

University of California, Santa Barbara

From the SelectedWorks of Ted C Bergstrom

December 8, 2015

Let me, or let George? Motives of Competing Altruists

Ted C Bergstrom, *University of California, Santa Barbara*

Rodney Garratt

Greg Leo, *Vanderbilt University*



SELECTEDWORKS™

Available at: http://works.bepress.com/ted_bergstrom/127/

Abstract

Sometimes a costly action taken by a single individual is sufficient to benefit an entire group. This should imply *technical* economies of scale to groups of larger size. But in a group of selfishly motivated agents, a countervailing force, the free-rider problem, may actually reduce the likelihood of provision as group size increases. Yet there are conspicuous real-world cases where, in seeming defiance of the free-rider problem, a small minority provides a public good that benefits a large population. Examples include unpaid contributions to Wikipedia, Linux, and the bone-marrow registry. We suggest that these successful outcomes occur because a significant minority of the population is motivated, not by standard consequentialist calculations of expected benefits and costs, but by a desire to “be the one” who effects a beneficial outcome. We call persons with such motivation, *Let-me-do-it* types. We conduct a laboratory experiment designed to identify such individuals, and to estimate the responsiveness of their numbers to costs and to public recognition of donors. In our experiments, we find that between 15% and 36% of subjects act as *let-me-do-it* types, with the proportion changing in the expected direction with costs and recognition. Thus, in cases where participation by only a small fraction of the population is required, there are enough let-me-do-it types to overcome the free-rider problem. However when widespread participation is needed, our analysis suggests that relying on unpaid volunteers may be insufficient.

Let Me, or Let George? Motives of Competing Altruists

Ted Bergstrom, Rodney Garratt, Greg Leo

December 3, 2015

“The Lord above made man to help his neighbor. . .
But, with a little bit of luck, with a little bit of luck,
WHEN HE COMES AROUND YOU WON’T BE HOME!”
From “With a Little Bit of Luck” by Alan Jay Lerner and
Frederick Loewe, in Broadway musical *My Fair Lady*.

As you drive home on a well-travelled street, you encounter a broken traffic signal or perhaps a pile of traffic-obstructing debris. You wonder whether to take the trouble to phone the authorities about this condition. You realize that many other commuters face the same choice. If someone else calls, your effort will be wasted. On the other hand, if everybody believes that someone else will call, the hazard will go unreported.

There is an interesting tension here. Technology seems to offer significant economies of scale to group size—a costly action taken by a single member is sufficient to benefit the entire group, no matter how large the group. But as the example suggests, with increasing group size, the “free rider problem” may become more acute, with each commuter deciding to “Let George do it.”

Considerations like this led Mancur Olson [33] to conclude that:

“The larger a group is, the further it will fall short of obtaining an optimal supply of any public good, and the less likely that it will act to obtain even a minimal amount of such a good.”

1 Problems of Competing Altruists

1.1 The Volunteer’s Dilemma Game

Andreas Diekmann [16], created a simple and elegant game whose outcome conforms to Olson’s observation. This game, which Diekmann called the *Volunteer’s Dilemma*, is an n -player symmetric game, in which each player can choose either to “volunteer” or not. Everyone who volunteers must pay a cost $c > 0$. If at least one person volunteers, then those who volunteered get net benefits of $b - c > 0$ and those who did not volunteer get b . If no player volunteers, then all players get a payoff of 0.

In the Volunteer’s Dilemma with two or more players, there cannot be a symmetric Nash equilibrium in which all volunteer, since if anyone else volunteers, one’s own best response is to not volunteer. Nor can there be a symmetric Nash equilibrium in which none volunteer, since if nobody else volunteers, one’s own best response is to volunteer. Diekmann shows that there is a unique symmetric Nash equilibrium for this game, in which each player volunteers with probability between 0 and 1. Simple calculations show that as group size increases, the the equilibrium probability that any individual volunteers will diminish. More remarkably, the probability that *nobody volunteers* increases as group size increases^{1,2}.

In Diekmann’s Volunteer’s Dilemma game, players must act simultaneously and, although a single person’s action would suffice, there is no coordinating device to prevent duplication of effort. Jeroen Weesie [39], observed that in many real-life emergencies, bystanders are able to observe each others’ actions and the first person to take action bears the cost. Weesie shows that where delayed action is costly, this leads to a formal “game of attrition” model, in which each player sets a delay threshold and the player with the earliest threshold takes the action³.

Some real-world situations are best modeled as simultaneous-move games with an external coordinating device. A central agency asks for volunteers, and if there is more than one

¹Stefano Barbieri and David Malueg [5] study a continuous-strategy version of Volunteer’s Dilemma. Players can vary their effort levels continuously between 0 and 1 at constant marginal cost and social benefits are a concave function of the largest effort by any player. This game has a symmetric Nash equilibrium, in which each player’s contribution is a random variable with support on interval an interval $[0, \tilde{x}]$. In this game, as in the standard Volunteer’s dilemma, there is a positive probability that each player makes zero contribution and increases in the number of players leads to stochastically lower levels of individual contributions and of the level of social benefits supplied.

²Greg Leo [31] studies a version of the volunteers dilemma in which more than one volunteer is needed to provide a public good. There too, larger groups are more likely to come up short in producing the required number of volunteers.

³Essentially the same result appears in the economics literature in earlier work by Christopher Bliss and Barry Nalebuff [11].

volunteer, the agency randomly selects a single volunteer to carry out the task. In equilibrium with such a coordinating device, players are more likely to volunteer than when all volunteers must take costly action. It turns out, however, that in symmetric Nash equilibrium, even when only one volunteer is selected, the larger the group size, the more likely there will be no volunteers⁴.

1.2 Dehorning the Dilemma?

Sometimes large communities seem to have succeeded spectacularly in escaping the horns of the Volunteers Dilemma. Wikipedia contains millions of articles, written by thousands of unpaid anonymous writers [41]. Each year, in the United States, about 9.2 million people donate blood [14]. More than 10 million people in the United States and 20 million people worldwide have joined bone marrow registries, in which they promise that if needed, they will undergo a rather painful and time-consuming donation process that would be likely to save the life of a needy recipient [36]. More than 12,000 computer programmers have contributed unpaid volunteer coding to the Linux operating system[12].

The international bone marrow donor registry is a particularly interesting example of altruistic behavior in large groups [9, 36]. For patients with leukemia and similar blood diseases, whose prospects would otherwise be grim, a bone marrow or stem cell transplant offers a reasonable chance of full recovery. But in order for a transplant to succeed, the patient and donor must have matching immune systems. Immune systems in the population are remarkably diverse. Two randomly selected people of European extraction would be suitable donors for each other with probability of about one in ten thousand⁵. Approximately 20 percent of the population would find matches only with about one person in one million [9]. For this reason it is desirable to have a very large registry.

The international registry contains about 20 million people, from many nations, who have provided a DNA sample, and who have promised that they would be willing, if asked, to undergo a painful and time-consuming donation process in order to save the life of a complete stranger. Because the registry is large enough to serve most of those with rare types, it must be that it includes a large number of suitable matches for people of relatively common immunity types. Thus, it turns out that for about 90 per cent of those registrants who are asked to make donations, there would be at least one other volunteer in the registry who would have been an equally suitable donor [9]. If potential registrants focused on the

⁴This result is shown in papers by Axel Franzen and Jeroen Weesie [40] and by Ted Bergstrom and Greg Leo [7].

⁵The immune systems of persons of African extraction are even more diverse. The probability that two randomly selected African-Americans are a match is of the order of one in one hundred thousand.

likelihood that others in the registry could serve any patient equally well, it is unlikely that such a large pool of voluntary registrants could be maintained.

Traditional economic models of voluntary contributions to the supply of public good usually assume that agents' contributions to the supply of a public good are determined solely by their willingness to exchange private consumption for an increased supply of the public good. James Andreoni [1] noted that this assumption is incompatible with many observable instances in which large numbers of people contribute voluntarily to the provision of public goods that they all share. He proposes that reality is better explained by the view that many people experience a "warm glow" from giving and thus enjoy contributing, independently of the effect of their contributions on the total supply of the public good.

The first item listed by the American Red Cross web page under "Benefits of Donating" is *It feels great to donate*⁶. The National Marrow Donor Program, which handles the bone marrow registry in the United States, has adopted the motto "*Be the Match, Be the One to Save a Life*". Their publicity stresses the idea that "You could be so lucky as to be the one whose donation saves a life." In a posted video, a previous donor explains his motivation for donating, saying:

"by sheer luck, you are able to do something great. ... That is the greatest feeling in the world."⁷

We explore the possibility that many of the "success stories," in which large groups of people have escaped the predicted consequences of the Volunteer's Dilemma model can be explained by the presence of a significant number of individuals who care not only about whether a task is done, but also take pleasure in being the one who does it.

1.3 Preference Types in a Coordinated Volunteer's Dilemma Game

In an n -player *coordinated volunteer's dilemma*, as modeled by Franzen and Weesie [40] and by Bergstrom and Leo [7], there is a costly task that can be performed by a single player. If one person does the task, all n players will benefit. Players choose whether or not to volunteer for the task. If more than one player volunteers, just one of them is chosen to

⁶The second listed item is *You get free juice and cookies*. Recognition of the public benefits from donation makes an appearance in fourth place with *You will help ensure blood is on the shelf when needed*.

⁷This interview is found online here: <https://bethematch.org/Support-the-Cause/Donate-bone-marrow/Donation-process/Donor-experiences/>

perform it. Costs of the task are borne entirely by the player who is selected. If no player volunteers, the task will not be done.

Consequentialist players, who care only about whether the task is performed and whether they have to pay for it, will volunteer only if they believe that there is a sufficiently high probability that nobody else will volunteer. We suspect, however that some individuals benefit not only from having the task done, but would like to “be the one” who does it. Such individuals would volunteer and would actually prefer to be chosen to perform the task even if someone else was ready and willing to do it. Others may choose to volunteer with the hope that they are not chosen, if they are confident that there will be other volunteers. They may do so either because they believe it is their “duty” to do so, or may volunteer to gain public approval.

