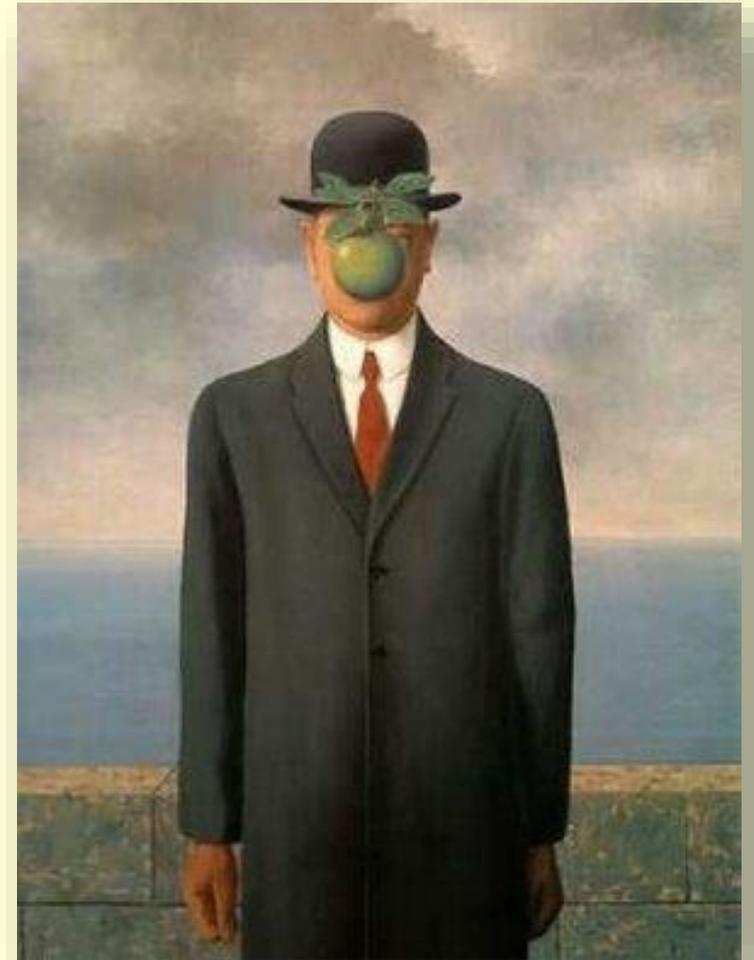


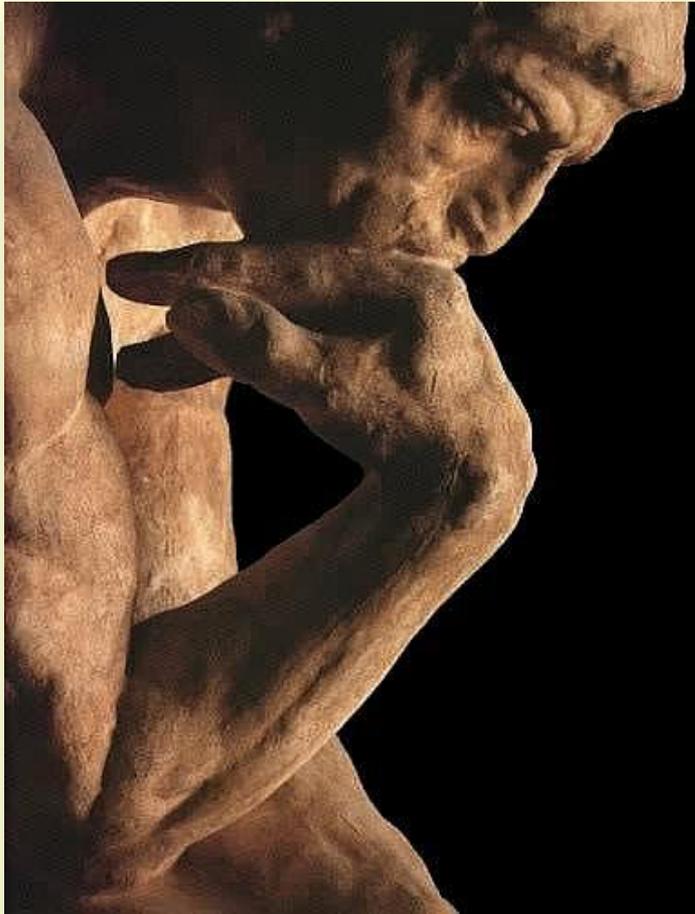
# Using Neuroscience to Understand Decision Making



**Scott Huettel**  
**Duke University**



# Rational Choice Models

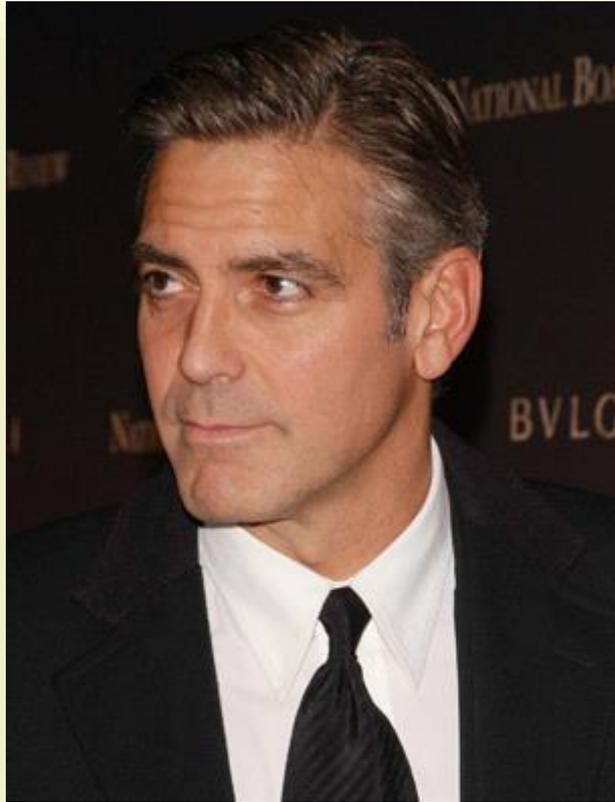


***Homo Economicus.***

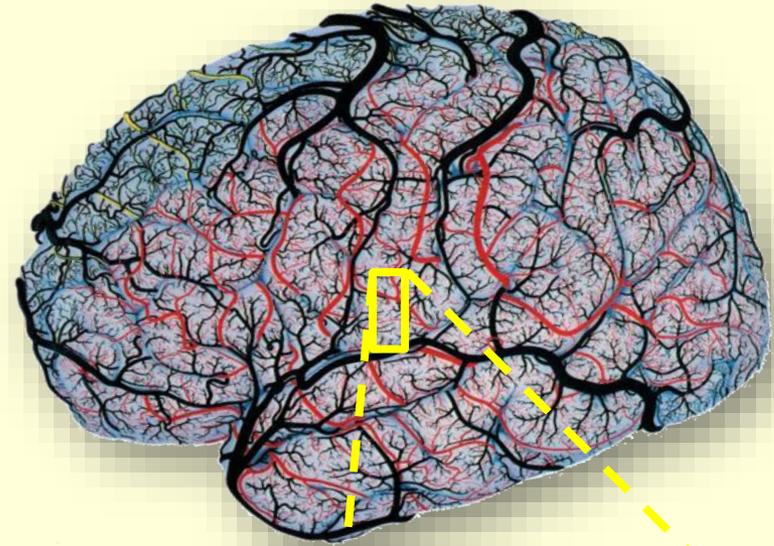
**Decisions are rational, self-interested, foresighted, and emotionless.**

**Decisions involve tradeoffs between different *decision variables*, each exerting *weight* on the choice.**

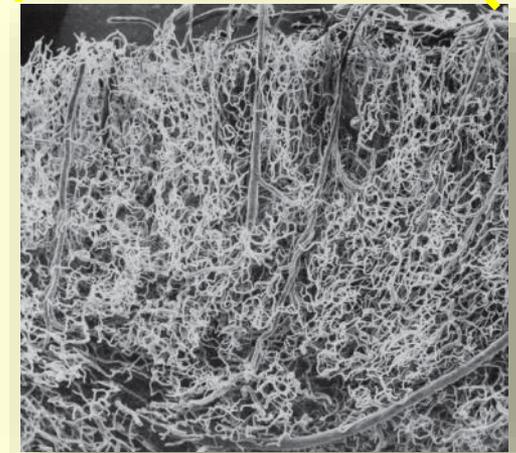
For a typical 5'11", 200 lb male adult...



... the brain weighs only about 4 lbs (2% of body)...



... but takes in about 20% of all the body's energy resources through the vascular system.



