

# A BGP-BASED MECHANISM FOR LOWEST-COST ROUTING

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# THEORETICAL MOTIVATION

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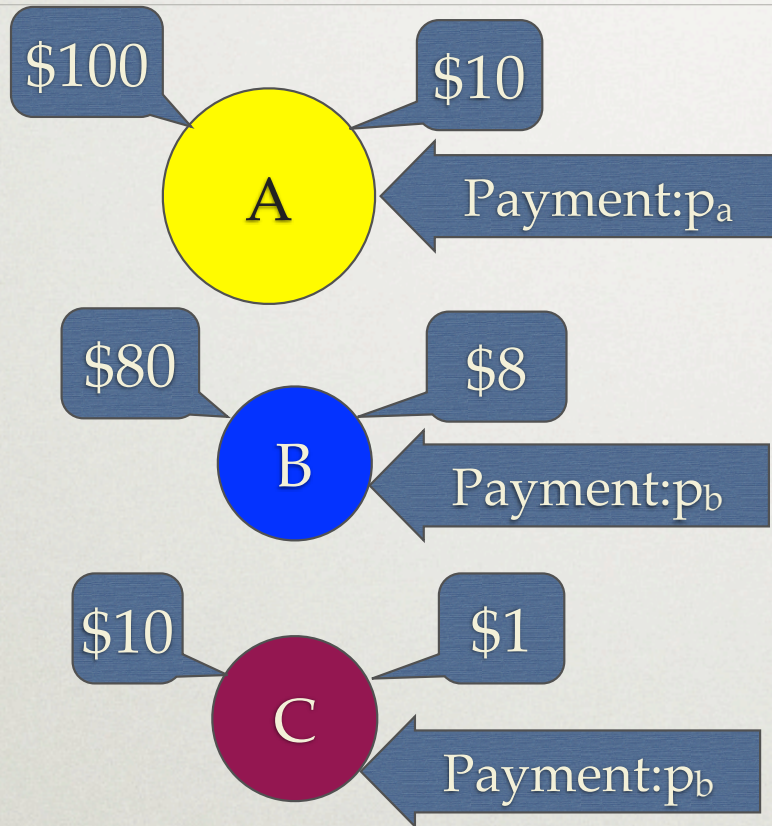
- Internet is comprised of separate administrative domains known as AS. Interdomain Routing occurs among different ASes.
- Each AS has its own economic incentive for routing behaviors.
- ASes do not behave simply as compliant or Byzantine Adversaries, they behave strategically to maximize their returns and minimize their costs.
  - They can do so by lying about the actual information they hold.
- Using game theory to design a mechanism that ensures every router behaves in certain way that optimizes overall network performance.

# MECHANISM DESIGN

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- n agents,  $i \in \{1, \dots, n\}$ ;
- Each agent has some private information,  $t^i$ , called type.
- Output specification: mapping each type vector  $t = (t^1, \dots, t^n)$ , to a set of allowed outputs.  
intuitively, output specification tells what a good planner would do if it has access to all private informations.
- Valuation Function: assigning, for a single agent  $i$ , a score for an output given the agent's private information, i.e,  $v^i(t^i, o)$ .
- Mechanism: Define,
  - 1) for each agent, a set of strategies  $A^i$ ;
  - 2) each agent plays a strategy  $a^i \in A^i$ ;
  - 3) for an input vector:  $(a^1, \dots, a^n)$ , the mechanism outputs two things
    1. a single output,  $o = o(a^1, \dots, a^n)$
    2. payment vector,  $p = (p^1, \dots, p^n)$ , where  $p^i$  is a payment function  $= p^i(a^1, \dots, a^n)$ ;

# MECHANISM DESIGN (CONTINUES)



Result

Output  
Specification:  
[100,80,10] -->  
[8,10]

