Sports Scandals from the Top-Down: Comparative Analysis of Management, Owner, and Athlete Discipline in the NFL & NBA

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SPORTS SCANDALS FROM THE TOP-DOWN:
COMPARATIVE ANALYSIS OF MANAGEMENT, OWNER,
AND ATHLETE DISCIPLINE IN THE NFL & NBA

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This article serves to discuss the current landscape of professional sports discipline and commissioner power in the NFL & NBA, specifically understanding the discipline of management and ownership in the major leagues as compared to player discipline when franchise ownership interests and commissioner power conflict. Furthermore, these particular events illuminate the differences between discipline in professional sports and non-sports contexts.

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A. INTRODUCTION

In the past year, the NFL and the NBA, two of the largest and most prominent American professional sports leagues, have been at the center of discipline disputes and scandals that have made headlines and changed the perception of labor and employee discipline in sports. In the NFL, player and owner scandals, ranging from the saga of former Baltimore Ravens running back Ray Rice to the travails of Indianapolis Colts owner Jim Irsay, have brought intense scrutiny and criticism on the league office and commissioner Roger Goodell. Goodell’s NBA counterpart, Adam Silver, has been busy in his first year in office as commissioner, taking strong, decisive positions on several NBA scandals, including those of two owners, former Los Angeles Clippers owner Donald Sterling and soon-to-be former Atlanta Hawks owner Bruce Levenson. With these two leagues holding premier status in America’s sports echelon and holding significant promise of growth and expansion into the future, these scandals have implicated a possible shift in sports labor discipline that could echo for years to come.

Previous articles have summarized and analyzed commissioner power within the confines of labor law and antitrust case law. That backdrop serves as great context to discuss the current landscape of professional sports discipline and commissioner power, specifically understanding the discipline of management and ownership in the major leagues as compared to player discipline when franchise ownership interests and commissioner

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power conflict. Furthermore, these particular events illuminate the differences between discipline in professional sports and non-sports contexts.

What is perhaps the most unique aspect of the league events of 2014 is that the discipline handed down from the sports commissioners have not been solely reserved for players. NBA and NFL players have long been subject to almost unilateral discipline by their respective commissioner offices.\(^3\) Dating back to the inception of each of these leagues the commissioner’s office has been imbued with wide-ranging labor management and disciplinary power.\(^4\) The central importance of sports to American society has been given as a reason for this large spread of power: “if professional sports are to maintain their revered status in American society, the public must have confidence that the contests it sees are genuine and real.”\(^5\) If that public trust is not upheld, interest in sports could theoretically vanish.\(^6\)

In cases of disputes over punishments, courts, arbitrators, and leagues have previously applied an “arbitrary and capricious” standard to commissioner decisions in some major American professional sports leagues.\(^7\) Commissioner decisions have rarely

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\(^7\) See Pollack, supra note 5, at 1649; National Basketball Association Collective Bargaining Agreement (2011), available at http://www.nba.org/cba/2011 [hereinafter NBA CBA] (“A dispute involving (i) a fine of more than $50,000 and/or a suspension of more than twelve (12) games that is imposed upon a player by the Commissioner (or his designee) for conduct on the
been found to be in violation of this rather broad test.\textsuperscript{8} The most common reason for upholding these broad commissioner powers has been this idea that a commissioner is entrusted with wide authority to “protect the best interests of the game.”\textsuperscript{9} This idea seems nebulous on its face and designed to entrench power in the hands of the current sports elite, namely the franchise owners and the commissioners. In truth, who decides what is best for the game? What if they are wrong?

Despite these legitimate questions, this standard still persists, founded in a somewhat gray area of sporting morals, common sense, and social values.\textsuperscript{10} While these leagues are constantly evolving in other aspects, including on important issues such as concussions\textsuperscript{11} and racial divides,\textsuperscript{12} the powers of the
commissioners have remained relatively unchanged and unbound by a strict framework. Yet, there has been a rash of unprecedented ownership and player discipline stories over the past year, which threatens to upend our current understanding of commissioner discipline and labor issues in sports. Historical standards have been challenged, for both better and worse, as commissioners Goodell and Silver have taken a new lead on ownership and player discipline. Undoubtedly, the fast-paced, internet culture that dominates today’s social conversation has played a huge role. Scandals and discipline that previously might have taken place behind closed doors, such as the case of Donald Sterling, have played out in the national spotlight and have, in essence, forced each commissioner’s hands in addressing and solving these serious discipline issues. With the media further emboldened by these stories, it is conceivable that any future owner or player discipline is going to play out under a new light and under a different paradigm. This paper’s ambit is to capture at least some of what this paradigm shift will encompass and what labor discipline will resemble in these leagues as we approach the end of another decade.

In the field of labor law and employee discipline, the professional sports workplace is different. Two key differences emerge with regards to player and management discipline in professional sports as compared to other common workplace environments. The first is the notion of punishment with regards to the power and

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13 See e.g., Laurie Nicole Robinson, Comment, Professional Athletes Held to a Higher Standard and Above the Law: A Comment on High-Profile Criminal Defendants and the Need for States to Establish High-Profile Courts, 73 IND. L.J. 1313, 1327 (1998); see also Jared Chamberlain et al., Celebrities in the Courtroom: Legal Responses, Psychological Theory and Empirical Research, 8 VAND. J. ENT. & TECH. L. 551, 565 (2006) (“Research has found that athletes are stereotyped by the public as violent, drug abusing, and lacking intelligence.”). One scholar explores journalists’ motivations for covering such stories and what that trend says about popular culture, sports, and news reporting. See Robinson, supra, at 1324 (recalling a time when the media protected professional athletes as one where athletes and reporters made similar salaries and were both predominantly white). See generally, David Ray Papke, Athletes in Trouble with the Law: Journalistic Accounts for the Resentful Fan, 12 MARQ. SPORTS L. REV. 449 (2001).
role of publicity in disciplinary proceedings. The second distinguishing feature stems from the unique labor market of professional sports as a franchised monopoly with high-skilled workers.

So while it is clear that sports employment is different, it has not yet been determined how these new developments and issues will affect the discipline landscape in the NBA and the NFL. Is this the beginning of an entirely new era of sports discipline? One that is more transparent and subject to the influence of the viewing public? It remains to be seen but it appears that these leagues are on a precipice of a drastic change in management and employee discipline. Goodell and Silver have seen the power of their offices expand greatly over the past year and have used this expansion in power in a familiar manner: in pursuit of what they consider in the best interests of the game and the league. The end goals are the same. But the process utilized by each of these leagues has been markedly different. In the NFL’s case, Goodell has kept much of the status quo, doling out punishments underneath an archaic disciplinary system, often with uneven results. He has taken a harsh stand on player discipline while continuing to maintain his close relationship with league owners and other executives. On the other hand, his counterpart, Adam Silver, has taken drastic, unprecedented steps to discipline NBA owners and expand the disciplinary powers of his office.

Juxtaposing the actions taken by these two commissioners in the face of huge disciplinary challenges reveals a new shift in understanding and expanse of sport commissioner power. This shift entails a greater willingness, even an expectation, of the general public to support commissioner discipline in the best interests of the game. It is also a shift that comes during a time of unmatched access and insight of the media and viewing public into the personal scandals of the league, due, in part, to our increasingly invasive digital culture. We will begin in Section B by examining the professional sports labor and discipline system, focusing specifically on what makes the sports workplace different and what defines and gives shape to the disciplinary processes employed by professional sports leagues like the NFL and NBA. Next, in Section C, we will focus on summarizing recent examples of player and management discipline in the NFL and NBA in 2014 and compare and contrast the NFL’s approach to discipline to that of the NBA. In Section D, we will view this discussion of sports discipline in a larger context and how sports leagues are a unique
workplace compared to other industries in terms of management and employee discipline. Finally, in Section E., we make some predictions as to where this tumultuous year will leave management and employee discipline in sports for decades to come.