**Our brains are not optimizers.**

**They are *simplifiers*...**

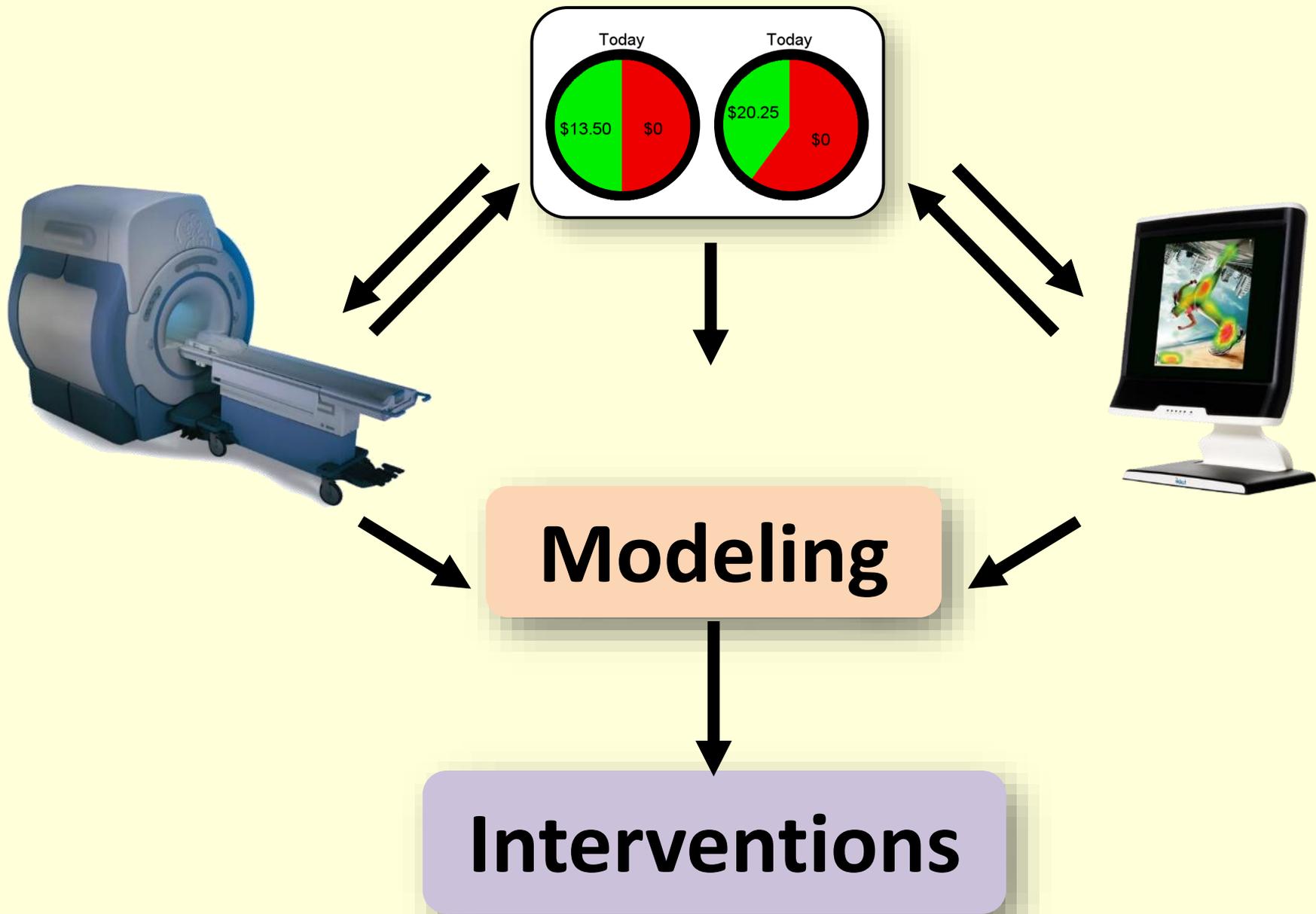


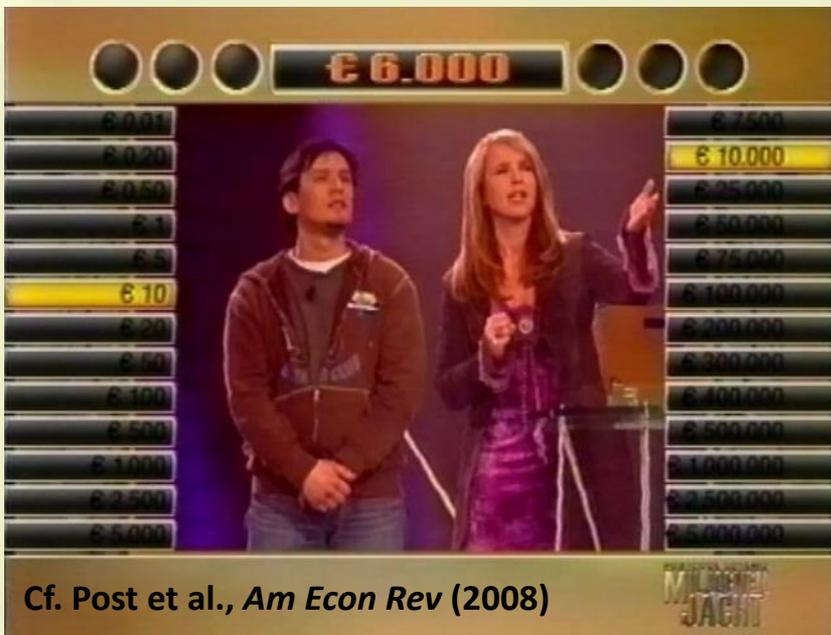
**... *predictors*...**



**... and  
*strategists.***





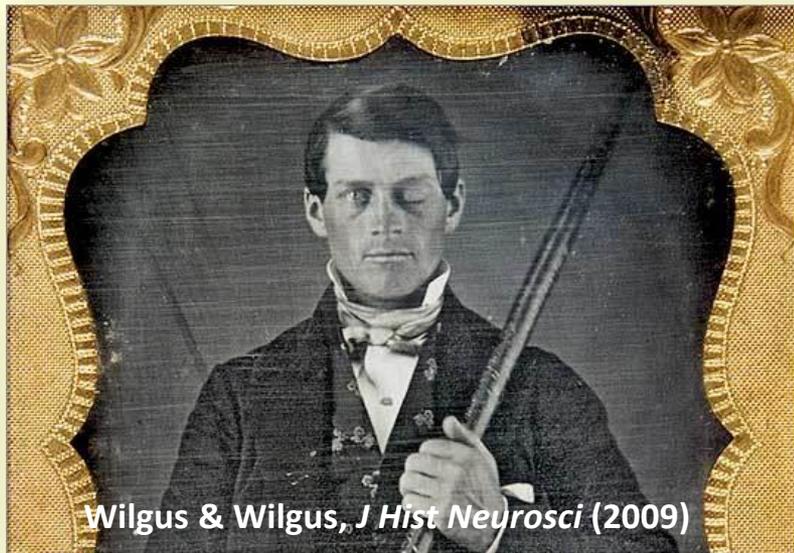


Cf. Post et al., *Am Econ Rev* (2008)

**“Should I play it safe or gamble?”**



**“Should I risk my life to save him?”**



Wilgus & Wilgus, *J Hist Neurosci* (2009)

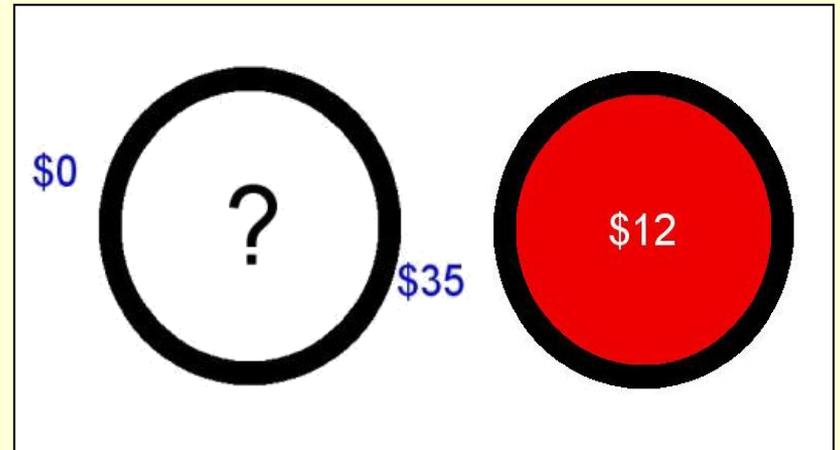
**“How should I act if I want others to help me?”**