To express these ideas algebraically, let $b_i \geq 0$ be the value to player i of having the task done and let $c_i > 0$ be the cost to i of doing the task himself. Let $g_i \geq 0$ be the value of the “warm glow” that i feels if he is the one who does the task, and let $v_i \geq 0$ be the value of that i assigns to being a volunteer, whether or not he is chosen.

We assume that for any player i in a coordinated Volunteer’s Dilemma, there are four different preference-relevant outcomes:

- (A) Player i volunteers and does the task. In this case, i ’s payoff is $b_i + g_i + v_i - c_i$.
- (B) Player i volunteers, but another player is selected to do the task. In this case, i ’s payoff is $b_i + v_i$.
- (C) Player i does not volunteer, but at least one other player volunteers and thus the task is performed. In this case, i ’s payoff is b_i .
- (D) Nobody volunteers and the task is not performed. In this case, i ’s payoff is 0.

Since we have assumed that $b_i \geq 0$, $g_i \geq 0$ and $v_i \geq 0$, it must be that player i weakly prefers outcome B to C and C to D . Depending on parameter values, player i could rank outcome A anywhere from first place to last place among these alternatives.

We consider a partition of the population into three types that are determined by how they rank outcome A relative to the other three possible outcomes. These types are labeled as follows:

- **Let-me-do-it Type:** We label a player who ranks outcome A first among these alternatives a *let-me-do-it* type. This is the kind of person who, when a task needs to

be done, says “Let me do it.” and proceeds to get the job done, without waiting to see whether someone else would be willing. Player i will rank outcome A first, if and only if $b_i + v_i + g_i - c_i > b_i + v_i$ and hence $g_i - c_i > 0$.

- **No-not-me Type:** We label a player who ranks outcome A last among these alternatives a *no-not-me* type. Such a player would *not* volunteer to do the task, even if he knew that nobody else was going to do it. Player i will rank outcome A last, if and only if $b_i + v_i + g_i - c_i < 0$.
- **Last-resort Consequentialist:** Those who rank outcome A either second or third among these alternatives must prefer outcome B to outcome A , and also must prefer outcome A to outcome D . When a task is to be done, this type says “I’d rather someone else does it, but if nobody else will, then I’ll do it.” Player i will rank A second or third among the four alternatives if and only if $g_i - c_i < 0$, and $b_i + v_i + g_i - c_i > 0$.

2 A Game to Determine Preference Types

We have devised an experimental game that is intended to estimate the proportions of players who belong to each of the three preference types, *let-me-do-it*, *no-not-me*, and *last-resort consequentialist*.

2.1 Experimental Design

The experiment consists of thirteen rounds of play, with subjects reshuffled into randomly selected groups of varying size after each round. In each round, subjects are told that they are one of a group of $n + 1$ people (in separate rounds, n varies from 1 to 7.) In any round, all but one of the group members are told that they have received a \$10 bonus, while one member of their group was “unlucky” and did not receive the \$10. Subjects are informed that if any group member volunteers to give up a small amount $\$x$, the unlucky member will receive $\$10 - x$, which is the same amount that the volunteer will have after his contribution. Each subject receives the bonus and is a potential volunteer in nine or ten of the thirteen rounds, and each subject is the unfortunate player who does not receive the bonus in either three or four rounds.

Subjects are told that the payment will be collected only from the first member to volunteer. For groups with two or more possible volunteers, there is a 30 second time window during which subjects can volunteer to help the unlucky person. Before this time window opens, each

subject is given an opportunity to check a box “Volunteer at the first possible instant.” Then a screen appears showing the number of seconds remaining, along with two buttons labelled “Volunteer Now,” and “Don’t Volunteer.” There is also a check-box labeled “Volunteer me at the last possible instant.”⁸ A copy of this screen is shown in figure 9.2 ⁹.

If there is at least one volunteer, then the group member who did not receive an initial bonus receives $\$10 - x$. If a single player volunteers before anyone else, then that volunteer pays $\$x$. If there is a tie for first volunteer, then one of these first volunteers is selected at random to pay $\$x$. At the end of the experiment, subjects are paid their earnings from one randomly selected round.

We conduct this experiment with four different treatments, using a 2×2 design in which we vary the cost of helping and the anonymity of donors. We vary the cost parameter x between $x = 1$ and $x = 4$. We vary the anonymity treatment by conducting some experiments in which no player’s actions are revealed to others, and some in which the identity of those chosen to be donors is revealed to all subjects in the experiment.

In treatments where contributors are revealed, subjects are informed at the beginning of each session that:

“Notice that each of you has an ID number on the back of your chair. At the end of the session, the ID number of anyone who was chosen to give up $\$x$ in the paying round will be announced to everyone in the room. ID numbers of those who volunteered but were not chosen to contribute or did not contribute will not be announced.”

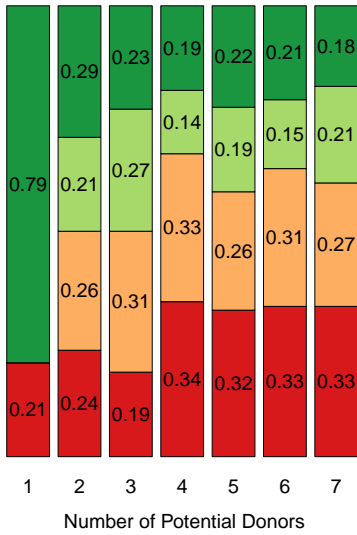
This procedure publicly recognizes chosen volunteers, but does not single out and possibly embarrass non-volunteers. Other subjects cannot distinguish between someone who never volunteered and someone who volunteered but was not selected.

3 Experimental Results

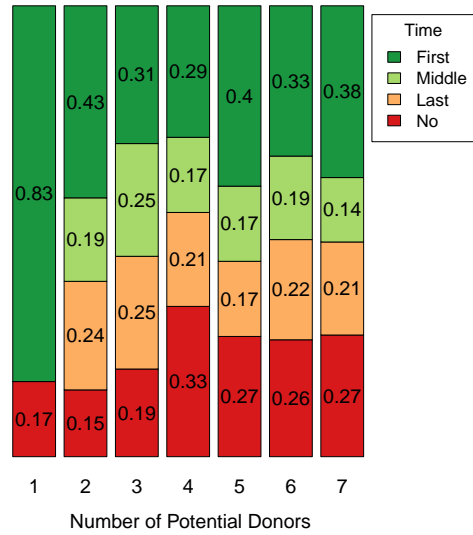
Figure 3.1 shows the proportions of subjects who volunteered at the first possible moment, somewhere in the middle of the allotted interval, at the last possible moment, and not at all in each of our four treatments, and where the number of possible volunteers ranges from 1 to 7.

⁸When one participant in a group volunteers, the timer for the other participants continues. Thus, they make decisions without learning about the decisions made by others.

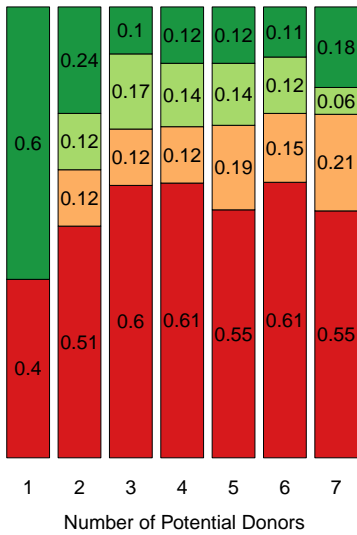
⁹Groups with only one possible volunteer see the same screens, though the volunteer time has no effect.



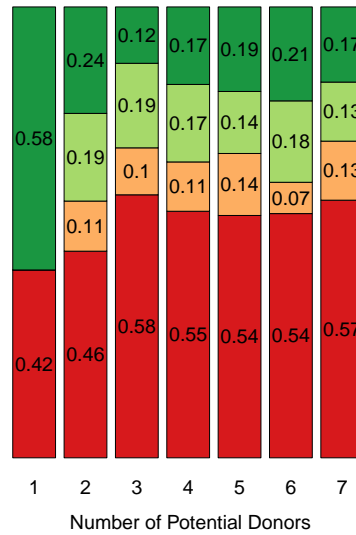
(a) Treatment 1: Contributing is Cheap and Anonymous.



(b) Treatment 2: Contributing is Cheap and Contributors are Recognized.



(c) Treatment 3: Contributing is Expensive and Anonymous.



(d) Treatment 2: Contributing is Expensive and Contributors are Recognized.

Figure 3.1: Actions Taken in Treatments

3.1 Mapping from Actions to Types

From the distributions of actions reported in Figure 3.1, we can estimate the distribution of types in each treatment as follows. In rounds where a subject is the only possible contributor, the dominant strategy for a no-not-me type is *not volunteer*, while for last-resort consequentialists and for let-me-do-it types, *volunteer* is a dominant strategy. Thus, for each of our four treatments, we estimate the proportion of *no-not-me* types as the proportion of subjects who did not volunteer in rounds with only one possible volunteer.

In treatments with two or more possible contributors, we observe that for let-me-do-it types, the action *First Possible Moment* weakly dominates all other possible actions. We also see that for no-not-me types and for last-resort consequentialists, the action *Last Possible Moment* weakly dominates *First Possible Moment*. Thus, in our model, players volunteer at the first possible moment if and only if they are of the let-me-do-it type. Their proportion can be estimated by taking the proportion of subjects volunteering at the first possible moment when there are two or more potential volunteers.

