SPRINGER LINK

─ Menu

Search

Cart

Home > Household Economic Behaviors > Chapter

Independent Individual Decision-Makers in Household Models and the New Home Economics

| Chapter | First Online: 01 January 2011

pp 41–56 | Cite this chapter



Household Economic Behaviors

Shoshana Grossbard

Part of the book series: International Series on Consumer Science ((ISCS))

1133 Accesses 13 Citations

Abstract

Much of the recent literature in household economics has been critical of unitary models of household decision-making. Most alternative models currently used are bargaining models and consensual models, including collective models. This paper discusses another alternative: independent individual models of decision-making that do not make any specific assumptions of jointness of decision-making in households. Unitary models are typically associated with Gary Becker, even though most of Becker's own analyses of the family did not use his unitary model.

This is especially the case with the specifically independent individual models presented in his theory of marriage. Decision-making models assuming independent individual household members in the Becker tradition are reminiscent of models of labor markets in which firms and workers are independent decision-makers. As basis for econometric estimations, such models may be preferable to models imposing the structure of a game or a household welfare function.

JEL Code D11 • J00

This is a preview of subscription content, log in via an institution [2] to check access.

Access this chapter

Log in via an institution \rightarrow

- Chapter EUR 29.95
 - Price includes VAT (Poland)
- **∧** eBook

EUR 85.59

Price includes VAT (Poland)

- Available as PDF
- Read on any device
- Instant download
- Own it forever

- Available as EPUB and PDF
- Read on any device
- Instant download
- Own it forever

Buy Chapter→

Buy eBook →

^ Softcover Book EUR 106.99

Price includes VAT (Poland)

∧ Hardcover Book EUR 106.99

Price includes VAT (Poland)

- Compact, lightweight edition
- Dispatched in 3 to 5 business days
- Free shipping worldwide see info
- Durable hardcover edition
- Dispatched in 3 to 5 business days
- Free shipping worldwide see info

Buy Softcover B	Sook→	Buy Hardcover Book→
	Tax calculation will be finalised Purchases are for persona	
Institutional subscriptions →		
Similar content being	y viewed by others	
Handbook of Labor, Human Resources and Population Economics	The New Palgrave Dictionary of Economics	PS.
Behavioral Household Economics	Family Decision Making	ls consumption efficiency within households falsifiable?
Chapter © 2021	Chapter © 2018	Article 25 January 2017

Notes

- 1. The term "unitary" was coined by Browning et al. (1994).
- 2. References to Becker's unitary model can be found in articles on a diverse range of applications of household economics, ranging from labor supply such as Chiappori (1988), Chiappori et al. (2002), Chau et al. (2007) to fertility (including Tiefenthaler 1999; Klawon and Tiefenthaler 2001), care work (e.g., Bergeron 2009), child labor and school attendance such as Emerson and Souza (2007) and demand for pets (see Schwarz et al. 2007).
- 3. The NHE was called "New" to distinguish applications of household economics based on economic analysis from "Home Economics", an academic discipline that was then very popular in USA and focused on the training of high school

students in practical home management skills, including sewing and woodwork.

- 4. Note that Becker (<u>1991</u>) is identical to Becker (<u>1981</u>) except for a new introduction.
- 5. Personal recollection of the author while attending Becker's workshop in the years 1974–1976.
- 6. See Grossbard-Shechtman (2001) for more on the history of the NHE.
- 7. More on these separate models of marriage is found in Grossbard (2010).
- 8. See Grossbard-Shechtman (2003) for models based on that course.
- 9. More on this topic in Grossbard (2010, forthcoming).

References

Anderson, Richard and Michael Grossman. (2009) "Health and the Household" Review of Economics of the Household 7(3):219–226.

Article Google Scholar

Apps, Patricia F. and Ray Rees. 1988. "Taxation and the Household." *Journal of Public Economics* 35:355–369.

Article Google Scholar

Apps, Patricia F. and Ray Rees. (2009), *Public Economics and the Household*, Cambridge: Cambridge University Press.

Becker, Gary S. 1960. "An Economic Analysis of Fertility." In National Bureau Committee for Economic Research, *Demographic and Economic Change in Developed Countries*, a Conference of the Universities. Princeton, N.J.: Princeton University Press.

Google Scholar

Becker, Gary S. 1965. "A Theory of Allocation of Time." *Economic Journal* 75:493–515.

Article Google Scholar

Becker, Gary S. 1973. "A Theory of Marriage: Part I." *Journal of Political Economy* 81:813–846.

Article Google Scholar

Becker, Gary S. 1974. "A Theory of Social Interactions." *J of Political Economy* 82(6): 1063–93.

Article Google Scholar

Becker, Gary S. 1976. "Altruism, Egoism, and Genetic Fitness: Economics and Sociobiology." *Journal of Economic Literature* 14 (3): 817–826.

Google Scholar

Becker, Gary S. 1981. *A Treatise on the Family*. Cambridge: Harvard University Press, first edition.

