A Survey on Approximation Mechanism Design without Money for Facility Games

Yukun Cheng and Sanming Zhou

Abstract In a facility game one or more facilities are placed in a metric space to serve a set of selfish agents whose addresses are their private information. In a classical facility game, each agent wants to be as close to a facility as possible, and the cost of an agent can be defined as the distance between her location and the closest facility. In an obnoxious facility game, each agent wants to be far away from all facilities, and her utility is the distance from her location to the facility set. The objective of each agent is to minimize her cost or maximize her utility. An agent may lie if, by doing so, more benefit can be obtained. We are interested in social choice mechanisms that do not utilize payments. The game designer aims at a mechanism that is strategy-proof, in the sense that any agent cannot benefit by misreporting her address, or, even better, group strategy-proof, in the sense that any coalition of agents cannot all benefit by lying. Meanwhile, it is desirable to have the mechanism to be approximately optimal with respect to a chosen objective function. Several models for such approximation mechanism design without money for facility games have been proposed. In this paper we briefly review these models and related results for both deterministic and randomized mechanisms, and meanwhile we present a general framework for approximation mechanism design without money for facility games.

Key words: Algorithmic mechanism design; approximation mechanism design; facility game; obnoxious facility; social choice

Yukun Cheng
School of Mathematics and Statistics, Zhejiang University of Finance and Economics, Hangzhou 310018, China, e-mail: ykcheng@amss.ac.cn

Sanming Zhou
Department of Mathematics and Statistics, The University of Melbourne, Parkville, Victoria 3010, Australia, e-mail: smzhou@ms.unimelb.edu.au

* Research was partially supported by the Nature Science Foundation of China (No. 11301475) and the Nature Science Foundation of Zhejiang Province, China (No. LQ12A01011).
1 Introduction

Algorithmic mechanism design [19] deals with game-theoretic versions of optimization problems such as task scheduling, resource allocation, facility location, etc. which involve one or more selfish agents who are asked to report their private information as part of the input. A mechanism is a function that receives the information reported by the agents, and returns an outcome possibly together with a payment scheme. An agent might lie about her information if doing so increases her own benefit obtained from the outcome of the game. The goal is to design a mechanism that encourages truthfulness or strategy-proofness on the one hand and optimizes a related objective function on the other hand.

In mechanism design with money, the authority can use money as compensation to the agents in order to ensure strategy-proofness. For example, the well known Vickrey-Clarke-Groves (VCG) mechanism [24] is not only strategy-proof, but also outputs an optimal solution to the problem of maximizing the sum of all agents’ utility. However, a disadvantage [28] of this mechanism is that it must return an optimal solution for a given objective function. Since it is often difficult to compute an optimal solution in polynomial time for many combinatorial optimization problems, sometimes the VCG mechanism is not efficient. Meanwhile, as pointed out by Schummer and Vohra [30], “there are many important environments where money cannot be used as a medium of compensation, due to ethical considerations (for instance, in political decision making) or legal considerations (for instance, in the context of organ donations)”. Therefore, many researchers are interested in mechanisms without monetary payment.

Procaccia and Tennecholtz [27] first proposed that approximation can be used to obtain strategy-proofness without relying on payment and initiated a case study in approximation mechanism design without money based on facility games. Since then many results have been obtained by various authors on approximation mechanism design without money for facility games. The purpose of this paper is to give a brief review of known results in this area and meanwhile present a general framework based on existing models. This framework will be discussed in the next section. In Sections 3 and 4, we will give an account of results on different models for classical facility games and obnoxious facility games, respectively. In Section 5 we discuss possible research problems in the area.

2 Framework

In any facility game there associates a set $N = \{1, 2, \ldots, n\}$ of agents, where $i$ denotes the $i$th agent. There is also an underlying metric space $(\Omega, d)$ whose points are called locations, where as usual the metric (distance function) $d : \Omega \times \Omega \rightarrow \mathbb{R}$ is non-negative, symmetric and satisfies the triangle inequality. Each agent $i \in N$ has a true location $t_i \in \Omega$ that is her private information, and she reports a location $x_i \in \Omega$
that is not necessarily the same as \( t_i \). We call \( x = (x_1, x_2, \ldots, x_m) \in \Omega^n \) a location profile.

