 418 939.60
1993-1994	10	$275\,000 \times 1.2^{10}$	1 702 727.52
1994-1995	11	$275\,000 \times 1.2^{11}$	2 043 273.02
1995-1996	12	$275\,000 \times 1.2^{12}$	2 451 927.62
1996-1997	13	$275\,000 \times 1.2^{13}$	2 942 313.15
1997-1998	14	$275\,000 \times 1.2^{14}$	3 530 775.78
1998-1999	15	$275\,000 \times 1.2^{15}$	4 236 930.93
1999-2000	16	$275\,000 \times 1.2^{16}$	5 084 317.12
2000-2001	17	$275\,000 \times 1.2^{17}$	6 101 180.54
2001-2002	18	$275\,000 \times 1.2^{18}$	7 321 416.65
2002-2003	19	$275\,000 \times 1.2^{19}$	8 785 699.98
2003-2004	20	$275\,000 \times 1.2^{20}$	10 542 839.98

The salary for year 2003-2004 was more than double the salary for the year 2003-2004 in the table in question 1. I then decided to lower the value of the base in the exponential equation as follows, with the new equation $y = 275\,000(1.19)^x$.

Trial 2		Exponential Curve $y = 275\,000(1.19)^x$	
Season	x (Year)	Average Salary, (y)	y
1984-1985	1	$275\,000 \times 1.19$	327 250.00
1985-1986	2	$275\,000 \times 1.19^2$	389 427.50
1986-1987	3	$275\,000 \times 1.19^3$	463 418.73
1987-1988	4	$275\,000 \times 1.19^4$	551 468.28
1988-1989	5	$275\,000 \times 1.19^5$	656 247.26
1989-1990	6	$275\,000 \times 1.19^6$	780 934.24
1990-1991	7	$275\,000 \times 1.19^7$	929 311.74
1991-1992	8	$275\,000 \times 1.19^8$	1 105 880.97
1992-1993	9	$275\,000 \times 1.19^9$	1 315 998.35
1993-1994	10	$275\,000 \times 1.19^{10}$	1 566 038.04
1994-1995	11	$275\,000 \times 1.19^{11}$	1 863 585.27
1995-1996	12	$275\,000 \times 1.19^{12}$	2 217 666.47
1996-1997	13	$275\,000 \times 1.19^{13}$	2 639 023.10
1997-1998	14	$275\,000 \times 1.19^{14}$	3 140 437.49
1998-1999	15	$275\,000 \times 1.19^{15}$	3 737 120.61
1999-2000	16	$275\,000 \times 1.19^{16}$	4 447 173.53
2000-2001	17	$275\,000 \times 1.19^{17}$	5 292 136.50
2001-2002	18	$275\,000 \times 1.19^{18}$	6 297 642.44
2002-2003	19	$275\,000 \times 1.19^{19}$	7 494 194.50
2003-2004	20	$275\,000 \times 1.19^{20}$	8 918 091.45

The salary for the year 2003-2004 was still too high, so I did another trial, Trial 3, with a new equation, $y = 275\,000(1.18)^x$.

Trial 3		Exponential Curve $y = 275\,000(1.18)^x$	
Season	x (Year)	Average Salary, (y)	y
1983-1984		275 000	
1984-1985	1	$275\,000 \times 1.18$	324 500.00
1985-1986	2	$275\,000 \times 1.18^2$	382 910.00
1986-1987	3	$275\,000 \times 1.18^3$	451 833.80
1987-1988	4	$275\,000 \times 1.18^4$	533 163.88
1988-1989	5	$275\,000 \times 1.18^5$	629 133.38
1989-1990	6	$275\,000 \times 1.18^6$	742 377.39
1990-1991	7	$275\,000 \times 1.18^7$	876 005.32
1991-1992	8	$275\,000 \times 1.18^8$	1 033 686.28
1992-1993	9	$275\,000 \times 1.18^9$	1 219 749.81
1993-1994	10	$275\,000 \times 1.18^{10}$	1 439 304.78
1994-1995	11	$275\,000 \times 1.18^{11}$	1 698 379.64
1995-1996	12	$275\,000 \times 1.18^{12}$	2 004 087.97

1996-1997	13	$275\,000 \times 1.18^{13}$	2 364 823.81
1997-1998	14	$275\,000 \times 1.18^{14}$	2 790 492.09
1998-1999	15	$275\,000 \times 1.18^{15}$	3 292 780.67
1999-2000	16	$275\,000 \times 1.18^{16}$	3 885 481.19
2000-2001	17	$275\,000 \times 1.18^{17}$	4 584 867.80
2001-2002	18	$275\,000 \times 1.18^{18}$	5 410 144.01
2002-2003	19	$275\,000 \times 1.18^{19}$	6 383 969.93
2003-2004	20	$275\,000 \times 1.18^{20}$	7 533 084.52

The value for the year 2003-2004 was still too large, so I did another trial, Trial 4, as follows, using the exponential curve $y = 275\,000(1.17)^x$.

