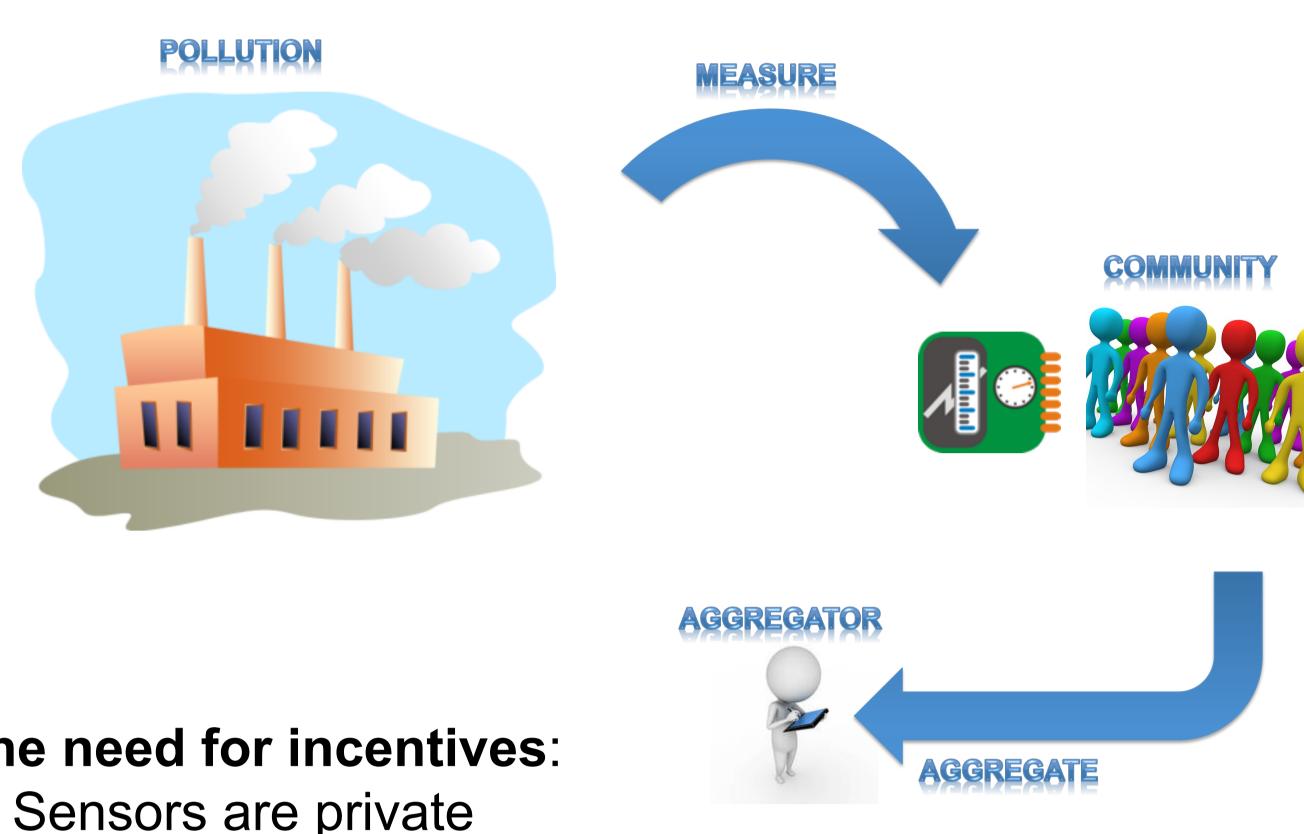


# Incentive Schemes for Community Sensing

Goran Radanovic and Boi Faltings



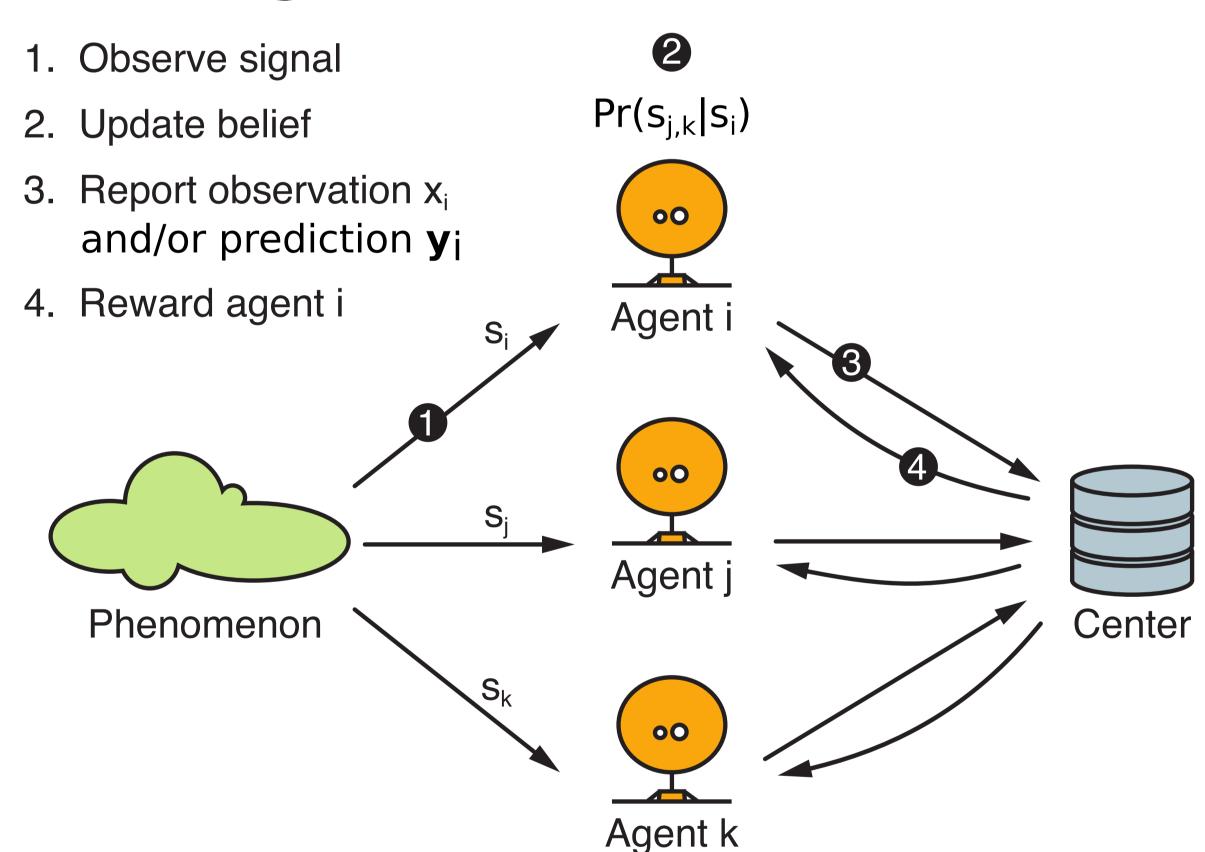




## The need for incentives:

- Sensors are private
- Sensing is costly
- Discourage random reporting

# The setting



### The scenario for an agent *i*:

- Observe a certain phenomenon
- Receive a private signal  $S_i = s_i$
- Update the belief  $Pr(S_i|S_i = s_i)$  regarding what some other agent j has observed
- Provide the center with an information report  $x_i$  that corresponds to the observation  $S_i = s_i$
- Provide the center with a prediction report  $y_i$  that corresponds to the belief  $Pr(S_i|S_i = s_i)$
- Receive a reward from the center
- Goal: maximize the expected reward (score).

We have proved that a truthful mechanism cannot be based solely on information reports!

# Related Work

- A Bayesian Truth Serum for Subjective Data, D. Prelec, 2004.
- A Robust Bayesian Truth Serum for Small Populations, J. Witkowski, D. C. Parkes, 2012.
- A Robust Bayesian Truth Serum for Non-binary Signals, G. Radanovic, B. Faltings. 2013.
- Incentives for Truthful Information Elicitation of Continuous Signals, G. Radanovic, B. Faltings, 2014.