Google Scholar

Becker, Gary S. 1991. *A Treatise on the Family*. Cambridge: Harvard University Press, second edition.

Google Scholar

Becker, Gary S. 2006 "Working with Jacob Mincer: Reminiscences of Columbia's Labor Workshop" in Shoshana Grossbard (ed.), *Jacob Mincer: A Pioneer of Modern Labor Economics*. New York: Springer.

Google Scholar

Becker, Gary S., Elizabeth Landes, and Robert Michael. 1977. "An Economic Analysis of Marital Instability." *Journal of Political Economy* 85: 1141–88.

Article Google Scholar

Becker, Gary S. and H. Gregg Lewis. 1973. "On the Interaction between the Quantity and Quality of Children." *Journal of Political Economy* 81(2, pt. 2): S279-S288.

Google Scholar

Bergeron, Suzanne. 2009. "An Interpretive Analytics to Move Caring Labor Off the Straight Path" *Frontiers: A Journal of Women Studies* - Volume 30, Number 1, pp. 55-64.

Google Scholar

Bergmann, Barbara R. "Becker's Theory of the Family: Preposterous Conclusions" Feminist Economics 1(1): 141–150, 1995.

Article Google Scholar

Bloemen, Hans G. and Stancanelli, Elena F. G. (2008), "How do spouses allocate time: the impact of wages and income", IZA DP No. 3679, September.

Borjas, George (2009) Labor Economics. New York: McGraw Hill Irwin.

Google Scholar

Browning, Martin, Francois Bourguignon, Chiappori, Pierre-Andre, and Valerie Lechene (1994), "Incomes and Outcomes: A Structural Model of Intra-Household Allocation." *Journal of Political Economy* 102(6): 1067–1096.

Article Google Scholar

Cain, Glen G. (1966) Married Women in the Labor Force: An Economic Analysis. Chicago: U of Chicago Press.

Google Scholar

Cain, Glen G. and Martin D. Dooley (1976) "Estimation of a Model of Labor Supply, Fertility and Wages of Married Women." Journal of Political Economy 84 (4): S179-S200.

Article Google Scholar

Chau, Tak Wai, Hongbin Li, Pak Wai Liu and Junsen Zhang (2007) "Testing the collective model of household labor supply" *China Economic Review* Volume 18, Issue 4, pp. 389–402.

Article Google Scholar

Chiappori, P.-A. (1988). Rational household labor supply. Econometrica 56, 63-90.

Article Google Scholar

Chiappori, P.-A., B. Fortin & G. Lacroix. (2002). Marriage market, divorce legislation, and household labor supply. *Journal of Political Economy*, 110, 37–71.

Chiappori, P.-A., S. Oreffice and C. Quintana-Domeque. (2010). "Fatter attraction: anthropometric and socioeconomic matching on the marriage market" Paper presented at the IFS workshop, London, June.

Google Scholar

Connelly R. and J. Kimmel (2010), "Spousal Influences on Parents' Non-Market Time Choices", *Review of Economics of the Household*, Springer on line first.

Google Scholar

Ehrenberg, Ronald G. and Ronald Smith (2009), *Modern Labor Economics*. Addison-Wesley.

Google Scholar

Emerson, Patrick M. and André Portela Souza (2007) "Child Labor, School Attendance, and Intrahousehold Gender Bias in Brazil" The World Bank Economic Review 2007 21(2):301–316.

Google Scholar

Freiden, Alan. 1974. "The U.S. Marriage Market." In *Economics of the Family*, edited by T.W. Schultz. Chicago: University of Chicago Press.

Google Scholar

Grossbard, Amyra. (1976). "An Economic Analysis of Polygamy: The Case of Maiduguri." *Current Anthropology* 17:701–7.

Article Google Scholar

Grossbard-Shechtman, Amyra. 1984. "A Theory of Allocation of Time in Markets

for Labor and Marriage." Economic Journal 94:863-82.

Article Google Scholar

Grossbard-Shechtman, Shoshana A. 1993. *On the Economics of Marriage*. Boulder, CO: Westview Press.

Google Scholar

Grossbard-Shechtman, Shoshana A. 2001. "The New Home Economics at Columbia and Chicago." *Feminist Economics* 7(3): 103–130.

Article Google Scholar

Shoshana Grossbard-Shechtman (2003). "A Consumer Theory with Competitive Markets for Work in Marriage," *Journal of Socio-Economics*, 31(6): 609–645.

Article Google Scholar

Shoshana Grossbard. (2010). "How 'Chicagoan' are Gary Becker's Economic Models of Marriage?" *J of History of Economic Thought*, 32(3): 377–395.

Article Google Scholar

Grossman, Michael (1976), "The Correlation between Health and Schooling." In *Household Production and Consumption*, edited by N. Terleckyj. New York: Columbia University Press, for the National Bureau of Economic Research.

