

Partially Strategyproof Mechanisms for the Assignment Problem

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Abstract

1 We propose a new way of relaxing strategyproofness by only requiring mechanisms to be non-manipulable for a subset of all possible utility functions, namely those bounded away from

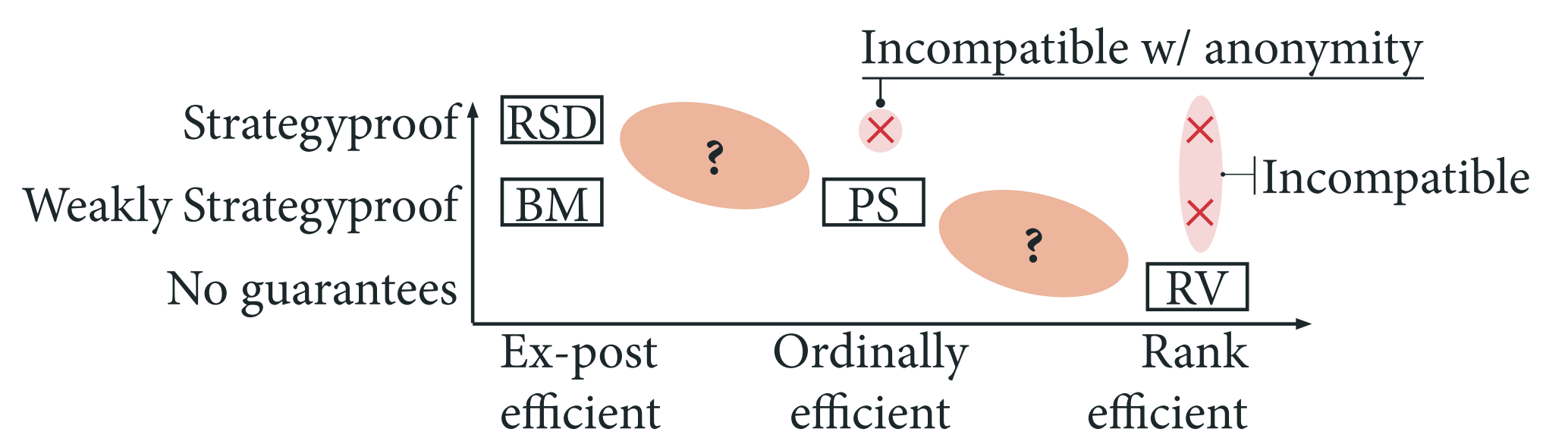
indifference. We construct hybrid mechanisms that make desirable and scalable trade-offs between efficiency and incentive properties, and we use this technique to design hybrids of RDS and PS.

Problem Statement

2 Consider the problem of assigning students to schools ...



3 ... which requires incentive/efficiency trade-offs.



