

Modelling the effect of individual differences in punishment sensitivity on the behaviour in a public goods game

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Introduction







How this research came about ...

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How this research came about ...

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The University of Nottingham Computer Science Intelligen	
Behavioural Economics Meets object oriented Simulation Special Interest Group (BEMooSSIG)	
Image courtesy of QuickEconomics (http://www.quickienomics.com/?p=444)	
BEMooSSIG (formerly known as GTMooSSIG) is a local discussion forum at the <u>University of Nottingham</u> for peo interested in studying how to use games (lab experiments) as a data collection tool or as a mechanism inform/support modelling the decision making of actors in object oriented social or socio-technical system simulat models and how the simulation results can be used to cross-validate game results.	ple to tion
We meet on a monthly basis. If you would like to join us, please email Peer-Olaf Siebers (<u>pos@cs.nott.ac.uk</u>). If you a member you can make use of our mailing list (<u>games-and-simulation@cs.nott.ac.uk</u>)	are
Next BEMooSSIG Meeting	

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General Aim and Approach

- Find novel and meaningful ways of linking the ideas of game theory and agent-based social simulation
 - Using simulation for stimulation
 - Using simulation for cross validation
 - Using simulation for gaining additional insight
 - Using game theory for cross validation
 - Using game theory to drive agent behaviour and decision making
 - Using game theory to support model calibration
- Case Study: Public Goods Game (PGG)





Background







The idea behind the PGG

- A game of pure public goods:
 - A person cannot be prevented from enjoying the benefits
 - Benefits are the same for everyone
- Social dilemma:
 - Problem of free-riders







The formal definition of the PGG

- Standard of experimental economics.
- In the basic game, subjects secretly choose how many of their private tokens to put into a public pot. The tokens in this pot are multiplied by a factor (greater than one and less than the number of players, N) and this "public good" payoff is evenly divided among players.
- Each subject also keeps the tokens they do not contribute.



- PGG with expected but not implemented punishment
- Players in groups of four
 - Initial endowment: 20 Money Unit
 - Contribution: g_i
 - Profit is half of group investment: $0.5 \sum_{j=1}^{4} g_i$
 - Payoff: $\pi_i = 20 g_i + 0.5 \sum_{j=1}^4 g_i$
- Punishment
 - If individual investment < group investment
 - punish with 3 times the difference
 - $\quad \pi_i = \pi_i 3 \; (\sum_{j=1}^4 g_i gi)$





• Example

player	p1	р2	р3	р4
type	С	С	С	F
contribution	15	15	15	5
profit (half the group investment)	25			
payoff	30	30	30	40
payoff with punishment	0	0	0	-20
player	p1	p2	р3	р4
type	F	F	F	С
contribution	5	5	5	15
profit (half the group investment)	15			
payoff	30	30	30	20
payoff with punishment	0	0	0	20





- Non-punishment
- Implemented
 Punishment
- Non-implemented punishment

Punishment conditions

- Assessed through Behavioural Inhibition Scale (BIS)
 - BIS-anxiety score

Punishment sensitivity Contribution Behaviour

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- Findings:
 - Participants contribute more under threats of punishment compared to no threat of punishment
 - People with higher punishment sensitivity provide higher contributions (free ride less) even when punishment is not certain





Model Development







Specific Aim

- Aim
 - Validate the findings from Skatova and Ferguson (2013) by modelling the effect of punishment sensitivity on contribution levels in a PGG using an Agent-Based Modelling (ABM) approach
- Method
 - Create an artificial lab
 - Create artificial lab players





The Agent-Based Model

Properties of Person agent Modelling Punishment Sensitivity

Modelling gameplay





Properties of the Person Agent

- Strategy:
 - Full Cooperation (FC): always contributed 20 MUs
 - Strong Conditional Cooperation (SCC): contributed 3-4 MUs more than average group investment in previous round
 - Normal Conditional Cooperation (NCC): contributed the same or difference of 1 MU with average group investment in previous round
 - Weak Conditional Cooperation (WCC): contributed 3-4 MUs less than average group investment in previous round
 - Full Defection (FD): always contributed 0 MUs
- Anxiety:
 - High Anxiety
 - Low Anxiety





Modelling Punishment Sensitivity

• Punishment sensitivity state chart (part of the Person agent)







Modelling Punishment Sensitivity

• Strategy change of conditional co-operators

High Anxiety				
Normal to Cautious	SCC $\leftarrow 0.2$ NCC $\leftarrow 0.8$ WCC $\leftarrow 0.8$ WCC $\leftarrow 0.8$ $= 0.2$			
Cautious to Normal	SCC $-0.2 \rightarrow$ NCC $-0.2 \rightarrow$ WCC $\begin{pmatrix} \uparrow \\ 0.8 \end{pmatrix}$			
	Low Anxiety			
Normal to Cautious	SCC $\leftarrow 1$ NCC $\leftarrow 1$ WCC			
Cautious to Normal	SCC $-0.8 \rightarrow$ NCC $-0.8 \rightarrow$ WCC $0.2 \rightarrow$ 0.2			





Modelling Gameplay





Experimentation







Experimental Setup

• Our Agent Population

Percentage of agents	Strategy	Anxiety
5%	Full Cooperation (FC)	100% High
20%	Strong Conditional Cooperation (SCC)	80% High, 20% Low
50%	Normal Conditional Cooperation (NCC)	50% High, 50% Low
15%	Weak Conditional Cooperation (WCC)	20% High, 80% Low
10%	Full Defection (FD)	100% Low





Experimental Setup

- Person agents play four blocks (10 trials each block):
 - A non-punishment block
 - A implemented punishment block (implement in 2 out of 10 games)
 - A non-implemented punishment block
 - A non-punishment block





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Experimental Results

Skatova and Ferguson (2013)

Our Simulation





Experimental Results





Conclusions







Conclusions

- Achievements
 - In regards to the specific aim: Validated the findings from Skatova and Ferguson (2013) using an ABM approach.
 - In regards to the general aim: Found a novel and meaningful way of linking the ideas of game theory and agent-based social simulation
- Future
 - Look at additional factors like fear or trust
 - Reverse procedure: Build the model first and use it as a hypothesis generator; then validate interesting model outcomes in the lab





References

• Skatova and Ferguson: Individual differences in behavioural inhibition explain free riding in public good games when punishment is expected but not implemented. Behavioral and Brain Functions 2013 9:3.

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