# Risk and Ambiguity

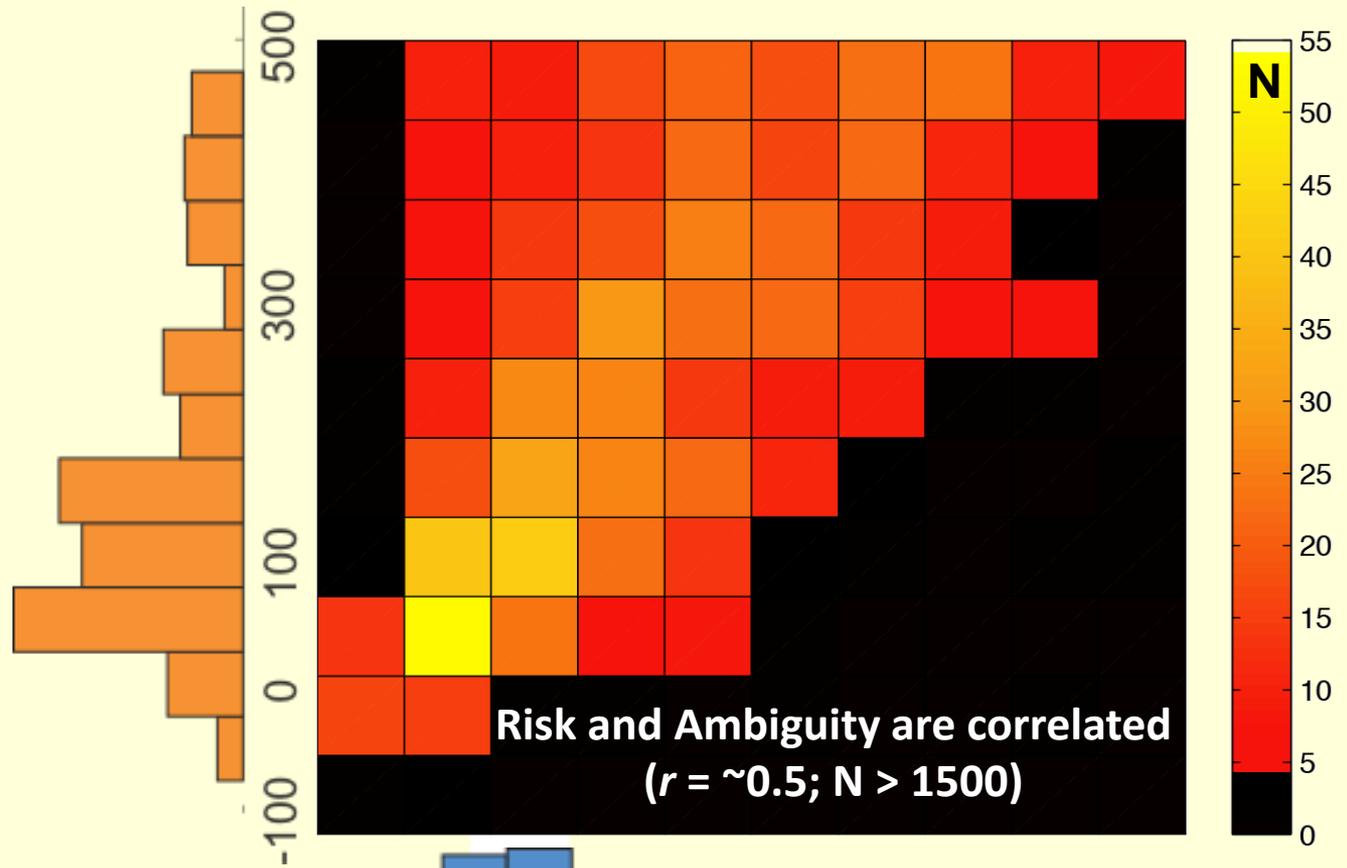
# Risk: Known Probabilities



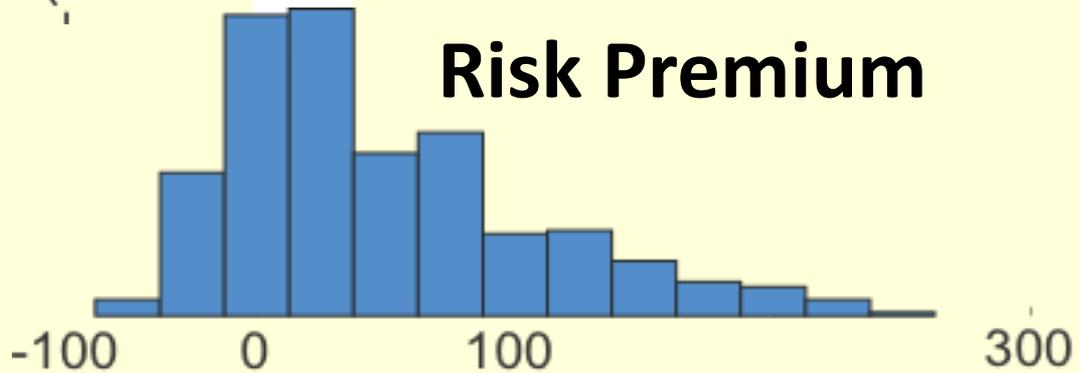
# Ambiguity: Unknown Probabilities

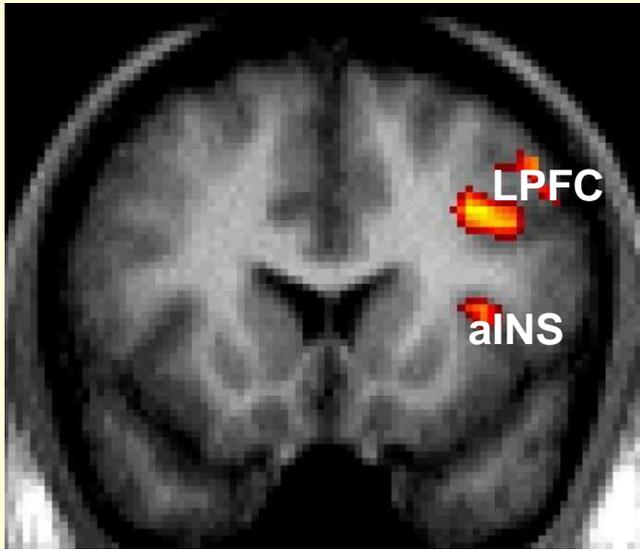


# Ambiguity Premium



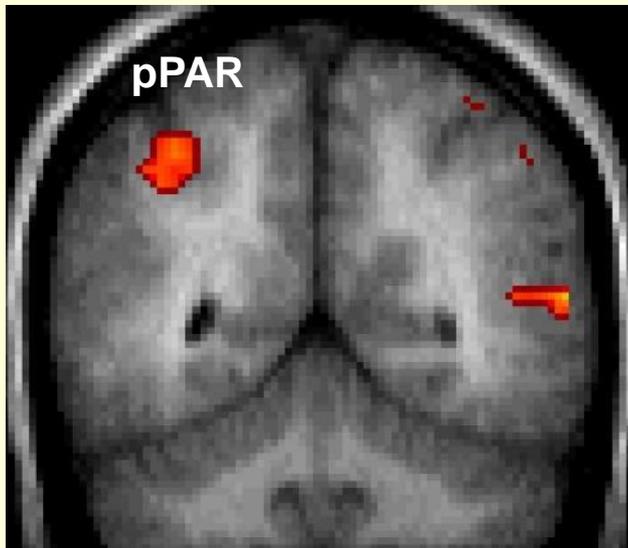
# Risk Premium





A specific set of brain regions are more engaged when decisions involve ambiguity as opposed to certainty or risk.

These include the lateral prefrontal cortex (LPFC), the anterior insula (aINS) and the posterior parietal cortex (pPAR)



Huettel et al. (2006, *Neuron*)

# What Shapes Risk Preferences?

- Sex/Gender: Male vs. Female?
- Traits: General vs. Domain-Specific?
- Recent Sleep: Rest vs. Deprivation?
- Age: Younger vs. Older Adults?

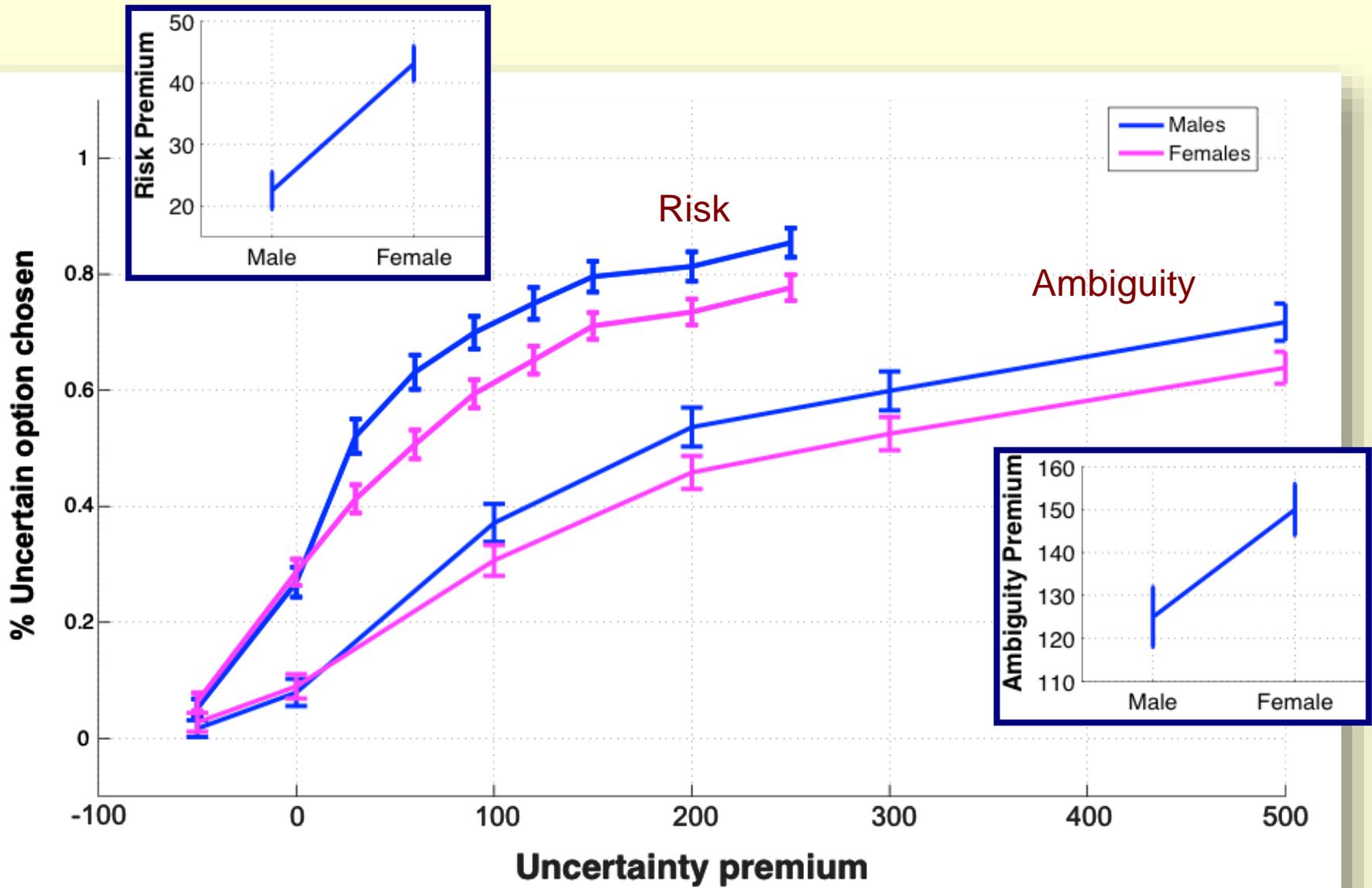
## Take-Home Message:

**Risk preferences aren't fixed and immutable; people make different decisions in different contexts.**

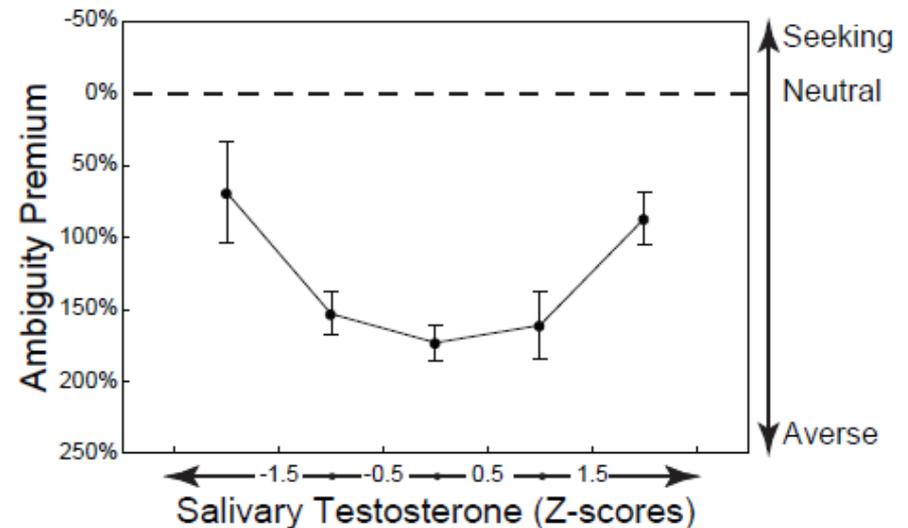
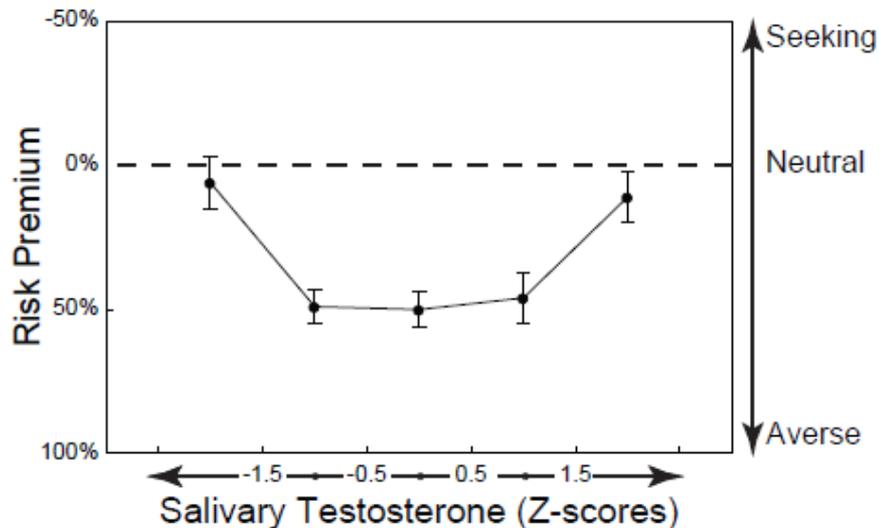
**Stereotypically, men are risk seekers,  
possibly because of their high  
testosterone.**

**Stereotypically, women are risk avoiders.**

**What do the data say?**



We measured **salivary testosterone levels** in a sample of ~300 men and women.



Both high and low testosterone levels were associated with decreased uncertainty aversion.

Stanton et al. (2011, *Psychological Science*)

**Some people are just “risk seekers” and others are just “risk avoiders”.**

**Right?**



**GAMBLING**



**SOCIAL**



**HEALTH**

Different domains of risk preferences are largely uncorrelated.



**RECREATIONAL**



**INVESTING**



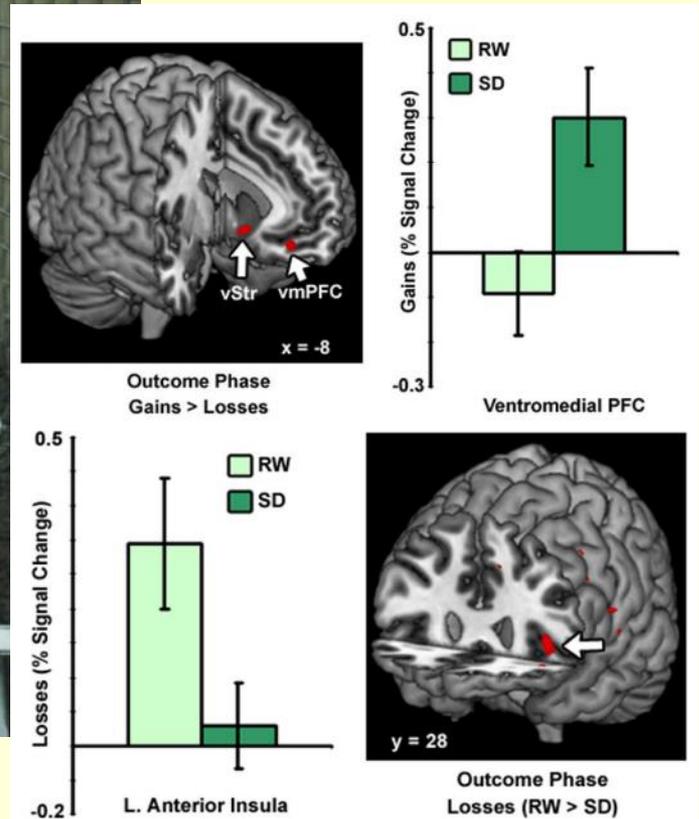
**ETHICAL**

**Sleep deprivation is bad for decisions  
because it slows processing and  
diverts attention.**

**Right?**

Sleep deprivation slows decision making.  
(1 night suffices)

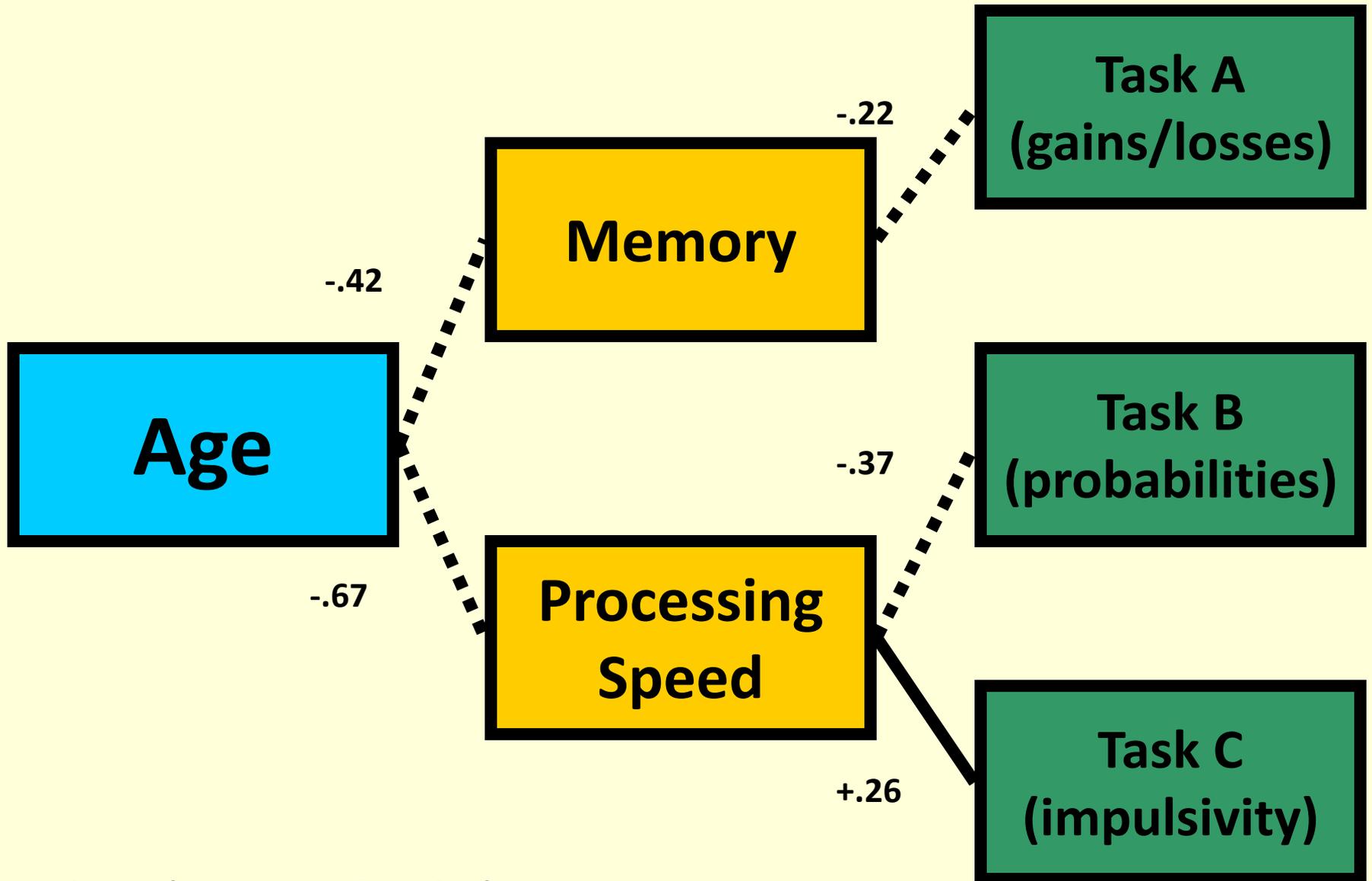
Sleep deprivation changes the processing of good/bad outcomes.