When there are two or more possible volunteers, last-resort consequentialists and no-not-me types would never volunteer at the first possible moment, nor at any time between the first and last possible moment. Last-resort consequentialists might volunteer either at the last possible moment or, if they think it sufficiently likely that there will be at least one other volunteer, might not volunteer at all. Thus the proportion of subjects who chose either last possible moment or not at all is an estimate of the sum of the proportion of last-resort consequentialists and the proportion of no-not-me types. The proportion of no-not-me types is estimated by the proportion of players who choose not to volunteer when they know that there are no other possible volunteers. We can estimate the proportion of last-resort consequentialists in rounds with more than one possible contributor by subtracting the proportion who do not volunteer when they are the only possible volunteer from the proportion who volunteer either at the last possible moment or not at all.

If subjects always choose to optimize their preferences among the four outcomes, *A*, *B*, *C*, and *D* as described in Section 1.3, they would never choose to volunteer at an intermediate time, between the first possible moment and the last possible moment. We see, however, that 15-20% of subjects volunteer at some time between the first and last possible moment. Some subjects may choose intermediate times simply because they do not think through the consequences of alternative actions and pick an intermediate time as a compromise between more extreme actions. Some players may have altruistic sentiments toward other possible volunteers. Such a player might like to be the one who makes a donation, but might be reluctant to crowd out some extremely eager volunteer. We classify those subjects who volunteer at an intermediate time as being of *Other* type.

Table 1 summarizes our estimates of the distribution of types under each of the four treatments. These results are averages of detailed estimates reported in Table 4 of the appendix, which shows separate estimates of the distribution of types for treatments in which the number of possible volunteers ranging from 2 to 7.

Table 1: Estimated Type Distribution Averaged Over Group Sizes

Player Type	Treatment 1 $x = \$1$, Anon	Treatment 2 $x = \$1$, Reveal	Treatment 3 $x = \$4$, Anon	Treatment 4 $x = \$4$, Reveal
Let-me-do-it	0.22 (0.046)	0.36 (0.062)	0.15 (0.036)	0.19 (0.043)
Last-resort consequentialist	0.38 (0.075)	0.29 (0.066)	0.33 (0.071)	0.23 (0.068)
No-not-me	0.21 (0.059)	0.17 (0.063)	0.40 (0.071)	0.42 (0.072)
Other	0.19 (0.042)	0.18 (0.044)	0.12 (0.025)	0.16 (0.040)

Note: Standard errors in parentheses.

The estimates in Table 1 are constructed as follows. Each subject participated as a potential donor in 8 or 9 rounds of play. Since subjects receive no feedback about the responses of other players during the course of play, we can treat the set of actions by each of our n subjects as one of n independent draws from the population distribution. In rounds with two or more possible donors, there are four possible actions for each potential donor: *first possible moment*, *last possible moment*, *somewhere in between*, and *not at all*. For these rounds we calculate the fraction of times that each subject chose each of these possible responses. We add these proportions for all subjects to estimate proportions of the population taking each of these four actions. These proportions constitute the results of n draws from a multinomial distribution with four possible outcomes.

Players who choose the first possible moment are classified as let-me-do-it types. Thus our estimate of the proportion of let-me-do-it types is simply the sum over all subjects of the fraction of times the subject chose *first possible moment*. Since a choice of *somewhere in between* is not consistent with the choice of any of the other three types, we classify those who chose *somewhere in between* as “Other”. The last-resort consequentialists and the no-not-me types might choose either *last possible moment* or *not at all*. Rounds with two or more possible volunteers can be used to estimate the proportion of the population who are either last-resort consequentialists or no-not-me types as the sum over all subjects of the fraction of times that the subject chose either *last possible moment* or *not-at-all*.

In the rounds where there is only one possible volunteer, the no-not-me types do not volunteer and all other types volunteer. Thus we estimate the proportion of no-not-me types as the proportion who do not volunteer when they are the only possible volunteer. We can then

estimate the proportion of last-resort consequentialists as the difference between our estimate of the proportion who are either no-not-me types or last-resort consequentialists and our estimate of the proportion who are no-not-me types¹⁰.

4 Comparative Statics Predictions of Treatment Effects

We can subject our theory of volunteer motivation to empirical tests by comparing observed outcomes to the theory's comparative statics predictions of the effects of treatment variations in cost, anonymity, and group size.

In our theory, each player i is characterized by four parameters, b_i , v_i , g_i and c_i , where b_i is the value to player i of having the task done, c_i is the cost to i of doing the task, g_i is the value of the "warm glow" that i feels from doing the task, and v_i is the value that i ascribes to being a volunteer, whether or not he is chosen to do the task. In each treatment in the experiment, we assign the same cost of volunteering, $c_i = c$ to all subjects.

This theory predicts that in any round with two or more possible donors, a subject i will be a let-me-do-it type and thus choose first possible moment if and only if $g_i > c$. A subject i will be a no-not-me type and thus choose not to donate when she is the only possible donor if and only if $b_i + v_i + g_i < c$. Subjects who are neither let-me-do-it types nor no-not-me types are predicted to be last-resort consequentialists.

This partition of the parameter space into types is shown in Figure 4.1. The fraction of the population falling into each of these types is determined by the density function of the parameter values g_i and $b_i + v_i$ and by the experimentally assigned value of c .

¹⁰Our estimate of the variance of the estimated proportion of last-resort consequentialists must then of course take account of the covariance between these two estimates. This covariance can be calculated since for each individual we observe that individuals actions in rounds where there were no other possible volunteers and in rounds when there were two or more possible volunteers.

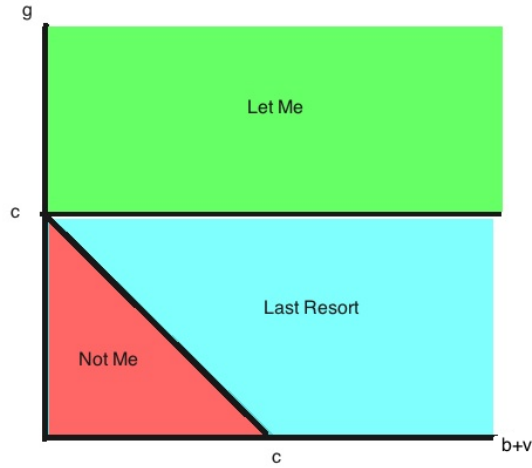


Figure 4.1: Parameter Distribution and Types

4.1 Predicted Effect of Cost of Helping

Figure 4.2 shows the qualitative effects of increasing the cost of helping from c to c' . We see that the parameter region yielding let-me-do-it preferences expands and the set of parameters yielding no-not-me preferences contracts. Thus, our theory predicts that as the cost of helping is increased, the fraction of players who act as let-me-do-it types will decrease and the fraction who act as no-not-me types will increase. The parameter region leading to last-resort volunteering loses some area to the no-not-me types and gains some area from the let-me-do-it types. Thus there is not a clear prediction of whether the fraction of last-resort consequentialist types will increase or decrease.

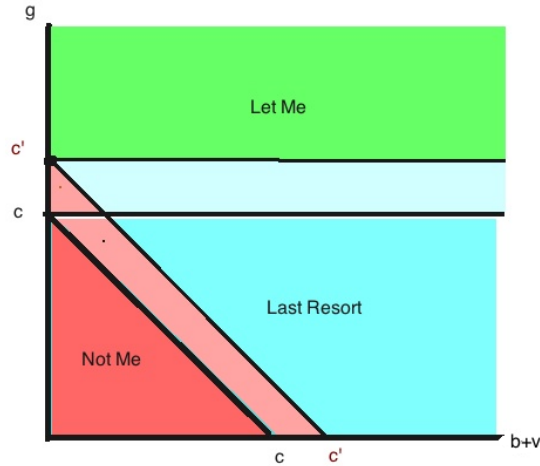


Figure 4.2: Shift in Type Distribution with Increased Costs

We can check these predictions by comparing Treatments 1 and 3, where volunteering remains anonymous with costs of helping set at \$1 in Treatment 1 and \$4 in Treatment 3, and also by comparing Treatments 2 and 4, where those who make contributions are publicly recognized with costs of \$1 in Treatment 2 and \$4 in Treatment 4. Table 1 shows that in the treatments with no recognition, the cost increase reduced the fraction acting as let-me-do-it type from 22% to 15% and increased the fraction of no-not-me's from 21% to 40%¹¹. This table also shows that in the treatments where donors are recognized, the cost increase reduced the fraction of let-me-do-it types from 36% to 19% and increased the fraction of no-not-me types from 17% to 42%¹². Thus all of the qualitative predictions of our theory are confirmed by the experimental data. While we don't have a theoretical prediction of the effect on the fraction of Last Resort consequentialists, we see from Table 1 that in our experimental results, this fraction decreased when the cost of volunteering increased.

4.2 Predicted Effect of Recognition of Contributors

Our recognition treatment revealed the identities of those who actually contributed, but did not reveal the identities of those who volunteered but did not contribute. Thus, for any

¹¹The difference for the no-not-me types is significant at better than the 5% level against a one-sided alternative.

¹²Both differences are significant at better than the 5% level against a one-sided alternative.

individual i , our recognition treatment is likely to increase g_i but not to affect b_i or v_i . To explore the effect of recognizing contributors, let us suppose that recognition amplifies the warm glow effect for each subject from g_i to kg_i , where $k > 1$. Then in Figure 4.3, the equation for the boundary between the no-not-me types and the last-resort consequentialists changes from $b + g = c$ to $b + kg = c$. As the figure shows, this causes the parameter region for no-not-me's to shrink, and the parameter region for let-me-do-it types to grow. The region for last-resort types gains some area from the no-not-me types, but loses some area to the let-me-do-it types. Thus our theory predicts that the fraction of let-me-do-it types will be larger and the fraction of no-not-me types to be smaller in Treatment 3 than in Treatment 1 and likewise for Treatments 2 and 4. Depending on the joint density function of the parameters b and g , recognition could either increase or decrease the fraction who act as last-resort consequentialists.

