

CSCI 3210: Computational Game Theory

Intro to Computational Social Choice (COMSOC):

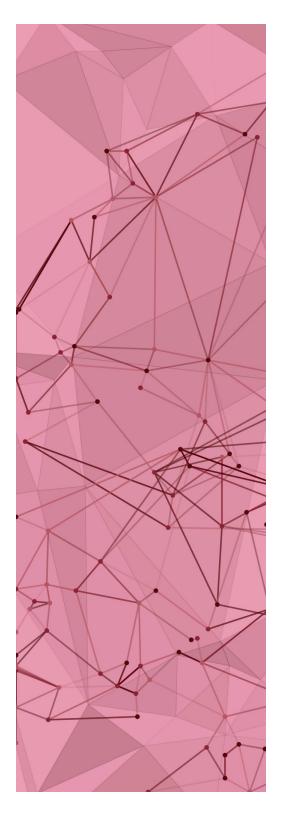
**Fairness** 

Handbook of COMSOC Ch 11, 13

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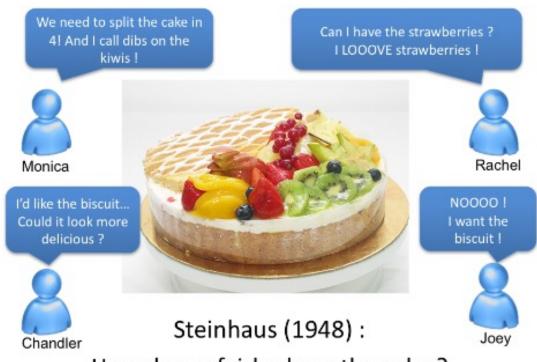
http://mtirfan.com/CSCI-3210

# How to <u>best</u> reconcile conflicting interests of a set of agents?



Cake Cutting Algorithms
Ch 13

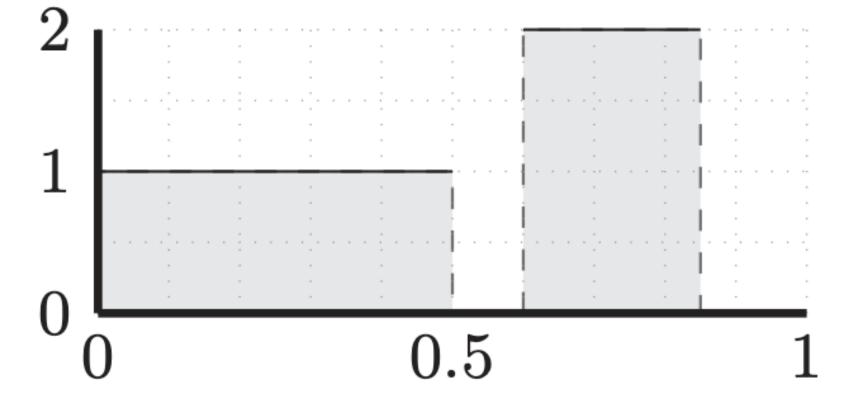
### Cake cutting problem



- How do we fairly share the cake?
- Existence vs computation
- Individual fairness vs social welfare

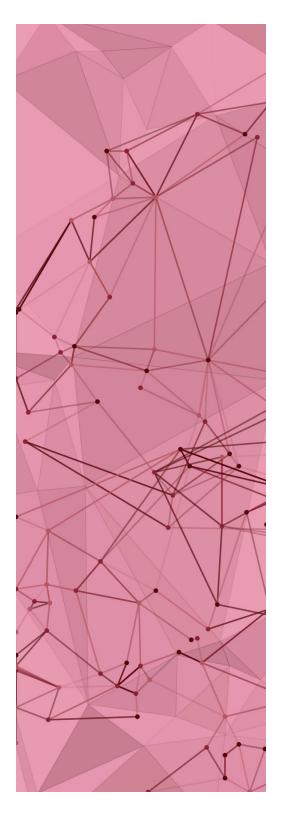
### Model

- Cake, a heterogeneous divisible good: [0, 1]
- n agents
- Agent i's *private* valuation for interval I:  $V_i(I) \ge 0$ 
  - Value of the whole cake = 1
  - Valuation is additive