Venkatraman (2011, *J Neurosci*)

**As people age, they move from being risk-seeking (in adolescence) to risk-neutral (in adulthood) to risk-averse (in older age).**

**Right?**



Henninger (2011, *Psych Aging*)

# What Shapes Risk Preferences?

- Sex/Gender: Male vs. Female?
- Traits: General vs. Domain-Specific?
- Recent Sleep: Rest vs. Deprivation?
- Age: Younger vs. Older Adults?

## Take-Home Message:

**Risk preferences aren't fixed and immutable; people make different decisions in different contexts.**

# Social Decisions

# Why should we care about *social* decisions?



# Give Blood, Save Lives

Next Duke blood drive June 15

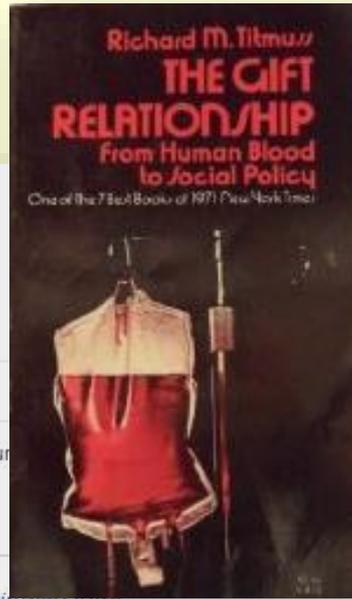
TOPICS FOR THIS STORY: [NEWS RELEASES](#)

June 9, 2010 | Marsha Green

print | Like Be the first of your friends to like this

ARTICLE

**Editor's Note:** This article originally appeared in [Working@Duke](#).



Durham Regional medical technologist David Clapp has a goal of donating blood 100 times.

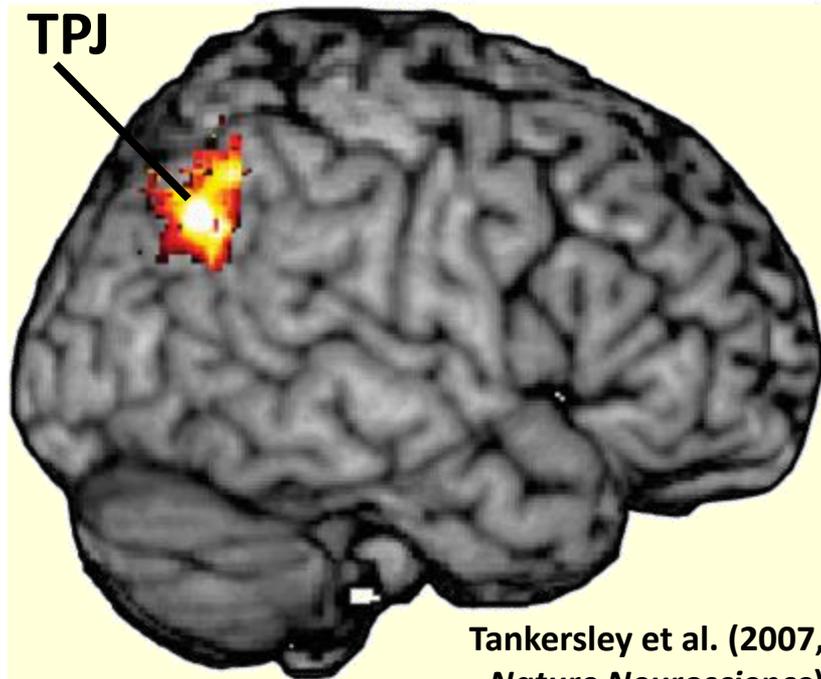
David Clapp settled into a reclining chair with a crossword puzzle in his left hand and his sleeve rolled up to reveal veins in his right arm.

"I've given blood close to 90 times," said Clapp, a medical technologist II at Durham Regional Hospital.

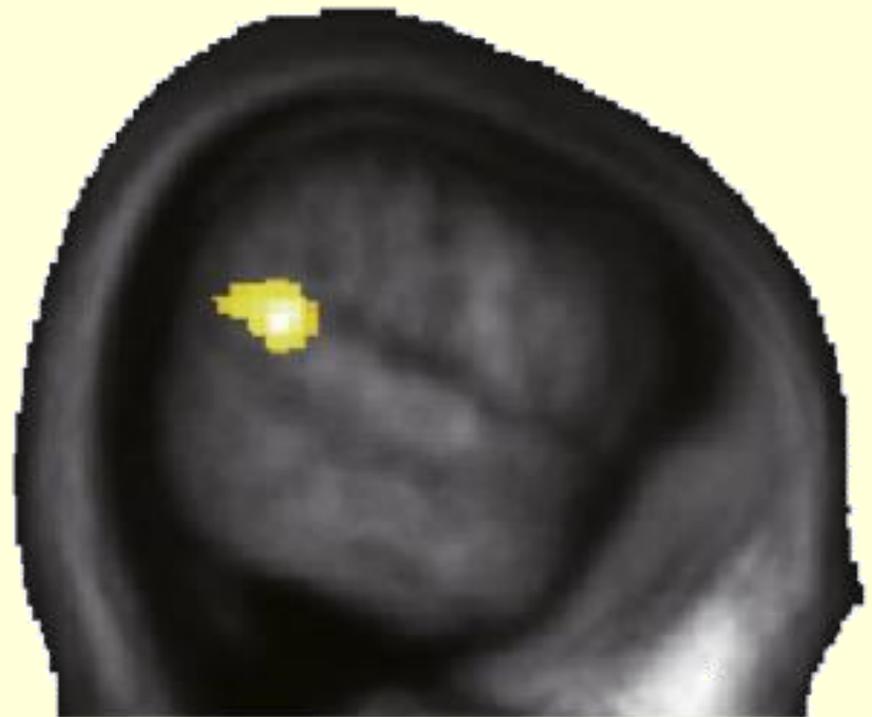
"It's easy."