**B. THE PROFESSIONAL SPORTS LABOR SYSTEM AND PLAYER DISCIPLINE**

1. The Sports Workplace

Sports differ from other workplaces. While you often hear players and coaches refer to their positions as “their jobs,” which they indeed are, professional sports leagues hold a unique place in the American labor system. Professional sports employ highly, but specifically, skilled workers. As league entities, both the NBA and the NFL are the single largest employers of their respective sports within the United States.\(^{14}\) The Seventh Circuit describes the management of professional sports leagues as “an exception, anomaly and aberration.”\(^{15}\) They are organizations in which a collective entity, the league itself, is co-owned by a group of very rich and powerful owners.\(^{16}\) Their owners appoint an individual, the commissioner, to make decisions and carry out mandates for the good of the sport as a whole. This commissioner has no power outside of the league context but, within it, their power is almost absolute, especially in the case of player discipline.\(^{17}\) The model for the current day sports commissioner truly began in baseball in the mid-20th century and was soon copied by other leagues, who were hoping for similar success.\(^{18}\)

In the NFL, the commissioner’s current wide-ranging authority was born during the tenure of Pete Rozelle. Rozelle’s work in securing the league’s first television contract and increasing
league-wide prosperity prompted a greater expansion of the powers of the office of the commissioner, including “full, complete, and final jurisdiction and authority [over] any dispute involving a member or members in the League.”

In the NBA, the current model of discipline emerged with the signing of the 1995 CBA. Previous to that point, and dating back to the inception of the league, the NBA commissioner’s disciplinary decisions were considered final. The 1995 CBA changed the grievance mechanism and allowed for an introduction of an arbitrator into the process. The current NBA CBA melds together two different standards of review. The first standard is the well-established “arbitrary and capricious” review that has been in place through sports discipline for decades. However, the second standard can be articulated as a “just cause” standard: “whether there has been just cause for the penalty imposed.” These dual standards provide an extra level of scrutiny and review for NBA commissioner discipline. Opening the process to a neutral arbitrator lends not only power to the players but also legitimacy to commissioner discipline and rule.

There is a tension in the relationship between the unique nature of sports and the expansive power of commissioner discipline. It manifests on several fronts. First, it presumes that the private lives of athletes, and owners, are relevant to their on-field careers and conduct. Second, commissioner discipline is often rigid and, especially in the case of the NFL, the last word on the situation. Finally, league commissioners, including those in the NFL and NBA, have developed their powers from negotiations and decisions that seem archaic in today’s world. Many of the current entrenched notions of commissioner discipline evolved during the nascent years of sports leagues in America in the 1950s and 1960s. It was during that time that commissioner discipline first began to take shape and little change has been made in the intervening decades. Although the power of the commissioner is supposed to be subject to collective bargaining, much of current power of commissioners, like Silver and Goodell, has not been at

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19 Id.; see also Parlow, supra note 1, at 185-89.  
20 Id.  
21 Id.  
22 Id. at 1703-04.  
23 Id. at 1676-79.
the forefront of CBA negotiations but rather has been grandfathered in from this earlier time. This has left commissioner discipline in a somewhat of an awkward fit with today's evolving league landscape and growing scrutiny from a concerned public.

2. Sports Employee Discipline and Labor Law

The commissioners of the major sports leagues in America hold “broad powers to protect 'the integrity of, and public confidence in,' their respective sports, and thus determine the 'best interests' of their leagues.” Early case precedent, which has been nominally followed by most courts, has given a high level of deference to commissioner decisions that were made in the best interests of the game. This “best interests” power most often extends not only to on-court decisions, affecting the rules of the game, but also off-the-court discipline of players and other personnel. Under federal labor law, employee and management discipline are terms and conditions of employment and mandatory subjects of collective bargaining. It is from the collective bargaining agreements (“CBAs”) that allow for league individuals to be disciplined by the commissioner and, in the case of most leagues, appeal that discipline to an outside arbitrator. When discussing management and employee discipline in professional sports, particularly with the NBA and the NFL, it is key to look first at the CBAs of both leagues, and the power those CBAs give commissioners in terms of player and owner discipline.

The CBA is “the ‘supreme governing authority' concerning employment in professional sports leagues.” It offers the commissioner “almost autonomous authority within the internal structure of the league, uncontrolled by its principal owners.”

Central to the creation of the CBA is the collective bargaining

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26 Pollack, supra note 5, at 1646-49.
27 Id.
29 Parlow, supra note 1, at 196-202; see also Stiglitz, supra note 28, at 173.
30 Id. at 185-89.
process, engaged in by players, ownership, and the league every few years.\textsuperscript{31} The process is provided for by the National Labor Relations Act (“NLRA”).\textsuperscript{32} The National Labor Relations Board has jurisdiction over professional sports leagues and applies the NLRA, allowing player unions to form and negotiate terms of employment. For a CBA to meet the standards of the NLRB, certain conditions and requirement must be met and discussed by the parties in negotiations. For most professional sports leagues, the power of the commissioner, disciplinary measures, and grievance procedures are some of these mandatory parts of the collective bargaining process.\textsuperscript{33}

In discussing the CBAs of both the NFL and the NBA, several similarities and differences prove illuminative in discussing how each league approaches employee and management discipline. The first of these areas is the presence, or absence, of an arbitrator. Similar to the MLB, the collective bargaining agreement of the NBA allows for players to appeal punishment and discipline to an outside arbitrator.\textsuperscript{34} The NBA Players Association fought for such a system as an indication that they believe in the idea that “commissioners are biased representatives of management.”\textsuperscript{35} In contrast, the NFL does not have a system in place for outside arbitrators to review and rule on commissioner-imposed discipline. Indeed, NFL commissioner Roger Goodell’s discipline may only be appealed to his office, and no further.\textsuperscript{36} Discipline may be handed down by Goodell simply if he believes that the conduct in question is “detrimental to the integrity of, or public confidence in, the game of professional football.”\textsuperscript{37}

There has been some question of whether neutral arbitrators are even essential or necessary in professional sports. Some have argued that arbitration passes best interests authority onto individuals, such as judges, who do not have the specialized knowledge and insight to see what is best for a professional sports league.\textsuperscript{38} Indeed, arbitrators have been demonstrated to treat

\textsuperscript{31} Id. at 196-202.  
\textsuperscript{32} Stiglitz, supra note 28, at 173-74.  
\textsuperscript{33} Parlow, supra note 1, at 196-202; see also Stiglitz, supra note 28, at 168-69.  
\textsuperscript{34} Bethany P. Withers, The Integrity of the Game: Professional Athletes and Domestic Violence, 1 Harv. J. Sports & Ent. L. 145, 163 (2010).  
\textsuperscript{35} Pollack, supra note 5, at 1646-49.  
\textsuperscript{36} Id.  
\textsuperscript{37} Id. at 1676-79.  
\textsuperscript{38} Id. at 1707.
commissioner disciplinary decisions, especially in the NBA, with less deference than courts have. However, this critique is short-sighted. It is essential for any disciplinary program for there to be an oversight mechanism. The NBA’s system must be considered today’s gold standard, and allows for a healthy disciplinary structure to exist. Without external review and oversight, in an industry as important and lucrative as professional sports, there is simply a dearth of integrity in the decisions of a league commissioner’s office.

