

On the Online Coalition Structure Generation Problem

Michele Flammini

GSSI, L'Aquila, Italy

MICHELE.FLAMMINI@GSSI.IT

Gianpiero Monaco

University of L'Aquila, Italy

GIANPIERO.MONACO@UNIVAQ.IT

Luca Moscardelli

University of Chieti-Pescara, Italy

LUCA.MOSCARDELLI@UNICH.IT

Mordechai Shalom

Isik University, Istanbul, Turkey

CMSHALOM@GMAIL.COM

Shmuel Zaks

Technion, Haifa, Israel

ZAKS@CS.TECHNION.AC.IL

Abstract

We consider the online version of the coalition structure generation problem, in which agents, corresponding to the vertices of a graph, appear in an online fashion and have to be partitioned into coalitions by an authority (i.e., an online algorithm). When an agent appears, the algorithm has to decide whether to put the agent into an existing coalition or to create a new one containing, at this moment, only her. The decision is irrevocable. The objective is partitioning agents into coalitions so as to maximize the resulting social welfare that is the sum of all coalition values. We consider two cases for the value of a coalition: (1) the sum of the weights of its edges, and (2) the sum of the weights of its edges divided by its size.

Coalition structures appear in a variety of application in AI, multi-agent systems, networks, as well as in social networks, data analysis, computational biology, game theory, and scheduling. For each of the coalition value functions we consider the bounded and unbounded cases depending on whether or not the size of a coalition can exceed a given value α . Furthermore, we consider the case of a limited number of coalitions and various weight functions for the edges, i.e., unrestricted, positive and constant weights. We show tight or nearly tight bounds for the competitive ratio in each case.

1. Introduction

Coalition structure generation (CSG) is a major research challenge in AI, multi-agent systems, and networking communities. The CSG problem consists in partitioning a set of agents into coalitions, so as to maximize the resulting social welfare. Specifically, given a set of agents $A = \{1, 2, \dots, n\}$ and a *value function* $v : 2^A \rightarrow \mathbb{R}$ (that may map to negative values) assigning a value to each set of agents (*coalition*) $S \subseteq A$, a coalition structure is a partition of A into disjoint exhaustive coalitions. The objective is to identify coalition structures that maximize the overall outcome of the system, that is the sum of all coalition values. This function that we want to maximize is known as the utilitarian social welfare.

CSG models a variety of real world scenarios and not surprisingly is one of the major problems investigated in AI. For instance, consider a set of agents who can work in teams: some agents work well together, while others find it hard to do so. When two agents work

well together, a team which contains both of them can achieve better results due to their synergy. On the other hand, when the agents are not able to integrate in a satisfactory way, a team that contains them has a reduced utility due to their inability to cooperate, and may even perform better if they are removed. There are many other real world applications of CSG like electronic commerce, e-business, distributed vehicle routing, information gathering, multi-sensor networks, grid computing, autonomous sensors and virtual power plants (Rahwan, Michalak, Wooldridge, & Jennings, 2015; Voice, Polukarov, & Jennings, 2012).

Several papers of the literature dealing with CSG (see the Related Work Section) consider the problem under a classical computational setting, where a centralized deterministic authority (i.e., an offline algorithm) decides how to partition the agents into coalitions, and where it is assumed that all the information on the input is known at the beginning. However, there exist scenarios (e.g., hiring employees and assigning them to existing teams, people entering social networks, etc.) in which it is more realistic to assume that agents arrive over time and the entire input is not available from the start. For this reason, in this work we study CSG in the classical online setting with agents introduced in an online fashion. Specifically, we assume that agents arrive one after the other and when an agent arrives, only the values of subsets of agents arrived until this moment are known. The authority (i.e., an online algorithm) has to decide whether to put the agent into an existing coalition or to create a new one containing, at this moment, only her. The decision is irrevocable and clearly depends on the cost function associated with the resulting coalitions. The objective is still partitioning agents into coalitions so as to maximize the resulting utilitarian social welfare. We evaluate the performance of online algorithms by using the competitive analysis, where an online algorithm is compared with an optimal offline algorithm that knows the entire request sequence in advance.

We notice that every setting of CSG in which (i) agents arrive over time and (ii) an irrevocable choice has to be made upon their arrival, naturally fits our model. For instance, consider (a) social-network games, among the most played in the world (Shin & Shin, 2011), receiving players over time to be assigned to rooms and not allowed to change room before the end of the game; (b) a research institute aiming at assigning researchers (hired over time) to departments: the cost of moving a researcher already inserted in a department could be very high in terms of productivity and of organization and administrative issues; (c) similarly, a company with geographically spread agencies to which hired employees have to be assigned. This work may be considered as a fundamental step towards the study of these realistic CSG applications. Further steps, for instance considering some degree of uncertainty regarding the weight of edges, deserve future research in order to capture these scenarios in an increasingly realistic way.

