Fair Division of Indivisible Items

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Envy-Freeness up to One Item (EF1) [B11]

• An allocation (A_1, \dots, A_n) is EF1 if

$$v_i(A_i) \ge v_i(A_j \setminus g), \ \exists g \in A_j, \ \forall i, j$$

That is, agent *i* may envy agent *j*, but the envy can be eliminated if we remove a single item from j's bundle

Scaling Valuations with Prices

- Envy-freeness is scale-free
- (*A*, *p*): CE

• Let's scale $v_{ij} \leftarrow v_{ij} \cdot \min_k \frac{p_k}{v_{ik}}$ $\Rightarrow v_{ij} \le p_j \text{ and } v_{ij} = p_j \text{ if } j \in A_i$

Prices can be treated as valuations at CE!

Price-Envy-Free (additive) [BKV18]

■ (*A*, *p*): CE

• A is EF1 if $v_i(A_i) \ge v_i(A_j \setminus g)$, $g \in A_j$, $\forall i, j$

 $v_i(A_i) = p(A_i) \quad p(A_j \setminus g) \ge v_i(A_j \setminus g), \quad \exists g \in A_j, \ \forall i, j$

• *A* is Price-EF1 (pEF1) if

 $p(A_i) \ge p(A_j \setminus g), \quad \exists g \in A_j, \quad \forall i, j$

• $pEF1 \Rightarrow EF1 + PO$

■ (*A*, *p*): CE

• A is EF1 if $v_i(A_i) \ge v_i(A_j \setminus g), \quad g \in A_j, \quad \forall i, j$ $v_i(A_i) = p(A_i) \quad p(A_j \setminus g) \ge v_i(A_j \setminus g), \quad \exists g \in A_j, \quad \forall i, j$

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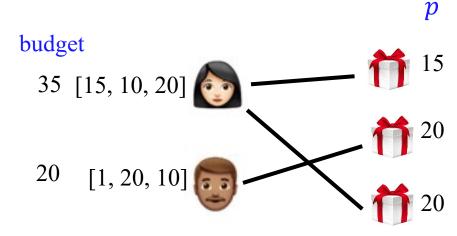
$$p(A_i) \ge p(A_j \setminus g), \quad \exists g \in A_j, \quad \forall i, j$$

• $pEF1 \Rightarrow EF1 + PO$

pEF1?

$$35 = p(A_1) > p(A_2 \setminus g_2) = 0$$

$$20 = p(A_2) > p(A_1 \setminus g_3) = 15$$



Theorem [BKV18]: There exists a pseudo-polynomial time procedure to find a pEF1 allocation

- (*A*, *p*): CE
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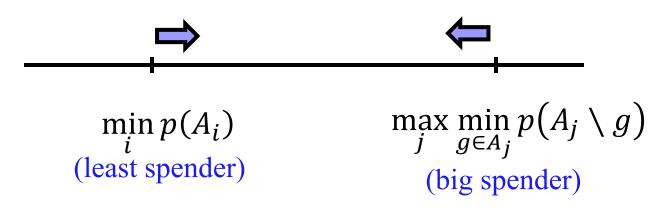
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 then ?

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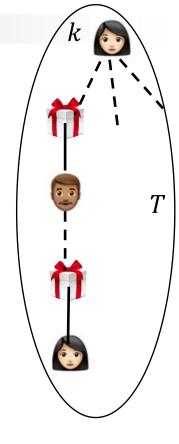


Procedure [BKV18]

While *A* is not pEF1

 $k \leftarrow \arg\min_{i} p(A_i)$ //least spender

 $T \leftarrow \text{Agents and items}, k \text{ can reach in MBB residual network}$



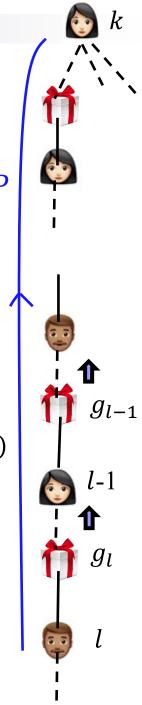
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- If k can reach l in T such that $p(A_l \setminus g_l) > p(A_k)$
 - Pick the nearest such l
 - $P \leftarrow$ Path from *l* to *k*

 $A \leftarrow \text{Reassign items along } P \text{ until } p((A_j \cup g_{j+1}) \setminus g_j) \le p(A_k)$



While *A* is not pEF1

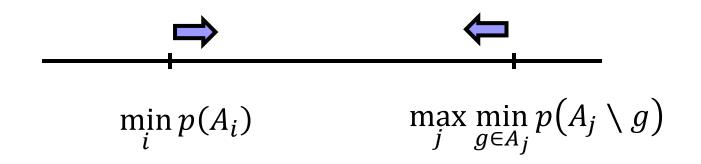
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else increase prices of items in T by a same factor until
 Event 1: new MBB edge
 Event 2: k is not least spender anymore
 Event 3: A becomes pEF1



Lemma: The procedure converges to a pEF1 allocation in finite time!