# Are social decisions *special*?

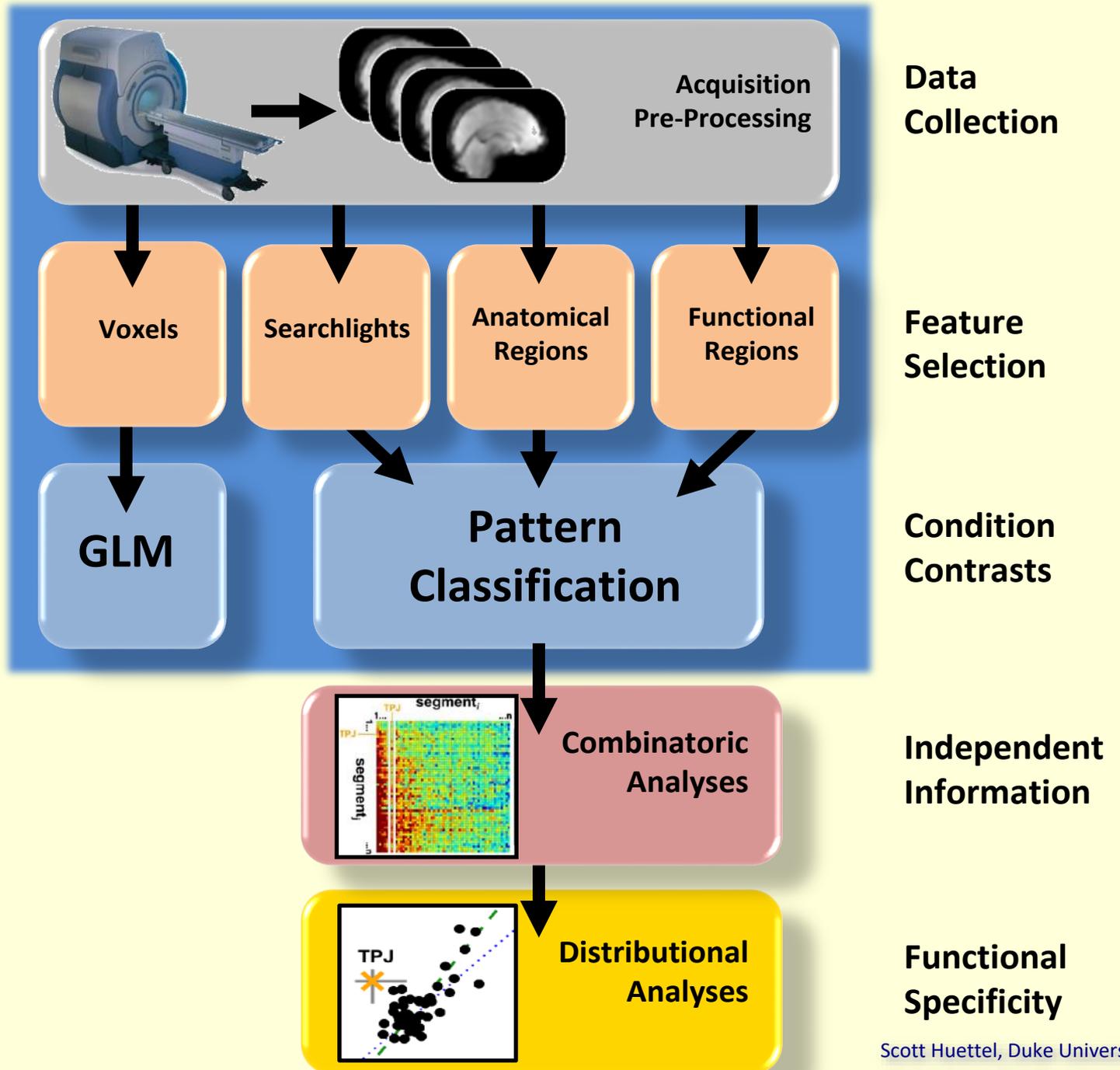


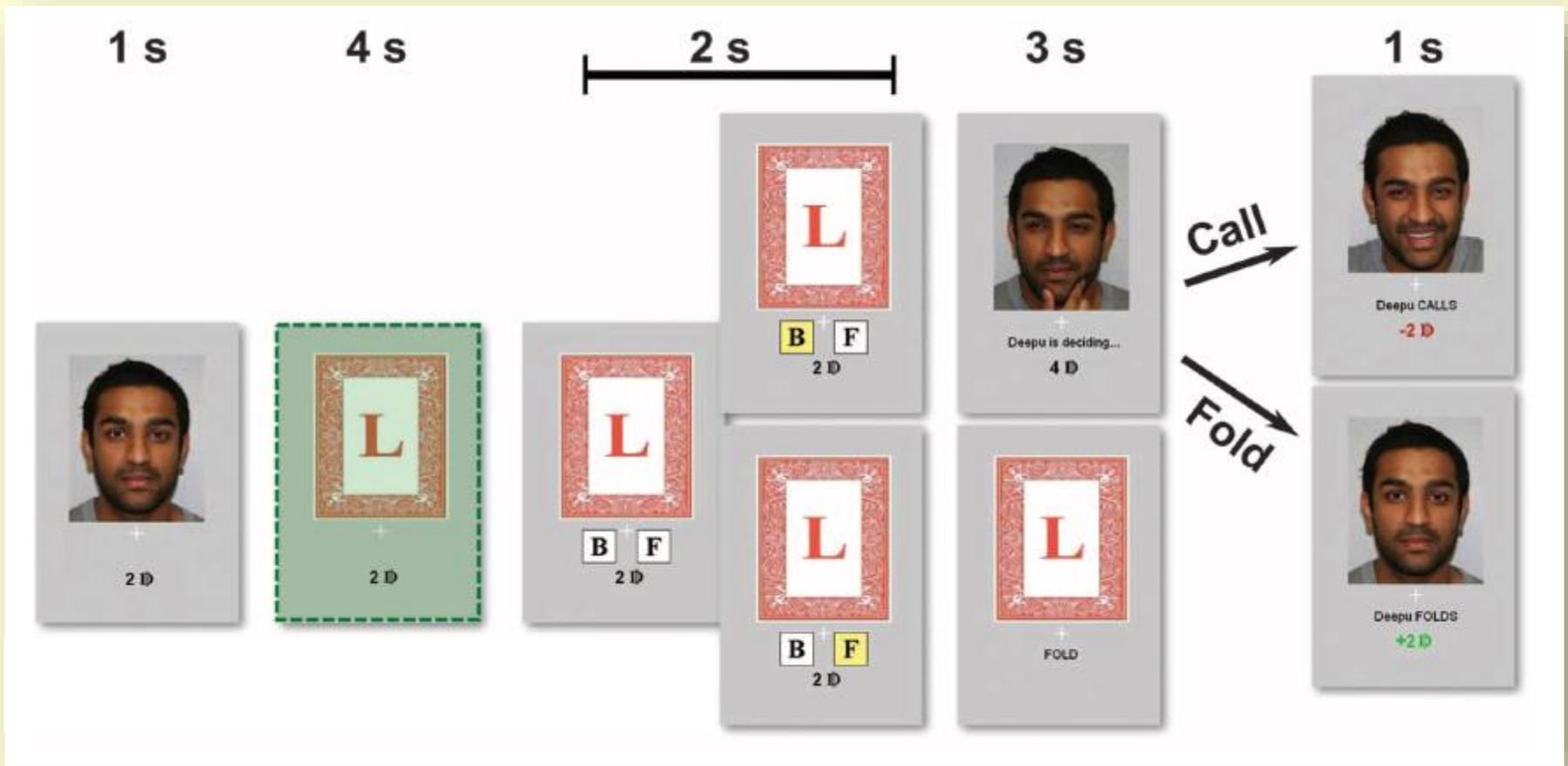
**Activation in TPJ is associated with detecting another's actions predicts self-reported altruism.**



**Gray matter volume in TPJ is associated with altruistic actions in economic games, when one faces advantageous inequality.**

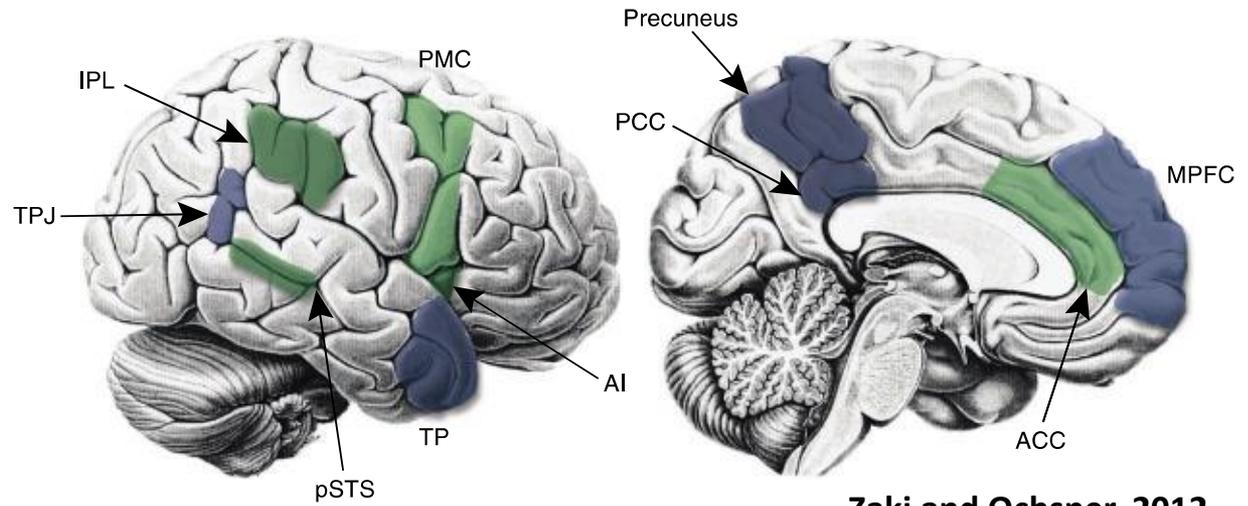
**How can we identify brain processing that is *specific* to social decision making?**



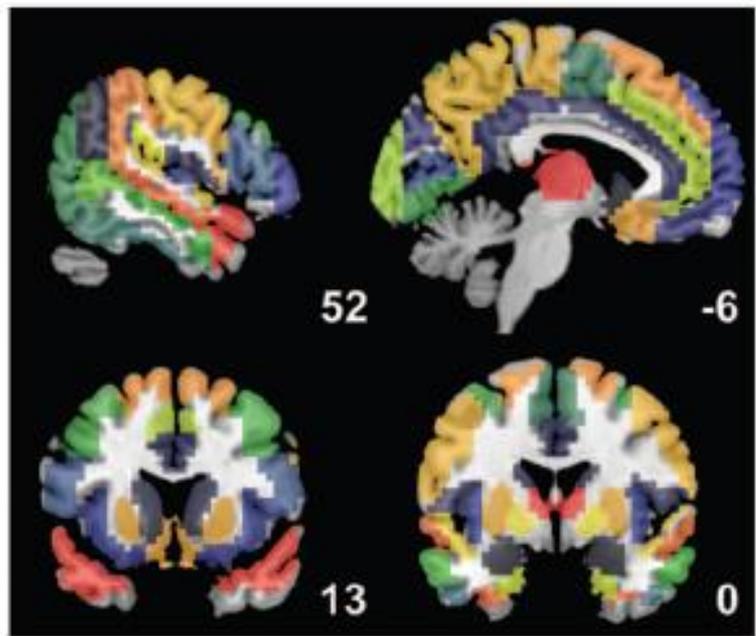


Carter et al. (2012, *Science*)

There are specific regions associated with the “social network”...