Trial 4		Exponential Curve $y = 275\,000(1.17)^x$	
Season	x (Year)	Average Salary, (y)	y
1984-1985	1	$275\,000 \times 1.17$	321 750.00
1985-1986	2	$275\,000 \times 1.17^2$	376 447.50
1986-1987	3	$275\,000 \times 1.17^3$	440 443.58
1987-1988	4	$275\,000 \times 1.17^4$	515 318.98
1988-1989	5	$275\,000 \times 1.17^5$	602 923.21
1989-1990	6	$275\,000 \times 1.17^6$	705 420.16
1990-1991	7	$275\,000 \times 1.17^7$	825 341.58
1991-1992	8	$275\,000 \times 1.17^8$	965 649.65
1992-1993	9	$275\,000 \times 1.17^9$	1 129 810.09
1993-1994	10	$275\,000 \times 1.17^{10}$	1 321 877.81
1994-1995	11	$275\,000 \times 1.17^{11}$	1 546 597.03
1995-1996	12	$275\,000 \times 1.17^{12}$	1 809 518.53
1996-1997	13	$275\,000 \times 1.17^{13}$	2 117 136.68
1997-1998	14	$275\,000 \times 1.17^{14}$	2 477 049.92
1998-1999	15	$275\,000 \times 1.17^{15}$	2 898 148.40
1999-2000	16	$275\,000 \times 1.17^{16}$	3 390 833.63
2000-2001	17	$275\,000 \times 1.17^{17}$	3 967 275.35
2001-2002	18	$275\,000 \times 1.17^{18}$	4 641 712.16
2002-2003	19	$275\,000 \times 1.17^{19}$	5 430 803.22
2003-2004	20	$275\,000 \times 1.17^{20}$	6 354 039.77

I then did Trial 5 using the equation, $y = 275\,000(1.16)^x$.

Trial 5		Exponential Curve $y = 275\,000(1.16)^x$	
Season	x (Year)	Average Salary, (y)	y
1983-1984		275 000	
1984-1985	1	$275\,000 \times 1.16$	319000.00
1985-1986	2	$275\,000 \times 1.16^2$	370040.00
1986-1987	3	$275\,000 \times 1.16^3$	429246.40
1987-1988	4	$275\,000 \times 1.16^4$	497925.82
1988-1989	5	$275\,000 \times 1.16^5$	577593.96

1989-1990	6	$275\,000 \times 1.16^6$	670008.99
1990-1991	7	$275\,000 \times 1.16^7$	777210.43
1991-1992	8	$275\,000 \times 1.16^8$	901564.10
1992-1993	9	$275\,000 \times 1.16^9$	1045814.35
1993-1994	10	$275\,000 \times 1.16^{10}$	1213144.65
1994-1995	11	$275\,000 \times 1.16^{11}$	1407247.79
1995-1996	12	$275\,000 \times 1.16^{12}$	1632407.44
1996-1997	13	$275\,000 \times 1.16^{13}$	1893592.63
1997-1998	14	$275\,000 \times 1.16^{14}$	2196567.45
1998-1999	15	$275\,000 \times 1.16^{15}$	2548018.24
1999-2000	16	$275\,000 \times 1.16^{16}$	2955701.16
2000-2001	17	$275\,000 \times 1.16^{17}$	3428613.34
2001-2002	18	$275\,000 \times 1.16^{18}$	3977191.48
2002-2003	19	$275\,000 \times 1.16^{19}$	4613542.11
2003-2004	20	$275\,000 \times 1.16^{20}$	5351708.85

If the base is further reduced to 1.15, the average player salary for the year 2003-2004 would be $275\,000 \times 1.16^{20} = 4500797.8$, which is lower than the value in the table in question 1.

Therefore, by trial-and-error, a possible equation for the exponential curve of best fit is $y = 275\,000(1.16)^x$.