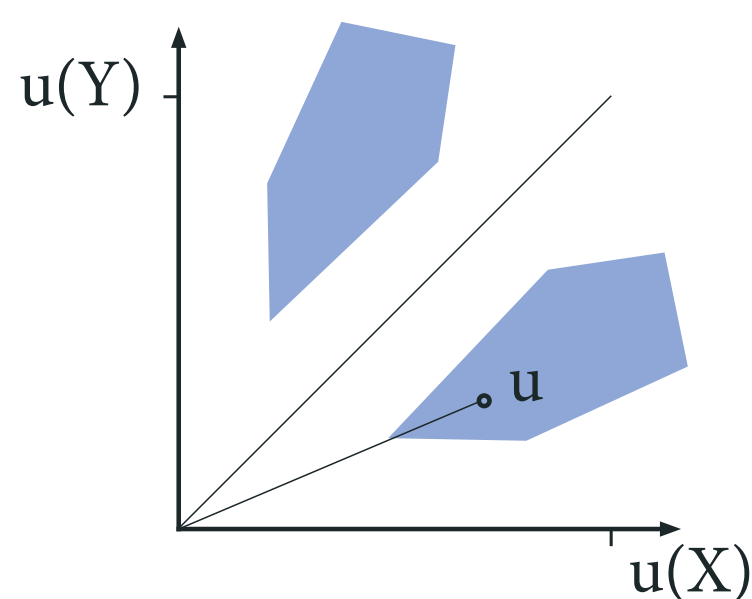
Research Question

4 How can we design assignment mechanisms that make desirable trade-offs between efficiency and incentives?

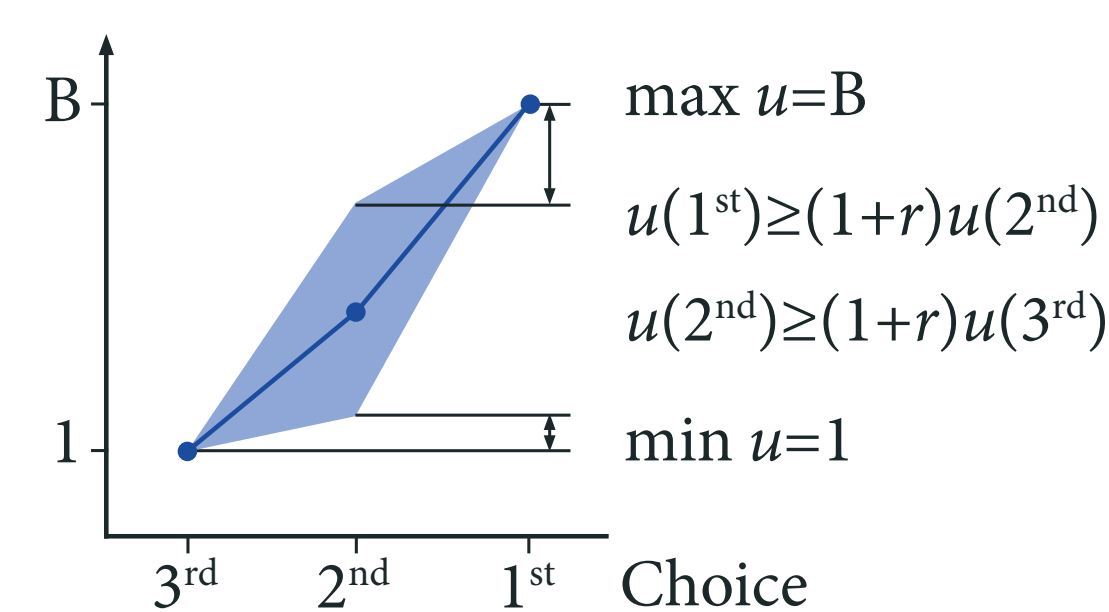
Research Idea

5 Introduce intermediate incentive concepts...

• *Partial Strategyproofness (PSP)*: require SP constraints to hold for a subset of the possible utility functions.



• *Uniformly Relatively Bounded Utility (URB)*: SP constraints must hold for utilities that are bounded away from indifference.



6 ... and introduce intermediate efficiency concepts.

- *g dominates f*: allocations resulting under *g* dominate those resulting under *f*.
- *g imperfectly dominates f*: allocations resulting under *g* dominate those resulting under *f* whenever they are comparable.

Theory Results

7 Introduce hybrid mechanisms, ...

- Prop. 1. Hybrid mechanisms $h_\beta(f,g) = (1-\beta)f + \beta g$ are well-defined.
- Prop. 2. PSP on URB characterized by finitely many constraints.
- Prop. 8. If *g* imperfectly dominates *f*, then $h_\beta(f,g)$ imperfectly dominates *f*.

8 ... which preserve PSP, are computable, ...

- Thm. 1./Cor. 1. Given *f* SP and *g* weakly less varying than *f*, we have $\forall (r,B) \exists \beta > 0$: $h_\beta(f,g)$ is PSP on $URB(r,B,m)$.
- Prop. 3./Cor. 2. For *f* SP, any mechanism *g*, bounds (r,B) , and *m* objects, there exists a maximal value $\beta_{max} > 0$ for which $h_\beta(f,g)$ is PSP on $URB(r,B,m)$, and this β_{max} is computable.

9 ... and yield a hierarchy of manipulability and efficiency.