It is not difficult to see that if we consider general value functions there is no competitive algorithm \mathcal{A} with bounded competitive ratio. In fact, consider the online input that is supplied to \mathcal{A} by the following adversary. The adversary releases two agents 1 and 2, where $v(\{1\}) = 0$, $v(\{2\}) = 0$ and $v(\{1, 2\}) = 0$. The online algorithm \mathcal{A} can either put both agents in the same coalition or in two different coalitions. In the first case, the adversary release a third agent 3 such that $v(\{3\}) = 0$, $v(\{1, 3\}) = 1$, $v(\{2, 3\}) = 0$ and $v(\{1, 2, 3\}) = 0$. We have that the optimal offline solution that put agents 1 and 3 together and agent 2 alone has social welfare 1, while the social welfare of the solution returned by the online algorithm \mathcal{A} is 0, regardless of the decision about agent 3. In the second case, the adversary release

a third agent 3 such that $v(\{3\}) = 0$, $v(\{1, 3\}) = 0$, $v(\{2, 3\}) = 0$ and $v(\{1, 2, 3\}) = 1$. We have that the optimal offline solution that put the three agents together in the same coalition has social welfare 1, while the social welfare of the solution returned by the online algorithm \mathcal{A} is 0, regardless of the decision about agent 3.

Despite the non-existence of competitive algorithms with bounded competitive ratio, considering general value functions has also the drawback that the problem is defined by the 2^n distinct coalition values and the mere specification of the input would be intractable. In this work we focus on a natural and succinct representation of the problem, where the agents are vertices of an undirected weighted graph, and the value of a coalition depends on the weights of the edges between coalition members. It is arguably one of the most basic variant of coalition value functions to consider, however, this simple setting generates a rich set of problems to study. This graph model has been first studied by Deng and Papadimitriou (1994) and further considered by Aziz and de Keijzer (2011), Bachrach, Kohli, Kolmogorov, and Zadimoghaddam (2013), Bistaffa and Farinelli (2018), Voice et al. (2012). As noted by Voice et al. (2012), it well models various contexts of interest to computer scientists, where agents represent humans or resources (e.g., machines, computers, service providers or communication lines), which are typically structured and embedded in a social or computer network.

When an agent (i.e., a node of the considered graph) arrives, only the weights of her incident edges toward previously arrived agents are known. After each step t , the current graph is partitioned into coalitions $\mathbf{C}(t) = \{C_1^t, C_2^t, \dots, C_{c(t)}^t\}$, such that every agent belongs to exactly one coalition C_i^t , starting from the coalition structure $\mathbf{C}(t-1)$ determined in the previous step. In particular, when an agent appears, she can either join an existing coalition or form a new one consisting only of her. The utilitarian social welfare of the coalition structure $\mathbf{C}(t)$ is the sum of the values of all of its coalitions. We consider two different definitions of coalition value: (1) the sum of the weights of the edges between coalition members, and (2) the sum of the weights of the edges between coalition members divided by the number of agents in the coalition. We refer to these two value functions as *total weight* and *fractional weight*, respectively. The former is the most natural one can think of, while the latter captures social, economic, and political settings in which agents seek to maximize the average agreement with the members of their coalition. Both of them have been also widely considered in the literature (see the Related Work Section).

1.1 Our Contribution

We consider the online variant of the CSG problem, where we assume that the input contains two numbers $\alpha, k > 0$, that constitute upper bounds for the size of a coalition and for the number of coalitions, respectively. Furthermore, we consider different types of edge weights: unrestricted, positive and constant weights. We show tight or nearly tight bounds for the competitive ratio in each of the cases. Table 1 and Table 2 summarize our results for the total weight and fractional weight measures, respectively. Our main technical results are the $\Omega(\log^2 W)$ lower bound (Thm. 4.5) for the competitive ratio of Maximum Fractional Weight Coalition Structure Generation with positive weights, and the matching upper bound (Thm. 4.4), where W is the maximum absolute value of the edge weights.

