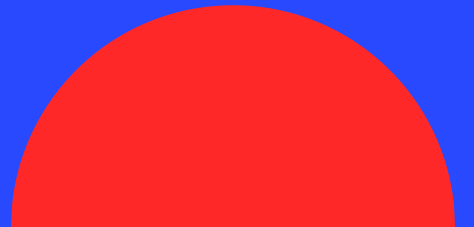
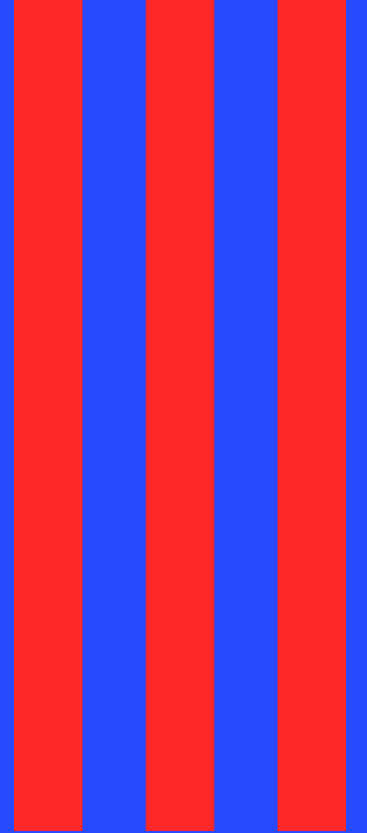


# **Computational and neurobiological foundations of leadership decisions**



# Executive summary

Leadership is a crucial aspect of society, influencing decisions from battlefield strategies to everyday choices like selecting a school. However, research into leadership often lacks exploration of its underlying mechanisms, particularly from computational and neurobiological perspectives. Edelson et al. have uncovered that the decision to lead is rooted in a metacognitive process, with individuals displaying varying degrees of "responsibility aversion." This aversion correlates with lower leadership scores, indicating a reluctance to assume responsibility for others' outcomes. Through a combination of decision paradigms, computational modeling, and neuroimaging, they reveal that responsibility aversion stems from a heightened need for certainty in choosing the best course of action when others are affected. The study also highlights the importance of dynamic brain interactions, particularly involving regions like the medial prefrontal cortex, superior temporal gyrus, temporal parietal junction, and anterior insula, in understanding leadership decisions and individual differences in responsibility aversion. These findings not only shed light on the psychological and neural underpinnings of leadership but also have implications for predicting leadership tendencies and performance.



# BACKGROUND

Leadership pervades various aspects of society, from military strategies to everyday decisions. Central to leadership is the assumption of responsibility for others' outcomes. Roles such as prime ministers, generals, managers, teachers, and parents all involve elements of leadership and responsibility.

Identify the underlying mechanisms driving the choice to assume leadership roles.

Employ interdisciplinary approaches combining behavioral, computational, and neurobiological methods.

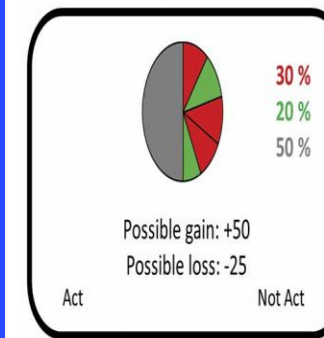


# Experiments

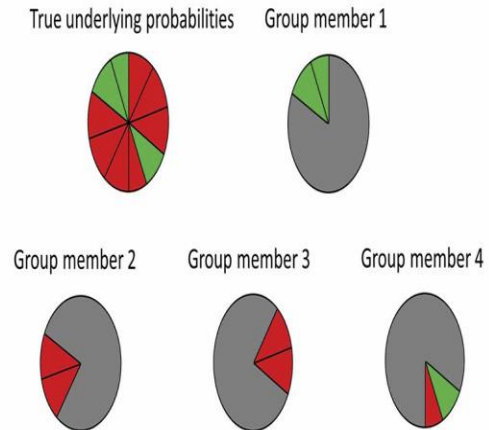
## Baseline Trials

The paper describes an experiment aimed at discerning whether decisions to lead others stem from changes in basic preferences over risk, loss, or ambiguity, or if responsibility itself influences choices through a distinct mechanism. Participants were grouped and underwent an affiliation enhancement phase. Subsequently, each participant completed a baseline choice task independently. This task involved deciding whether to accept or reject gambles with varying probabilities of gains and losses, including trials with known and ambiguous probabilities. The experiment aimed to differentiate individuals' attitudes toward pure risk versus ambiguity in decision-making.

