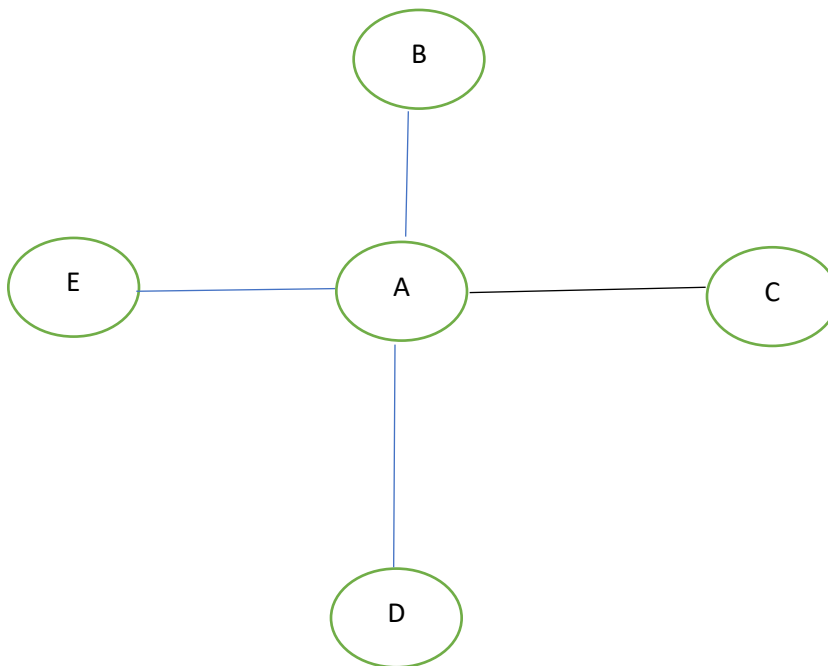


## Lecture 8 measures of centralization for the entire graph

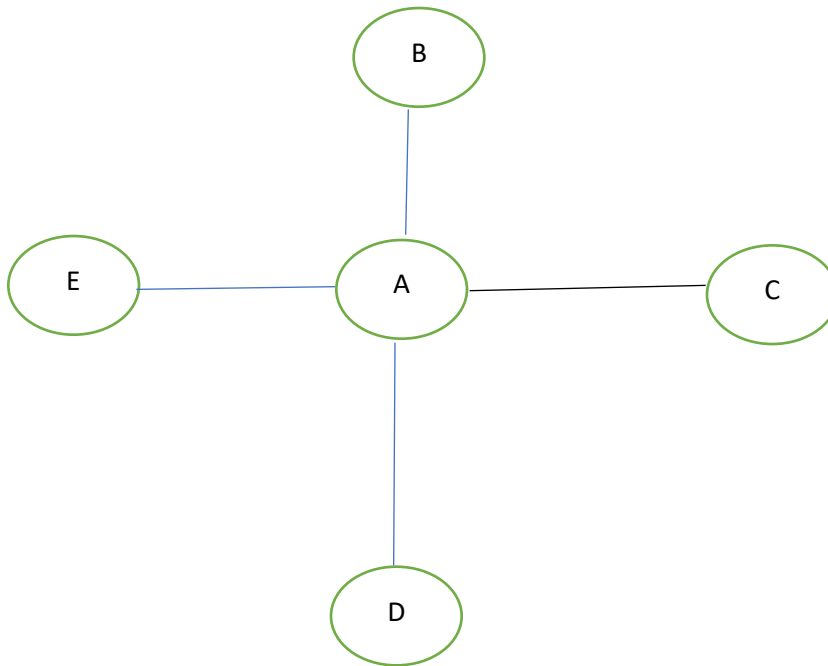
### 1) Computing graph centralization

$$C_D = \frac{\sum(C_D(N^*) - C_D(N_i))}{(N - 1)(N - 2)}$$

### 2) Examples



1)

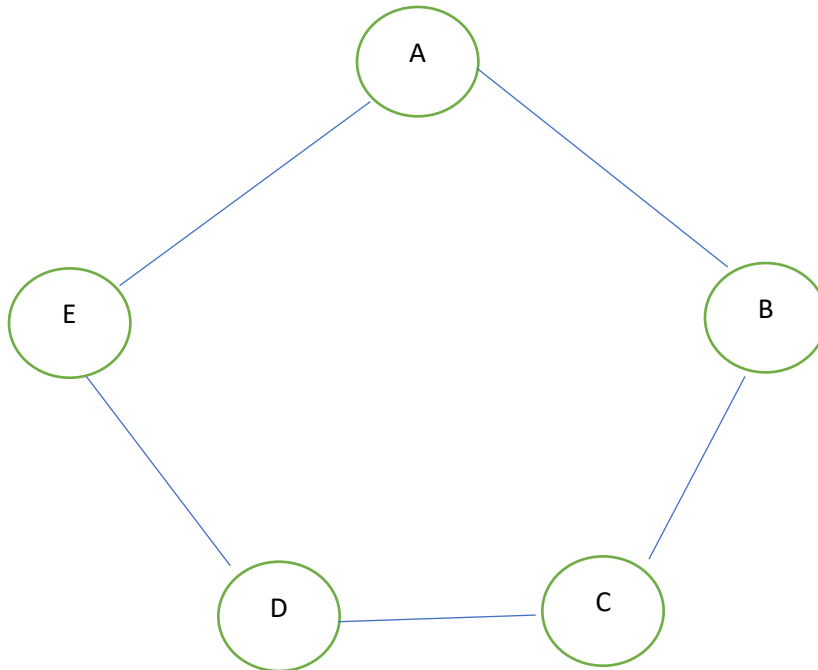


	A	B	C	D	E
A	0	1	1	1	1
B	1	0	0	0	0
C	1	0	0	0	0
D	1	0	0	0	0
E	1	0	0	0	0
CM	4	1	1	1	1

$$C_D = \frac{\sum(C_D(N^*) - C_D(N_i))}{(N-1)(N-2)}$$

$$= \frac{(4-1) + (4-1) + (4-1) + (4-1)}{(5-1)(5-2)} = \frac{12}{12} = 1 \text{ or } 100\%$$

## Example 2



	A	B	C	D	E
A	0	1	0	0	1
B	1	0	1	0	0
C	0	1	0	1	0
D	0	0	1	0	1
E	1	0	0	1	0
CM	2	2	2	2	2

$$\begin{aligned}
 C_D &= \frac{\sum(C_D(N^*) - C_D(N_i))}{(N-1)(N-2)} \\
 &= \frac{(2-2) + (2-2) + (2-2) + (2-2)}{(5-1)(5-2)} = \frac{0}{12} = 0 \text{ or } 0\%
 \end{aligned}$$

$0 \leq \text{degree centralization} \leq 1 \text{ or } 100\%$

Degree centralization measures the extent to which actor degree centrality are different from each other in a given network.

When centralization is closer to 0, the degree centrality among nodes are evenly distributed.

When centralization is closer to 1 or 100%, the degree centrality among nodes are unevenly distributed.