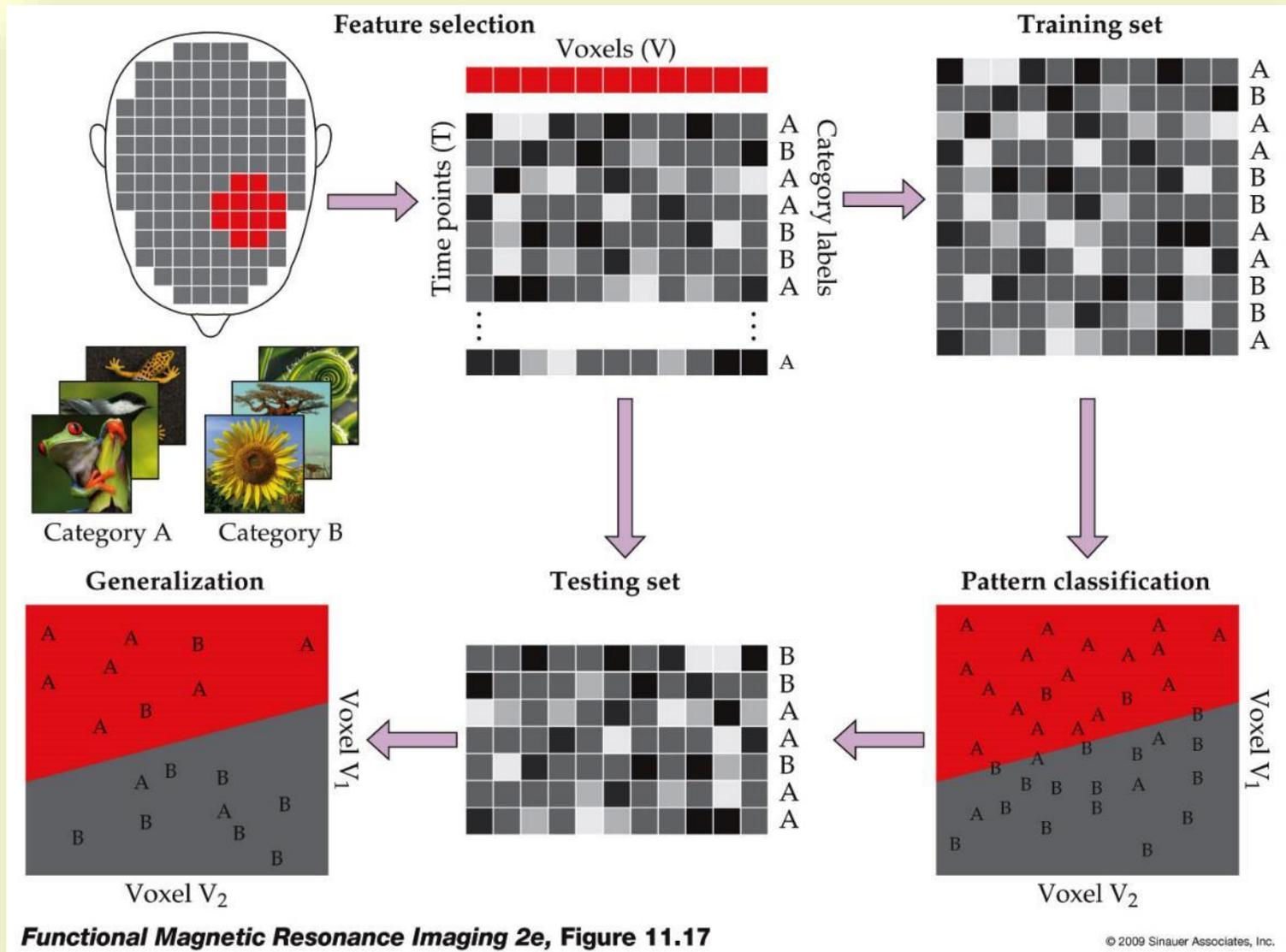
Zaki and Ochsner, 2012



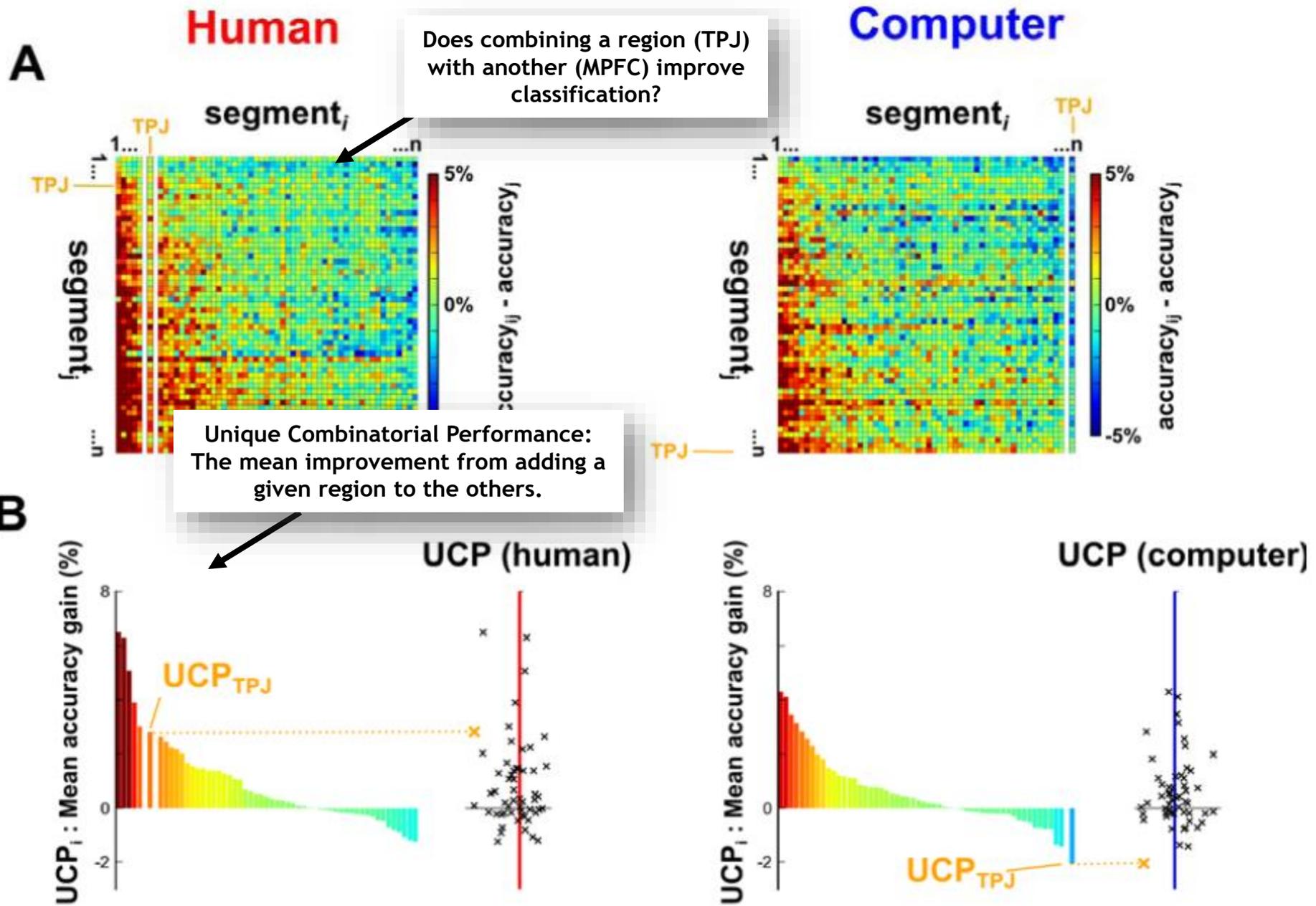
The brain was partitioned into separate regions, so that those regions' independent contributions could be identified.

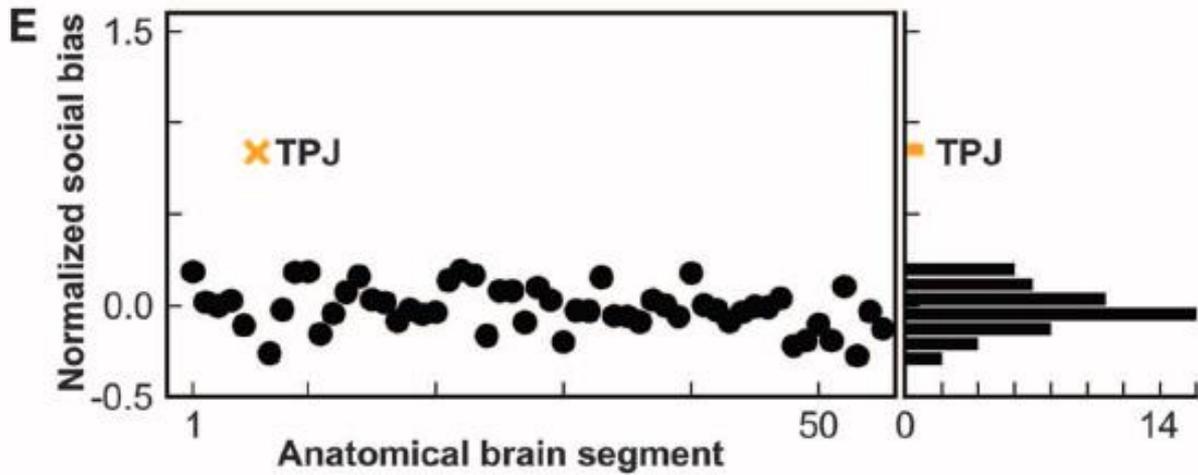
See also Clithero et al. (2011A, 2011B, *NeuroImage*)

# Multi-Voxel Pattern Analysis

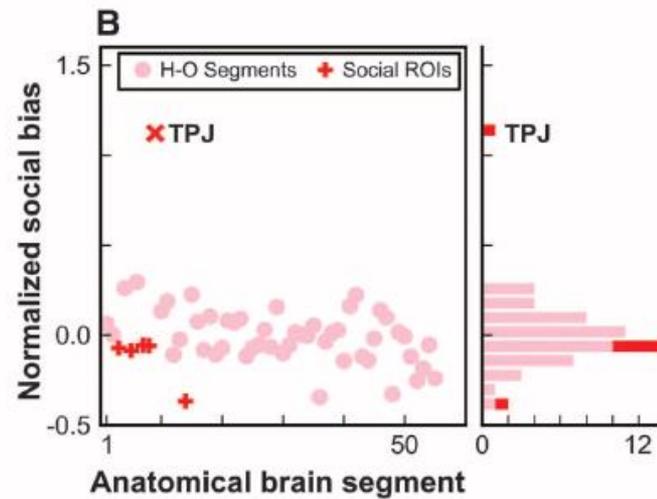
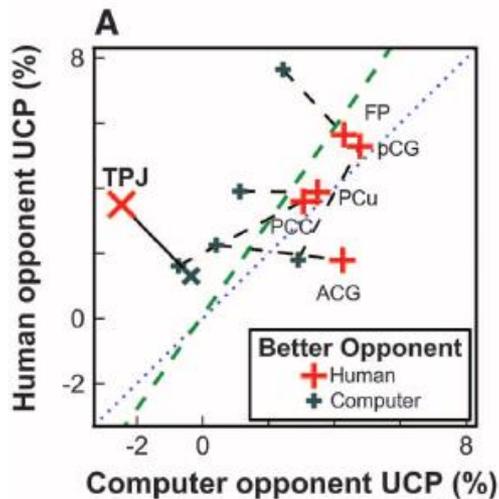


© 2009 Sinauer Associates, Inc.