4. Using the equation from question 3, the average NBA player's salary for the 2006-2007 season, which would be the 23rd season would be calculated as follows:

$$y = 275000(1.16)^x = 275000(1.16)^{23} = 8\,353.460.94$$

Therefore, my prediction for the average NBA player's salary for the 2006-2007 season is \$8 353 460, to the nearest ten dollars.

5. The average NBA player's salary for the Season 2006-2007 season was listed as \$5 215 000.

Reference: <http://members.cox.net/lmcoon/salarycap.htm#24>. This amount is less than the amount predicted in question 4. The website explains the method that is used to calculate "average salary" for the NBA. Normally the league computes the average salary by taking the total salaries paid during the previous season, dividing by 13.2 times the number of teams (other than expansion teams in their first two seasons) and then adding eight percent. For the Season 2005-2006 a defined figure of \$5 000 000 was used for the average salary, rather than applying a formula. This would account for the difference in the average NBA player's salary for the 2006-2007 season calculated in question 4.

6. I used the following method to graph the data in question 1 using a graphing calculator.

- Press 2nd [MEM] to clear all lists. Then press **ENTER**.
- Press **STAT** then select **1:Edit**. Enter the number representing the season into list **L1**, and the Average Salary into list **L2**.

L1	L2	L3	Z
1	670000	-----	
2	777200		
3	901600		
4	1045800		
5	1213100		
6	1407200		
7	1632400		
L2(1)=330000			

L1	L2	L3	Z
8	1.1E6		
9	1.3E6		
10	1.5E6		
11	1.8E6		
12	2E6		
13	2.3E6		
14	2.6E6		

L2(14) = 2600000

L1	L2	L3	Z
15	3E6		
16	3.6E6		
17	4.2E6		
18	4.5E6		
19	4.55E6		
20	4.62E6		

L2(21) =

- Press **2nd** [STATPLOT]. Select **Plot1**. Ensure that it is turned **On**. Set the graph to scatter plot, the **XList** to **L1**, and the **YList** to **L2**. Check that **Plot2** and **Plot3** are turned **Off**.
- Press **WINDOW** and adjust the variables as shown.

```

WINDOW
Xmin=0
Xmax=21
Xscl=1
Ymin=0
Ymax=7000000
Yscl=10000
Xres=1

```

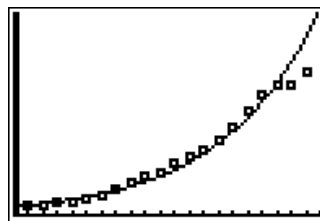
- Press **STAT**, then from the **CALC** menu, select **0:ExpReg**.
- Press **VARS**. Cursor over to the **Y-VARS** menu, then select **1:Function**.
- Press **ENTER** twice.

```

ExpReg
y=a*b^x
a=298971.98009
b=1.163731188

```

- Press **GRAPH**.



- Press **Y=** to determine the equation of the exponential curve of best fit.

The exponential curve of best fit determined using a graphing calculator is

$$y = 298971.98085896(1.1637311877154)^x.$$

```

Y1=298971.98085
896*1.1637311877
154^X
Y2=
Y3=
Y4=
Y5=

```

7. The 2013-2014 season would be season number 30. Using the equation from question 6, the average NBA player's salary would be \$28 300 000 for the 2013-2014 season, assuming the trend continues.

The average NBA player's salary could also be found by pressing 2nd [GRAPH] and determine the value of y when the value of $x = 30$.

X	Y1
24	1.14E7
25	1.32E7
26	1.54E7
27	1.79E7
28	2.09E7
29	2.43E7
30	2.83E7

X=30

Level 4 Notes

Look for the following:

- a highly organized detailed solution showing accurate calculations and justifications for the responses in the solution
- very few or no errors in the solutions
- a thorough understanding of the problem and how it relates to exponential relations
- the graph of the scatter plot of the data is drawn using a ruler and the axes are scatter plot are labelled completely
- use of technology, such as a graphing calculator, with instructions is incorporated in the solution to create a scatter plot of the data.
- evidence of use of the Internet to research the average NBA player's salary for the 2006-2007 season

Level 3 Notes

A level 3 response to the questions will be very similar to the level 4 responses shown above, with the following omissions:

For **question 1**, the table will be copied exactly as in the question without taking into consideration the changes suggested in the question.

For **question 2**, the scatter plot may not be completely labelled.