# MECHANISM DESIGN (CONTINUES)

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- Agent's Utility:  $\tau_k = v_i(t_i, o) + p_i$ ;
  - Represents the overall rewards to the agent.
  - Agent K's only goal is to maximize this utility.
- Strategyproof Mechanism: Mechanism where types are part of the strategy space  $A_i$ , each agent maximizes his utility by giving his type  $t_i$  as input.  
$$v^i(t^i, o(a^{-i}, t^i)) + p^i(a^{-i}, t^i) \geq v^i(t^i, o(a^{-i}, a^i)) + p^i(a^{-i}, a^i)$$

where,  $a^{-i}$  means  $(a^1, \dots, a^{i-1}, a^{i+1}, \dots, a^n)$
- The mechanism wants each agent to report his private type truthfully, and pay agents in order to provide incentives for them to do so.

# VCG FAMILY MECHANISM

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- Consider an example: Vickrey's Second Price Auction
- Single Item is for sale on ebay among  $n$  buyers, with each buyer having a scalar value  $w_i$  that he is willing to pay (i.e, it's private information). Each people is bidding independently.
- Assume the price of final sale to be  $p$ .
- Utility in this case is
$$\tau_i = w_i - p \quad (\text{if } i \text{ wins the item})$$
$$= 0 \quad (\text{someone else wins})$$
- A natural social choice is to give the item to the player who values it the most.
- **Second Price Auction**: Player with highest prices wins, but pays 2nd-highest price.

# VCG FAMILY MECHANISM (CONTINUES)

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- Example:  
Player A bids \$10; (cost of -10)  
Player B bids \$8; (cost of -8)  
Player C bids \$6; (cost of -6)
- Under VCG: Highest wins, pays second highest: \$8;  
Under non-VCG: (Pay your bid), A bids \$10, pays \$10;  
(No payment), A bids \$10, pays none;
- Under non-VCG, agents have incentive to lie about their bids in order to gain more utility. For example, A would be better off stating its bid as \$9 for “Pay your bid”, or  $\infty$  under no payment.
- Under VCG, A can never be better off if it lies about its bids.
- The actual payment would be:  
**payment** = [declare “cost” ( $u_k$ )] + [cost without A ( $h_k$ )] - [cost with A ( $V$ )]  
= -10 + -8 - (-10) = -8.  
A pays -8, with utility of (10-8) = 2.

# PROBLEM FORMULATION

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- The nodes are the strategic agents;
- Each AS incurs a per-packet cost for carrying traffic which is the private information for each agent.
- The network is Biconnected, so there is no monopoly.
- Goal is to maximize the network efficiency by routing packet alongs the LCP.
- Takes in  $n$  AS numbers and constructs LCPs for all source-destination pairs.
- Compute the routes and payments with a distributed protocol based on BGP.
- Admitted Disadvantages:
  - Per-packet costs are not the best model.
  - LCP routing is not necessary the preferable routing policy.



# PROBLEM FORMULATION (CONTINUES)

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- A network has a set of nodes  $N$ ,  $n = |N|$ .
- A set  $L$  of bidirectional links between nodes in  $N$ .
- The network, called AS Graph, is biconnected, i.e, it's connected and nonseparable. Failure of a link would not separates the network.
- For any two nodes  $i, k \in N$ ,  $T_{ij}$  is the traffic intensity (i.e, # of packets) being send from  $i$  to  $j$ .
- Node  $k$  incurs a transit costs  $c_k$  for each transit packet it carries, which is also the private information for this node.
- $C_k$  assumes to be independent of which neighbor  $k$  received the packet from and which neighbor the packet is send to.
- Each node  $k$  is given a payment  $p_k$  to compensate it for carrying transit traffic.
- Payment can depends on the traffic and network topology, but the only assumption is that nodes receive no payment if carrying no traffic.

# PROBLEM FORMULATION (CONTINUES)

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- Let  $I_k(c;i,j)$  be the indication function for LCP from  $i$  to  $j$ ;  
i.e  $I_k(c;i,j) = 1$  ( $k$  is a node on LCP from  $i$  to  $j$ )  
 $0$  (otherwise)

Note:  $I_i(c;i,j) = I_j(c;i,j) = 0$ .

