

Homework 8: due 12/2/08

1. Recall a simple rule is a rule for which there exists a proper and monotonic collection  $\mathcal{D}$  for which for all  $\theta \in \Theta$ , and all  $x, y \in X$ ,

$$xP(\theta)y \iff \text{there exists } G \in \mathcal{D} \text{ for which } G \subset P(x, y|\theta).$$

Recall that this can equivalently be defined as

$$P(\theta) = \bigcup_{G \in \mathcal{D}} \bigcap_{i \in G} P_i(\theta).$$

Suppose that  $N \in \mathcal{D}$ .

a) Show that

$$R(\theta) = \bigcap_{G \in \mathcal{D}} \bigcup_{i \in G} R_i(\theta).$$

b) Let  $\mathcal{B}$  be the set of coalitions  $B$  for which for all  $G \in \mathcal{D}$ ,  $B \cap G \neq \emptyset$ . Show that

$$R(\theta) = \bigcup_{B \in \mathcal{B}} \bigcap_{i \in B} R_i(\theta).$$

c) The set  $\mathcal{B}$  is called the set of *blocking* coalitions. Show that the set of blocking coalitions is monotonic and strong.

d) Show that  $B \in \mathcal{B} \iff N \setminus G \notin \mathcal{D}$

e) What are the blocking coalitions for simple majority? Dictatorship? Pareto extension rule?

2. A rule is a  $q$  rule if and only if there exists some integer  $q$  for which the decisive coalitions are  $\mathcal{D}_q = \{G : |G| \geq q\}$ . (note that  $q > \frac{|N|}{2}$  is necessary for this to be a simple PAR). Provide a generalization of May's theorem axiomatizing the family of simple  $q$  rules.

3. Suppose we have two simple PAR's. Associated with each simple PAR is a set of decisive coalitions (satisfying properness and monotonicity): say  $\mathcal{D}_1$  and  $\mathcal{D}_2$  in this case.

a) Can  $\mathcal{D}_1 \cap \mathcal{D}_2$  be the set of decisive coalitions for some simple PAR? If so, what is this PAR?

b) Can  $\mathcal{D}_1 \cup \mathcal{D}_2$  be the set of decisive coalitions for some simple PAR? If so, what is this PAR?