Google Scholar

Grossman, Michael. (2006) "Household production and health" in Shoshana Grossbard (ed.), *Jacob Mincer: A Pioneer of Modern Labor Economics*. New York: Springer.

Google Scholar

Katz, Elisabeth (1997) "The Intra-Household Economics of Voice and Exit" *Feminist Economics*, Vol 3 Number 3, pages 25–46.

Article Google Scholar

Klawon, Emily and Jill Tiefenthaler (2001) "Bargaining over family size: The determinants of fertility in Brazil", *Population Research and Policy Review*, 20: 423–440.

Article Google Scholar

Keeley, Michael C. 1977. "The Economics of Family Formation." *Economic Inquiry* 25:238–250.

Article Google Scholar

Konrad, Cai and Kjell E. Lommerud (1995). "Family Policies with Non-Cooperative Families." *Scandinavian J of Economics* 97(4): 581–601.

Article Google Scholar

Lundberg, Shelly and Robert A. Pollak. 1993. "Separate Sphere Bargaining and the Marriage Market." *Journal of Political Economy* 101:988–1010.

Article Google Scholar

Manser, Marilyn and Murray Brown. 1980. "Marriage and Household Decision Making: a Bargaining Analysis." *International Economic Review* 21:31–44.

Article Google Scholar

McElroy, Marjorie B. and Mary Jane Horney. 1981. "Nash Bargained Household Decisions: Toward a Generalization of the Theory of Demand." *International Economic Review* 22:333–49.

Article Google Scholar

McElroy, Marjorie B. 1990. "The Empirical Content of Nash-Bargained Household Behavior" *Journal of Human Resources* 25:559–83.

Article Google Scholar

Michael, Robert T. 1973. "Education in Non-Market Production." *Journal of Political Economy* 81(2): 306–327.

Article Google Scholar

Mincer, Jacob. 1962. "Labor Force Participation of Married Women: a Study of Labor Supply," in H. Gregg Lewis (ed.) *Aspects of Labor Economics*. Princeton, N.J.: Princeton University Press.

Google Scholar

Mincer, Jacob. 1963. "Market Prices, Opportunity Costs, and Income Effects," in C. Christ (ed.) *Measurement in Economics*. Stanford, CA: Stanford University Press.

Google Scholar

Mincer, Jacob. 1993. Studies in Labor Supply: Collected Essays of Jacob Mincer, Volume 2. Aldershot, England: Edward Elgar.

Google Scholar

Robbins, Lionel (1930), "On The Elasticity of Demand For Income in Terms of Efforts." *Economica* 10:123–29.

Article Google Scholar

Samuelson, Paul. 1956. "Social Indifference Curves." *Quarterly J. of Economics* 70(1):1–22.

Schwarz Peter M., Jennifer L. Troyer, and Jennifer Beck Walker 2007, "Animal House: Economics of Pets and the Household", *Berkeley Electronics Journal of Economic analysis and policy* 7(1), Article 35.

Google Scholar

Tiefenthaler, Jill (1999). "The Sectoral Labor Supply of Married Couples in Brazil: Testing the unitary model of household behavior." J of Pop Econ 1999 12: 591–606

Google Scholar

Woolley, Frances (1996), "Getting the Better of Becker." Feminist Economics 2:114-120.

Article Google Scholar

Woolley, Frances. (2003), "Control over Money in Marriage." in Shoshana Grossbard-Shechtman (ed.) *Marriage and the Economy*. New York: Cambridge University Press.

Google Scholar

Acknowledgments

I thank the editor, José Alberto Molina, and Elena Stancanelli for helpful comments on the chapter. Conversations with Barry Chiswick and Michael Grossman – two scholars who were part of the development of the NHE – reinforced my view that unitary models played a minor role in the NHE.

Author information

Authors and Affiliations

San Diego State University, San Diego, CA, USA

Shoshana Grossbard

Corresponding author

Correspondence to **Shoshana Grossbard**.

Editor information

Editors and Affiliations

Fac. Cc. Economicas, Depto. Analisis Economico, Universidad Zaragoza, Gran Via 2, Zaragoza, 50005, Spain

J. A. Molina

Rights and permissions

Reprints and permissions

Copyright information

© 2011 Springer Science+Business Media, LLC

About this chapter

Cite this chapter

Grossbard, S. (2011). Independent Individual Decision-Makers in Household Models and the New Home Economics. In: Molina, J. (eds) Household Economic Behaviors. International Series on Consumer Science. Springer, New York, NY. https://doi.org/10.1007/978-1-4419-9431-8_2

DOI Published Publisher Name

https://doi.org/10.1007/978-1- 25 July 2011 Springer, New York, NY

4419-9431-8_2

Print ISBN Online ISBN eBook Packages

Behavioral Science

Behavioral Science and

Psychology (R0)

Pub	lish	with	us
-----	------	------	----

Policies and ethics [2

Search

Search by keyword or author

Navigation

Find a journal

Publish with us

Track your research