





































The Preference Prediction Problem

- People are not always good at knowing what life in a new state will be like
- □ People adapt and don't always anticipate their adaptation
 - (cf. Brickman, Philip; Coates, Dan; Janoff-Bulman, Ronnie. **Lottery winners** and accident victims: Is happiness relative? *Journal of Personality & Social Psychology. Vol 36(8) Aug 1978, 917-927.*)
- □ There's a difference between prospective valuation of an experience and how we'll remember it



Duration Neglect

(Redelmeier & Kahneman, 1996; Redelmeier, Katz, & Kahneman, 2003)

- □ In 1996, patients undergoing diagnostic colonoscopy rated their discomfort every 60 seconds.
- Immediately afterward and 1 month later, they retrospectively evaluated the procedure.
- □ Retrospective evaluations depended on worst and last moments of discomfort; they did not depend on length of the procedure (which varied from 4-69 minutes)
- □ In 2003, effect verified in an RCT: patients with artificially extended procedures (with less uncomfortable ends) reported significantly better experiences, and had higher rates of repeat colonoscopy.



When do doctors use decision analysis?

- When a decision is:
 - New, uncertain
 - High stakes, resource intensive
 - Amenable to study
- ☐ (At UIC, faculty in Medicine, Pediatrics, and Pharmacy have been involved in published decision analyses)



What else do people do?

- □ When a situation is routine (matches a known pattern), we rely on scripts
- ☐ When a situation is less routine but not high-stakes enough for decision analysis, we rely on judgment
- ☐ Judgment is often based on heuristics (rules of thumb) that are usually good, but ...



"Asian disease problem"

(Kahneman & Tversky, 1984)

□ Imagine that you're preparing for an outbreak of a disease expected to kill 600 people, and you have two options available:

- Program A: 200 people will be saved
- Program B: 1/3 probability that 600 will be saved and 2/3probability that nobody will be saved.



"Asian disease problem"

(Kahneman & Tversky, 1984)

Imagine that you're preparing for an outbreak of a disease expected to kill 600 people, and you have two options available:

- Program C: 400 people will die
- Program D: 1/3 probability nobody will die and 2/3 probability that 600 people will die
- □ But Programs A and C are identical, as are Programs B and D!



Honoring Sunk Costs

(Arkes & Blumer, 1985)

- 85% $\;\square$ As president of a large drug company, you've invested \$10M of company money into researching an HIV vaccine. The project is 90% complete, but another firm has begun marketing a vaccine that is more effective and less expensive than yours. Should you invest the last \$1M of your research funds to completely finish your vaccine?
- 17% As president of a large drug company, an employee has suggested you use the last \$1M of your research funds to completely develop an HIV vaccine. However, another firm has begun marketing a vaccine that is more effective and less expensive that you could make. Should you invest?



Adding Alternatives

(Redelmeier & Shafir, 1995)

- 67-year-old with chronic right hip pain due to osteoarthritis. NSAIDs have failed. You have decided to refer to an orthopedic consultant. The patient agrees.
 - First, however, you check the formulary and find the patient hasn't tried ibuprofen. Do you:
 - refer to orthopedics and also start ibuprofen
 - refer to orthopedics and do not start new medication 53%
 - First, however, you check the formulary and find the patient hasn't tried ibuprofen or piroxicam. Do you:
 - □ refer to orthopedics and also start ibuprofen
 - refer to orthopedics and also start piroxicam
 - refer to orthopedics and do not start new medication 72%



Omission Bias

(Ritov & Baron, 1990)

- $\hfill\Box$ There have been several epidemics of flu, which can be fatal to young children. 10 out of 10,000 children will die from the flu.
- A vaccine eliminates the probability of getting the flu, but can have fatal side effects. The children who die from the side effects aren't necessarily the ones who would die from the flu.
- ☐ You are married and have one child, a one-year old. Your child will have a 10 in 10,000 chance of dying from the flu without vaccination. What overall death rate for vaccinated children would be low enough for you to vaccinate?
- □ (57% would not vaccinate if the vaccine had a 9 in 10,000 death rate)



Intransitivity

(adapted from Tversky, 1969)

	Α	В	C
Personality	Good	Fair	Poor
Appearance	Fair	Poor	Good
Wealth	Poor	Good	Fair

- Many people:
 - Prefer A to B (better on personality, appearance)
 - Prefer B to C (better on personality, wealth)
 - Prefer C to A! (better on appearance, wealth)



Summary of Day 1

- □ Aspects of clinical uncertainty can be quantified, illustrated, and analyzed
 - Risk (outcome probability, evidence-based)
 - Utility (outcome value, preference-based)
- □ Decision analysis suggests choices to maximize expected utility when it counts
- □ In more casual decision-making, we live and die
- http://araw.mede.uic.edu/~alansz/courses/ecpp