For **question 3**, the student may recognize that the curve is an exponential relation, but have difficulty finding a possible exponential equation that can be used in question 4 through a trial-and-error method.

For **question 5**, the solution may not show evidence of research using the Internet.

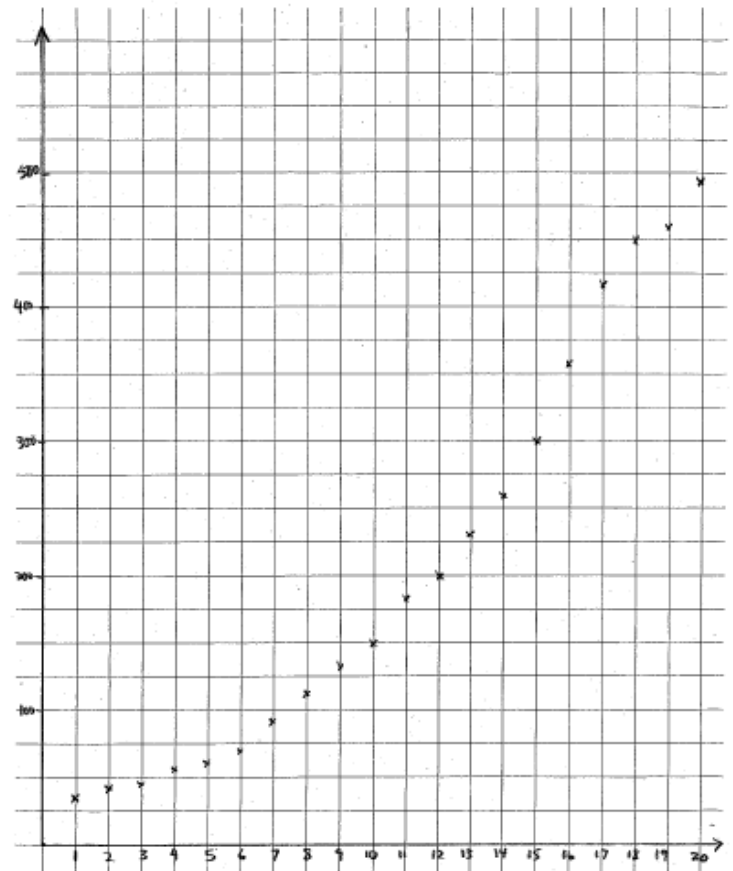
For **question 6**, the solution will show evidence that the student can use a graphing calculator to graph the scatter plot of the data and determine the equation exponential curve of best fit, but the solution will not contain an explanation of the exponential equation of best fit was determined.

Level 2 Sample Response

1. Approximate NBA Player's Salary for each season for the twenty-year period from 1984 to 2004

Season	Average Salary (\$)
1984-1985	330 000
1985-1986	382 000
1986-1987	431 000
1987-1988	502 000
1988-1989	575 000
1989-1990	717 000
1990-1991	927 000
1991-1992	1 100 000
1992-1993	1 300 000
1993-1994	1 500 000
1994-1995	1 800 000
1995-1996	2 000 000
1996-1997	2 300 000
1997-1998	2 600 000
1998-1999	3 000 000
1999-2000	3 600 000
2000-2001	4 200 000
2001-2002	4 500 000
2002-2003	4 546 000
2003-2004	4 917 000

2.



The data is best modelled with an exponential relation. The points on the scatter plot appear to lie on a curve.

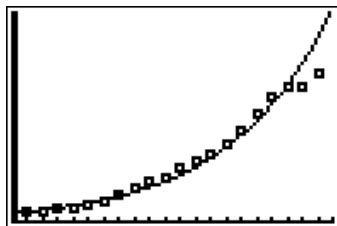
3. The salary for the 1984-1985 season is \$330 000. The salary for the 1985-1986 season is \$382 000. The ratio of the successive y-terms is 1.158. The curve of best fit is $y = 330\,000(1.158)^x$.

4. The 2006-2007 season is the 23rd season. The average NBA player's salary for the 2006-2007 season is
 $y = 330\,000(1.158)^{23}$
 $= \$9\,634\,092$, to the nearest dollar

5. The average NBA player's salary for the Season 2006-2007 season was listed as \$8 568 000.

6.

```
ExpReg
y=a*b^x
a=298971.9809
b=1.163731188
```



```
Y1=298971.98085
896*1.1637311877
154^X
Y2=
Y3=
Y4=
Y5=
```

The exponential curve of best fit determined using technology on a graphing calculator is

$$y = 298971.98085896(1.1637311877154)^x.$$

7. The 2013-2014 season would be season number 30. Using the equation from question 6, the average NBA player's salary would be \$28 300 000 for the 2013-2014 season, assuming the trend continues.