Pseudo-polynomial time: Round $v_{ij}s$ to the nearest integer powers of $(1 + \epsilon)$ for a suitably small $\epsilon > 0$ and then run the procedure



New Fairness Notions

- *n* agents, *m* indivisible items (like cell phone, painting, etc.)
- Each agent *i* has a valuation function over subset of items denoted by $v_i : 2^m \to \mathbb{R}$
- Goal: fair and efficient allocation

Fairness:		
Envy-free (EF)	EF1 EFX	Lecture 3
Proportionality (Prop)	Prop1 MMS	Lecture 4
Efficiency: Pareto optimal (PO)		
Tarcio optimar (TO)		
Maximum Nash Welfare (MNW)	Guarantees	Lecture 5

Proportionality up to One Item (Prop1)

- A set N of n agents, a set M of m indivisible items
- Proportionality (Prop): Allocation $A = (A_1, ..., A_n)$ is proportional if each agent gets at least 1/n share of all items:

$$v_i(A_i) \ge \frac{v_i(M)}{n}, \quad \forall i \in N$$



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Prop1: *A* is proportional up to one item if each agent gets at least 1/n share of all items after adding one more item from outside: $v_i(A_i \cup \{g\}) \ge \frac{1}{n} v_i(M), \quad \exists g \in M \setminus A_i, \forall i \in N$



Prop1

- EF1 implies Prop1 for subadditive valuations \implies Envy-cycle procedure outputs a Prop1 allocation
- Additive Valuations
 - EF1 + PO allocation exists but no polynomial-time algorithm is known!
 Prop1 + PO?

Prop1 + PO [BK19]

■ (*p*, *x*): CEEI

- x is envy-free \Rightarrow proportional
- we can assume that support of
 x is a forest (set of trees)
- In each tree:
 - □ Make some agent the root
 - Assign each item to its parent agent

Claim: The output of the above algorithm is Prop1 + PO

Prop1 + PO [BK19]

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Fairness: Envy-free (EF)	EF1	EFX	Lecture 3
Proportionality (Prop)	Prop1	<mark>MMS</mark>	Lecture 4
Efficiency:			
Pareto optimal (PO)	C		Lecture 5
Maximum Nash Welfare (MNW)	Guarantees		Lecture 5

Proportionality

• A set N of n agents, a set M of m indivisible items

• Proportionality: Allocation $A = (A_1, ..., A_n)$ is proportional if each agent gets at least 1/n share of all items:

$$v_i(A_i) \ge \frac{v_i(M)}{n}, \quad \forall i \in N$$



Maximin Share (MMS) [B11]

- Suppose we allow agent *i* to propose a partition of items into *n* bundles with the condition that *i* will choose at the end
- Clearly, *i* partitions items in a way that maximizes the value of her least preferred bundle
- $\mu_i :=$ Maximum value of *i*'s least preferred bundle

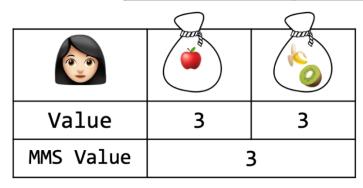
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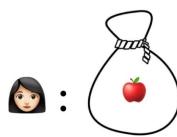
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- $\mu_i :=$ Maximum value of *i*'s least preferred bundle
- $\Pi \coloneqq$ Set of all partitions of items into *n* bundles
- $\mu_i \coloneqq \max_{A \in \Pi} \min_{A_k \in A} v_i(A_k)$
- MMS Allocation: *A* is called MMS if $v_i(A_i) \ge \mu_i$, $\forall i$

MMS value/partition/allocation

Assume additive valuations

Agent\Items	(4	\bigcirc
	3	1	2
	4	4	5





Value	8	5
MMS Value	5	



What is Known?

Finding MMS value is NP-hard
 PTAS for finding MMS value [W97]

Existence (MMS allocation)?