A Baseline Trials



C



# Delegation Trial

The paragraph outlines a "delegation task" where participants faced similar gambles as in a baseline task but could choose to lead or defer to the group's decision. This task included "self" and "group" trials, with varying impacts on individual and collective payoffs. To mimic real-life scenarios, each participant received unique information, contributing to the group's overall informational advantage. Participants were informed about this advantage before the task. The incentive to defer increased with ambiguity levels. Participants had to weigh the value of their decision rights against better-informed actions when choosing to lead or defer. The study collected and analyzed choice data from two independent samples, discussing behavioral results across all subjects and focusing on replicated results in the main text.

B

## Group Trials

Outcome affects each group member



30 %  
20 %  
50 %

Possible gain: +50  
Possible loss: -25

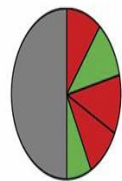
Act

Defer

Not Act

## Self Trials

Outcome affects yourself alone



30 %  
20 %  
50 %

Possible gain: +50  
Possible loss: -25

Act

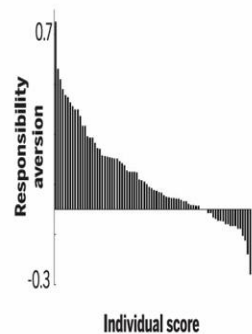
Defer

Not Act

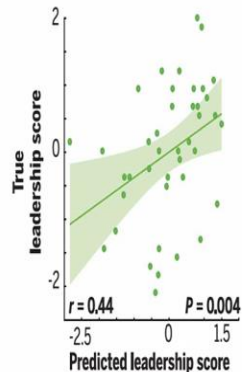
# Results

In exploring collective judgment, individuals who highly value maintaining private decision rights tend to display lower deferral rates in self trials compared to those who don't. Participants generally preferred maintaining control over their outcomes in self trials despite the informational advantage of deferring. However, this preference for control didn't correlate with individual leadership scores. The desire to control outcomes for the entire group may better reflect real-life leadership measures. Interestingly, preferences for control in group trials also didn't correlate with leadership scores. This indicates that other motivational forces might be at play. One potential factor is responsibility aversion, where individuals tend to avoid responsibility for others' outcomes. Participants who showed less responsibility aversion tended to have higher leadership scores. This association was also observed in real-life expressions of leadership behavior. These findings suggest that responsibility aversion is a robust predictor of leadership and hint at underlying cognitive and neural mechanisms yet to be fully understood.

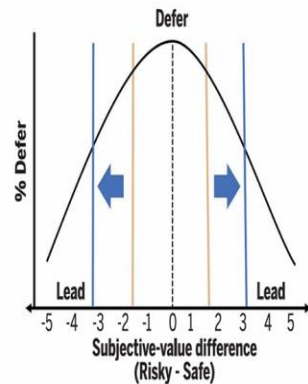
The large majority of subjects display responsibility aversion (each bar represents one subject)



Predictions of leadership scores based on responsibility aversion are correlated with true leadership scores



Delegation of decision-making based on subjective-value differences between the choice options



# Methodology

- Participants were placed in scenarios where they could decide for themselves or delegate decisions affecting group outcomes, allowing researchers to measure **responsibility aversion**.
  - Before the main experiment, participants completed a "baseline choice task" independently.
  - The core of the experiment was the "delegation task." Here, participants encountered similar gambles as in the baseline task but with an added option: they could either make the decision themselves (lead) or delegate the decision to the group (defer).
- Computational models were developed to estimate personal utility and motivations behind leadership decisions.
- Neuroimaging (fMRI) was utilized to explore the neural mechanisms underlying leadership choices, focusing on regions implicated in decision-making and social cognition.
  - This analysis aimed to identify brain regions and networks involved in processing decisions under responsibility and the demand for certainty.



# Responsibility aversion

- Responsibility aversion is a cognitive and behavioral phenomenon identified in the context of leadership as an individual's reduced willingness to make decisions when these decisions affect the welfare of others.
- The study suggests that responsibility aversion is not merely a function of one's basic preferences towards risk, ambiguity, social preferences, or intrinsic valuations of decision rights. Instead, it is driven by a second-order cognitive process that reflects an increase in the demand for certainty about what constitutes the best choice when the welfare of others is affected.
- This phenomenon has significant implications for understanding who is likely to seek out and excel in leadership roles. Individuals with lower levels of responsibility aversion, who are more comfortable making decisions that affect others even under conditions of uncertainty, may be more inclined towards leadership positions and potentially perform better in those roles.