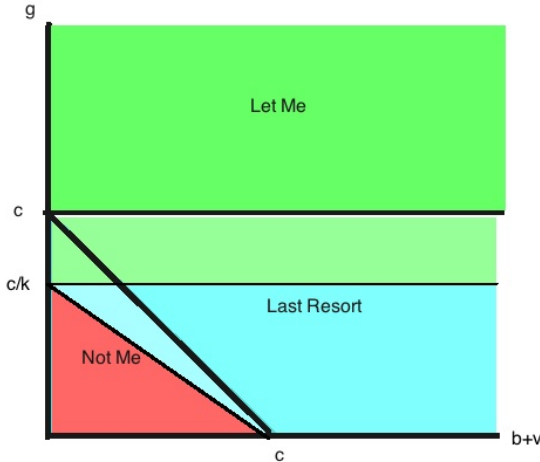


Figure 4.3: Shift in Type Distribution with Recognition Added

Table 1 shows that allowing recognition, increased the proportion of let-me-do-it types from 22% to 36% when helping was cheap and from 15% to 19% when helping was expensive¹³. When helping was cheap, the proportion who acted as no-not-me types was slightly smaller with recognition than without, but when helping was more costly, the proportion who acted as no-not-me types was slightly larger with recognition than without.

¹³The difference in cheap contribution treatments as well as the difference averaged over the cheap and expensive treatments are both significant at better than the 5% level against a one-sided alternative.

This final difference is the only that does not correspond to the prediction of our model. In total, 7 of the 8 predictions made by our model hold in the experimental data.

4.3 Predicted Effect of Number of Players

Our theory predicts that the number of potential volunteers has no effect on the fraction of subjects who choose to contribute at the first possible moment and are thus classified as let-me-do-it types. This is the case since whenever there are two or more possible volunteers, volunteering at the first possible moment is a weakly dominant strategy for the let-me-do-it types and is weakly dominated for the other types. Our experimental results are consistent with this prediction for each of our four treatments. In each treatment, the hypothesis that the proportion choosing first possible moment is the same for all group sizes cannot be rejected¹⁴.

Our theory does not make a clear prediction of the effect of the number of possible volunteers on the fraction of the population that does not volunteer at all. As group size increases, last-resort consequentialists and no-not-me types face two countervailing effects. Suppose that players believe that the probability that each of the other players will volunteer remains constant as group size increases. For a last-resort consequentialist, the expected gain from volunteering would diminish with group size, because with more possible volunteers, the probability that nobody else will volunteer decreases. But for players who place a positive value v_i on volunteering and thus prefer volunteering without being selected to not volunteering, there is an opposing force that makes volunteering more attractive in bigger groups. Since only one volunteer is selected to pay, as group size increases, the probability that someone who volunteers is not selected to pay increases, thus making volunteering more attractive¹⁵.

Since we cannot make predictions, based on weakly dominant strategies, of the effect of group size on the fraction of subjects who do not volunteer, we might consider the predictions of the effects of group size on Bayes-Nash equilibrium for this game. In this experiment, however, subjects receive no feedback and thus have far too little experience on which to base reliable common prior probability distributions on the play of others. Moreover, it turns out that

¹⁴The P -values in treatments 1-4 are, respectively, 0.23, 0.33, 0.30, 0.35. These come from a joint-test that in a regression of first-instant volunteering proportions on group size, the coefficient on each group-size dummy variable is identical.

¹⁵In fact, it is not hard to see that if all players place a positive value v_i on volunteering and not being selected, then for sufficiently large group size, there is an equilibrium in which all players volunteer, since if everyone volunteers, those who volunteer receive the benefit v_i with certainty and pay the cost $c_i - g_i$ with probability that approaches zero as the number of players becomes large.

for plausible parameter values, there is likely to be more than one Bayes-Nash equilibrium and changes in group size could result in changes in either direction of the equilibrium probability of volunteering¹⁶.

Though we have little theoretical guidance about the effect of group size on the probability that an individual will not volunteer, we can examine the realized effects in our experimental treatments as shown in figure 3.1. We see that in the two treatments where volunteering is cheap, the fraction who do not volunteer when there one, two, or three possible volunteers is roughly constant at about 20% and when there are four or more possible volunteers this fraction is roughly constant at about 30%. In the treatments where volunteering is more costly, the fraction who do not volunteer is about 40% when there is only one possible volunteer, is somewhat larger when there are two possible volunteers, and for three or more possible volunteers is roughly constant at about 60%.

5 Donor Activity, Gender, and Type

In addition to the decisions made by subjects in the experimental treatments we also collected information on their gender and whether or not they ever donated blood or registered as a potential bone marrow donor with the National Marrow Donor Program. Past blood donation or the expressed willingness to donate bone marrow could be indicators of a subject's preference type, however the indication we should draw from these actions will depend upon our expectation of the subject's perception of the circumstances surrounding their decision to donate or register.

A survey of the "blood market" by Slonim *et al.* [37] reports that "the volunteer system (of blood donation) has performed well in most high-income countries¹⁷." In the United States, blood is supplied by unpaid donors. Currently, about 8% of those Americans who are eligible to donate blood do so in any year. So long as blood supplies remain adequate to meet demands, donors are unlikely to reason that if they do not donate, someone in need of a

¹⁶A simple example illustrates this point. Consider a population of n players, with identical values of b , g , v , and c . Suppose that $b + v + g < c$. Then all n players will be no-not-me types and none of them will volunteer if they believe they are the only possible helper. Now suppose that $v > (c - g)/n$. If everyone believes that all of the other players are sure to volunteer, then the expected net cost of volunteering is only $(c - g)/n < v$ and all players will prefer to volunteer rather than not. Thus there is a symmetric Nash equilibrium where everyone volunteers. If everyone believes that nobody else will volunteer, then the expected net cost of volunteering is $c - b - g > v$ and thus nobody will volunteer. This gives us a second symmetric Nash equilibrium in which nobody volunteers.

¹⁷Slonim *et al.* report that three-quarters of the countries with per capita income meeting the World Health Organization standard for higher-income countries rely on 100 percent volunteers.

blood transfusion will have to do without. Thus it seems plausible that some blood donors are let-me-do-it types, motivated by a desire to personally do a good deed. On the other hand, Lacetera *et al.* [29] observe that in recent years, volunteer sources are more frequently failing to provide adequate supplies. According to these authors the demand for blood has increased dramatically because of an aging population, and because of the availability of new medical and surgical procedures. As a result, the authors maintain, blood shortages “have become the norm rather than the exception.” When there are shortages of blood, donors may realize that a decision to donate is likely to result in a blood transfusion for someone who otherwise would have to do without. In this situation, it can be expected that “last-resort consequentialists” will be induced to donate.

About 20 million people are registered as potential bone marrow donors. Such a large registry is desired because a volunteer’s DNA type is not known until his saliva has been tested. Only 1/15 of new registrants added to the registry are of an immunity type that is not already present [42] (page 17). Thus it is the case that the great majority of those who undergo the pain and inconvenience of donating bone marrow or stem cells do so despite the fact that there are other equally qualified donors who would be willing to do so. Although the world registry is very large in absolute terms, it includes only a small fraction of those whose age and health would make them suitable donors. In most European countries, the bone marrow registry includes less than 1% of the eligible population. In the United States, this fraction is about 2% of the population and Germany it is about 5%¹⁸. It is plausible that these registrants consist largely of let-me-do-it types, who take pleasure in saving a life, even if someone else might be available to do it.

Table 2 reports the results of linear regressions where the dependent variable is the probability that a subject will volunteer at the first instant, the last possible moment, or not at all, and the independent variables are indicators for gender and donor statuses, as well as treatment dummies for whether those who donate are publicly recognized and whether the cost of donating is high (\$4) or low (\$1).

¹⁸We have argued elsewhere [10, 36] that benefit-cost analysis suggests that an efficient bone marrow registry would be about twice as large as the current registry and thus would require participation rates similar to those obtained in Germany.

Table 2: OLS, Volunteering Actions Regressed on Gender, Donor-Status, and Treatment

	Coefficient	Std. Error	p-value
Dep. Variable: First Possible Moment			
Constant	0.23	0.059	0.000
Male	0.01	0.045	0.893
Marrow Registrant	0.14	0.14	0.059
Blood Donor	-0.05	-0.05	0.262
Recognition	0.14	-0.14	0.073
High Cost	-0.07	-0.07	0.219
Recog. \times High Cost	-0.05	0.060	0.399
Dep. Variable: Last Possible Moment			
Constant	0.23	0.060	0.000
Male	0.01	0.042	0.782
Marrow Registrant	-0.02	0.060	0.698
Blood Donor	0.10	0.043	0.021
Recognition	-0.07	0.073	0.351
High Cost	-0.13	0.063	0.039
Recog. \times High Cost	-0.18	0.061	0.004
Dep. Variable Non-Volunteering			
Constant	0.32	0.059	0.000
Male	0.05	0.053	0.324
Marrow Registrant	-0.04	0.076	0.626
Blood Donor	-0.08	0.051	0.112
Recognition	-0.05	0.072	0.455
High Cost	0.27	0.070	0.000
Recog. \times High Cost	0.24	0.073	0.001

Note: Standard errors clustered by subject.

Exactly half of our subjects have ever donated blood and 13% have registered as potential bone marrow donors. Slightly more than half of our subjects are female. Our results show no significant effect of gender on when or whether a subject volunteers. The regression coefficients suggest that a higher cost of contributing reduces the probability of volunteering at either the first or last possible moment and significantly increases the probability that a subject does not volunteer at all. Recognition of those who were selected to contribute increases the probability that a subject will volunteer at the first possible moment. These findings are consistent with the comparative statics results we presented in Section 4.

Those who have ever donated blood are no more likely than others to volunteer at the first possible moment, but are significantly more likely to volunteer at the last possible moment. Those who have joined the bone marrow registry are estimated to be 14 percentage points more likely to volunteer at the first possible moment than other subjects¹⁹ but no more likely to volunteer at the last possible moment.