- Total cost  $u_k$  incurred by transit node  $k$ :  
 $u_k(c) = c_k \sum_{i,j \in N} T_{ij} I_k(c;i,j)$
- **Total Cost** to the society:  
 $V(c) = \sum_k u_k(c)$ .
- We want to minimize the total cost to the society, and it's equivalent to minimizing, for every  $i,j \in N$ , the cost of the path between  $i$  and  $j$ .

# PROBLEM FORMULATION (CONTINUES)

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- The only way we can assured of minimizing  $V(\bullet)$  is for agents to inputs their true costs. And we must rely on pricing scheme to incentivize agents to do so.
- The mechanism must be strategyproof, i.e for all  $x$   
 $\tau_k(c) > \tau_k(c \mid^k x),$   
where  $c \mid^k x = c_i (i \neq k)$   
 $x (i = k)$

# PRICING MECHANISM

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**Theorem 1** *When routing picks lowest-cost paths, and the network is biconnected, there is a unique strategyproof pricing mechanism that gives no payment to nodes that carry no transit traffic. The payments to transit nodes are of the form*

$$p^k = \sum_{i,j \in N} T_{ij} p_{ij}^k, \text{ where}$$

$$p_{ij}^k = c_k I_k(c; i, j) +$$

$$\left[ \sum_{r \in N} I_r(c|{}^k \infty; i, j) c_r - \sum_{r \in N} I_r(c; i, j) c_r \right].$$

# WHAT PRICING SCHEME REALLY SAYS...

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- Payment to agent  $k$  for carrying traffic from  $i$  to  $j$  =
  - (1) 0 if  $k$  does not carry any traffic, otherwise
  - (2) payment =  $k$ 's declared cost +  $k$ 's helpfulness  
=  $k$ 's declared cost  
+ (cost to the network without  $k$ )  
- (cost to the network with  $k$ )
- This is provably the only payment scheme that guarantees:
  - (1) optimal social welfare.
  - (2) truthful report of private information from agents.

# IMPLEMENTATION

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- By using the current BGP protocol to distribute information about the cost function in the network.
- To know the payment, we need to know the
  - (1) private information;
  - (2) cost to the network when routing through me;
  - (3) cost to the network when routing through an alternative paths;
- (1) is obvious.
- (2) is computed by summing the information carried in the BGP header along its AS-path, and is stored in the BGP routing table.
- (3) can not be calculated immediately, but it can be estimated by keeping a upper bound and update this upper bound by the information carried in BGP headers, and have it converges to a stable correct value.
  - Big Assumption for this result: the network topology is static.

# IMPLEMENTATION (CONTINUES)

- Details of how this algorithm is derived is omitted here
- The key result is that the estimation is tight, and it converges to the correct LCP and prices after a certain number of rounds.

- If  $a$  is  $i$ 's parent in  $T(j)$ , then  $i$  scans the incoming array and updates its own values if necessary:

$$p_{ij}^{v_r} = \min(p_{ij}^{v_r}, p_{aj}^{v_r}) \quad \forall r \leq s - 1$$

- If  $a$  is a child of  $i$  in  $T(j)$ ,  $i$  updates its payment values using

$$p_{ij}^{v_r} = \min(p_{ij}^{v_r}, p_{aj}^{v_r} + c_i + c_a) \quad \forall r \leq s$$

- If  $a$  is neither a parent nor a child,  $i$  first scans  $a$ 's updated path to find the nearest common ancestor  $v_t$ . Then  $i$  performs the following updates:

$$\forall r \leq t \quad p_{ij}^{v_r} = \min(p_{ij}^{v_r}, p_{aj}^{v_r} + c_a + c(a, j) - c(i, j))$$

$$\forall r > t \quad p_{ij}^{v_r} = \min(p_{ij}^{v_r}, c_k + c_a + c(a, j) - c(i, j))$$

# DISCUSSION?

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- Known issues to VCG mechanism.
- Over payment?
- Unrealistic assumptions made by author about the network.
- Does re-feedback fall into this theoretical category?