If there is a lack of arbitration, it may well be because arbitrators have recently shown little deference to commissioner discipline that was handed down under the “best interests” clause of the operating agreement. This is a wide departure from the historical legal standard, in which judges have frequently upheld commissioner decisions and shown wide deference to league commissioners, as long as said commissioners have not made decisions that can be considered arbitrary and capricious.

The Source of the NBA Commissioner’s Powers to Discipline

Second, it is instructive to look at where specifically in their respective sources the commissioners of the NFL and the NBA derive the bulk of their disciplinary power. Article XXXI of the NBA CBA covers grievance and arbitration procedures with respect to player discipline. Underneath this, player discipline into two categories: suspension of twelve (12) games or less and suspension for more than twelve (12) games. Each class of suspension can be for in-game conduct or for the time-honored notion of “preserving the integrity of the game.” Concerning suspensions of fewer than twelve games, the suspension “shall not give rise to a Grievance, shall not be a subject to a hearing before . . . the Grievance Arbitrator, and shall not be determined by arbitration.” The player suspended for fewer than twelve

39 Parlow, supra note 1, at 195-96 (discussing the case of former NBA star Latrell Sprewell, whose suspension for choking a coach was reduced by a neutral arbitrator from 82 games to 68 games on the basis of proportionality).
40 Pollack, supra note 5, at 1649.
42 Adriano Pacifici, Scope and Authority of Sports League Commissioner Disciplinary Power: Bounty and Beyond, 3 BERKELEY J. ENT. & SPORTS L. 93, 103 (2014).
games may appeal the ruling to the commissioner but this appeal will constitute a final review of the dispute.

Section 9(b) of this article discusses player suspensions of more than twelve games. Under this section, a player or the union may file a Grievance relative to the suspension. Further, section 9(d) provides the commissioner with substantial power to legislate preservation of the “integrity” of the game:

In the event a matter filed as a Grievance . . . gives rise to issues involving the integrity of, or public confidence in, the game of basketball . . . the Commissioner may, at any stage of its processing, order the matter be withdrawn from such processing and thereafter be processed in accordance with the appeal procedure provided . . . above.\(^4\)

So, per the rules of the CBA, Adam Silver has full authority to discipline and review any player suspended for twelve games and under, while also having substantial powers to discipline for a suspension of more than twelve games, powers that are subject to review by an arbitrator.\(^5\) Of course, in practice, Silver’s disciplinary powers, for both owners and players, exceed this grasp, as his actions during the Donald Sterling scandal demonstrate. Like many other commissioners, Silver has appeared to view the “integrity of the game” clause as a mandate, and has acted accordingly.

**The Source of the NFL Commissioner’s Power to Discipline**

In contrast to Silver, commissioner Goodell derives the base of his disciplinary power from the NFL constitution. Article VIII of the constitution outlines Goodell’s ability to resolve disputes and to take action against an individual affiliated with the NFL, when said person “engages in conduct detrimental to the league.”\(^6\) With regard to detrimental conduct, the commissioner has the power to:

“[T]ake or adopt appropriate legal action [which] he deems necessary and proper in the best interest of . . . the League

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\(^4\) *Id.* at 383.

\(^5\) Pacifi, *supra* note 42, at 103.

\(^6\) *Id.* at 103-104.
or professional football, whenever any party . . . employed by . . . connected with the League or any member thereof is guilty of any conduct detrimental either to the League . . . or to professional football.”

As this appears to give Goodell wide range in determining discipline, the CBA attempts to clarify this power. Per article 46 of the NFL CBA:

“[A]ll disputes involving a fine or suspension imposed upon a player for conduct on the playing field . . . or involving action taken against a player by the Commissioner for conduct detrimental to the integrity of, or public confidence in, the game of professional football, will be processed exclusively as follows: the Commissioner will promptly send written notice of his action to the player [and within three days, the player] may appeal in writing to the Commissioner.”

However, despite this further clarification, Goodell’s disciplinary power has been criticized as ill-defined and “ambiguous.” Indeed, Goodell has the broadest powers of discipline of any major sports commissioner. Yet the NFL’s system has been derided as “the worst system of the four [major sports leagues].”

NBA & NFL Commissioner Authority Beyond CBA’s and Constitutions

Finally, another key area of discipline underneath the umbrella of the CBAs of both of these leagues relates to what disciplinary authority the commissioners have beyond their respective CBAs and constitutions. In the NBA, Adam Silver’s mechanism for dealing with detrimental player conduct off the court is simple: the standard NBA player contract contains a “good moral

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48 Pacifici, supra note 42, at104.
50 Pacifici, supra note 42, at 104.
51 Withers, supra note 54, at 168.
52 Id. at 105.
character” clause. It essentially allows a team to “terminate a player's contract if that player acts in a manner that is not consistent with the standards of good morals and citizenship.” In the past, NBA commissioners have cited this clause in handing down disciplinary decisions for players. In fact, the combined mandate laid out by the NBA CBA’s “best interests” clause and the “good morals” clause in player contracts grant the NBA Commissioner “the broadest authority’ among the commissioners of the major professional sports leagues.”

The NFL’s Personal Conduct Policy (“NFL PCP”) has, in the past, given Goodell another source of authority in disciplining athletes and other personnel, including owners. The NFL PCP mandates that “[a]ll persons associated with the NFL are required to avoid ‘conduct detrimental to the integrity and public confidence in the National Football League’.” Types of detrimental conduct include “sexual offenses, domestic violence, crimes related to steroids or other banned substances, dangerous activity that puts others' safety at risk, possessing a weapon in a workplace setting, and 'conduct that undermines or puts at risk the integrity and reputation of the NFL’.” The document does include a proportionality requirement, which allows some respite for players and personnel judged to have violated the PCP. In late 2014, the NFL PCP was radically amended, with initial decisions on player and management discipline being taken out of Goodell’s hands. New measures adopted by this amendment to the PCP include:

- “Additional NFL-funded counseling and services for victims, families, and violators;”
- “a more extensive list of prohibited conduct;”
- “independent investigative procedures;”

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53 Parlow, supra note 1, at 185-89.
54 Id.
55 Id.
56 Id. (referencing Adam B. Marks, Personnel Foul on the National Football League Players Association: How Union Executive Director Gene Upshaw Failed the Union's Members By Not Fighting the Enactment of the Personal Conduct Policy, 40 CONN. L. REV. 1581, 1584-85 (2008)).
57 Id.
58 Id.
• “specific criteria for paid leave for an individual formally charged with a crime of violence, including domestic violence, sexual assault and child abuse;”

• “an expert group of outside advisors to review and evaluate potential violations and consult on other elements of the policy;”

• “and a baseline suspension of six games without pay for violations involving assault, battery, domestic violence, dating violence, child abuse, other forms of family violence, or sexual assault, with consideration given to possible mitigating or aggravating circumstances.”

Yet perhaps the most important portion of the amended PCP creates positions for disciplinary officers who will “oversee [NFL] investigations and decide the discipline for violations of the policy.” The NFL recently hired Todd Jones, the former director of the Bureau of Alcohol, Tobacco, Firearms, and Explosives, and Lisa Friel, a former New York District Attorney, to fill the positions. This change takes the initial disciplinary decision out of Goodell’s hands and adds another layer of disciplinary procedures to the NFL’s apparatus. It has already faced harsh criticism for disregarding Fifth Amendment protections. Creating an office to standardize the investigatory and participate in the adjudication of punishments provides a tier of “procedural due process” for those facing NFL punishment. Future disciplinary proceedings should be analyzed for effects and limitations in implementing the new NFL conduct policy and disciplinary process.