These result suggests that the *National Marrow Donor Program* may be correct in directing its registry appeals toward let-me-do-it types who are motivated to *be the one* who makes a difference. On the other hand, our data suggests that those who donate blood are no more likely behave as let-me-do-it types than the population at large, but are more likely to behave as last-resort consequentialists, who donate because they believe that if they do not, blood supplies will be inadequate.

6 Post-Game Interviews

After each round of the experiment, subjects were asked a follow-up question. Those subjects who volunteered at some time in the round were asked the following: “You volunteered to spend $\$x$ to help Person X in this round. If it turns out that someone else offered to contribute at the same time that you did, would you prefer that we take the $\$x$ needed to help Person X from you?” Those who did not volunteer were asked: “You did not volunteer in this round. If it turns out that the others also did not volunteer, would you be willing to change your decision and spend $\$x$ to help Person X get $\$10 - x$?”

If subjects answer this question truthfully and if their actions are determined by their preferences over the four possible outcomes A, B, C and D, then we would expect that those who volunteered at the first possible moment would say “take it from me,” while those who chose last possible moment would say “take it from the other person”. Persons who did not volunteer could be either not-me types, or last-resort consequentialists. Those who are last-resort consequentialists would respond “yes” and those who are not-me types would respond “no”.

Table 3 shows the proportions of subjects by their action and their answer to the follow-up question. While most of the subjects’ answers are consistent with the expected answer, given their actions, there are some deviations that cannot be explained by our simple model.

In treatments 1 and 2, with cheap volunteering, about two-thirds of those who chose to volunteer at the first possible moment answered “take it from me,” and one-third answered

¹⁹Because the number of bone marrow registrants in our sample is relatively small (23), this effect is statistically significant only at the 6 percent level.

Table 3: Action and Answers to Question

Action and Response	Treatment 1 $x = \$1$, Anon	Treatment 2 $x = \$1$, Reveal	Treatment 3 $x = \$4$, Anon	Treatment 4 $x = \$4$, Reveal
First Moment, From Me	0.15	0.28	0.11	0.09
First Moment, From Other	0.05	0.10	0.06	0.09
Last Moment, From Me	0.11	0.08	0.08	0.06
Last Moment, From Other	0.19	0.13	0.09	0.05
Not Volunteer, Yes	0.19	0.06	0.11	0.24
Not Volunteer, No	0.17	0.23	0.47	0.31

“take it from the other.” In treatments 3 and 4, where volunteering was more expensive, a larger proportion chose “take it from the other” and in treatment 4, where, in the experiment, donors were publicly revealed subjects about half of the subjects who volunteered at the first possible moment said “take it from the other.”

Why would someone choose to volunteer at the first possible moment if they prefer that someone else bear the cost of donating? By volunteering later, they can increase the probability that somebody else pays, without changing the probability that the unfortunate player is helped. The answer could be that these subjects believe that volunteering *at the first instant*, not just volunteering, is the “right thing to do.”²⁰ Subjects may feel an ethical need to do the right thing, even though they would prefer the consequences of another action. Persons motivated in this way are sometimes classified as *deontologists*²¹. This impulse to do the right thing, could be a subconscious urge that guides one’s ordinary behavior whether or not one is observed. It could also stem from a view that, even with claimed anonymity, there is a chance that those who volunteer early might be observed and thus benefit from others’ esteem.

When those who chose to donate at the last possible moment were asked whether they preferred to have the money taken from them, between 1/3 and 1/2 of these subjects said that they would prefer that the cost be taken from them. This is surprising because these subjects could increase the probability of the money being taken from themselves by volunteering earlier than the last possible moment. Possibly, some subjects who answered in this way simply did not understand the rules of the game or the nature of the question. It may also be that for some subjects, the reason that their answers seem at variance with their play is

²⁰To incorporate this into our model we would need to make the payoff to volunteering a function of the time at which the subject volunteers.

²¹ According to the Stanford Encyclopedia of Philosophy, “In contrast to consequentialist theories, . . . for deontologists, what makes a choice right is its conformity with a moral norm. Such norms are to be simply obeyed by each moral agent” [32]

that they understood the post-experiment question to be only hypothetical, and when there is no cost to appearing generous, they gave the answer that a more generous person would give.

7 Related Literature

7.1 Discussions of Donor Motives

Andreoni [1] proposes that a potential contributor i to the supply of public goods has preferences that can be represented by a function $U_i(x_i, g_i, y)$ where x_i is i 's consumption of private goods, g_i , is i 's voluntary contribution to a public good, and y is the amount of the public good and where U_i is an increasing function of all three arguments. Person i is said to feel "warm glow" from giving if U_i is an increasing function of g_i ²². In a survey written for the *New Palgrave*, Andreoni *et al.* [2] cite the philosopher, Thomas Nagel's definition of altruism: "By altruism I mean not abject self-sacrifice, but merely a willingness to act in the consideration of the interests of other persons, without the need of ulterior motives." Andreoni *et al.* interpret a statement that i is an altruist without "ulterior motives" to mean that U_i depends only on x_i and y and is constant with respect to g_i .

Perhaps the simplest example of an "ulterior motive for giving" is the desire to impress others with one's generosity. William Harbaugh [26, 27] discusses the prevalence of this motivation and presents interesting evidence from a study of the reactions of donors when major law school changed the way in which it categorized donors by the size of their contributions. In our experiment, it appears a desire for recognition motivates a significant fraction of subjects to volunteer at the first possible moment rather than the last possible moment.

In other experimental studies, recognition has also been found to motivate contributions. Andreoni and Petrie [3] found that in a voluntary provision of public goods game, providing the identity of potential contributors and the amount they contributed increased contributions. Samek and Sheremeta [35] found that only identifying the bottom two contributions in a public goods game with five potential contributors raise contributions. However, only identifying the *top* two contributors had no effect. They suggest that shame aversion appears to be a stronger motivator than desire for prestige in their experiment. Our results, on the other hand, suggest there is a strong effect of prestige. However, the structure of our game is different and the public good being provided is the welfare of another individual rather than

²²Andreoni refers to his model as an "impure public goods model" and acknowledges that essentially the same model was formulated by Cornes and Sandler [13].

the good-of-the-group. Both of these may be mediating factors in the motivating potential of prestige.

Andreoni [1] suggested that some people may want to give, independently of the effect on outcomes, because of what Weesie [39] calls “internalized social norms”. People may simply feel good from doing things that they believe will serve the public interest.

In the volunteers’ dilemma games of our experiment, a player who volunteers at the first possible moment evidently prefers an outcome in which he pays for the public good to one in which the same amount of public good is available, but someone else pays. If such a person has initial private wealth w_i and the cost of volunteering is $g_i > 0$, then for this individual, $U_i(w_i - g_i, g_i, y) > U_i(w_i, 0, y)$. This can be the case, only if U_i is an increasing function of g_i . Thus it must be that our let-me-do-it types, who choose the first possible moment, are warm glow types in Andreoni’s terminology. But not every person who experiences warm glow will be a let-me-do-it type in all volunteer’s dilemma games. Depending on the costs and the impact of a gift, subjects may experience some warm glow from giving, but not enough so that they prefer to pay the outcome where they, rather than someone else pays the cost.

Brian Duncan [19] discusses “impact philanthropists,” who “desire to personally make a difference.” In his model, impact philanthropists get disutility from the contributions of others to the quantity of a pure public good because this lessens the impact of their own donations. While there are some similarities, there does not appear to be a simple relationship between our let-me types and Duncan’s impact philanthropists. Let-me types are defined by their desire to take action in a volunteer’s dilemma game even when others stand ready to take action in their stead. Persons who behave in this way might or might not prefer others to donate less in a voluntary provision of public goods game²³.

Our paper uses a dynamic version of the volunteer’s dilemma to identify the motives of competing altruists. This game is related to dynamic models of provision of public goods that have been presented by Jeroen Weesie [39], Christopher Bliss and Barry Nalebuff [11], and Bergstrom [8]. In these models, the first player to volunteer is the only one to pay the cost of volunteering. In each of these models there is a cost of delay, which could take the form of increased risk or inconvenience to a person in trouble or of delayed gratification to all participants.

The game that our subjects play is simpler, in the sense that the value of the reward to having someone volunteer does not depend on the amount of delay before the appearance of the first volunteer. In our experimental design, subjects are not informed about the others’ play

²³Duncan’s discussion does not address the question of whether impact philanthropists believe that their actions “personally make a difference” if they know that were they not to act, someone else would.

until after they have chosen their own action. Thus, we are able to record the “strategies” of players who are not the first to volunteer as well as that of the first to volunteer.

7.2 Other Volunteer’s Dilemma Experiments

Perhaps the earliest experimental research on the behavior of competing altruists is a classic experiment that was designed by social psychologists, John Darley and Bibb Latané [15] to test for the presence of *diffusion of responsibility* as group size is increased. Subjects were confronted with a simulated emergency, which, they were led to believe, was witnessed a total of n subjects. Subjects were separated, so they could not observe each others’ actions. In separate treatments, n was set at 1, 2, and 5. In each treatment, the fraction of subjects who reported the emergency was recorded. They found that the fraction of observers who reported the emergency diminished sharply as the number of observers increased, while the probability that at least one observer took action remained essentially constant²⁴. Darley and Latané also recorded the amount of time that elapsed from the first signs of the emergency until subjects reported. The average amount of time that elapsed increased substantially with the number of observers²⁵.

In the past 30 years, many similar laboratory and field studies have been conducted with many variations in the type of emergency and characteristics of the participants and victim. Survey articles by Darley and Nida [30] and by Fischer *et al.* [21] show that in almost all of these studies, individual subjects are less likely to help if more than one potential helper is available. Some of these studies find that the probability that at least one observer helps increases and some find that it decreases as the number of observers is increased.