Assume that \( k \) locations in \( \Omega \) are required to be selected to put \( k \) facilities. A deterministic mechanism \( f \) outputs \( k \) facility locations in \( \Omega \) according to a given location profile \( x \) without resorting to payments. In other words, \( f \) is a function \( f : \Omega^n \rightarrow \Omega(k) \), where \( \Omega(k) \) is the family of non-empty subsets of \( \Omega \) of cardinality at most \( k \), and \( f(x) \) is the set of locations chosen for \( x \) by \( f \) where facilities will be put.

Given a mechanism \( f \), each agent \( i \) has a utility \( u(f(x), t_i) \) whose value relies on her true location \( t_i \) and the output \( f(x) \). Since each agent is selfish, she will try her best to maximize her utility. It may be possible for an agent to manipulate the outcome of a mechanism to obtain more benefit by misreporting her location. Therefore, from a game-theoretic perspective, an important goal is to design mechanisms that are strategy-proof \( (SP) \), in the sense that no agent can ever benefit from reporting a false location regardless of the strategies of other agents. Sometimes we may wish to design mechanisms that are even group strategy-proof \( (GSP) \), in the sense that whenever a coalition of agents lies, at least one of the members of the coalition does not gain extra benefit from the deviation.

In approximation mechanism design, we are interested in (group) strategy-proof mechanisms that are approximately optimal with respect to a given objective function, where approximation is understood in the usual sense by looking at the worst-case ratio between the optimal objective value and the value of the mechanisms solution to the underlying maximization problem. Based on different conditions, such as the structure of metric spaces, the type of facilities, the number of the facilities, etc., several models of facility games have been proposed. In the following we summarize the major components in facility games.

**Metric Space.** So far only the following two types of metric spaces have been considered in the literature.

- **Network models:** In this model a graph \( G \) with each edge having a non-negative weight is involved. We may think of \( G \) as being realized as a geometric graph (in \( \mathbb{R}^3 \), for example) such that the weight of each edge represents its length. The metric space \( \Omega \) is the set of points of \( G \), including both vertices of \( G \) and points on its edges, and the distance \( d(x, y) \) between \( x \in \Omega \) and \( y \in \Omega \) is the length of a shortest path connecting \( x \) and \( y \) in \( G \). We usually write \( G \) in place of \( \Omega \) in this case.

- **Euclidean metric space:** In this case \( \Omega = \mathbb{R}^m \) for some integer \( m \geq 1 \) and the distance \( d \) is the usual Euclidean distance in \( \mathbb{R}^m \).

**Number of facilities.** Two cases have been distinguished in the literature:

- \( k = 1 \): In this case the unique facility provides service to all agents.
- \( k > 1 \): In this case a set \( Y \) of \( k \) locations is required, and an agent is served by the closest facility, namely, a location achieving the distance \( d(Y, t_i) := \min_{y \in Y} d(y, t_i) \) between agent \( i \) and \( Y \).

**Type of facilities.** So far only the following two types of facilities have been considered in the literature:

- **Desirable facility:** In this case all facilities (e.g. library, school, etc.) are desirable, and each agent wants to be as close to one of the facilities as possible. As such it
is reasonable to assume that the utility \( u(f(x), t_i) \) is a monotonically decreasing function of \( d(f(x), t_i) \) with only one peak. Since all facilities are desirable, we may set \( \text{cost}(f(x), t_i) := -u(f(x), t_i) \) and call it the cost function of agent \( i \). So far only the simplest case where \( u(f(x), t_i) = -d(f(x), t_i) \) for each \( i \) has been studied in the literature.

Obnoxious facility: In this case all facilities (e.g. garbage dump, etc.) are obnoxious, and each agent wants to be far away from all facilities. Thus the utility \( u(f(x), t_i) \) may be assumed as a monotonically increasing function of \( d(f(x), t_i) \) with only one dip. The simplest case where \( u(f(x), t_i) = d(f(x), t_i) \) for each \( i \) has received most attention up to now.