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3. Commissioner Power to Discipline Owners

For the NBA, the power to discipline owner is derived from the “best interest clause” in its NBA Constitution and bylaws.64 The NBA Constitution was only recently made public following the discipline of Donald Sterling,65 so previously the public assumed that the NBA Commissioner’s authority was embedded into his office’s authority. Specifically, the NBA Constitution empowers the Commissioner with the ability to suspend66 and fine owners.67 In the NBA Constitution’s current state, Article 24(l) also includes a “best interests of the Association” clause that essentially gives Silver the power to levy any punishment he sees fit when a violation is not specifically covered elsewhere.68 During the tenure of David Stern, the power of the commissioner was expanded most likely using the “best interest clause” for off-the-court behavior, including behavior of owners.69 Through the best interest power, Stern also regulated comments critical of the referees by fining the Mark Cuban, the current owner of the Dallas Mavericks.70

66 NBA CONST., supra note 64. (Article 24(i) reads: “The Commissioner shall have the power to suspend a Player, Coach, Member, Owner, or other person subject to the Commissioner’s jurisdiction for a definite or indefinite period and to impose such fines and other penalties as are authorized by Article 35, 35A or any other Article or Section relating thereto of this Constitution and By-Laws . . .”)
67 NBA CONST., supra note 64. (Article 24(l) reads: The Commissioner shall, wherever there is a rule for which no penalty is specifically fixed for violation thereof, have the authority to fix such penalty as in the Commissioner’s judgment shall be in the best interests of the Association. Where a situation arise which is not covered in the Constitution and By-Laws, the Commissioner shall have the authority to make such decision, including the imposition of a penalty, as in his judgment shall be in the best interests of the Association. The penalty that may be assessed under the preceding two sentences may include, without limitation, a fine, suspension, and/or the forfeiture or assignment of draft choices. No monetary penalty fixed under this provision shall exceed $2,500,000.)
68 Id.
70 Id. See also Michael R. Wilson, Why So Stern?: The Growing Power of the NBA Commissioner, 7 DEPAUL J. SPORTS L. & CONTEMP. PROBS. 45, 59 (2010).
The rise of the NFL commissioner’s power to discipline owners occurred during the Rozelle era. In 1988 the owner’s amended the NFL Constitution granting the commissioner “full, complete, and final jurisdiction and authority [over] any dispute involving a member or members in the League.” 71 The current NFL Constitution’s Article 8 empowers the NFL commissioner to discipline, including fine or suspend, “an owner, shareholder, partner or holder of an interest in a member club . . . [who] has either violate the Constitution and Bylaws of the League or professional football.”72

Both the NBA and NFL have comprehensive processes and structures in place to deal with management and employee discipline. For leagues that generate billions of dollars in revenue each year and have incredible media exposure, it is imperative that they have such systems in place to deal with important disciplinary matters.73 An overview of these systems reveals how player and owner discipline are treated, with owner discipline primarily provided for through each league’s constitutions and player discipline nominally handled through the CBAs. In 2014, both leagues were tested by unprecedented personnel scandals, which rocked the entire sports landscape. These scandals, detailed below, have not only tested commissioners Goodell and Silver but also brought the prospect of a changing paradigm in sports discipline.

C. DISCIPLINE IN THE NBA AND NFL IN 2014

2014 was an unprecedented year in employee and management discipline in the NFL and NBA. It was not only the number of stories that made the headlines, but also the parties involved. In the NFL, some of the league’s brightest stars found their careers and livelihoods derailed by heinous personal incidents. While in the NBA, two teams changed ownership as a result of a personal scandal involving their owner and his backwards views on race.

72 NFL CONST., supra note 47, at 30.
73 Pollack, supra note 5, at 1646-49.
The most illustrative examples help contextualize what changes this area has experienced.

1. Examples of Owner and Management Discipline

**Donald Sterling (NBA)**

For decades, Donald Sterling, the former owner of the NBA’s Los Angeles Clippers, has been held up as an example of perhaps the worst ownership situation in sports. Sterling, who made his fortune in California real estate, had long faced allegations of discrimination and racism, including several lawsuits relating to unfair housing practices against minorities. On the court, Sterling was notorious for always eyeing the bottom line, making inappropriate comments about his players, and doing little to stop the team’s slide into obscurity and irrelevance. In April 2014, the allegations and conjecture bubbled over the top as tabloid website TMZ.com released audio recordings of Sterling in a heated argument with his mistress, V. Stiviano. The tapes, recorded covertly by Stiviano as part of an effort to get revenge on Sterling for some of his actions, showed Sterling making derogatory and racist comments about blacks and other minorities, including LA Lakers legend Magic Johnson. Sterling was widely excoriated in the media and general public. As the firestorm grew, sponsors began to drop the Clippers and his own players, including NBA All-stars Chris Paul and Blake Griffin, began staging public protests against his continued ownership.

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mere four days after these videos became public, commissioner Silver took action, banning Sterling for life, fining him $2.5 million, and working, and, in some respects, pressuring, in collusion with the NBA Board of Governors to remove him of his majority ownership stake. 81 Despite threats of litigation and public refusals to sell the team, Sterling passed his ownership stake to former Microsoft CEO Steve Ballmer in late May 2014 after the NBA’s Board of Governors voted to approve the sale.82 Sterling remains banned from the NBA.83

Danny Ferry (NBA)

Danny Ferry took an indefinitely leave of absence84 after making racially insensitive comments about the veteran forward in June, less than two months after NBA commissioner Adam Silver banned Donald Sterling for life. 85 In a conference call with ownership on June 6, 2014, Ferry said the following:

“The rap on him is little bit, um, body is not as torn up as you think, um, although he’s played a lot of minutes. If you managed it the right way he’ll be fine. He’s still a young guy overall, um, but he is also, he is a good guy overall but he’s not perfect. He’s got some African in him. And I don’t say that in a bad way other than he is a guy who will do something behind you. He has a store front out front that’s beautiful and great, but he may be selling some counterfeit stuff behind you. And when I say that, I mean for example he can come out and be an unnamed source for a story, and two days later come out and say that was absolutely not me, I can’t believe someone said that.”86

81 Fenno, supra note 68.
82 Id.
83 AP, Donald Sterling adds wife to lawsuit against NBA, USA TODAY (March 11, 2015, 6:05 PM), http://www.usatoday.com/story/sports/nba/2015/03/11/donald-sterling-adds-wife-lawsuit-against-nba/70171256/.
Ferry has claimed he was “repeating” comments he heard instead and that the comments did not reflect his personal beliefs. After a three-month investigation of Danny Ferry, the team disciplined him with undisclosed actions. The Ferry incident is an interesting juxtaposition because of the inaction of the NBA head office. In comments regarding the Ferry conference call, Adam Silver explained, “The discipline of a team employee is typically determined by the team, and in this case the Hawks hired a prestigious Atlanta law firm to investigate the circumstances of Danny Ferry’s clearly inappropriate and unacceptable remarks. In my view, those comments, taken alone, do not merit his losing his job.” Notably, the Danny Ferry story led to the emergence of the 2012 email written by then-Atlanta Hawks owner, Bruce Levenson.

Bruce Levenson (NBA)

One of Sterling’s biggest critics during his scandal was Levenson, still the co-owner of the NBA’s Atlanta Hawks. Levenson, who made his fortune in communications, became the Hawks co-owner in 2004 after the sale of the team by Time Warner. In September 2014, Levenson self-reported to the NBA that he was resigning as team owner and selling his interest. The reason behind this sudden admission was a racist 2012 email that Levenson sent to Hawks president Danny Ferry. The email, described by Levenson himself as “inappropriate” and “offensive,” included Levenson’s belief that the Hawks fan base was too heavily African-American and that this was a problem for the team as it “scared away white fans.”