Bounds	Weights	Lower Bound	Upper Bound
$\alpha = \infty$	General	$W \cdot (n - 2)^{(*)}$ (Thm. 3.1)	$\max\{W \cdot (n - 2), n - 1\}$ (Thm. 3.2)
$\alpha < \infty$	General	$2W \cdot (\alpha - 1)$ (Thm. 3.6)	$2W \cdot (\alpha - 1)$ (Thm. 3.7)
	Positive	$W^{1-\epsilon} \cdot (\alpha - 1)$ (Thm. 3.8)	$W \cdot \alpha$ (Thm. 3.9)
$k < \infty$	General	∞ (Thm. 3.3)	
	± 1	∞ (*) (Thm. 3.4)	

Table 1: The competitive ratio of Maximum Weight Coalition Structure Generation. Lower bounds holding only for the strict competitive ratio are marked by (*).

Bounds	Weights	Lower Bound	Upper Bound
$\alpha = \infty$	General	$4W$ (Thm. 4.1)	$4W$ (Aziz et al., 2015)
	Unweighted	4 (Thm. 4.3)	4 (Aziz et al., 2015)
	Positive	$\Omega(\log^2 W)$ (Thm. 4.5)	$O(\log^2 W)$ (Thm. 4.4)
$\alpha < \infty$	General	$\Omega(W)$ (Thm. 4.8)	$4W$ (Aziz et al., 2015)
	Unweighted	$4(1 - 1/\alpha)$ (Thm. 4.6)	$4(1 - 1/\alpha)$ (Thm. 4.7)
$k < \infty$	General	∞ (Thm. 4.9)	
	± 1	∞ (*) (Thm. 4.10)	
	Positive	$\frac{n}{2}$ (Thm. 4.11)	$\frac{n}{2}$ (Observation 1)

Table 2: The competitive ratio of Maximum Fractional Weight Coalition Structure Generation. Lower bounds holding only for the strict competitive ratio are marked by (*).

A preliminary version of this work appeared in the proceedings of AAMAS 2018 (Flammini, Monaco, Moscardelli, Shalom, & Zaks, 2018). We would like to remark that, besides substantially improving the presentation and including all proofs that were omitted in the conference version, we have significantly strengthened the results by providing, in almost all cases, lower bounds holding not only for the strict competitive ratio, but also for the more challenging general non-strict notion of competitive ratio.

1.2 Related Work

There exist many offline algorithms designed for the CSG problem. One of the main approach is using dynamic programming algorithms (Rothkopf, Pekec, & Harstad, 1998). The most efficient one for the CSG problem with general coalition values has been designed by Rahwan and Jennings (2008) which returns an optimal solution in time $O(3^n)$. Another typical approach is using anytime algorithms, which can return a solution at anytime during the running time with the property that the quality of this solution improves monotonically as the computation time increases. Several authors have developed anytime algorithms for the CSG problem (Dang & Jennings, 2004; Rahwan, Michalak, Wooldridge, & Jennings, 2012; Rahwan, Ramchurn, Jennings, & Giovannucci, 2009; Sandholm, Larson, Andersson, Shehory, & Tohmé, 1999). The problem of partitioning a set of agents, where larger coalitions get higher value but only up to a certain fixed coalition size, has been considered by Dutta, Dasgupta, Baca, and Nelson (2013). In particular, they deal with the scenario, where initially agents can be in any arbitrary configuration (coalition structure), and consider the problem of obtaining a partition that maximizes the social welfare starting from the initial one by taking into account the cost of transforming from one coalition structure to another. All these algorithms that solve the CSG problem with general coalition values have a worst case time complexity exponential in n . Therefore several heuristics have been proposed. For instance, Shehory and Kraus (1998) propose a greedy algorithm which restricts the search space by imposing constraints on the size of the coalition. Another greedy algorithm (Mauro, Basile, Ferilli, & Esposito, 2010) is based on GRASP a general purpose greedy algorithm that, after each iteration, performs a quick local search to try and improve its solution. Sen and Dutta (2000) propose a genetic algorithm which uses a stochastic search process to identify the optimal coalition structure.

Deng and Papadimitriou (1994) are the first to consider the graph model (also called weighted graph games) that we consider in our paper. Specifically, they consider the offline scenario of the CSG problem and provide complexity results for it. This graph model has been further considered by Bachrach et al. (2013) who show that finding the optimal coalition structure is hard even for planar graphs. Moreover, the authors provide constant factor approximation algorithms for minor-free graphs (that include the family of planar graphs) and bounded degree graphs. Voice et al. (2012) consider a different version of the graph model for the CSG problem, which is a well known graph restricted game considered by Myerson (1977). In particular, their input is an undirected graph and the coalition value for a subset of agents (i.e., a coalition) is any function which is independent of disconnected members, that is, two nodes have no effect on each other's marginal contribution to their vertices separator. They consider the problem of computing optimal coalition structures and provide complexity results for general and specific graphs. Aziz and de Keijzer (2011) show polynomial time algorithms for coalition structure generation in contexts of spanning tree games, edge path coalitional games and vertex path coalitional games, where the value of a coalition of nodes is either 1 or 0, depending on whether or not it contains a spanning tree, an edge path or a vertex path, respectively.