According to whether the facilities are desirable or obnoxious, we call a facility game classical or obnoxious; each agent aims to minimize her cost or maximize her utility, respectively.

**Strategy-proofness.** A mechanism \( f \) is strategy-proof if for any \( x \in \Omega^n \) and every \( i \), we have \( u(f(x), t_i) \leq u(f(x_{-i}, t_i), t_i) \), where \( (x_{-i}, t_i) \) is obtained from \( x \) by replacing \( x_i \) by \( t_i \) but keeping all other coordinates. As a stronger requirement, \( f \) is called group strategy-proof if for any \( x \in \Omega^n \) and \( I \subseteq N \), we have \( u(f(x), t_i) \leq u(f(x_{-I}, t_I), t_I) \) for at least one \( i \in I \), where \( (x_{-I}, t_I) \) is obtained from \( x \) by replacing \( x_i \) by \( t_i \) for every \( i \in I \) but retaining all other coordinates.

**Type of mechanisms.** Two different types of mechanisms have been studied:

*Randomized mechanism: A randomized mechanism is a function \( f : \Omega^n \rightarrow \Delta(\Omega(k)) \) where \( \Delta(\Omega(k)) \) is the set of probability distributions over \( \Omega(k) \). In the simplest case, the expected value \( E_{y \sim f}[d(Y, t_i)] \) may be defined as the cost or the utility of agent \( i \) in classical facility games or obnoxious facility games, respectively.

**Objective function.** The decision maker (or the mechanism designer) is interested in (group) strategy-proof mechanisms that also do well with respect to optimizing a given objective function.

Similar to the \( k \)-median and \( k \)-center problems \[8, 14, 15\], for classical facility games researchers have so far considered minimizing the social cost \( SC(f, x) := \sum_{i=1}^n \text{cost}(f(x), t_i) \) or the maximum cost \( MC(f, x) := \max_{i=1,\ldots,n} \text{cost}(f(x), t_i) \). Similar to the \( k \)-maxsum and \( k \)-maxmin problems \[8, 31, 33\], for obnoxious facility games researchers have considered maximizing the obnoxious social welfare \( SW(f, x) := \sum_{i=1}^n u(f(x), t_i) \) or the minimum utility \( MU(f, x) := \min_{i=1,\ldots,n} u(f(x), t_i) \).

In summary, a facility game consists of: a set \( N \) of \( n \) agents; a metric space \((\Omega, d)\) which may be continuous or discrete; a subset \( \{t_1, \ldots, t_n\} \) of \( \Omega \), \( t_i \) being the true location of agent \( i \); a set of \( k \) facilities to be installed at \( k \) (not necessarily distinct) locations in \( \Omega \); a utility function \( u : \Omega(k) \times \Omega \rightarrow \mathbb{R} \) taking non-negative values which usually relies on \( d(f(x), t) \), where \( x = (x_1, \ldots, x_n) \in \Omega^n \), \( t \in \Omega \), and \( f : \Omega^n \rightarrow \Omega(k) \) is a deterministic mechanism; and a non-negative objective function \( F : \Omega(k) \times \Omega^n \rightarrow \mathbb{R} \) to be maximized, which is usually defined in terms of \( u(f(x), t_i), 1 \leq i \leq n \). We are interested in designing a mechanism \( f \) that is strategy-proof or even group strategy-proof on the one hand, and on the other hand outputs a good solution for any location profile in the sense that the approximation ratio
is as small as possible. Different specification of the components above gives rise to different models for approximation (deterministic) mechanism design without money for facility games.

In approximation randomized mechanism design, the distance function, the utility function and the objective function are all random, and we can give a similar framework by considering the expected values of the corresponding random variables.

3 Classical Facility Games

3.1 Single facility games

In the case \( k = 1 \), the preferences are single peaked in the sense that the outcome is less preferred by each agent when it is further from her ideal locations. Beginning with [20], single peaked preferences and their extensions have been extensively studied in the social choice literature. In this subsection, we summarize known results on finding a facility location in different metric spaces that minimizes the social cost or the maximum cost.