There are also several laboratory experiments using money payoffs that correspond to Diekmann’s Volunteer’s Dilemma model. In these experiments, all players face a money cost of c for volunteering and all receive money benefit b if anyone volunteers. Diekmann [17] and Franzen [23] asked subjects to fill out a questionnaire in which they stated whether they would volunteer or not in Volunteer’s Dilemma games where the ratio c/b of cost to benefit was 0.5 and with numbers of players in the group, varying from 2 to 101²⁶. In both studies,

²⁴Of the subjects who believed they were the only observer, 85% reported the emergency. When subjects believed there was one other observer, 62% reported and they believed that there were four observers, 31% reported.

²⁵This average was 52 seconds with a single observer, 93 seconds with two observers, and 166 seconds with five observers.

²⁶Diekmann’s study had 29 subjects who stated what they would do as the number of players in the group was varied from 2 to 10. Franzen asked 203 subjects to report how they would play in games with groups of size 2, 5, 7, 9, 21, 51, and 101. Both studies paid subjects in proportion to their total winnings in all of the games played.

as group size increased over the range from 2 to 5, the proportion of subjects who volunteered decreased sharply but was significantly higher than Nash equilibrium predictions. In both studies, the proportion of volunteers remained roughly constant at about 30% for groups larger than 7²⁷.

Goeree *et al.* [24] conducted volunteer's dilemma experiments in a computer laboratory where subjects played a volunteer's dilemma game repeatedly with a new random selection of group members in every round. They found that the probability that a subject volunteers diminishes as the number of players increases. For groups of two persons, the volunteering rate is lower than predicted by Nash equilibrium, for group size 3, it is approximately equal to the Nash equilibrium proportion and for groups of 6 or more, the observed proportion of volunteers exceeds the Nash equilibrium prediction.

A recent experiment by Vesterlund, *et al.* [38] compares the behavior of men to that of women in a Volunteer's Dilemma game with design similar to ours. In this game, subjects are told that they belong to a group of three persons, randomly selected from among participants in the experimental session. The number of men and women who were present in each of these sessions was approximately equal²⁸. If at least one of the three group members offers to pay \$0.75, then all three will receive a total payment of \$2. If none of them volunteer, they each receive \$1. They are given a two-minute time interval in which volunteers will be considered. The first player to volunteer will pay the \$0.75 and thus receive a net payment of \$1.25. The other group members will each receive \$2. In this design, unlike ours, play ends at the moment that someone volunteers, so they are not able to record when or whether the persons who were not first volunteers would have volunteered. They estimate that men will be the first volunteer in their group in 21% of the rounds they play and women will be the first volunteer in their group in 34% of the rounds that they play.

In our experiment, players were not told whether others had volunteered, and thus we can discover the time at which each subject would volunteer, whether or not he or she is the first volunteer. We can use simulations based on our experimental data for groups of three to estimate the probability that a randomly selected man or woman would be the first volunteer in his or her group²⁹.

²⁷Experimental studies of asymmetric versions of the volunteers dilemma include [18, 28].

²⁸Their study included additional sessions in which all participants were men and in which all participants were women.

²⁹We simulate this in the following way. We created 10,000 samples of our data. Re-sampling is done at the subject level since our experimental design allows us to treat individuals as independent observations. There is no feedback or interaction.

Each sample is drawn so that the resulting samples have a gender composition equal to that of our original data. Multiple observations from the same person are weighted to achieve equal representation of each subject since some subjects have two observations in groups of three potential donors while some only

We find that, in both of the treatments where contribution is cheap, men are significantly less likely than women to be the first volunteer. However, when contribution is expensive, we find no significant difference. These results hold whether contributors are recognized or not³⁰. While it is hard to map our parameters into those used in [38], these results are consistent with those of Andreoni and Vesterlund [4] who find that, in a dictator game, men are less generous than women when giving is cheap, but this reverses as giving becomes expensive.

8 Discussion

One of the main advantages of forming large communities is the returns to scale generated by the fact that pure public goods can be shared by large numbers of people, each of whom would need to contribute only a small fraction of their total cost. But if Mancur Olson’s claim that groups are less likely to maintain “even a minimal amount” of a public good is generally correct, then these potential returns to scale are unlikely to be realized by voluntary action.

There are, however, some impressive real-world examples in which large groups of people, acting voluntarily, are remarkably successful in providing public goods. The success of Wikipedia, the open source software movement, the bone-marrow registry, and the blood bank suggest that sometimes large groups of people can perform quite satisfactorily in the voluntary provision of public goods.

In standard economic models of the private provision of public goods, “consequentialist” agents will take a costly action only if they value the marginal effect at more than the cost. If such motives guide everyone, then the predictions of Nash equilibrium would largely concur with Olson’s pessimistic conclusion.

have one observation.

From *each* bootstrapped sample, we simulate the interaction of 1000 groups of 3 subjects drawn so that average groups contains 1.5 men and 1.5 women. In each of these groups, we determine whether a man would have volunteered first if there would have been a volunteer at all. We then average this over all 1000 simulated groups to get the proportion of groups in which a man volunteered first. We calculate this proportion for all 10,000 samples. The average of these numbers is our simulated point estimate corresponding to the statistic in [38] that men volunteered first in 38% groups in which there was a volunteer. This procedure also provides the reported standard errors.

³⁰ For treatments one through four respectively, the simulated point estimates on the probability a man (woman) is the first volunteer are 0.36 (0.64), 0.33 (0.67), 0.43 (0.38), 0.38 (0.45).

The bootstrapped confidence intervals for the difference between the male and female proportions above (using quantiles) are (-0.53,-0.02), (-0.60,-0.06), (-0.31,0.29), (-0.32,0.28). Note that, for treatments 1 and 2 (when volunteering is cheap) men are significantly less likely to volunteer (as is the case in [38]). However, in treatments 3 and 4, when contributing is expensive, men are no less likely to be the first volunteer.

In some cases, free-rider problems can be surmounted by the presence of a significant number of people who care not only about the marginal consequences of their good deeds, but take pleasure in (or feel obliged to) doing a public service, even if they believe that if they didn't do it, someone else would. We have conducted experiments that are designed to identify such individuals, whom we call *let-me-do-it* types.

Our results indicate that when it is relatively cheap to help a less fortunate player (costing \$1 to give that player \$9), about 20% will act as let-me-do-it types if there is no recognition of donors and about 35% will do so if donors are publicly acknowledged. When it is more costly (costing \$4 to give \$6 to the donor), about 15% will act as let-me-do-it types if there is no recognition and about 20% will do so if donors are publicly acknowledged.

In situations like the Volunteer's Dilemma, where only one volunteer is needed to fulfill the task, the presence of a small minority of let-me-do-it types among a large number of potential helpers is sufficient to guarantee that in Nash equilibrium, the task will be performed with high probability. As group size becomes large, the probability approaches one that the group will contain at least one let-me-do-it type and since this type will volunteer regardless of the group size, the probability that there is at least one volunteer approaches one.

We have indicated that the world's bone marrow registries are a plausible example of a situation where the existence of a small fraction of let-me-do-it types is sufficient to deliver a desirable public outcome. Wikipedia is another dramatic example of a voluntarily provided public good shared by a very large number of users. Wikipedia contains about 5,000,000 articles in the English language and about 30,000 "active editors" in English. It is accessed by approximately 500 million unique users per month [41]. Almost all of Wikipedia's content is provided by anonymous, unpaid volunteers. As with the bone marrow registry, the number of potential contributors to Wikipedia is extremely large and participation by only a small fraction of potential contributors is sufficient to provide an extremely valuable resource. (In the case of Wikipedia, the number of active contributors is less than 1/10 of 1% of the number of users.) Those who write an article on a popular topic in Wikipedia do so, even though they can be quite certain that if they were not to do it, someone else would. Thus it would seem that most of the articles in Wikipedia are written by authors whose motives are of the let-me-do-it type.

The ability of countries to maintain adequate blood supply purely on the basis of volunteers have been less successful. Moreover, if frequent shortages are in fact needed to attract last-resort consequentialists then this will have significant social costs. Thus, as demand for blood continues to rise, the option of offering financial rewards to attract blood donors becomes more attractive. Lacetera and his coauthors [29] have done field studies that indicate that it is likely that the supply of blood would respond positively to financial rewards for donors. Procurement of blood plasma in the US is an interesting example of a "market" which

has moved from voluntary provision to paid donors. Plasma donation is much more time-consuming than blood donation, and many new uses have been found for blood plasma [37]. Evidently, at least in the US, the number of let-me-do-it types is no longer sufficient to meet plasma demand from unpaid sources. More than 80% of the US blood plasma supply comes from paid donors. Most of the world's high income countries, other than the US, do not allow payment for blood plasma. Thus the US has become the world's dominant source of blood plasma, contributing about 70% of world supply. [37].

The lives of persons in need of a kidney transplant can be dramatically improved if they receive a transplanted kidney³¹. Because donating a kidney is much more costly to the donor than donating blood or bone marrow, the fraction of the population that are either let-me-do-it types or last-resort consequentialists with respect to kidney donation falls far short of meeting the demand for transplanted kidneys. According to the National Kidney foundation [22], in the United States in 2014, there was a waiting list of about 100,000 people seeking kidney transplants, with about 36,000 new additions to this list per year. The supply of kidneys available falls far short of demand. In 2014, the number of transplants from cadavers was about 11,600 and about 5,400 were available from living donors. Every year, about 7,000 people from the waiting list either die or become too sick to receive a transplant. Thus, every kidney donor can be assured that his own donation will result in a healthy kidney for at least one patient who otherwise would not have received one at all³². This is a clear case in which last-resort consequentialists as well as let-me-do it types will be motivated to donate kidneys. The personal cost of donating a kidney is much higher than that of donating blood or bone marrow, and thus at a donor price of zero, demand for kidneys greatly exceeds supply. Currently, the sale of kidneys is illegal in almost all countries, but since unpaid donations do not meet demand, a strong case can be made for allowing the price mechanism to induce much larger supplies³³.