• n = 2 : YES EXERCISE

• n > 2 : NO [PW14]

What is Known?

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Existence (MMS allocation)?

- n = 2 : YES EXERCISE
- n > 2 : NO [PW14]
- α -MMS allocation: $v_i(A_i) \ge \alpha . \mu_i$
 - □ 2/3-MMS exists [PW14, AMNS17, BK17, KPW18, G.MT18]
 - □ 3/4-MMS exists [GHSSY18]
 - \Box (3/4 + 1/(12*n*))-MMS exists [G.T20]

Normalized valuations

 $\square \text{ Scale free: } v_{ij} \leftarrow c. v_{ij} , \forall j \in M$

$$\Box \quad \sum_{j} v_{ij} = n \quad \Rightarrow \quad \mu_i \leq 1$$

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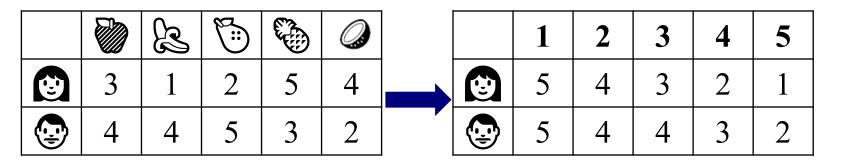
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EXERCISE

- Normalized valuations
 - $\Box \text{ Scale free: } v_{ij} \leftarrow c.v_{ij}, \forall j \in M$

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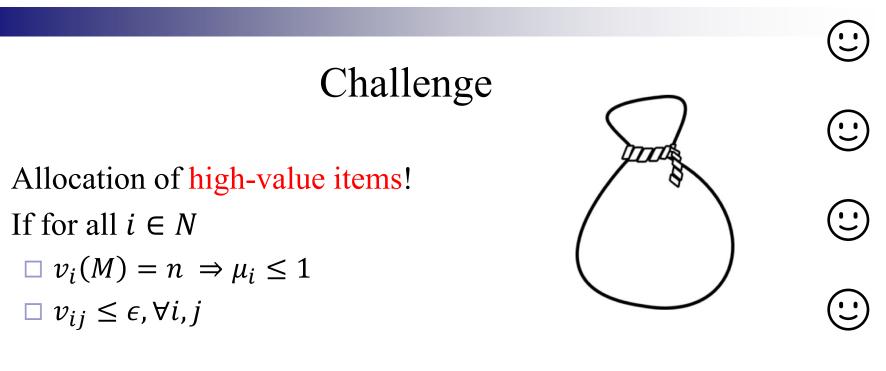
- Ordered Instance: We can assume that agents' order of preferences for items is same: $v_{i1} \ge v_{i2} \ge \cdots v_{im}$, $\forall i \in N$
- Valid Reduction (α-MMS): If there exists S ⊆ M and i* ∈ N
 □ ν_{i*}(S) ≥ α. μⁿ_{i*}(M)
 □ μⁿ⁻¹_i(M \ S) ≥ μⁿ_i(M), ∀i ≠ i*
 - \Rightarrow We can reduce the instance size!

Challenge

- Allocation of high-value items!
- If for all $i \in N$

$$\Box v_i(M) = n \Rightarrow \mu_i \le 1$$

 $\Box v_{ij} \leq \epsilon, \forall i, j$



Bag Filling Algorithm for $(1 - \epsilon)$ -MMS allocation:

Repeat until every agent is assigned a bag

- Start with an empty bag *B*
- Keep adding items to B until some agent i values it $\geq (1 \epsilon)$
- Assign *B* to *i* and remove them

Warm Up: 1/2-MMS Allocation

• Assume that μ_i is known for all *i*

□ Scale valuations so that $\mu_i = 1 \Rightarrow v_i(M) \ge n$

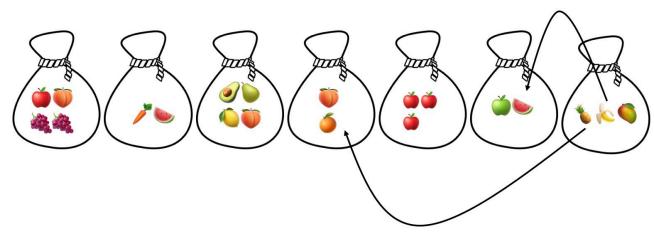
• If all $v_{ij} \leq 1/2$ then ?