To the best of our knowledge the online setting adopted in this work was not considered before. A related (but different) problem in the online setting was initiated by Augustine, Avin, Liaee, Pandurangan, and Rajaraman (2016). They study the problem of balanced

repartitioning: given an online sequence of pairs of agents to be interconnected, the objective is to dynamically partition the agents into coalitions of similar size, at a minimum cost. Coalition structures can be updated dynamically, by migrating agents between coalitions at a given cost per migration. Thus, the three main differences between that model and ours are that we do not require equal size coalitions, we consider different value functions, and coalitions in our model cannot be reconfigured. Moreover, Nguyen and Zick (2018) extend the class of weighted voting games to the more general one of resource based coalitional games and provide several results about the computation of optimal coalition structure, some of them also holding in the online setting. It is worth noticing that their work deeply differs from ours because every agent is assigned a weight and the value of a coalition is either zero or a fixed value that is obtained if and only if the sum of weights of the agents belonging to it is at least a given threshold. Interestingly, it holds that there are several correlations among this model and the family of *big packing* problem, and some (online) algorithms (e.g., the next-fit one) holding for the bin packing problem can be adapted to this setting. Furthermore, Buchbinder, Feldman, Filmus, and Garg (2020) study another online setting that is somewhat related to ours: it consists in assigning items (arriving in an online fashion) to bidders, where each bidder has a non-negative monotone submodular utility function, such that a partition of items among the bidders maximizing the total utility of the bidders is obtained.

Our problem is also related to game theoretic works. Hedonic games, first formalized by Dr ze and Greenberg (1980), model the formation of coalitions (groups) of players when players have preferences over which group they belong to. In particular, each player has a subjective utility function over the coalitions they join (a preference order over them, often induced by some cardinal utility function). Work on hedonic games mainly studies the existence, computation and performance of stable solutions, i.e., solutions where no agent or group of agents has interest in deviating from the outcome. Nevertheless, it is also considered the problem of computing coalition structures that maximize the social welfare. Additively-separable hedonic games (ASHGs) constitute a natural and succinctly representable class of hedonic games. Like in our graph model, they can be represented by a weighted graph, where the set of agents coincides with the set of vertices and the utility of a coalition to a particular agent is simply the sum of the weights of the edges adjacent to the agent in the subgraph induced by the coalition. Properties guaranteeing the existence of stable allocations for ASHG have been provided by Banerjee, Konishi, and S nmez (2001), Bogomolnaia and Jackson (2002), while computational complexity issues have been studied by Ballester (2004), Aziz, Brandt, and Seedig (2011), Olsen (2009). ASHG where the utility of a coalition to a particular agent is the sum of the weights of the edges adjacent to the agent in the subgraph induced by the coalition plus the weight on the particular coalition has been studied by Bil , Fanelli, Flammini, Monaco, and Moscardelli (2019). Fractional hedonic games (FHGs) (Aziz, Brandl, Brandt, Harrenstein, Olsen, & Peters, 2019) constitute another natural and succinctly representable class of hedonic games. They are similar to ASHG, with the difference that the utility of an agent is divided by the number of agents of the coalition. Brandl, Brandt, and Strobel (2015) study the computational complexity of deciding whether a stable coalition structure exists in a given game. Carosi, Monaco, and Moscardelli (2019) study local-core stable coalition structure in FHGs and Bil , Fanelli, Flammini, Monaco, and Moscardelli (2018) also consider the

problem of computing optimal coalition structures. Fanelli, Monaco, and Moscardelli (2021) consider relaxed core stability in FHGs. Aziz, Gaspers, Gudmundsson, Mestre, and Taubig (2015) consider the computational complexity of computing optimal coalition structures for FHGs under utilitarian and egalitarian social welfare. Some results have been improved by Flammini, Kodric, Monaco, and Zhang (2021), where also strategyproof mechanisms for ASHG and FHGs have been proposed. We note that our value coalition functions are equivalent to the ones of the corresponding ASHG and FHGs, being just scaled by a constant factor of 2. Monaco, Moscardelli, and Velaj (2019, 2020) consider modified fractional hedonic games (MFHG), where, slightly differently than FHGs, the utility of an agent is divided by the size of the coalition she belongs minus 1. Elkind, Fanelli, and Flammini (2020) study Pareto Optimality in ASHG, FHGs and MFHG.