If the objective is to minimize the social cost, Procaccia and Tennecholtz [27] proposed a GSP optimal mechanism which returns the location of the median agent as the facility location when all agents are located on a path. This mechanism is GSP since an agent can manipulate the output only by misreporting her location to be on the opposite side of the median. Moreover, the median also minimizes the social cost, because for any location with distance \( \varepsilon > 0 \) to the median, at most \( \lfloor n/2 \rfloor \) agents are within distance \( \varepsilon \) to the facility and all other agents are away from the facility by at least \( \varepsilon \). Similarly, if the graph is a tree, Alon et al. [1] gave a mechanism that outputs the median of the tree as the facility’s location. Such a mechanism is also an optimal GSP mechanism.

When all agents are located on a graph \( G \) containing a cycle \( C \), Schummer and Vohra [29] showed that if a deterministic mechanism \( f : C^n \rightarrow G \) is an SP mechanism that is onto \( G \), then there is a cycle dictator, that is, there exists \( i \in N \) such that for all \( x \in C^n \), \( f(x) = x_i \). Based on such a characterization, Alon et al. [1] obtained a tight SP lower bound of \( n - 1 \) on the approximation ratio for any graph \( G \) that contains a cycle. For the randomized version, they designed a mechanism which returns a facility location \( x_i, i \in N \), with probability \( 1/n \). This mechanism is SP with approximation ratio \( 2 - (2/n) \) for any general graph. They showed further that such a mechanism is GSP if and only if the maximum degree of the graph is two.

If the objective is to minimize the maximum cost, the problem of designing an SP mechanism is simpler compared with deterministic mechanisms. Since Schummer and Vohra [29] showed that strategy-proofness can only be obtained by dictator-
further proved that, when the agents are on a circle, Alon et al. [1] has the best approximation ratio with respect to the maximum cost. Procaccia and Tennecholtz [27] proved that a randomized SP mechanism has approximation ratio at least $3/2$ on a path. They also gave a matching GSP upper bound of $3/2$ by using the Left-Right-Middle (LRM) Mechanism, which, for a given $x \in G^n$, chooses $\min x_i$ and $\max x_i$ with probability $1/4$ respectively, and chooses the midpoint of the interval $[\min x_i, \max x_i]$ with probability $1/2$. When the agents are on a circle, Alon et al. [1] proposed a randomized SP mechanism with approximation ratio $3/2$ that combines two mechanisms: the LRM mechanism if the agents are located on one semicircle, and the Random Center Mechanism otherwise. When $G$ is a tree, they showed that there is a randomized SP $(2 - \frac{2}{\log n})$-approximation mechanism that, for a given $x \in G^n$, outputs $x_i$ for each $i \in N$ with probability $1/(n+2)$ and the center of the tree with probability $2/(n+2)$. They further proved that $2 - O\left(\frac{1}{\log n}\right)$ is a lower bound on the approximation ratio for any SP randomized mechanism.

Procaccia and Tennecholtz [27] considered a natural extension of the classical single facility games, in which one facility should be located but each agent controls multiple locations. As before, the objective is to minimize the social cost or the maximum cost. However, the cost of an agent now depends on the objective function. If the objective is to minimize the social cost, the cost of agent $i$ is defined as $\text{cost}(y, x_i) = \sum_{j=1}^{w_i} d(y, x_{ij})$, where $y$ is the location of the facility and $x_i = (x_{i1}, \ldots, x_{in})$ is the location set controlled by agent $i$. If the objective is to minimize the maximum cost, the cost of agent $i$ is $\text{cost}(y, x_i) = \max_{j=1,\ldots,w_i} d(y, x_{ij})$.

For the social cost, they directly applied the deterministic mechanism by Dekel et al. [7] that returns the median $\text{med}(x')$ of $x' = (\text{med}(x_1), \ldots, \text{med}(x_n))$. Dekel et al. [7] also showed that this mechanism is a GSP 3-approximation mechanism and provided a matching lower bound. Furthermore, Procaccia and Tennecholtz [27] designed a simple randomized mechanism to return $\text{med}(x_i)$ with probability $\frac{w_i}{\sum_{j \in N} w_j}$. This mechanism is SP, and when $n = 2$ its approximation ratio is $2 + \frac{\min_{j \in N} w_j}{\sum_{j \in N} w_j}$. Subsequently, Lu et al. [17] extended the result about the approximation ratio to $3 - \frac{2\min_{j \in N} w_j}{\sum_{j \in N} w_j}$ for any $n$ and obtained the lower bound $1.33$ by solving a related linear programming problem. For the maximum cost, they proposed a GSP 2-approximation deterministic mechanism and a $(3/2)$-approximation randomized mechanism. Since the multiple location setting is the same as the simple setting stated before when $w_j = 1, i \in N$, any lower bound for the simple setting holds here as well.
3.2 2-facility games

