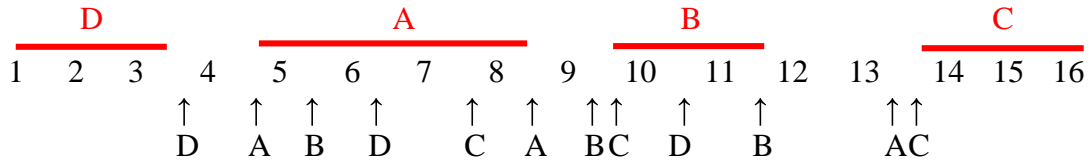


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4. [10] Four players (A, B, C, and D) are fairly dividing some items by the Method of Markers. They have marked the linear array below as shown. Describe the allocation of items to each player and indicate what items, if any, are leftover.



Leftover: 4, 9, 12, 13

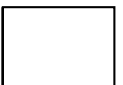
5. [15] Three heirs, A, B, and C inherit two items from their uncle’s estate: a piano and a painting. They decide to divide the items among themselves by the method of sealed bids. Their bids are in the bid table below. Complete the tables below and describe the final settlement, including what cash amounts each player has ultimately paid or gained.

Bids	Players			
Item	A	B	C	High Bidder
piano	\$9,750	\$8,500	\$7,500	A
painting	\$6,000	\$8,000	\$6,750	B
Total Value	\$15,750	\$16,500	\$14,250	
Fair Share	\$5,250	\$5,500	\$4,750	

Allocation				
Player	Item(s)	Value	Share	Put in (Take out)
A	piano	\$9,750	\$5,250	Put in \$4,500
B	painting	\$8,000	\$5,500	Put in \$2,500
C	none	\$0	\$4,750	Take out \$4,750
Surplus				\$2,250
Share of Surplus				\$750

Describe the final settlement for each player below (including cash balance).

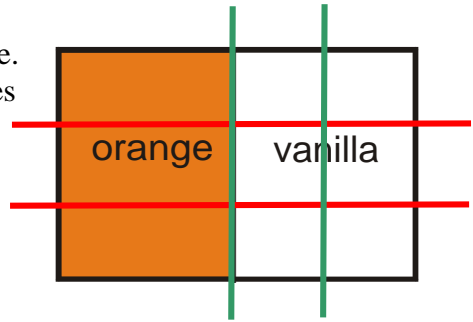
- A: Gets piano and pays $\$4,500 - \$750 = \$3,750$.
 B: Gets painting and pays $\$2,500 - \$750 = \$1,750$.
 C: Gets no item, but get cash $\$4,750 + \$750 = \$5,500$.
 Note that the cash paid and the cash received balance to \$0.



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8. [5] Assume that you like vanilla twice as much as orange. Divide the orange/vanilla cake illustrated into three pieces of equal value to you.

There are many correct answers. Two are shown, one in red (horizontal) cuts and one in green cuts.



9. [15] The legislature of a country has 140 seats to be apportioned among four states A, B, C, and D, in proportion to their populations. The table below shows the populations of the states. Complete the table by filling in **all** unshaded blanks in order to produce a Hamilton apportionment.

State	A	B	C	D	Total	Points
Population	91,542	33,454	147,456	7,548	280,000	2
Standard Divisor	2,000					3
Standard Quotas	45.771	16.727	73.728	3.774	140.000	3
Round Down	45	16	73	3	137	2
Surplus Seats	1	0	1	1	3	2
Hamilton App't	46	16	74	4	140	3

10. [5] In the legislative apportionment for Paradoxia, the states A, B, and C receive the apportionments A – 9 seats, B – 5 seats, and C – 11 seats, using Hamilton’s method with a house size of 150. The house size is increased to 151 but no populations change. When the apportionment is recalculated by the same method, the results are A – 10 seats, B – 4 seats and C – 12 seats. Why is this paradoxical and what paradox does this illustrate?

The paradox is that state B lost a seat even though the populations remained the same and a seat was added to the total. One would expect that B would retain its 5 seats and one lucky state would get the new seat as surplus seats were handed out. This is an example of the Alabama paradox.