91 Id.
92 Id.
stunning and was undoubtedly colored by the NBA’s decision on Sterling just a couple of months before. Public reaction was mixed, as some praised Levenson’s decision to self-report while others wondered what precedent this would set. “As Mr. Levenson acknowledged, the views he expressed are entirely unacceptable and are in stark contrast to the core principles of the National Basketball Association,” said Adam Silver in a press release. “He shared with me how truly remorseful he is for using those hurtful words and how apologetic he is to the entire NBA family — fans, players, team employees, business partners and fellow team owners — for having diverted attention away from our game.” Levenson still remains the Hawks owner as the search for a new owner has not yet concluded. The ripples of his admission, and quick resignation, are still spreading around the league.

**Jim Irsay (NFL)**

On March 16, 2014 in Carmel, Ind. Jim Irsay was arrested and initially charged with operating a vehicle while intoxicated and four counts of possession of a controlled substance. Blood tests revealed "oxycodeone and/or hydrocodone" in his system after police pulled him over for traveling 10 mph in a 35 mph zone. In addition to bottles of prescription drugs, police found nearly $30,000 in cash in Irsay’s car, $12,000 of which was bundled into a laundry bag. On Tuesday, September 2, 2014, Irsay plead guilty to a misdemeanor count of driving while intoxicated. The NFL suspended Indianapolis Colts owner Jim Irsay for six games and

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94 Boren, *supra* note 80.
100 Id.
fined him $500,000 for violating the league's Personal Conduct Policy.¹⁰¹

2. Examples of Player Discipline

For the NFL and the NBA, 2014 was also a year of scandals and discipline involving some of their biggest and most promising players. A cursory overview of three of the biggest player disciplinary stories from both leagues, two from the NFL and one from the NBA, would also be instructive. It is no surprise that 2014 was a pivotal year of discipline for off-field incidents in the NFL. As early as 2000, the NFL has acknowledged that criminal behavior of players off the field was an important and crucial area of reform.¹⁰² The discipline of Ray Rice and Adrian Peterson were major cases from 2014.

Ray Rice (NFL)

Perhaps the most prominent story from the world of sports discipline in 2014 was the tale of Ray Rice, former Pro Bowl running back for the NFL’s Baltimore Ravens. Rice, a centerpiece of the Ravens team, was known as one of the most generous and charitable NFL players, highly involved in community efforts in and around the greater Baltimore area.¹⁰³ In the early morning hours of February 15ᵗʰ, 2014, Rice was involved in an altercation with his then-fiancée, Janay Palmer, in an Atlantic City casino elevator.¹⁰⁴ Both are arrested and charged with assault.¹⁰⁵ Four days after that, TMZ released video of Rice dragging the unconscious Palmer out of the elevator.¹⁰⁶ The video went viral and prompted a national conversation over its veracity and the truth behind the situation.¹⁰⁷ In March, a grand jury indicted Rice

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¹⁰¹ Id.
¹⁰² Parlow, supra note 1, at 182-83.
¹⁰⁵ Id.
¹⁰⁶ Id.
on a charge of third-degree aggravated assault. Rice plead not guilty and entered a program for first-time offenders that can clear him of the charges in one year. Soon after, Rice, Palmer, and the Ravens hosted a news conference that is widely mocked and criticized. On July 24th, after meeting with Rice and Palmer, Goodell announced a two game suspension for Rice, beginning August 30th.

A month later, on August 28th, the NFL rolled out a new, harsher domestic violence policy, under which first time offenders would be suspended for six games and repeat offenders would be banned for life. On September 8th, TMZ released a second video of footage from inside the elevator, which shows Rice punching Palmer in the face. The second video unleashed a firestorm of public criticism and, hours after the video is released, the Ravens terminated Rice’s contract and Rice was suspended indefinitely by the NFL.

Many called for Goodell to be fired or to resign. Following an independent investigation conducted by former FBI director Robert Mueller, Goodell and the league were found to have acted in good faith, but were similarly admonished for their incomplete, shoddy work in conducting the investigation. In late November 2014, Rice won

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109 Id.
110 Id.
111 Id.
his appeal of the indefinite suspension and was reinstated to the NFL. 118 Goodell’s decision to extend Rice’s suspension was characterized by the arbitrator as “an abuse of discretion”119 and was vacated. As of the third week of the free agent signing period, Rice remained unsigned by any NFL team.120

Adrian Peterson (NFL)

Later in 2014, on the heels of the Ray Rice debacle, another scandal shook the promising career of another star NFL running back. Adrian Peterson, former Minnesota Vikings All-Pro running back and league rushing champion, saw his 2014-2015 season prematurely ended after allegations of child abuse were levied through the media. On May 18th, a police report was made public that detailed injuries received by one of Peterson’s young sons, allegedly by Peterson using a whipping switch.121 The media frenzy surrounding the report shed a spotlight onto the situation and started a national conversation on child discipline and its effects.122 A month later, Peterson testified in front of a grand jury in Montgomery County, Texas.123 Two weeks after that, the grand jury decided not to indict Peterson.124 However, eight days later on September 12th, in the aftermath of a thorough investigation,125 Peterson was indicted on charges of reckless or negligent injury to a child.126 The Vikings promptly deactivated Peterson, who, to
that point, had played in one game for the franchise in the new season. Public outcry on the situation included several sponsors, like Radisson and Anheuser-Busch, expressing concern or pulling their endorsement deals with the franchise and the NFL.

On Wednesday, September 17th, 2014, the Vikings placed Peterson on the NFL’s exempt/commissioner’s permission list, essentially ending his season. Despite seeking an accelerated trial and eventually avoiding jail time on the charge after reaching a plea agreement with prosecutors, Peterson remained suspended for the entire season. In late 2014, the NFL Players Association filed a lawsuit against the NFL on Peterson’s behalf after his suspension stretched throughout the entire season. It was only in late February 2015 that Peterson was reinstated to the NFL, thanks to a favorable ruling by U.S. District Court Judge David Doty. In the lawsuit, the players union had argued that Goodell had acted outside of authority in the suspending Peterson for the length of time that he had. The ruling was characterized as the “latest blow to the NFL and commissioner Roger Goodell.” As of the third week of the free agent signing period, Peterson remains a member of the Vikings, with the chance of playing with the team for the 2015-2016 season.

Larry Sanders (NBA)

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127 Id.
129 DiMatteo, supra note 121.
130 Id.
131 Id.
133 NFL Players Union Files Lawsuit Challenging Peterson Suspension, 26 WESTLAW JOURNAL ENTERTAINMENT INDUSTRY 11 (2015) (“Filed at the U.S. District Court in Minneapolis, the lawsuit claims arbitrator Harold Henderson, a former NFL executive handpicked by Commissioner Roger Goodell to hear the case, was not impartial.”) (citing NFL Football League Players Association v. NFL et al., No. 14-mc-0075, complaint filed under seal (D. Minn. Dec. 15, 2014)).
Although it was generally a quieter year in the NBA vis-à-vis player discipline than its football counterpart, the saga with Larry Sanders stood out amongst the player discipline stories that made the headlines. Sanders, a fifth year player for the Milwaukee Bucks, was one of the rising stars in the league and had just signed a four-year, $44 million contract in 2013. However, on April 4, 2014, Sanders was given a five-game suspension by the league office for violating the NBA’s drug policy after a positive marijuana test. Several months later, during the 2014-2015 season, Sanders was again suspended, this time for ten games, for another violation of the policy. The suspension was open-ended in nature, reportedly due to Sanders’ continued non-compliance with the league program. For years, there have been stories concerning Sanders drug abuse and his struggles with the mental aspects of playing in the NBA. In late February 2015, Milwaukee waived Sanders, citing that doing so was “in the best interests of the team.” After negotiating a buyout with the Bucks that pays him part of his original salary, Sanders has not yet signed with any team and remains a free agent.