When the objective function is the social cost and the network is a path, Procaccia and Tennecholtz [27] showed that the mechanism that outputs an optimal solution for a given $x \in G^n$ is not strategy-proof. They gave the following GSP $(n-1)$-approximation mechanism: choose the leftmost and the rightmost points, and constructed an instance to show that $3/2$ is a lower bound on the approximation ratio for any SP deterministic mechanism. Later, Lu et al. [17] improved such lower bound to 2, designed a randomized $n/2$-approximation mechanism, and explored a lower bound of 1.045 for randomized mechanisms. Moreover, Lu et al. [18] proved that the $(n-1)$-approximation deterministic mechanism given in [27] is asymptotically optimal. They constructed an instance on a path and explored the lower bound $(n-1)/2$ on the approximation ratio by employing two key concepts: partial group strategy-proofness and image set. In the case when all agents are on a circle, they designed a GSP deterministic mechanism with an $(n-1)$-approximation ratio which asymptotically matches the lower bound $(n-1)/2$. Lu et al. [18] also obtained an SP 4-approximation randomized mechanism called the Proportional Mechanism: the first facility is allocated uniformly over all reported locations; the second facility is assigned to another reported location with probability proportional to its distance to the first facility.

If the objective is to minimize the maximum cost, only Procaccia and Tennecholtz [27] contributed some positive results in the case when all agents are on a path. For the deterministic version, they applied the same deterministic mechanism as the one for the social cost model. By exploring the characterization of the structure of the optimal solution, they proved that the approximation ratio of such a mechanism is 2, and provided a matching SP lower bound. Furthermore, they designed a randomized SP $5/3$-approximation mechanism. Compared with the deterministic case, the randomized mechanism for this model is much more complicated and the authors applied some new ideas: randomizing over two equal intervals, unbalanced weights at the edges, and correlation between the two facilities. These strategies play a crucial role in satisfying the delicate strategy-proof constraints and break the deterministic lower bound of 2. The lower bound of any randomized SP mechanism is proved to be $3/2$.

3.3 $k$-facility games with $k \geq 3$

For $k$-facility games with $k \geq 3$, most known results focus on the objective of minimizing the social cost. McSherry and Talwar [23] first used differentially private algorithms as almost strategy-proof approximate mechanisms. The main advantage of such an algorithm is that it can control any agent’s influence on the outcome so that any agent has limited motivation to lie. McSherry and Talwar presented a general differentially private mechanism that approximates the optimal social cost within an additive logarithmic term. Unfortunately, the running time of this general mech-
anism is randomized exponential-time. Subsequently, Gupta et al. [11] presented a computationally efficient differentially private algorithm for several combinatorial optimization problems. Based on [23], Nissim et al. [25] considered imposing mechanisms which can penalize liars by restricting the set of allowable post-actions for the agents. They combined the differentially private mechanisms of [23] with an imposing mechanism and obtained a randomized imposing SP mechanism with a running time in $k$ for $k$-facility location. The mechanism approximates the optimal average social cost, namely the optimal social cost divided by $n$, within an additive term of roughly $1/n^3$.

