Econ 308 HW # 4

1. There are three alternatives A, B, C and seven voters with the following rankings:

Voter 1	Voter 2	Voter 3	Voter 4	Voter 5	Voter 6	Voter 7
А	А	С	С	А	В	В
В	В	В	В	\mathbf{C}	А	\mathbf{C}
\mathbf{C}	\mathbf{C}	А	А	В	\mathbf{C}	А

(a) Is there a majority alternative? Why or why not?

(b) What is the Borda Score of each alternative?

- (c) What is the Condorcet score of each alternative?
- 2. Consider the following apportionment problem: There are a total of 25 seats to be allocated. There are five states with the following populations: State A (13), State B (26), State C (39), State D (74), and State E (98). Find the allocations suggested by Hamilton's, Jefferson's, Webster's, Adam's, and Hill's methods.
- 3. There are four claimants with the following claims: Claim A = \$50, Claim B = \$200, Claim C = \$300, Claim D = \$450. There is a total of \$800 to allocate.
 - (a) Find the claims allocation suggested by the proportional rule.
 - (b) Find the claims allocation suggested by the Talmudic solution.
 - (c) Find the claims allocation suggested by the Maimonides's rule.
 - (d) Find the claims allocation suggested by the Shapley value.
- 4. Consider the following cost sharing game: There are three players with the following costs: c(A) = 15, c(B) = 16, c(C) = 18, c(A,B) = 24, c(A,C) = 22, c(B,C) = 26, and c(A,B,C) = 30.
 - (a) Graphically identify the core of this cost sharing game.
 - (b) Find the Shapley value of this cost sharing game.