3. Comparing Management Discipline and Player Discipline in the NFL & NBA

The NFL Approach

The examples summarized above capture the current exercise of the NFL commissioner’s power to discipline players and coaches. NFL commissioner Roger Goodell reiterated the reach of the league's personal conduct story in his letter to Irsay. Excerpted in the league’s official announcement: “I have stated on numerous occasions that owners, management personnel and coaches must

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139 Id.
140 Id.
be held to a higher standard than players. We discussed this during our meeting and you expressed your support for that view, volunteering that owners should be held to the highest standard.”

The disciplinary actions of 2014 reveal that Roger Goodell has continued to liberally utilize his power as commissioner just as he did when initially elected. Known colloquially as Commissioner “Gotti,” comparing the way he has managed the NFL with the former mob boss John Gotti, Goodell punished off-the-field behavior for eight years under the 2007 PCP. In 2014, under the 2007 PCP, Goodell was the everyday disciplinarian for NFL players while also being able to incorporate ad hoc modifications of the policy, such as violations of the domestic violence statute. With his understanding of the power of public perception, Goodell looked to mold his workforce “so they play the game the way he wants it played.”

Goodell was criticized for using a double standard when punishing players and team owners, something NFL Players Association executive director DeMaurice Smith has called a “credibility gap.”

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144 See Robert Ambrose, Note: The NFL Makes It Rain: Through Strict Enforcement of Its Conduct Policy, the NFL Protects Its Integrity, Wealth, and Popularity, 34 WM. MITCHELL L. REV. 1069, 1088 (2008) (documenting “the protection of the NFL’s wealth and image quickly as one of Goodell’s top priorities, especially since player off-the-field misconduct plagued his first year as commissioner.”)


when it comes to a player," Smith said in late May of 2014. Players around the league also questioned whether there was a double standard for how Goodell ruled on punishments for owners as opposed to players. One former Colt player noted how Irsay was fined only $500,000 while Denver Broncos receiver Wes Welker lost $1.8 million while serving his four-game suspension for breaking the league’s policy on performance-enhancing drugs. Players have also noted that the league waited months to discipline Irsay. The new PCP responds to some of those concerns and others, such as the lack of transparency and inconsistent punishments.

As the new PCP transforms the process and procedures of player discipline and heavily constrains the commissioner’s disciplinary authority, many individual NFL teams have responded by taking a tougher approach to player discipline. Coupling the Ray Rice domestic violence incident and the arrests of eight player arrests from February 2014 to March 2015, the Ravens instituted a strict no-tolerance policy this off-season for player behavior. In the first two months following the Super Bowl, the Ravens have cut three players: running back Bernard Pierce for a DUI arrest, Terrence Cody for a felony animal cruelty charge and misdemeanor drug charges, and cornerback Victor Hampton for a DUI arrest. This corrective mechanism that the Ravens are instituting to change their team culture illuminates a critical of the NFL that creates flexibility in their disciplinary procedures – almost none of the NFL player contracts are guaranteed.

152 Id.
156 Id.
157 Feldman, supra note 14, at 1236 (“In the NFL, the vast majority of players have limited job security because most NFL contracts are not guaranteed and do not contain injury protection beyond the season in which the injury occurs.”)
flexibility for teams to circumvent the NFL commissioner’s office, even after procedural thresholds were added to the PCP because those thresholds do not apply to team-specific off-season discipline. As Goodell’s power in this area continues to erode, NFL teams can continue to use this secondary and non-legitimate disciplinary process to react to public scrutiny of player behavior.

The NBA Approach

The NBA and Adam Silver have taken a slightly different approach to player discipline than their football counterparts. Whereas, over the past year, Goodell has made headlines for embarrassing player discipline scandals, Silver has made similar waves by using his “integrity of the game” mandate to clean up the image of basketball and stamp out any perceived impropriety that may threaten the league. What has been most transformative about Silver’s actions is the breadth of his approach. He has not only tackled thorny player disciplinary issues but also brought his mandate to bear upon owners, such as Sterling. A sports commissioner’s power under the “best interests” or “integrity of the game” clause has always been interpreted and upheld quite broadly. However, Silver has made new inroads into sports discipline and has taken a hard stand by extending the reach of this power to NBA ownership, the very group to whom he answers.

Yet at the same time as Silver’s power appears to be expanding, the NBA has several checks in place to create a balanced disciplinary system. Chief among these is the presence of an outside arbitrator to review commissioner suspensions that last longer than twelve days. As previously discussed, outside arbitrators have, historically, been more critical of commissioner

159 Lee Jenkins, New commissioner Adam Silver is his own man, SPORTS ILLUSTRATED (May 20, 2014), http://www.si.com/nba/2014/05/20/adam-silver-nba-commissioner-donald-sterling.
160 See Pollack, supra note 5, at 1645.
power and decisions than the courts. The presence of this other layer of review is critical to the process. Second, it appears that league discipline has been well-balanced by the discipline meted out by the individual teams, both in terms of management and players. A primary example of this is the case of Danny Ferry, the aforementioned Atlanta Hawks General Manager who was censored for some racist comments he made in the course of his job. Ferry was censored primarily by the Hawks and took a voluntary leave of absence. While league discipline was surely likely in the Ferry case before the self-imposed sanctions, NBA teams have also been quick to deal with such problems in-house, a policy that Silver has respected.

There is one final balancing piece that completes the NBA discipline puzzle. Over the past several years, the NBA has found a strong counterpart in the form of the NBA Players’ Association (“NBPA”). Currently led by Michele Roberts, the NBPA has taken several bold strides in the past several years, both in the media and in practice. These include directly attacking several NBA policies in the media and taking a stand on controversial league issues, such as legalized gambling. The power of the NBPA, and the players themselves, can be attributable to several factors. First, NBA players have more cache and are simply more

163 Parlow, supra note 1, at 195-96
164 See Gary Lane, NBA’s Ban on Donald Sterling Draws Widespread Praise, CBN NEWS (April 30, 2014), http://www.cbn.com/cbnnews/us/2014/April/NBA-to-Announce-Decision-on-Clippers-Don-Sterling/ (discussing the praise the NBA, and Silver, received for their handling of the difficult situation with Sterling).
166 Id.
recognizable and marketable than their NFL counterparts. Some of the reasons for this include the global popularity of the sports and its players, the greater longevity of NBA players’ careers, and their ability to better build brands based off of their style and personality. There is perhaps no better representation than recently-elected NBPA vice president Lebron James. With James, one of the league’s premier stars and perhaps its most recognizable face, now one of the faces of the players association, the NBPA and its constituents are benefitting greatly from the increased exposure and prominence NBA players are afforded.

In addition to this, NBA players derive some of their power from the mere fact their skills are more fungible and their contracts are guaranteed. Unlike the rough world of the NFL, where careers last, on average, for 3.2 years, the NBA’s salary structure has afforded players luxuries and a voice in the debate on player discipline. Finally, there is a perception issue that affects both leagues’ status in the public eye. Despite both leagues leading in

170 Ryan Weisert, Chase Down Block: How the NBA is Catching the NFL, HP BASKETBALL NETWORK (Nov. 24, 2014), http://midlevelexceptional.com/2014/11/24/chase-block-nba-catching-nfl (“The NBA is a stars’ league. NBA players don’t wear hats or helmets. Their faces are recognizable globally. According to Forbes, of the 65 athletes worldwide who made at least $1 million in endorsements last year, 15 were NBA players. The NFL has less than half that many players garnering seven figures in endorsements. The best comparison for the NBA in terms of star power is the European soccer, but even the best of those leagues boast only a handful of truly global stars. Put simply, the NBA has more star power than any league on the planet”).