- Prop. 9./10. Given *f* SP, *g* manipulable and weakly less varying than *f*, *g* imperfectly dominates *f*, $0 \leq \beta < \beta' \leq 1$, then
 1. $h_{\beta'}(f,g)$ is intensely and strongly more manipulable than $h_\beta(f,g)$
 2. $h_{\beta'}(f,g)$ imperfectly dominates $h_\beta(f,g)$.

Instantiations

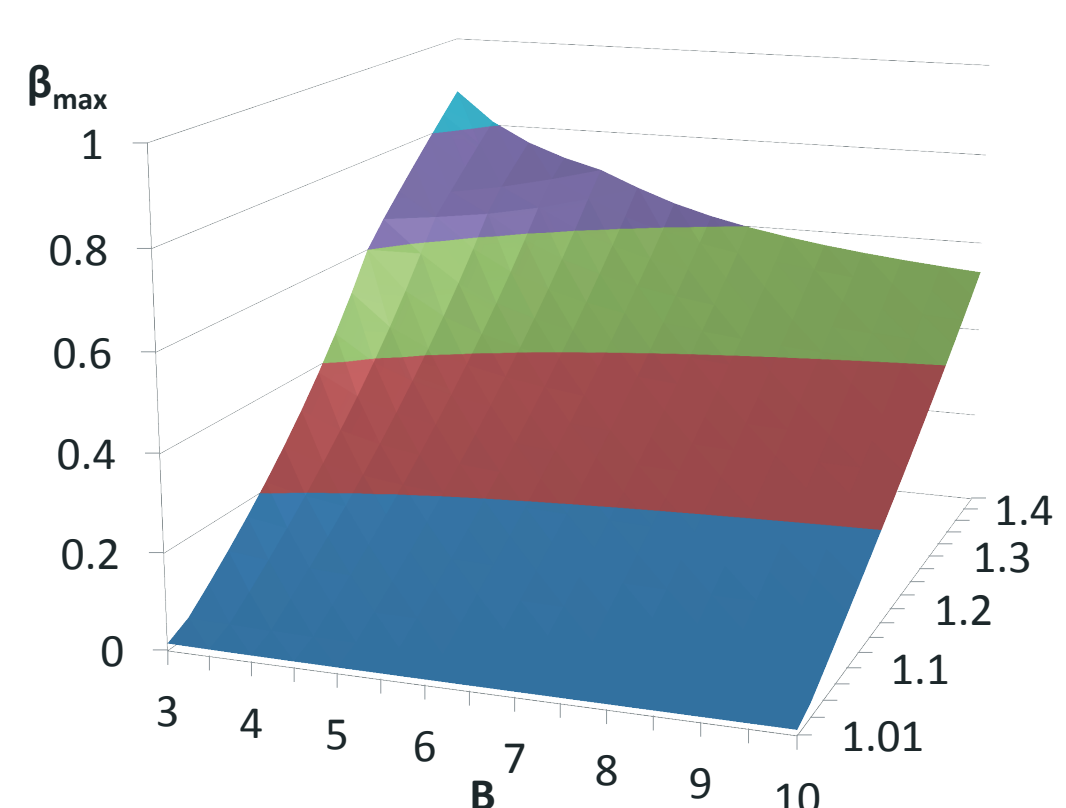
10 PS and RSD can be used to design interesting hybrids...

- Thm 2. PS is weakly less varying than RSD, i.e., whenever PS changes the allocation, so does RSD.
- Cor. 3. Given bounds (r,B) , and a setting with *m* objects, there exists $\beta > 0$ such that
 1. $h_\beta(\text{RSD}, \text{PS})$ is PSP on $URB(r,B,m)$
 2. $h_\beta(\text{RSD}, \text{PS})$ imperfectly dominates RSD.

12 The construction may fail when mixing RSD and Rank Value mechanisms.

- Prop. 11. There exist Rank Value mechanisms that are not weakly less varying than RSD.

11 ... and the mixing factor can be high.



Maximal mixing factor β_{max} for hybrids of PS and RSD with 4 agents and 4 objects.

Future Research

- Derive reduction theorem to characterize PSP in terms of URB utility sets.
- Introduce intermediate efficiency concepts, based on weaker dominance notions.