In the classical model of voluntarily provided public goods, the utility of each player depends on the sum of the amounts of public goods voluntarily supplied by individuals. In an efficient allocation, the amount of public good supplied would be such that the *sum* of the all community members' marginal willingnesses to pay is equal to the marginal cost. But in an equilibrium with voluntary contributions, the amount supplied is such that the marginal

³¹Live donation of kidneys is possible because people have two kidneys, and healthy people suffer little risk from donating one [34].

³²Al Roth and his coauthors [34] have developed mechanisms to facilitate multilateral kidney exchanges among pairs of people who would like to donate a kidney to a loved one but cannot because of blood-type incompatibility. This means that sometimes a volunteer donor can start a chain of several donations, none of which would have occurred without his or her donation.

³³Gary Becker and Julio Elias [6] present a closely-reasoned case for permitting paid donations of kidneys and other organs.

willingness to pay of *any single contributor* is equal to the marginal cost. Thus in a large community where the benefits of the public good are widely dispersed among community members, the amount public good supplied by voluntary contributions in equilibrium is much less than the efficient quantity. Even the increased contributions caused by the presence of a small proportion of *let-me-do-it* types who give significantly more than would be predicted by self-interested behavior would fall far short of bringing the supply to efficient levels.

For public goods such as public parks, roads and highways, police, and sanitation, we would not expect adequate quantities to be supplied by voluntary contributions, even if a significant minority of the population took delight in paying for public goods. Thus tax-financed governments have emerged as the primary suppliers of many of the standard pure public goods.

References

- [1] James Andreoni. Impure altruism and donations to public goods: A theory of warm-glow giving. *The Economic Journal*, 100(401):464–477, June 1990.
- [2] James Andreoni, William T. Harbaugh, and Lise Vesterlund. Altruism in experiments. In Steven N. Durlauf and Lawrence E. Blume, editors, *The New Palgrave Dictionary of Economics. Second Edition*. Palgrave-Macmillan, 2008.
- [3] James Andreoni and Ragan Petrie. Public goods experiments without confidentiality: a glimpse into fund-raising. *Journal of public Economics*, 88(7):1605–1623, 2004.
- [4] James Andreoni and Lise Vesterlund. Which is the fair sex? gender differences in altruism. *The Quarterly Journal of Economics*, 116(1):293–312, 2001.
- [5] Stefano Barbieri and David A. Malueg. Group efforts when performance is determined by the “best shot”. *Economic Theory*, 56(2):333–373, 2014.
- [6] Gary Becker and Julio Elias. *Journal of Economic Perspectives*, 21(3):3–24, summer 2007.
- [7] Ted Bergstrom and Greg Leo. Coordinated volunteers’ dilemmas. UCSB working paper, 2015.
- [8] Theodore Bergstrom. The Good Samaritan and traffic on the Road to Jericho. Working paper (available at works.bepress.com/ted_bergstrom/112/), Department of Economics University of California Santa Barbara, 2012.
- [9] Theodore Bergstrom, Rodney Garratt, and Damien Sheehan-Connor. One chance in a million: Altruism and the bone marrow registry. *American Economic Review*, 99(4):1309–1334, 2009.
- [10] Theodore C. Bergstrom, Rodney Garratt, and Damien Connor. One chance in a million: Altruism and the bone marrow registry. *American Economic Review*, 99(4):1309–1334, September 2009.
- [11] Christopher Bliss and Barry Nalebuff. Dragon slaying and ballroom dancing: The private supply of a public good. *Journal of Public Economics*, 25:1–12, 1984.
- [12] Stephen Cass. Who is writing linux? IEEE Spectrum "<http://spectrum.ieee.org/computing/software/whos-writing-linux>", 2014.

- [13] Richard Cornes and Todd Sandler. Easy riders, joint production, and public goods. *The Economic Journal*, 94(375):580–598, September 1984.
- [14] American Red Cross. Blood facts and statistics. "<http://www.redcrossblood.org/learn-about-blood/blood-facts-and-statistics>". Accessed: 7/29/2015.
- [15] James M. Darley and Bibb Latané. Bystander intervention in emergencies: Diffusion of responsibility. *Journal of Personality and Social Psychology*, 8:377–383, 1968.
- [16] Andreas Diekmann. Volunteer’s dilemma. *The Journal of Conflict Resolution*, 29(4):605–610, December 1985.
- [17] Andreas Diekmann. A ‘social trap’ without dominant strategy and some experimental results. In Andreas Diekmann and Peter Mitter, editors, *Paradoxical Effects of Social Behavior: Essays in honor of Anatol Rapoport*. Physica Verlag, Heidelberg, 1986.
- [18] Andreas Diekmann. Cooperation in an asymmetric volunteer’s dilemma game theory and experimental evidence. *International Journal of Game Theory*, 22(1):75–85, 1993.
- [19] Brian Duncan. A theory of impact philanthropy. *Journal of Public Economics*, 88(9-10), August 2004.
- [20] Urs Fischbacher. z-tree: Zurich toolbox for ready-made economic experiments. *Experimental economics*, 10(2):171–178, 2007.
- [21] Peter Fischer, Joachim I Krueger, Tobias Greitemeyer, Claudia Vogrincic, Andreas Kastenmüller, Dieter Frey, Moritz Heene, Magdalena Wicher, and Martina Kainbacher. The bystander-effect: a meta-analytic review on bystander intervention in dangerous and non-dangerous emergencies. *Psychological bulletin*, 137(4):517, 2011.
- [22] National Kidney Foundation. Organ donation and transplantation statistics. "<https://www.kidney.org/news/newsroom/factsheets/Organ-Donation-and-Transplantation-Stats>". Accessed August 5, 2015.
- [23] Axel Franzen. Group size and one-shot collective action. *Rationality and Society*, 7(2):183–200, April 1995.
- [24] Jacob Goeree, Charles A. Holt, and Angela Moore. An experimental examination of the volunteer’s dilemma. University of Virginia working paper, 2005.
- [25] Ben Greiner. An online recruitment system for economic experiments. 2004.

- [26] William T. Harbaugh. The prestige motive for making donations. *American Economic Review*, 88(2):277–282, 1998.
- [27] William T. Harbaugh. What do donations buy? a model of philanthropy based on prestige and warm glow. *Journal of Public Economics*, 67:269–284, 1998.
- [28] A Healy and J Pate. Asymmetry and incomplete information in an experimental volunteer’s dilemma, 2009.
- [29] Nicola Lacetera, Mario Macis, and Robert Slonim. Will there be blood? incentives and displacement effects in pro-social behavior. *American Economic Journal: Economic Policy*, 4(1):186–223, 2012.
- [30] Bibb Latané and Steve Nida. Ten years of research on group size and helping. *Psychological Bulletin*, 89(2):308, 1981.
- [31] Greg Leo. The complainer’s dilemma. Vanderbilt working paper, 2015.
- [32] Stanford University Metaphysics Research Lab. Stanford encyclopedia of philosophy: Deontological ethics. <http://plato.stanford.edu/entries/ethics-deontological/>, 2007. Accessed July 22, 2015.
- [33] Mancur Olson. *The Logic of Collective Action*. Harvard University Press, Cambridge, MA, 1965.
- [34] Al Roth, Tayfun Sönmez, and M. Utku Ünver. Efficient kidney exchange: Coincidence of wants in markets with compatibility-based preferences. *American Economic Review*, 93(3):828–851, June 2007.
- [35] Anya Savikhin Samek and RomanM. Sheremeta. Recognizing contributors: an experiment on public goods. *Experimental Economics*, 17(4):673–690, 2014.
- [36] Damien Sheehan-Connor, Ted Bergstrom, and Rodney Garratt. Saving lives with stem cells. *Journal of Risk and Uncertainty*, 2015. to appear.
- [37] Robert Slonim, Carmen Wang, and Ellen Garbarino. The market for blood. *Journal of Economic Perspectives*, 28(2):177–196, Spring 2014.
- [38] Lise Vesterlund, Linda Babcock, Maria Recalde, and Laurie Weingard. Breaking the glass ceiling with “no”: Gender differences in accepting and receiving requests for non-promotable tasks. University of Pittsburgh Economics Department working paper.

- [39] Jeroen Weesie. Asymmetry and timing in the volunteer's dilemma. *The Journal of Conflict Resolution*, 37(3):569–590, September 1993.
- [40] Jeroen Weesie and Axel Franzen. Cost sharing in a volunteer's dilemma. *The Journal of Conflict Resolution*, 42(5):600–618–590, October 1998.
- [41] Wikipedia. Wikipedia. "<https://en.wikipedia.org/wiki/Wikipedia>". Wikipedia entry about Wikipedia, Accessed: 8/17/2015.
- [42] Bone Marrow Donors Worldwide. Bone marrow donors worldwide annual report, 2012, 2013.