### Cake cutting problem

- Partition the cake into n pieces: A<sub>1</sub>, A<sub>2</sub>, ..., A<sub>n</sub>
  - Allow non-contiguous piece?
- One piece for each agent: Agent i gets A<sub>i</sub>
- Satisfy some fairness criteria



## Fairness Criteria

### Envy-freeness

Each agent weakly prefers their piece to any other's

For all  $i, j \in N$ ,  $V_i(A_i) \geqslant V_i(A_j)$ 

### Equitability

Every agent gets the same value

For all 
$$i, j \in N$$
,  $V_i(A_i) = V_j(A_j)$ 

#### Equitable doesn't mean envy-free!

- Example: Assign everyone what they don't want
- Everyone gets a value of 0 (equitable) but is envious of some other agent



### Proportionality

Each agent gets a value of at least 1/n

for all 
$$i \in N$$
,  $V_i(A_i) \ge 1/n$ 

### **Envy-freeness implies proportionality**

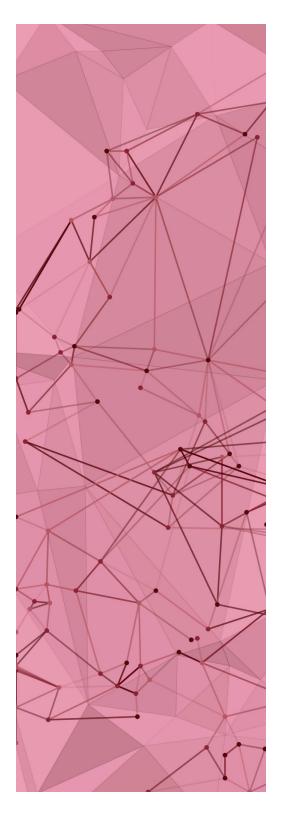
- Suppose agent i is envy-free
- i's value for the whole cake is 1:

$$\sum_{j \in N} V_i(A_j) = 1$$

- So, there must be a piece with value >= 1/n for i
- If i gets a piece of value < 1/n, i will be envious

Converse is true for 2 agents only

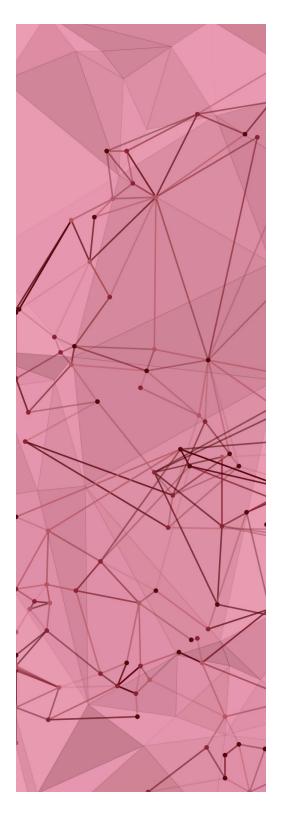
So, envy-freeness is stronger than proportionality



## Existence Results

### Envy-free AND equitable

- It is possible to cut the cake in n<sup>2</sup> n places and partition the intervals into n pieces (potentially non-contiguous) such that the value is 1/n no matter who gets which piece. (Alon, 1987)
- Pro: Polynomial # of cuts
- Con: Exists but impossible to compute!