171 Cork Gaines, Cristiano Ronaldo is the most popular athlete in the world and it isn’t even close, BUSINESS INSIDER (Dec. 9, 2014, 12:38 PM), http://www.businessinsider.com/cristiano-ronaldo-most-popular-athletes-2014-12.


177 Zillgitt, supra note 152.
arrest rates across professional sports, and the NBA suffering the worst sports public relations nightmare of the past twenty years with the “Malice at the Palace” incident, the NFL has a serious perception issue and has been seen, in recent years, as an increasingly violent sport played by violent individuals. Although the league’s arrest rates are far lower than those of similar demographics in the national population, the NFL and its players still suffer from this perception, to an extent not experienced by the NBA or its players. These factors combine to create a unique, balanced disciplinary atmosphere within the NBA, one that has responded well to unprecedented disciplinary scandals in the past year.

D. PROFESSIONAL SPORTS AS A UNIQUE WORKPLACE WITH REGARDS TO PLAYER AND MANAGEMENT DISCIPLINE

From the analysis an examples above, two key differences emerge with regards to player and management discipline in professional sports as compared to the common workplace environments. The first is the notion of punishment with regards to the power and role of publicity in disciplinary proceedings. The second distinguishing feature stems from the unique labor market of professional sports as a franchised monopoly with high-skilled workers.

1. Effect of Publicity on the Workplace

179 Kurt Helin, Looking back, Stern says “Malice at the Palace” was hardest thing he faced, NBC SPORTS (Nov. 11, 2013, 5:19 PM), http://probasketballtalk.nbcsports.com/2013/11/11/looking-back-stern-says-malice-in-the-palace-was-hardest-thing-he-faced/.
182 Fredella, supra note 170; see also KEVIN YOUNG, SPORT, VIOLENCE, AND SOCIETY xi (2012).
The non-sports workplace has less flexibility with regards to the creation of disciplinary processes and the application of substantive conduct policies than its sports employee discipline counterpart. Implicating employment law in the non-sports context, employer’s must avoid the following pitfalls before disciplining an employee such as a blue collar worker: not following usual procedures, making a disciplinary decision at a suspicious time, and treating similarly situated employees differently.\(^{183}\) In a unionized setting also implicating labor law concerns, an employer must always be cognizant of the potential that a disciplinary action against an employee will result in the assertion that an unfair labor practice has been committed.\(^{184}\)

Generally, employers choose to adopt a comprehensive discipline policy, establish written work rules, or operate on an ad hoc basis.\(^{185}\) The procedures and work rules are drafted to avoid curtailing the employer’s right to terminate at-will employees and to avoid any interpretation that employees can be terminated only for cause.\(^{186}\) The use of a broad morality clause and ad hoc standards to discipline for on-the-field and off-the-field behavior allows for flexibility in behavioral standards for professional athlete discipline that would likely not survive scrutiny in the non-sports employment context.

Indeed, sports commissioners, like Goodell and Silver, have legitimate reasons for disciplining athletes and even owners for off-field conduct. First, there are economic realities to consider. Fans may attend fewer games due to a player’s behavior off the field and corporations can drop sponsorships, the latter of which occurred during the Adrian Peterson scandal. Misbehavior by players and owners can affect a team’s image and profitability unlike any other industry.\(^{187}\) Part of this is due to the unmatched visibility and influence of not only players, who are among America’s biggest role models for children, but also owners.\(^{188}\) The

\(^{183}\) 13A N.Y. Prac, Employment Law in New York § 2:76 (2d ed.)

\(^{184}\) Id.


\(^{186}\) Id.

\(^{187}\) Parlow, supra note 1, at 182-83.

examples above illustrate that professional sports takes a different approach to employee discipline due to their public nature.

2. Franchised Monopolies with Highly-Skilled Workers

Both the NFL and the NBA operate through a franchise business structure.\(^\text{189}\) Acting as the CEO of the league, the Commissioner is elected by the owners and is an employee of the league.\(^\text{190}\) Unlike a CEO, the Commissioner’s powers emanate from the league constitution and the owner’s do not delegate authority nor provide direct supervision or control.\(^\text{191}\) Seemingly, “the employed Commissioner represents an almost autonomous authority within the internal structure of the league, uncontrolled by its principal owners.”\(^\text{192}\) However, this autonomy has its limitations, and the commissioner’s power to discipline in professional sports is limited by the team ownership’s ability to hire and fire the commissioner.\(^\text{193}\) This conflict of interest between the commissioner’s power to discipline while maintaining his or her own self-interest can pressure the commissioner into taking differing disciplinary actions for players than for owners.\(^\text{194}\)

The lack of commissioner discipline of Danny Ferry juxtaposes this tension. While Ferry is an employee of the Atlanta Hawks, the NBA commissioner has the power to discipline him for his racist speech during the June conference call. However, the commissioner’s office used self-reporting and self-discipline in that instance. Perhaps the commissioner’s office allows for internal discipline for two reasons. First, the lack of collective bargaining


\(^{190}\) NFL Const. art. VIII, s 8.1 (b); NBA Const. s 24(a).

\(^{191}\) Lentze, supra note 189, at 72.

\(^{192}\) Id.

\(^{193}\) Id. at 68-69 (“The [NFL] Commissioner is elected by the owners and possesses disciplinary power, dispute resolution authority, and decision-making authority, including the power to appoint other officers and committees. . . [The NBA and National Hockey League] have an elected Commissioner with similar power and the owners are organized in a common council, called the ‘Board of Governors.’”)

\(^{194}\) Id. at 81 (“On the one hand, the Commissioner has the power to supervise, sanction, and even suspend team owners under the power of the ‘best interests’ clause. On the other hand, the Commissioner is an employee of the league and, thus, employed and elected by the owners who determine the Commissioner’s term and compensation. Ironically, the Commissioner, as an employee, has the disciplinary power over his own employer.”)
for NBA management giving leeway for different punishment structures, and more importantly, the role of management in less public-facing is distinct from player actions which directly puts the marketability of the league product at stake.

It is most useful to use analogies to understand the non-sports approach to franchise discipline before further examining the NBA and NFL systems. If Donald Sterling were a McDonald’s franchise owner and the owner of an NBA team, his punishment for his private conversation would be not only the maximum fine allowed under his franchise contract, but also revocation of his franchise license by the other franchisees. In a non-sports context, the franchise contract would have to include such a broad standard of conduct for private actions that would have to survive both the contract dispute and any applicable First Amendment scrutiny.

In the professional sports context, even when the outcome of disciplinary action against an owner is harsh, the commissioner’s power to discipline is not foolproof delegation. At first glance, the discipline of Donald Sterling would be an instance of the commissioner’s ability to utilize the “best interest of the game” power to discipline a franchise owner. However, the Donald Sterling incident exemplifies the impact of ownership power on disciplinary process, as there were numerous behind the curtain discussions of the owners before discipline was handed down to Sterling. Essentially, the owners themselves disciplined Sterling, utilizing the commissioner as the tool for their collective voice. Continuing the McDonald’s franchise analogy above, the organization of sports leagues creates a specific owner-to-owner disciplinary pressure dissimilar to other franchise models.

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195 See Deborah S. Coldwell et. al., Franchise Law, 59 SMU L. REV. 1349 (2006) (“Franchisors are frequently confronted with legal challenges from franchisees when they attempt to terminate a franchise too quickly or without just cause.”)