Strong selectivity of the TPJ across the set of participants...



... but the effect was present selectively in those participants who thought that the human was a better opponent.

## Take-Home Messages:

When people enter a *social* setting, the processes of decision making change.

People start tracking a different *currency*.

# Two Currencies (to Track)



**Rewards (Economic/Extrinsic)**



**Reputations (Social/Intrinsic)**

**Neuroscience can  
inspire behavioral  
interventions.**

Members of one social group helping someone outside their group.



Members of one social group harming someone outside their group.

(lovable lil' scamps!)

# The Dictator Game



**You\***



**Recipient**

**\$20**



**\$0**

\*may not actually be you.

Lee, Kranton, Huettel (in prep)

Ingroup

Outgroup

Categorical

You have 100 points

Group: own

I think gay marriage should be legally recognized

You have 100 points

Group: other

I think gay marriage should not be recognized

Individuated

You have 100 points

Group: own

When I was little I wanted to be a teacher

You have 100 points

Group: other

When I was little I wanted to be an astronaut

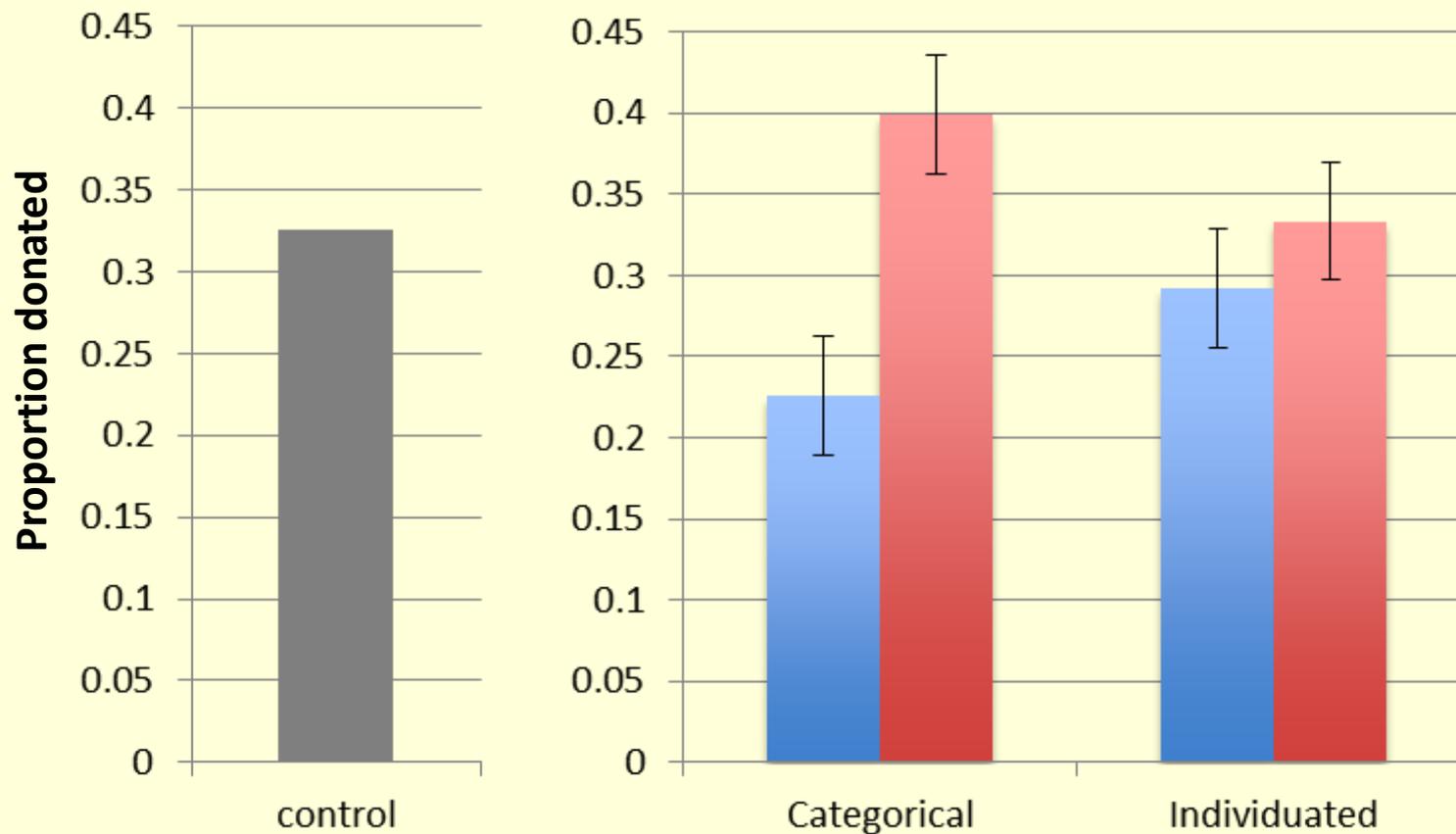
**Political Group**



within-subjects,  
order counterbalanced

**Minimal Group**





Interaction:  $F(1, 75) = 35.63, p < 10^{-7}$

(N = 76; all results fully replicated in second experiment w/N=75)

(effect holds for minimal groups;  $p < 10^{-5}$ )

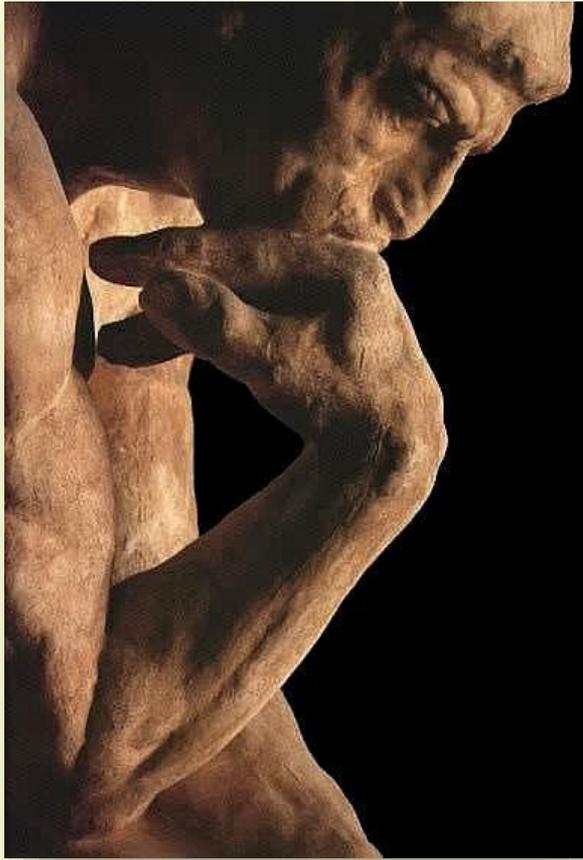


Individuation humanizes.  
We see an individual.  
We learn how they are like us.  
Prosociality increases.

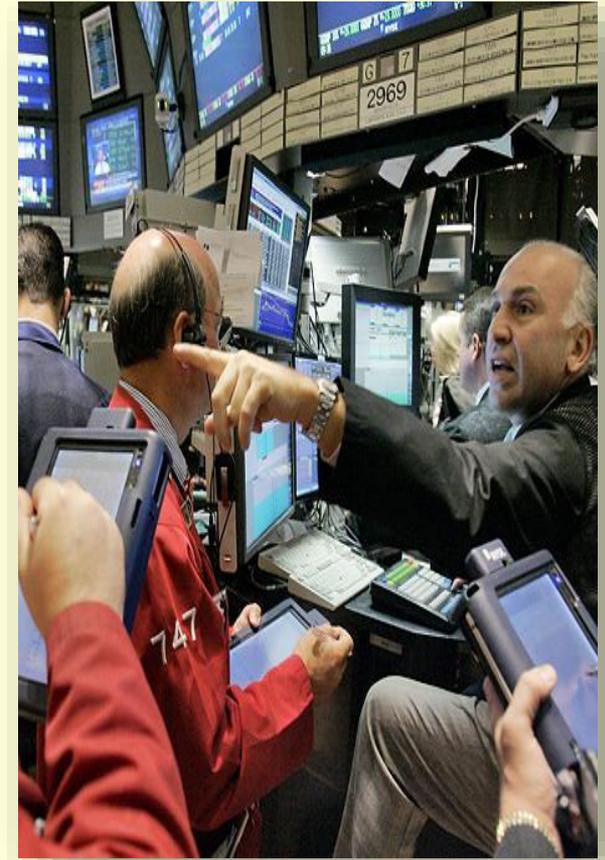


Individuation humanizes.  
We see an individual.  
We learn how they are not like us.  
Prosociality decreases.

© ITV News



***Homo Economicus.*** Decisions are rational, self-interested, foresighted, and emotionless.



***Adaptive Flexibility.*** Decisions result from interactions of a wide range of brain systems, each supporting a different sort of process.