An Alternative to the Madisonian Model of Representation: Pluralism & By-Product Representation through Interest Groups

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2 By-Product Group Representation



Reframing Madisonian Representation: Pluralism

Recall that *Madison's Theory of Representation (Primarily in Federalist 10)* posits the following:

- ▶ Human Nature \rightarrow_1 Factions \leftrightarrow_2 Representation
- Where: $\rightarrow_1 =$ Self-interest & $\leftrightarrow_2 =$ Elections
- ► Election & re-election (↔₂) are critical to theory: protects against agency loss by faction (voters)

Recap: Why does no contemporary model buy into Madison's theory of representation as specified?

- Self-interest not enough to form & join groups that advocate political goals (factions)
- Voters have a rational incentive to free-ride off of others and abstain from politics (both in sophistication, i.e. rational ignorance, & participation)

Reframing Madisonian Representation: Pluralism

Pluralism re-frames the Madisonian Theory in the following way:

- Human Nature \rightarrow_1 Factions \leftrightarrow_2 Representation
- \blacktriangleright Where: $\rightarrow_1 =$ Self-interest & $\leftrightarrow_2 =$ Group membership
- The primary mechanism by which you secure representation isn't through elections, but rather through your membership in non-political & political groups
- Pluralism Overview: Representation in government is a by-product of your membership in these groups and these groups fight it out across various points of access in government to secure collective public goods.
- How does this differ from the logic of Madison's model positing the critical representation mechanism of elections?

The Starting Point: Group Membership

Fundamentally, why do people join groups?

- Unless you're a hermit, groups fundamental aspect of societal life and we are motivated by self-interest to join/leave groups in society (*inclusivity & self-correcting nature of group system*)
- Three key motivations by which citizens join groups
 - Economic Reasons
 - Social Reasons
 - Olitical Reasons
- What are some examples of economic, social, and political groups?
 - University of California System/American Bar Association (Economic)
 - Church or Social Fraternity (Social Group)
 - NRA or Sierra Club (Political Groups)
- These groups can be divided into a dichotomy: political groups & non-political groups

By-Product Representation by Groups

- In your estimation, which groups are more common?
- Non-political groups by-far the most common and are key to the pluralist model, given that these groups solve the collective action problem needed to secure public goods through positive inducements
- Positive inducements (selective benefits) are private excludable goods that groups can use to insure that their membership doesn't free-ride and contributes to the organization's procurement of *collective public goods*
- What are some examples?
 - AAA Membership (discounts)
 - UC Davis degree
 - Magazine subscription or something from NPR
 - Even coercion & job provided by labor unions

Groups & Government Influence

- These inducements help build membership base needed to fund lobbying operations needed to influence government policy
- How do these groups of interest influence government policies?
- By definition, government is pluralistic and features multiple points of access
- Groups can lobby & expend resources at various points: congressional committees, lobbying individual members, state legislatures, local school boards, *bureaucracies that implement policies*, etc.
- Public Good: Result of group competition at various points of group access (policy change still subject to transaction costs)

What About Latent Groups?

- What about political & latent groups?
- Large, latent groups, plagued by rational incentive to free-ride in procurement of public goods
- Olson (1965) defines latent groups as large groups without inducements/coercion needed to secure the resources needed to influence government action
- Example of latent group?
 - Migrant Farm Workers of 1960s
 - Civil Rights Organizations
 - LGBTQ Organizations
- Latent groups have political interests, but no way to prevent free-riding and often rely on voluntary contributions to fund their efforts

Small Group Advantage?

- Resources are *non-cumulative*, what does this mean?
- Larger groups & more well-funded groups not necessarily more successful, given multiple points of access, group competition, & inherent status quo bias
- Is there a danger in representation given the inability of large groups with latent interests to overcome collective action problem?
- Small groups of interests, those that are able to monitor members to prevent free-riding, are privileged over large groups and are often better organized
- Gives rise to "special interests" that can either bind together as a coalition of small groups, seeking public goods at the expense of larger disorganized latent groups

Key Points:

- The Pluralist Model of Representation attempts to reframe Madison's Theory of the Republic by switching the mechanism of representation from elected officials to by-product of group representation
- All citizens are motivated by self-interest (social, economic, political) to join groups
- Group system is inclusive and self-correcting; with non-political groups dominating society
- Positive inducements key to giving groups resources to lobby for political representation & lobbying for public goods
- American Political System defined by *multiple points of access* for groups seeking policy influence
- Smaller groups better organized and able to offer positive inducements needed to gain resources for lobby than larger, latent groups