In contrast to [25], Fotakis and Tzamos [10] tried to design an SP mechanism with standard multiplicative notion of approximation. They considered the winner-imposing mechanism which chooses $k$ reported locations of agents to build facilities. If an agent’s reported location is chosen to put a facility, then she is served by this facility and her service cost is the distance between this facility and her true location. If an agent’s reported location is not chosen, then she is served by a facility closest to her true location. Thus the winner-imposing mechanism can penalize an agent without money only if she succeeds in gaining more benefit in the mechanism. Fotakis and Tzamos proved that the winner-imposing version of the Proportional Mechanism in [18] is an SP 4$k$-approximation randomized mechanism. Moreover, they addressed the facility location game in which there is a uniform facility opening cost, instead of a fixed number of facilities. The authority should place some facilities so as to minimize the social cost and the total facility opening cost. For this game, they showed that the winner-imposing version of Meyerson’s randomized algorithm in [21] is an SP 8-approximation mechanism. Meanwhile, they presented a deterministic nonimposing GSP $O(\log n)$-approximation mechanism when all agents are on a path. In addition, Escoffier et al. [9] considered a facility game to locate $n - 1$ facilities to $n$ agents. They studied such a game in the general metric space and trees for the social cost and the minimum cost, and provided lower and upper bounds on the approximation ratio of deterministic and randomized SP mechanisms.

4 Obnoxious Facility Games

For obnoxious facility games on a path, the preferences are known as single-dipped, meaning that the worse allocation for each agent is the one that places the facility right by their home, and that locations become better as they are further away. In the past a few years, a lot of work [2, 12, 13, 22, 26] was focused on characterizations of the strategy-proofness for the single-dipped preference. Cheng et al. [6] initially studied approximation design without money for obnoxious facility games with the objective of maximizing the obnoxious social welfare. In this section, we survey some known results in this domain.

Cheng et al. first proposed group strategy-proof mechanisms to locate one facility with respect to different network topologies. In particular, if all agents are on a path,
they viewed such a path as an interval with left endpoint \(a\) and right endpoint \(b\). Since this model is related to the literature on approximation algorithms for the 1-maxian problem \([4, 31, 32, 33]\) from an algorithmic perspective, it is well known that one of the two endpoints must be an optimal facility location for \(x \in G^n\). Thus they regarded the two endpoints as the candidates for the facility locations and designed a GSP 3-approximation deterministic mechanism, which outputs \(a\) if the number \(n_2\) of agents on the right-hand side of the interval is larger than the number \(n_1\) of agents on the left-hand side, and \(b\) otherwise. By a similar idea, they presented two GSP deterministic mechanisms respectively when all agents are on a tree or a circle, and proved that the approximation ratio of each mechanism is 3. Later, Han et al. \([12]\) provided the matching strategy-proof lower bounds for each model on different networks. Furthermore, when all agents are on an interval, Cheng et al. \([5]\) also gave a randomized mechanism which returns \(a\) and \(b\) with probability \(\alpha\) and \(1 - \alpha\), respectively, where \(\alpha = \frac{2n_1 n_2}{n_1 + n_2 + 4n_1 n_2}\). They proved that such a randomized mechanism is GSP and has achievable approximation ratio \(3/2\). When all agents are on a general network, a GPS 4-approximation deterministic mechanism and a trivial GSP 2-approximation randomized mechanism were derived. In addition, the deterministic mechanism was shown to be asymptotically optimal by using the characterization of strategy-proofness for general networks \([13]\).

Recently, Cheng et al. \([5]\) considered a new model of obnoxious facility games that has a bounded service range. In this model each facility can only serve the agents within its service range due to the limited service ability. Each agent wants to be far away from the facilities. On the other hand, she must stay within at least one facility’s range, otherwise she cannot receive any service. Cheng et al. first studied the case when all agents are on an interval, which is normalized as \([0, 1]\), and the service radius is some \(r\) with \(1/2 \leq r \leq 1\). Compared with the previous model without service range, this new model is more complicated since more than one facilities may be needed and it is no longer true that one of the endpoints must be an optimal solution. According to the value of \(r\), Cheng et al. selected different candidates for the facility locations. To be specific, if \(3/4 \leq r \leq 1\), points \(r\) or \(1 - r\) are designated as the facility locations; otherwise, they locate one facility at \(1/2\) or two facilities at 0 and 1 respectively. Thus they designed a GSP deterministic mechanism and a GSP randomized mechanism. When \(1/2 \leq r < 3/4\) or \(3/4 \leq r \leq 1\), the approximation ratio of their deterministic mechanism is \(8r - 1\) or \(\frac{2r + 1}{2r - 1}\), respectively, and the approximation ratio of their randomized mechanism is \(4r\) or \(\frac{2}{2r - 1}\), respectively. Meanwhile, they also proved a lower bound for any strategy-proof deterministic mechanism by constructing different instances, which is equal to \(4r - 1\) if \(1/2 \leq r < 3/4\), \(1/(2r - 1)\) if \(3/4 \leq r < 5/6\) and \(3r - 1\) if \(5/6 \leq r < 1\).
5 Conclusion

