Truth Telling Chi Ku

Ice Breaker

- Do you think you should tell the truth? Why?
- Do you try to tell the truth?

Reference

• Preferences for Truth-Telling: Johannes Abeler et al, University of Oxford.

The integrity of the upright guides them, but the unfaithful are destroyed by their duplicity.

Proverbs 11:3 | NIV | reliability

To do what is right and just is more acceptable to the Lord than sacrifice.

Proverbs 21:3 | NIV | righteousness sacrifice

If we claim to have fellowship with him and yet walk in the darkness, we lie and do not live out the truth.

<u>1 John 1:6 | NIV | sin truth lying</u>

Give to everyone what you owe them: If you owe taxes, pay taxes; if revenue, then revenue; if respect, then respect; if honor, then honor.

Romans 13:7 | NIV | money awe debt

A perverse person stirs up conflict, and a gossip separates close friends. Proverbs 16:28 | NIV | cossip friendship lying Blessed are the pure in heart, for they will see God. Matthew 5:8 | NIV | blessing heart

Do your best to present yourself to God as one approved, a worker who does not need to be ashamed and who correctly handles the word of truth.

2 Timothy 2:15 | NIV | truth work

Be still before the Lord and wait patiently for him; do not fret when people succeed in their ways, when they carry out their wicked schemes. Psalm 37:7 | NIV | life patience

But the wisdom that comes from heaven is first of all pure; then peace-loving, considerate, submissive, full of mercy and good fruit, impartial and sincere. James 3:17 | NIV | peace wisdom Ill-gotten treasures have no lasting value, but righteousness delivers from death. Proverbs 10:2 | NIV | money righteousness

Experimental Setups

- Recruit a group of subjects.
- Each subject rolls a dice and record the outcome but the experimenter is not informed about the outcome.
- The experimenter only knows the distribution of the dice outcomes.
- Each subject reports to the experimenter and is rewarded based on what he/she reported.

• A significant portion of the subjects did not report the outcome with highest reward.

Reported outcomes spread over several states.

• The probability of reporting an outcome is weakly proportional to its payoff.

• Some non-maximal payoff outcomes were reported more often than their true probability.

 When the probability of high payoff outcome increases, the probability of reporting high payoff outcome increases more than the increase in actual probability.

 Changing the belief about how other people would report does not affect how this subject would report.

• Making the report verifiable greatly affects how people report.

Most Likely Hypothesis

- There is a cost associated with feeling anxious about lying.
- There is a cost associated with feeling anxious about being regarded a dishonest.

Explanation

- This hypothesis could be supported by:
 - Authorities often impose some penalty on some one caught lying.
 - The society normally has less respect for people with no integrity.

What I learned

- According to this model, when a person faces a decision with a payoff that is much larger than his/her costs associated with anxiety of lying and being seen as dishonest, he/she is likely to lie.
- For example, some people lie about their true belief about global warming in order to save their jobs.

What I learned

- An alternative behavior model would be to maximize benefits. That is to be honest only when it yields the largest expected gain.
- But, the world is so complex that only God knows how the future would evolve; therefore, how to quantify gains for different actions.
- For example, home buyers face the decision of whether to exaggerate income in order to qualify for a bigger house purchase.

What I learned

- My hypothesis is that God created this world in such a way that lying is a dominated strategy. That is: there is always a better solution to the problem that does not require lying.
- This is because truth telling facilitates transparency which induces confidence and enables better planning.
- For example, instead of lying about your true career interest during a job interview, you could emphasize how your inclination could be valuable to the potential employee.

Application

 What would you do when your peers are getting ahead of you by cheating?

Lying and Tragedy of Commons

 Lying and the "tragedy of commons" are closely related in that it is often that a single person truth-telling loses more when others are lying; while a single person lying gains more when others are truth-telling.