# Algorithmic Results

# Envy-free for n = 2: cut-and-choose



- Agent 1 cuts the cake into two equally valued pieces (to her)
  - Proportional and envy-free (immune to agent 2)
- Agent 2 chooses a piece
  - Proportional and envy-free, even if agent 1 didn't cut evenly for herself

## Envy-free for n = 3: Selfridge-Conway (1960)

1. Agent 1 makes 3 equally valued pieces (to her)

Then what? (figure out with your peers)

### Complexity of envy-free

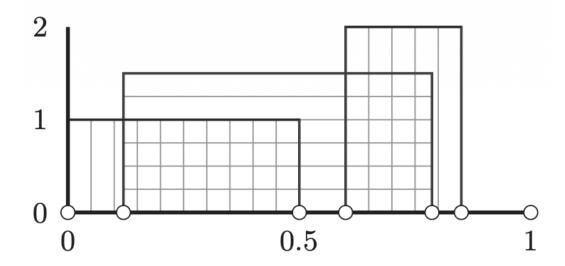
- For 3 or more agents, there is no finite envy-free cake-cutting algorithm that outputs contiguous allocations.
   (Stromquist, 2008)
- Any envy-free cake-cutting algorithm needs  $\Omega(n^2)$  operations (Non-contiguous pieces are OK). (Procaccia, 2009)

### Socially optimal cake cutting

- Social welfare = sum of valuations
- Maximize social welfare with fairness constraints
- Assume valuations are known to the algorithm

### Socially optimal cake cutting

- Example: 2 agents
- Piecewise constant valuations: Horizontal vs. vertical lines for agents 1 and 2
- White circles: Intervals of interest



Every agent's valuation is constant in any interval!

## LP: Socially optimal proportional allocation

$$\max \sum_{i=1}^n \sum_{I \in \mathcal{J}} f_{iI} V_i(I),$$

Maximize social welfare

s.t. 
$$\sum_{i=1}^{n} f_{iI} \leqslant 1 \ \forall I \in \mathcal{J}$$
, Allocations must be fractions

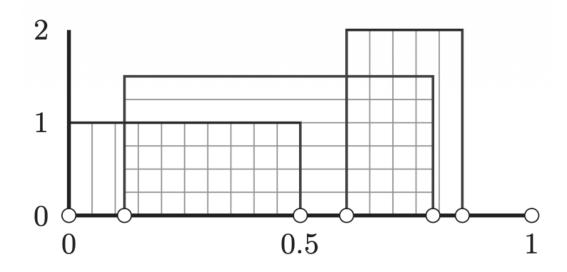
$$\sum_{I \in \mathcal{J}} f_{iI} V_i(I) \geqslant \frac{1}{n} \ \forall i \in \mathbb{N}, \ \text{Proportionality constraint}$$

$$f_{iI} \geqslant 0 \ \forall i \in \mathbb{N}, I \in \mathcal{J}.$$
 Allocations must be  $\geq 0$ 

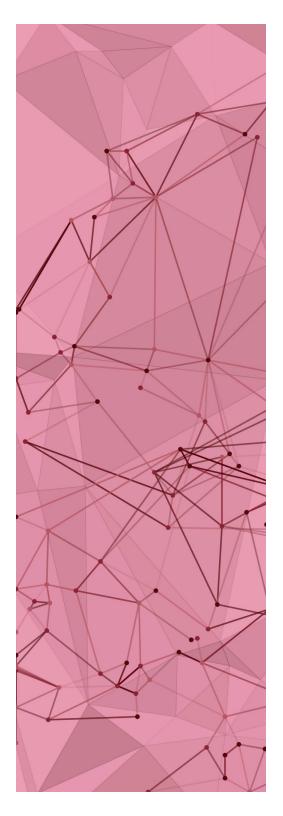
Similar LPs exist for other fairness constraints

# Equitable vs. envy-free: Which is socially better?

- Answer: Envy-free is socially more desirable (Brams, 2012)
- Proof: Using linear Fisher market!



Each interval of white circles is a good in Fisher's market



So, what is fairness?

### Does it mean equality?

- Equality may not be feasible
  - Ex: assigning dorm rooms— everyone wants to get into the best one
- Equality may not be Pareto efficient
  - Ex: single-peaked preference

### Fairness

- Inequality
- Recognizing differences among the agents and treating different agents differently
- Recognizing and measuring departures from fairness
- Axiomatic approach