We reviewed some known results on approximation mechanism design without money for facility games. By comparing our general framework in Section 2 and what we surveyed in Sections 3 and 4, it should be clear that a lot of interesting problems remain open and different models may be considered by specifying the components in the framework. For example, one may investigate various cases where the space of locations is more involved, such as a multi-dimensional Euclidean space or a specific network other than paths, trees and cycles.

For obnoxious facility games, except the results in [12] there are no other results in the case when the objective is to maximize the minimum utility. Han and Du proved that there is no any SP deterministic mechanism with finite approximation ratio for this objective. We believe that results can be obtained by using the differentially private algorithm mentioned in Section 3.3 to design almost SP mechanisms.

For facility games with a limited service ability, the only known result is about the obnoxious facility game on interval \([0,1]\) with a service range \(1/2 \leq r \leq 1\). It would be interesting to investigate classical and obnoxious facility games with different types of restrictions to service ability in different metric spaces. In particular, one may consider the obnoxious facility game on \([0,1]\) when \(0 < r < 1/2\). It seems challenging to find a general SP mechanism corresponding to the value of \(r\).

Finally, closing the gap between the lower and upper bounds on the approximation ratios of deterministic or randomized mechanisms for some models is also a significant research problem.

References

1. Alon, N., Feldman, M., Proccia, A.D., Tennenholtz, M.: Strategyproof Approximation Mechanisms for Location on Networks. Computing Research Repository-CORR, abs/0907.2049 (2009)
2. Barberà, S., Berga, D., Moreno, B.: Single-dipped Preferences (2009) (working paper)
3. Cappanera, P.: A Survey on Obnoxious Facility Location Problems. Technical report: TR-99-11 (1999) Available via DIALOG. http://citeseerx.ist.psu.edu/viewdoc/summary?doi=10.1.1.36.2783
4. Church, R., Garfinkel, R.: Locating an Obnoxious Facility on a Network. Transp. Sci. 12, 107-118 (1978)
5. Cheng, Y., Han, Q., Yu, W., Zhang, G.: Obnoxious facility game with a bounded service range. In: Chan, T-H.H., Lau, L., Trevisan, L. (eds.) TAMC 2013. LNCS, vol. 7876, pp. 272-281. Springer, Heidelberg (2013)
6. Cheng, Y., Yu, W., Zhang, G.: Strategy-proof Approximation Mechanisms for an Obnoxious Facility Game on Networks. Theoretical Computer Science 497, 154-163 (2013)
7. Dekel, O., Fischer, F., Procaccia, A.D.: Incentive Compatible Regression Learning. Journal of Computer and System Sciences 76(8), 759-777 (2010)
8. Drezner, Z., Hamacher, H.: Facility Location: Applications and Theory. Springer, Berlin (2002)
9. Escoffier, B., Gourves, L., Thang, N., Pascoal, F., Spanjaard, O.: Strategy-proof Mechanisms for Facility Location Games with Many Facilities. In: Brafman, R.I., Roberts, F.S., Tsoukiás, A. (eds.) ADT 2011. LNCS, vol. 6992, pp. 67-81. Springer, Heidelberg (2011)
10. Fotakis, D., Tzamos, C.: Winner-imposing Strategy-proof Mechanisms for Multiple Facility Location Games. In: Saberi, A. (ed.) WINE 2010. LNCS, vol. 6484, pp. 234-245. Springer, Heidelberg (2010)

11. Gupta, A., Ligett, K., McSherry, F., Roth, A., Talwar, K.: Differentially Private Combinatorial Optimization. In: SODA 2010: Proceedings of the Twenty-First ACM-SIAM Symposium on Discrete Algorithms, pp. 1106-1125 (2010)