1/2-MMS Allocation

• Assume that μ_i is known for all *i*

□ Scale valuations so that $\mu_i = 1 \Rightarrow v_i(M) \ge n$

Step 1: Valid Reductions \Box If $v_{i1} \ge 1/2$ then assign item 1 to *i* Step 2: Bag Filling

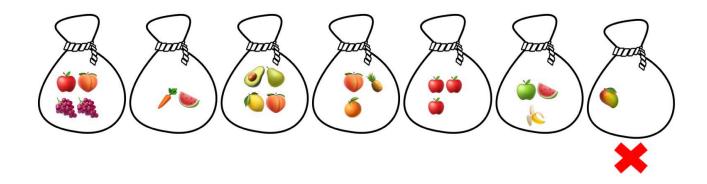


1/2-MMS Allocation

• Assume that μ_i is known for all *i*

□ Scale valuations so that $\mu_i = 1 \Rightarrow v_i(M) \ge n$

Step 1: Valid Reductions \Box If $v_{i1} \ge 1/2$ then assign item 1 to *i* Step 2: Bag Filling



1/2-MMS Allocation

μ_i is not known

Step 0: Normalize Valuations: $\sum_{j} v_{ij} = n \Rightarrow \mu_i \leq 1$

Step 1: Valid Reductions

 \Box If $v_{i1} \ge 1/2$ then assign item 1 to *i*

□ After every valid reduction, normalize valuations

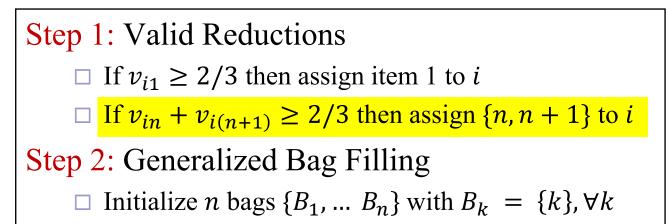
Step 2: Bag Filling

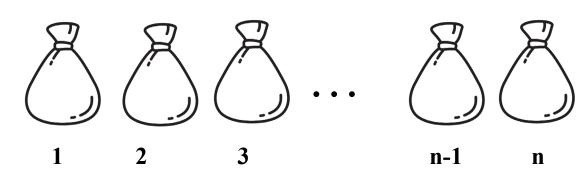
2/3-MMS Allocation [G.MT19]

• Assume that μ_i is known for all *i*

□ Scale valuations so that $\mu_i = 1 \Rightarrow v_i(M) \ge n$

• If all $v_{ij} \leq 1/3$ then ?



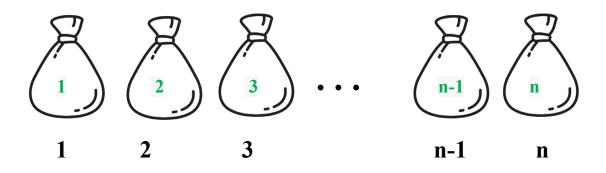


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• Assume that μ_i is known for all *i*

□ Scale valuations so that $\mu_i = 1 \Rightarrow \nu_i(M) \ge n$

Step 1: Valid Reductions $\Box \text{ If } v_{i1} \ge 2/3 \text{ then assign item 1 to } i$ $\Box \text{ If } v_{in} + v_{i(n+1)} \ge 2/3 \text{ then assign } \{n, n+1\} \text{ to } i$ Step 2: Generalized Bag Filling $\Box \text{ Initialize } n \text{ bags } \{B_1, \dots, B_n\} \text{ with } B_k = \{k\}, \forall k$



2/3-MMS Allocation [G.MT19]

μ_i is not known

Step 0: Normalize Valuations: $\sum_i v_{ij} = n \implies \mu_i \le 1$

Step 1: Valid Reductions

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□ After every valid reduction, normalize valuations

Step 2: Generalized Bag Filling

□ Initialize *n* bags $\{B_1, \dots, B_n\}$ with $B_k = \{k\}, \forall k$

Summary

Covered

- Additive Valuations:
 - Prop1 + PO (polynomial-time algorithm)
 - 2/3-MMS allocation
 (polynomial-time algorithm)

Not Covered

- More general valuations
 - □ MMS [GHSSY18]
- Groupwise-MMS [BBKN18]
- Chores
 - □ 11/9-MMS [HL19]

Major Open Questions (additive)

- c-MMS + PO: polynomial-time algorithm for a constant c > 0
- Existence of 4/5-MMS allocation? For 5 agents?

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