# Responsibility aversion or be reckless??

- Steve Jobs, co-founder of Apple Inc., was known for his visionary leadership and his relentless pursuit of innovation. Jobs' leadership style was characterized by a strong directive approach, where he made key strategic decisions for the company, often pushing his team towards perfection in product design and functionality. This approach, while not directly related to "responsibility aversion," demonstrates a different aspect of leadership decision-making where responsibility is not avoided but embraced with a high level of certainty and control over outcomes.
- In contrast to responsibility aversion, Steve Jobs' leadership exemplified a propensity to make bold decisions despite uncertainties, reflecting a high tolerance for assuming responsibility for others' outcomes (in this case, the company and its customers). While he demanded excellence and made high-stakes decisions, his leadership also involved a deep engagement with the product development process, showing an inclination towards directly shaping outcomes rather than avoiding responsibility.

Management is about persuading people to do things they do not want to do, while leadership is about inspiring people to do things they never thought they could.

— Steve Jobs —

# Key Findings Related to Responsibility Aversion in the Study

**1.Experimental Design:** Participants were placed in scenarios where they could choose between making decisions themselves or delegating these decisions to a group. This setup allowed the researchers to measure participants' responsibility aversion by observing their choices between personal and group impact decisions.

**2.Responsibility Aversion:** The study found a general trend of responsibility aversion among participants. Specifically, many individuals showed a reduced willingness to make decisions in scenarios where the outcomes would affect others (group trials) compared to decisions affecting only themselves (self trials).

**3.Correlation with Leadership:** Interestingly, the degree of responsibility aversion was negatively correlated with individuals' leadership scores. Those with lower levels of responsibility aversion, meaning they were more willing to make decisions impacting others, had higher leadership scores.

**4.Neurobiological Insights:** The neuroimaging part of the study highlighted specific brain regions involved in processing decisions related to responsibility aversion. It provided insights into the neural underpinnings of how people process the added complexity and weight of making decisions that have broader implications beyond themselves.

# Key Discussion Points

- Responsibility aversion as a distinct cognitive process that significantly impacts leadership behavior.
  - This cognitive process can significantly impact leadership behavior by determining who is willing to step up and make critical decisions. Leaders with lower levels of responsibility aversion are more likely to embrace decision-making roles, as they are more comfortable with the uncertainty and the potential consequences of their decisions on others.
- The importance of certainty in decision-making processes, especially in contexts involving others' welfare.
  - Individuals exhibit responsibility aversion because they perceive a higher psychological cost associated with the potential negative outcomes of their decisions on others. This leads to a greater demand for certainty
- The role of specific neural networks in mediating the cognitive processes underlying leadership choices.
  - Regions such as the medial prefrontal cortex (mPFC) and the anterior insula (aIns) are highlighted for their involvement in evaluating the subjective value of decisions and the associated levels of uncertainty or risk.
  - The mPFC, for instance, is implicated in understanding and processing various aspects of decision-making, including evaluating options, outcomes, and their implications for oneself and others. The anterior insula plays a role in emotional responses, particularly those related to risk, uncertainty, and the anticipation of outcomes.

# Limitations and Open Questions

- The study's experimental and computational models are based on simplified scenarios that may not capture all complexities of real-world leadership decisions.
  - The controlled environment of the study, necessary for scientific rigor, might not fully capture the emotional, psychological, and situational pressures leaders face.
- Further research is needed to explore how these findings translate to diverse leadership contexts and populations.
- Open questions include how individual differences in responsibility aversion develop and the potential for training or interventions to influence leadership capabilities.
- The most compelling question raised by the study is whether it's possible to influence or modify responsibility aversion through training or interventions. If responsibility aversion is a learned cognitive process, then identifying strategies to mitigate its impact could enhance leadership development programs.

# Conclusion

As we stand on the threshold of new discoveries, this research beckons us to a future where leadership is not just about making decisions but making them with an informed awareness of their impact on others. It calls upon current and future leaders to embrace responsibility with a deeper understanding of its cognitive and neurobiological underpinnings, ultimately enhancing leadership effectiveness across various contexts.

Let us move forward with the conviction that understanding the foundations of responsibility aversion can transform our approach to leadership. By fostering a culture that values informed and compassionate decision-making, we can cultivate leaders who are not only adept at navigating the challenges of today but are also prepared to lead with integrity and empathy in the complex world of tomorrow."