Level 2 Notes

Look for the following

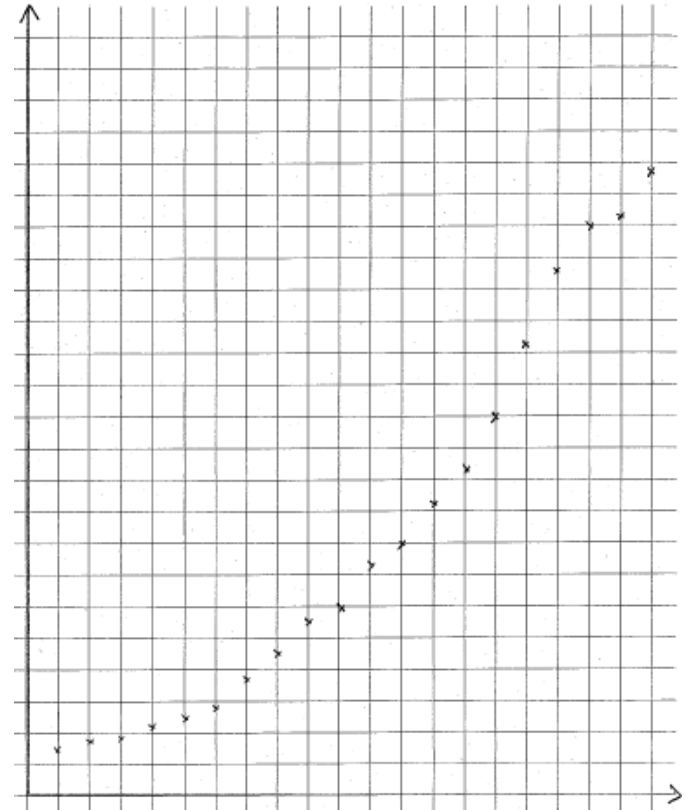
- The structure that is apparent in the level 3 and level 4 solutions is missing.
- Some evidence of correct answers and justification of answers.
- For **question 2**, the labels on the scatter plot may be missing.
- For **question 5**, there is no evidence of research using the Internet to find the answer.
- For **question 6** and **question 7**, the student can graph the exponential curve of best fit and find the equation of the exponential curve of best fit, but there is no explanation of how they completed the solution.

Level 1 Sample Response

1.

Season	Average Salary (\$)
1984-1985	330 000
1985-1986	382 000
1986-1987	431 000
1987-1988	502 000
1988-1989	575 000
1989-1990	717 000
1990-1991	927 000
1991-1992	1 100 000
1992-1993	1 300 000
1993-1994	1 500 000
1994-1995	1 800 000
1995-1996	2 000 000
1996-1997	2 300 000
1997-1998	2 600 000
1998-1999	3 000 000
1999-2000	3 600 000
2000-2001	4 200 000
2001-2002	4 500 000
2002-2003	4 546 000
2003-2004	4 917 000

2.



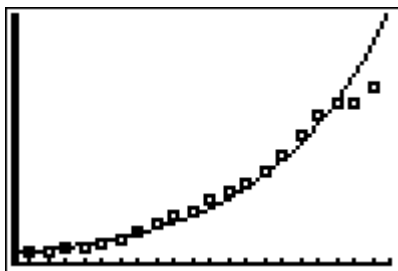
The data is best modelled with an exponential relation.

3. The equation of the curve of best fit is $y = (330\,000)1.2^x$.

4. The average NBA player's salary for the 2006-2007 season is \$6 850 000.

5. The average NBA player's salary for the Season 2006-2007 season is \$8 500 000.

6.



7. The average NBA player's salary for the 2013-2014 season will be \$10 000 000.

Level 1 Notes

Look for the following

- little or no effort to explain the answers using mathematical terms
- For **question 2**, the curve is correctly identified as an exponential relation without any justification
- Some evidence of correct answers and some evidence of guessing answers
- For **question 5**, there is no evidence of research using the Internet to find the answer.
- For **question 6** and **question 7**, the student can graph the exponential curve of best fit but there is no evidence that exponential regression has been used to find the equation of the curve.