9 Appendix

9.1 Additional Experimental Results

Table 4: Estimated Type Distribution by Group Size

	Number of Possible Volunteers					
	2	3	4	5	6	7
<i>Proportion of Let-Me-Do-It Types</i>						
Treatment 1	0.29 (0.063)	0.23 (0.061)	0.19 (0.055)	0.22 (0.057)	0.19 (0.051)	0.21 (0.055)
Treatment 2	0.46 (0.081)	0.31 (0.078)	0.28 (0.073)	0.40 (0.077)	0.32 (0.078)	0.36 (0.071)
Treatment 3	0.24 (0.056)	0.10 (0.045)	0.13 (0.046)	0.15 (0.049)	0.09 (0.041)	0.17 (0.048)
Treatment 4	0.25 (0.061)	0.13 (0.048)	0.18 (0.053)	0.17 (0.048)	0.20 (0.055)	0.17 (0.048)
<i>Proportion of Last-Resort Types</i>						
Treatment 1	0.29 (0.085)	0.29 (0.089)	0.44 (0.082)	0.41 (0.086)	0.45 (0.088)	0.39 (0.083)
Treatment 2	0.22 (0.081)	0.28 (0.094)	0.40 (0.079)	0.25 (0.068)	0.31 (0.075)	0.32 (0.080)
Treatment 3	0.26 (0.084)	0.33 (0.086)	0.35 (0.077)	0.31 (0.082)	0.40 (0.073)	0.39 (0.076)
Treatment 4	0.14 (0.071)	0.27 (0.083)	0.24 (0.068)	0.25 (0.076)	0.20 (0.083)	0.29 (0.080)
<i>Proportion of No-Not-Me Types</i>						
Treatment 1	0.21 (0.059)	0.21 (0.059)	0.21 (0.059)	0.21 (0.059)	0.21 (0.059)	0.21 (0.059)
Treatment 2	0.17 (0.063)	0.17 (0.063)	0.17 (0.063)	0.17 (0.063)	0.17 (0.063)	0.17 (0.063)
Treatment 3	0.40 (0.071)	0.40 (0.071)	0.40 (0.071)	0.40 (0.071)	0.40 (0.071)	0.40 (0.071)
Treatment 4	0.42 (0.072)	0.42 (0.072)	0.42 (0.072)	0.42 (0.072)	0.42 (0.072)	0.42 (0.072)
<i>Proportion of "Other"</i>						
Treatment 1	0.21 (0.053)	0.27 (0.065)	0.17 (0.052)	0.17 (0.05)	0.16 (0.047)	0.20 (0.051)
Treatment 2	0.15 (0.056)	0.25 (0.073)	0.15 (0.059)	0.18 (0.06)	0.21 (0.067)	0.15 (0.056)
Treatment 3	0.10 (0.033)	0.17 (0.054)	0.13 (0.043)	0.15 (0.045)	0.11 (0.040)	0.05 (0.027)
Treatment 4	0.20 (0.055)	0.19 (0.057)	0.17 (0.052)	0.17 (0.050)	0.19 (0.053)	0.13 (0.046)

Note: Standard errors in parentheses.

9.2 Experimental Details

This experiment was conducted at the University of California, Santa Barbara Experimental and Behavior Economics Laboratory using ZTREE [20]. Subjects were recruited using the Online Recruitment System for Economic Experiments [25]. A total of 180 subjects participated in the experiment. 48 subjects participated in each treatment with the exception

of the inexpensive contribution treatment with recognition (36 subjects). Session size and gender composition was controlled as closely as possible via recruiting. Each session of the experiment lasted about 45 minutes. Subjects earned an average of \$14 which includes a \$5 show-up fee.

Each session consists of 13 rounds-with one being randomly chosen to determine payment. The assignments of subjects to groups are designed so that each subject participates in ten rounds in which they receive the \$10 bonus and at least once in a group of each size ($n = 1-7$). Subjects are not matched with the same group twice. Though these assignments are not random, they are unpredictable and effectively random from the subjects point-of-view.

Subjects must wait through the entire 30 second window regardless of their choices. They cannot rush through the experiment by volunteering quickly. After the 30 seconds, each is asked a followup question. Anyone choosing to volunteer is asked whether they would prefer the \$x be taken from them or from someone else in the event that they tied for the earliest volunteer time. Non-volunteers are asked whether they would prefer to switch their decision in the event that all other group members also refuse to volunteer.

During the course of the experiment, subjects are not shown the outcomes of previous rounds. However, at the end of the experiment, they are shown the outcome of the round chosen as the paying round.

Once the 13 rounds end, subjects learn the outcome of the paying round, fill out a short demographic questionnaire and are given cash payments in sealed envelopes.

Screen Shots and Instructions

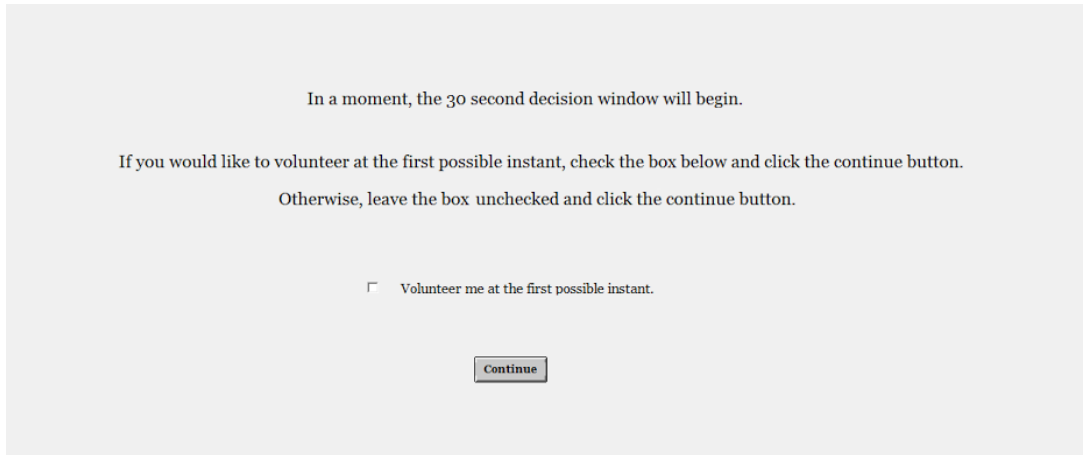


Figure 9.1: First Possible Moment Decision Screen

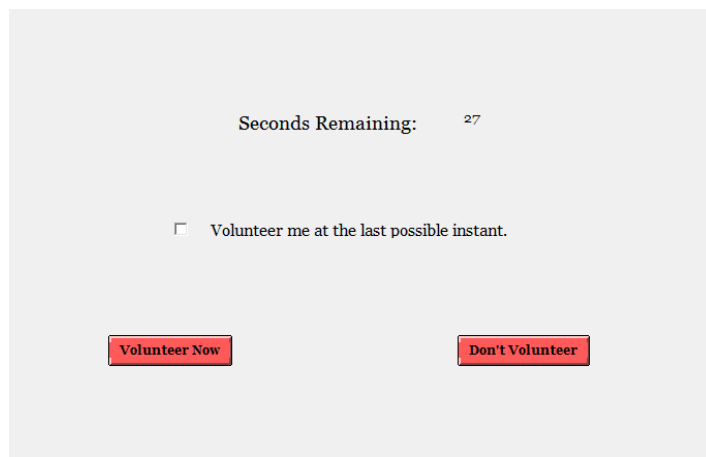


Figure 9.2: Main Decision Screen

Experiment Instructions

This experiment has 13 rounds. In each round, you will be assigned to a group. All members of your group, except one, will be given a payment of \$10. One group member, whom we will call "Person X", will be given \$0.

Please click below to continue...

If anyone in your group offers to give up \$ x to help Person X, then Person X will receive a payment of \$10-\$ x . Only one volunteer is needed. If more than one person volunteers, we will select the first person to do so.

Each person has 30 seconds in which to volunteer. An on-screen clock will show how much time remains. This part of each round will take 30 seconds regardless of the choices made by everyone in your group.

If you initially received \$10, and you are willing to contribute the \$ x , you must click the "volunteer" button before time runs out. If you don't want to volunteer, simply wait until the 30 seconds have elapsed or click the "Don't Volunteer" button.

Click below to continue...

-- If just one of the people who initially received \$10 volunteers, that person pays \$ x , the others pay nothing, and Person X gets \$10-\$ x .

-- If more than one of the people who initially received \$10 volunteer, then Person X will get \$10-\$ x and the person who volunteered first will pay \$ x . (If two or more volunteer at the same time, one person will be chosen at random to pay \$ x .)

-- If no one offers to contribute, then no one will have to pay, and Person X will get \$0.

Click below to continue...

In each new round, you will be assigned to a new group, possibly of different size.

At the end of the experiment, one of the <Rounds|0> rounds will be randomly chosen as the "paying" round. This is the only round of which you will be informed the outcome, and your experiment earnings will be determined, as described on the previous slides, from this round only.

There will be no other opportunities to earn money in this experiment. This means that if Person X receives \$0 in the round that is chosen as the "paying" round, he or she will earn nothing in the experiment.

(Recognition Treatments Only)

Notice that each of you has an ID number on the back of your chair. At the end of the session, the ID numbers of anyone who was chosen to give up the \$x to help person X in the paying round will be announced to everyone in the room. ID numbers of those who volunteered but were not chosen to contribute or did not volunteer will not be announced.

Click below to continue...

To Summarize:

1. During this experiment, you will participate in <Rounds|0> rounds.
2. In each round, you will be matched with a different group.
3. In each round, everyone who initially received \$10 will have 30 seconds to decide if they will volunteer to give up \$x so that Person X can have \$10-\$x instead of \$0.
4. If more than one person volunteers, the person who volunteered first will be chosen to pay the \$x.
5. Only one of the <Rounds|0> rounds will be randomly chosen as the "paying" round. There will be no other opportunities to earn money in this experiment. This means that if Person X receives \$0 in the round that is chosen as the "paying" round, he or she will earn nothing in the experiment.

(Recognition Treatments Only)

6. At the end of the experiment the ID numbers of anyone chosen to give up the \$x in the paying round will be announced to everyone in the room.

Click below to continue...

Follow-Up Questions

You offered to spend \$x to help Person X at the first possible instant. If it turns out someone else also offered to contribute at the first possible instant, would you prefer that we take the \$x needed to help Person X from you?

You offered to spend \$x to help Person X at the last possible instant. If it turns out that someone else also offered to contribute at the last possible instant, and no one offered earlier, would you prefer that we take the \$x needed to help Person X from you?

You offered to spend \$x to help Person X when there were <VolunteerTime|1> seconds remaining. If it turns out that someone else also offered to contribute at the same time, and no one offered earlier, would you prefer that we take the \$x needed to help Person X from you?

You did not offer to spend \$x to help Person X. If it turns out that the others also refused to help Person X, would you be willing to change your decision and spend \$x to help Person X get \$10-\$x?