

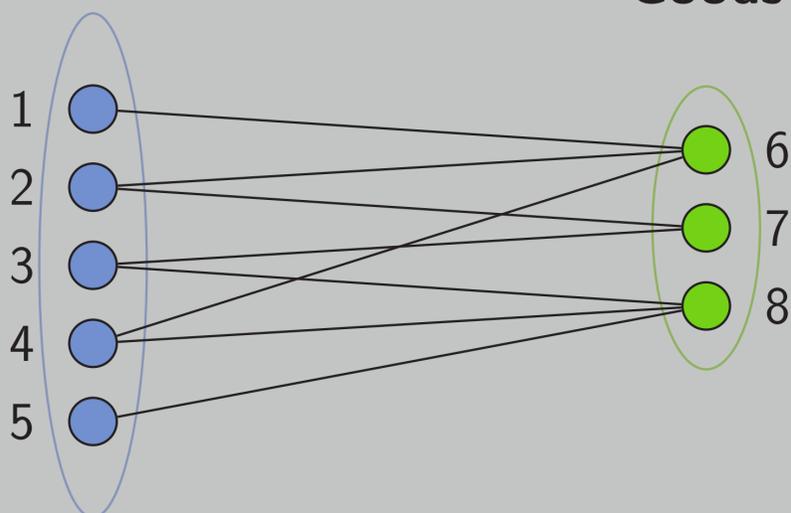
# Privately Solving Assignment Problems



Justin Hsu, Zhiyi Huang, Aaron Roth,  
Tim Roughgarden, Steven Wu  
University of Pennsylvania

## The Problem

### Buyers

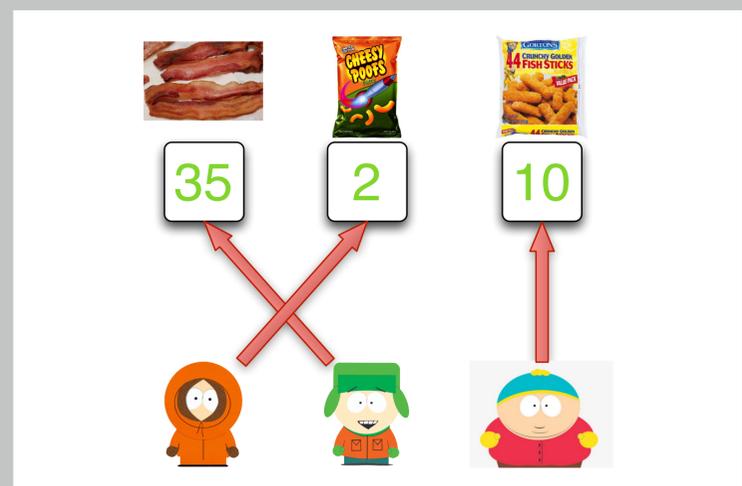


- ▶ Match bidders to preferred goods
- ▶ What if preferences are **private**?
- ▶ Impossible under differential privacy

## Putting it all together

1. Ascending price auctions on each good
2. Publish count of bids on each good
3. Bidders infer prices, submit bids
4. Each bidder knows what to get

## In a picture...



## Ascending price auctions [KC82]

- ▶ Bidders bid on goods
- ▶ Maintain price for each good, raise when no more supply
- ▶ Intuition: deferred acceptance
- ▶ **Walrasian equilibrium**

## Joint differential privacy [KPRU13]

- ▶ Arbitrary coalitions of bidders can't learn remaining bidders' preferences

## Private counter [CSS10/DNPR10]

- ▶ Privately release running count of a stream

## Large supply

- ▶ Private counters, noisy may oversell
- ▶ Solution: distinct types of goods
- ▶ Assume **large supply** of each

## Extensions and lower bounds

- ▶ Works for **gross substitutes** valuations
- ▶ Standard differential privacy: **impossible**
- ▶ **Joint** differential privacy: large supply

## Conclusion

- ▶ Prices = "low information"  $\Rightarrow$  **privacy**
- ▶ Other auctions via counters?