12. Han, Q., Du, D.: Moneyless Strategy-proof Mechanism on Single-dipped Policy Domain: Characterization and Applications (2012) (working paper)

13. Ibara, K., Nagamochi, H.: Characterizing Mechanisms in Obnoxious Facility Game. In: Lin, G. (ed.) COCOA 2012. LNCS, vol. 7402, pp. 301-311. Springer, Heidelberg (2012)

14. Kariv, O., Hakimi, S.L.: An Algorithmic Approach to Network Location Problems. I. The \( p \)-Centers. SIAM J. Appl. Math. 37, 441-461 (1979)

15. Kariv, O., Hakimi, S.L.: An Algorithmic Approach to Network Location Problems. II. The \( p \)-medians. SIAM J. Appl. Math. 37, 539-560 (1979)

16. Krarup, J., Pisinger, D., Plastria, F.: Discrete Location Problems with Push-pull Objectives, Discrete Appl. Math. 123, 363-378 (2002)

17. Lu, P., Wang, Y., Zhou, Y.: Tighter Bounds for Facility Games. In Leonardi, S. (ed.) WINE 2009. LNCS, vol. 5929, pp. 137-148. Springer, Heidelberg (2009)

18. Lu, P., Sun, X., Wang, Y., Zhu, Z.: Asymptotically Optimal Strategy-proof Mechanisms for Two-facility Games. In: 11th ACM Conference on Electronic Commerce, pp. 315-324. ACM, New York (2010)

19. Nisan, N., Ronen, A.: Algorithmic Mechanism Design. Game and Economic Behavior, 35(1-2), 166-196 (2001)

20. Moulin, H.: On Strategy-proofness and Single-peakedness. Public Choice, 35, 437-455 (1980)

21. Meyerson, A.: Online Facility Location. In: FOCS 2001: Proceedings of the Forty-Second IEEE Symposium on Foundations of Computer Science, pp. 426-431 (2001)

22. Manjunath, V.: Efficient and Strategy-proof Social Choice When Preferences are Single-dipped. Mimeo (2009)

23. McSherry, F., Talwar, K.: Mechanism Design via Differential Privacy. In: FOCS 2007: Proceedings of the Forty-Eighth IEEE Symposium on Foundations of Computer Science, pp. 94-103 (2007)

24. Nisan, N.: Introduction to mechanism design (for computer scientists). In Nisan, N., Roughgarden, T., Tardos, E., Vazirani, V. (eds.) Algorithmic Game Theory, ch. 9. Cambridge University Press (2007)

25. Nissim, K., Smorodinsky, R., Tennenholtz, M.: Approximately Optimal Mechanism Design via Differential Privacy, Computing Research Repository-CORR abs/1004.2888 (2010)

26. Peremans, W., Storcken, T.: Strategy-proofness on Single-dipped Preferences Domains. In: Proceedings of the International Conference, Logic, Game Theory, and Social Choice, pp. 296-313 (1999).

27. Procaccia, A.D., Tennenholtz, M.: Approximate Mechanism Design without Money. In: 10th ACM Conference on Electronic Commerce, pp. 177-186. ACM, New York (2009)

28. Rothkopf, M.: Thirteen Reasons the Vickrey-Clarke-Groves Process is not Practical. Operations Research, 55(2), 191-197 (2007)

29. Schummer, J., Vohra, R.V.: Strategy-proof Location on a Network. Journal of Economic Theory, 104(2), 405-428 (2004)

30. Schummer, J., Vohra, R.V.: Mechanism Design without Money. In Nisan, N., Roughgarden, T., Tardos, E., Vazirani, V. (eds.) Algorithmic Game Theory, ch. 10. Cambridge University Press (2007)

31. Tamir, A.: Obnoxious facility location on graphs. SIAM J. Discrete Math. 4, 550-567 (1991)

32. Ting, S.: A linear-time Algorithm for Maximum Facility Location on Tree Networks. Trans. Sci. 18, 76-84 (1984)

33. Zelinka, B.: Medians and Peripherian of Trees. Arch. Math. 4, 87-95 (1968)