For professional athletes, the unilateral discipline schemes of the NFL and NBA commissioners’ office provide a unique contrast between the positions of management and workers. Unlike employees in traditional, non-sports workplace settings, “[a]thletes are uniquely skilled laborers whose skills are non-transferable to any other industry and whose physical abilities are transient.” ¹⁹⁸ The players unions most resemble those in the “entertainment industry where the membership consists of highly skilled professionals with needs[, such as free agency and salary caps,] not typically shared by the stereotypical blue collar worker.”¹⁹⁹ Regardless of the ability of the NFLPA or NBPA to negotiate terms for their members, the NBA’s and NFL’s monopolies and monopsony ²⁰⁰ in the labor market for their respective sports in the United States create limited opportunities for athletes to sell or market their skills. ²⁰¹ Due to the inherent constraints of this workplace and the market for athlete labor, the current structure of player discipline suffers from a unique inherent failure of complete work deprivation.

A comparison of the Jim Irsay fine and the Ray Rice suspension illustrate this critical difference ownership and player punishments in professional sports. While the fines that the NFL Commissioner can levy a player are capped at $50,000, the suspension of a player not only removes the player from the field of play, but it also docks that player for his salary for those games. Jim Irsay was fined $500,000 for his behavior; however, initially levying an indefinite suspension upon Ray Rice was effectively fining him $233,333 per game or about $4 million for the entire season.²⁰² When the Commissioner of a league suspends, fines, or

²⁰⁰ “A monopoly is present where a dominant seller controls the market and has the ability to control prices. A monopsony is the mirror image, where a dominant buyer controls the market and has the ability to control prices.” Jocelyn Sum, Clarett v. National Football League, 20 BERKELEY TECH. L.J. 807, 824, & 824 n.121 (2005).
²⁰¹ The “Ricky Williams Rule” also prohibits a player suspended by the NFL to play in the Canadian Football League. Adam B. Marks, Personnel Foul on the National Football League Players Association: How Union Executive Director Gene Upshaw Failed the Union's Members by Not Fighting the Enactment of the Personal Conduct Policy, 40 CONN. L. REV. 1581, 1598 (2008).
expels players, the Commissioner is effectively eliminating players' abilities to earn a living in that sport for a period of time.\textsuperscript{203}

E. THE FUTURE OF PROFESSIONAL SPORTS EMPLOYEE DISCIPLINE

It is well-established that, from a labor context, professional sports leagues in America are indeed treated in a special manner. Whether by legal victories or general custom, leagues like the NFL and the NBA have developed this small niche in labor law and are able to operate in a different manner from almost any other management and employee context. But what is the effect of this special distinction in today’s evolving world? Where is commissioner discipline heading in the aftermath of the tumultuous year of commissioner discipline in 2014?

For the NBA and the NFL, the headline-grabbing personnel stories from the past year demonstrate the effect that the growing reach of the media and digital expansion is having on sports discipline and scandal in the 21\textsuperscript{st} century. Juxtaposing the two positions of the leagues as we have done highlights how these organizations are handling this change and adapting for an unknown future. In the NFL, player discipline on the part of commissioner Roger Goodell has continued unabated and has even increased in scope and severity, particularly for scandals that are particularly personal in nature. The photographs of Jim Irsay’s arrest, the Ray Rice video tape and the photographs of Adrian Peterson’s abusive behavior were splashed across the headlines in a manner unlike any sports scandal previously. In response, Goodell was left, in some respects, scrambling to keep up with the speed, complexity, and reaction to the information being released.\textsuperscript{204} The NFL commissioner’s office has been heavily criticized for their handling of each of these cases.\textsuperscript{205} While there


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have been some post-hoc updates to their disciplinary system, particularly involving domestic abuse cases, the NFL's system of discipline has been criticized as lacking and it appears that the commissioner office is playing a dangerous game of catch-up in a league, and indeed a world, where scandals can erupt quickly.206

In parallel, NBA commissioner Adam Silver has been lauded for his handling of several NBA scandals in 2014.207 The action the commissioner took in the Donald Sterling case was described as "swift" and unrelenting.208 The uncompromising nature of the discipline further forced other owners, including Bruce Levenson, to examine the situation and make their own admissions.209 Silver's decisive actions have benefitted the league immensely and have solidly upheld the commissioner's mandate to protect the best interests of the game and ensure its healthy perpetuation.210 As Goodell has appeared to falter on the question of discipline and in reaction to quickly-developing scandals, Silver has taken the sort of action that is required of sports commissioner in today's fast-moving world.

There are two practical reasons behind Silver's ability to address these new-age problems: his well-defined authority and the unparalleled process of arbitration afforded NBA players and owners.211 These two characteristics of the NBA's disciplinary

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207 See generally Nina Mandell, NBA team owners applaud Adam Silver's decision, USA TODAY, (April 29, 2014), http://www.nj.com/nets/index.ssf/2014/04/donald_sterling_scandal_adam_silvers_swift_severe_actions_receive_praise_from_league.html; Scott Ostler, Adam Silver's ruling on Donald Sterling was swift and sure, SF GATE (April 30, 2014, 6:36 AM), http://www.sfgate.com/sports/ostler/article/Adam-Silver-s-ruling-on-Donald-Sterling was-swift-and-sure_5440311.php.
208 Craig Wolff, Donald Sterling scandal: Adam Silver’s swift, severe actions receive praise from league, NJ.COM, (April 29, 2014, 10:33 PM), http://www.nj.com/nets/index.ssf/2014/04/donald_sterling_scandal_adam_silvers_swift_severe_actions_receive_praise_from_league.html; Scott Ostler, Adam Silver’s ruling on Donald Sterling was swift and sure, SF GATE (April 30, 2014, 6:36 AM), http://www.sfgate.com/sports/ostler/article/Adam-Silver-s-ruling-on-Donald-Sterling was-swift-5440311.php.
210 Jeff Zillgitt, Adam Silver is not done trying to make the NBA better, USA TODAY, (Feb. 8, 2015, 11:30 PM), http://www.usatoday.com/story/sports/nba/2015/02/08/adam-silver-commissioner-david-stern-playoffs-future-donald-sterling/23081357/.
211 See Parlow, supra note 1, at 185-89.
process undoubtedly play a huge role in Silver's ability to address threats quickly and with the integrity that comes with a system of true due process. On the other hand, Goodell appears hamstrung by the structure of discipline currently in place within the NFL, which was overhauled in late 2014.212 Goodell certainly has the broadest powers of the four major professional sports leagues commissioners.213 However, the integral role of the NFL Executive Committee, the lack of outside oversight, the recently overhauled disciplinary process, and the messy appeals structure has led to a broken system of discipline within the NFL, one that has been described as “flawed.”214 The complex scandals that rocked the league in 2014 were the first cracks in the armor and displayed how unprepared the NFL seems to deal with a changing sports consumer and media marketplace.

Sports commissioners are entrusted with a special brand of disciplinary authority. Due to the special status of sports leagues, not only in labor and antitrust law but also in the public consciousness, much of employee and management discipline comes down to the office of the commissioner and the power rests on the shoulders of one person.215 It is a unique system and one that has, in the past, generated significant debate, analysis, and criticism. And as we experience a rise of the success and ubiquity of an invasive, digital media and swift public reaction, it is only more imperative that commissioner approach management and employee discipline and punishment from a new and evolving light. No longer are conversations being had behind closed doors. Personal scandals, such as those of Donald Sterling and Ray Rice, are now playing out in full public view. We are experiencing an evolution in sports discipline, one that maintains many of the principles that make it unique while also reacting to greater public awareness and consumption. It is a brave new world and league commissioners must be ready and willing to embrace and solve the problems that are yet to come.

213 Pacifici, supra note 42, at 105.
214 Id. at 106.
215 Pollack, supra note 5, at 1646-49.