# **Bayesian Truth Serums**

Structure of the score:

Score = Information Score + Prediction Score

#### BTS scores:

- (Original) BTS
- Robust BTS
- Multi-valued BTS

### Properties:

- The scores are decomposable
  - Require additional restrictions on the BTS setting
- Do not allow continuous signals

# Divergence based BTS

### Approach:

- Use a non-decomposable payment scheme
- Punish agents whose information reports are similar, but have significantly different prediction reports

# Discrete domain

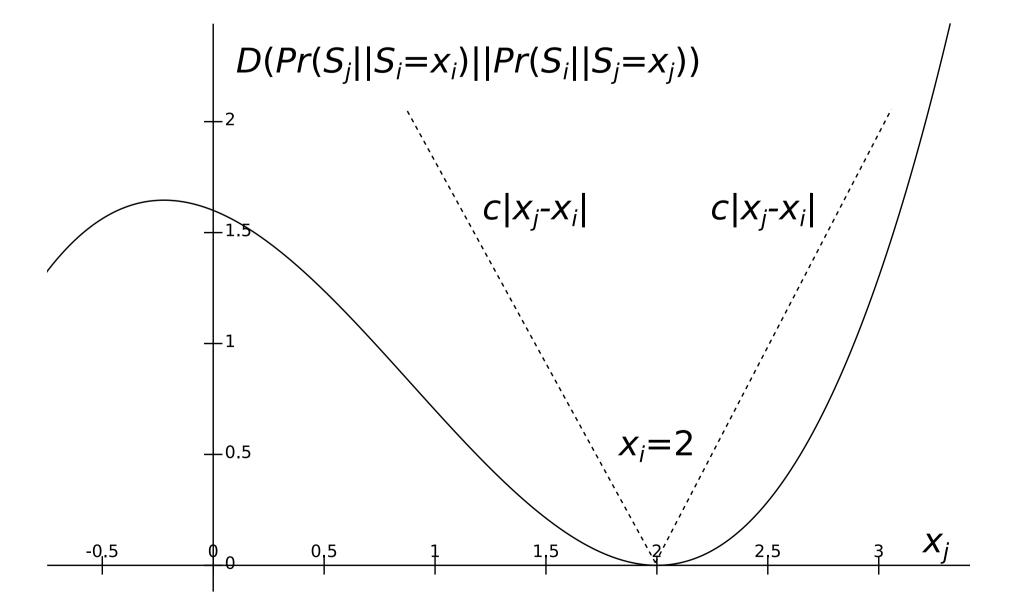
$$score = -1_{x_{peer} = x_{agent} \land D(\mathbf{y}_{agent} || \mathbf{y}_{peer}) > \Theta} + R(\mathbf{y}_{agent}, x_{peer})$$

where 1 is an indicator variable, D is a divergence function, R is a proper scoring rule, and Θ is a parameter of the mechanism.

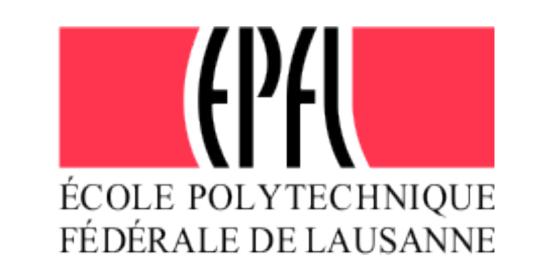
# Continuous domain

$$score = -1_{x_{peer} \in \Delta_x^{agent} \land D(\mathbf{y}_{agent} || \mathbf{y}_{peer}) > \delta \cdot \Theta} + R(\mathbf{y}_{agent}, x_{peer})$$

where  $\delta$  is a random number in (0, 1) and  $\Delta_x^{agent}$  is an interval of size  $\delta$  around  $x_{agent}$  value. Parameter  $\Theta$  should be big enough:



Divergence based BTS mechanism can be transformed into a non-parametric mechanism!



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