In this work we deal with coalition formation, where the value of a coalition does not depend on agents who are not part of the coalition. However, there exist coalition formation settings with externalities (Rahwan et al., 2012). Moreover, we assume that each agent is member of exactly one coalition. However, there exist coalition formation settings in which coalitions do not constitute a partition of the agents, but may also overlap (Chalkiadakis, Elkind, Markakis, Polukarov, & Jennings, 2010; Zick, Markakis, & Elkind, 2014).

1.3 Paper Organization

In Section 2 we present definitions and notation used throughout the paper, and also the problems' statement. In Sections 3 and 4 we analyze the total weight measure and the fractional weight measure, respectively. Section 5 contains concluding remarks.

2. Preliminaries

In this section, we first provide all the necessary definitions and notation. Then, we formally define our problem.

2.1 Definitions and Notation

For an integer $k > 0$, we denote by $[k]$ the set $\{1, \dots, k\}$.

Through this work G is an undirected edge-weighted graph (V, E, w) on n vertices having no self-loops, with $w : E \rightarrow \mathbb{R}$. Each vertex is associated with an *agent*. We denote by uv and $w_{u,v}$, the edge $\{u, v\} \in E$ and its weight $w(\{u, v\})$, respectively. We assume that $|w_{u,v}| \geq 1$ for every $uv \in E$. We denote by $W = \max_{uv \in E} |w_{u,v}|$ the maximum absolute value of the edge weights. We say that G is *unweighted* if $w_{u,v} = 1$ for any $uv \in E$. We denote by $G^+ = (V, E^+, w^+)$ the subgraph of G consisting of its positive-weighted edges, that belong to $E^+ \subseteq E$. Given a set of edges $F \subseteq E$, we denote by $w(F) = \sum_{uv \in F} w_{u,v}$, the total weight of edges in F . We denote by $G[S]$, the subgraph of G induced by a subset S of its vertices, i.e., $G[S] = (S, E_S, w_S)$, where $E_S = \{uv \in E : u, v \in S\}$ and w_S is the restriction of w to E_S . We denote by $\delta_S(v)$, the set of edges incident to v and S , i.e., $\delta_S(v) = \{uv \in E : u \in S\}$, and by $N_S(v)$ (resp. $N_S[v]$) the open (resp. closed) neighborhood of v in S . A *clique* (resp. *independent set*) of G is a set of pairwise adjacent (resp. non-adjacent) vertices of G .

A *coalition structure* \mathbf{C} of G is a partition of V into *coalitions* C_1, C_2, \dots, C_c , for some positive integer c . We use the term coalition for both C_i and the weighted graph $G[C_i]$. Two coalitions C_i and C_j are *adjacent* if there exist $v_i \in C_i$ and $v_j \in C_j$ with $v_i v_j \in E$. For a vertex $v \in V$, we denote by $\mathbf{C}(v)$ the unique coalition $C_i \in \mathbf{C}$ such that $v \in C_i$. For two positive integers α and k , we say that a coalition structure \mathbf{C} is (α, k) -bounded if $|\mathbf{C}| \leq k$ and $|C_i| \leq \alpha$, for every $C_i \in \mathbf{C}$. We assume that $\alpha \geq 2$ and $k \geq 2$.

We denote by $w(C_i)$ the total weight of the edges of $G[C_i]$. The *fractional weight* of a coalition C_i is $w_F(C_i) = \frac{w(C_i)}{|C_i|}$. Clearly, when C_i is an independent set, and in particular a single vertex, we have $w_F(C_i) = w(C_i) = 0$. We refer to the unique agent of a singleton coalition of \mathbf{C} as an *isolated agent* of \mathbf{C} . When G is unweighted we have $w_F(C_i) = \frac{|C_i|-1}{2}$ whenever C_i is a clique, and $w_F(C_i) = 1 - \frac{1}{|C_i|}$ whenever $G[C_i]$ is a tree.

The weight of a coalition structure \mathbf{C} is $w(\mathbf{C}) = \sum_{C_i \in \mathbf{C}} w(C_i)$, and its fractional weight is $w_F(\mathbf{C}) = \sum_{C_i \in \mathbf{C}} w_F(C_i)$. We name the coalition structure $\{V\}$ as the GRANDCOALITION.

2.2 Problem Statement

We consider the following two optimization problems under the online setting in which the vertices of G (i.e., the agents) appear one at a time (along with their incident edges) in the order v_1, v_2, \dots, v_n and one has to decide on the coalition $C(v_i)$ of every v_i upon her arrival.

MAXW-CSG (MAXIMUM WEIGHT COALITION STRUCTURE GENERATION)

Input: A weighted graph $G = (W, E, w)$. Two positive integers α and k .

Output: An (α, k) -bounded coalition structure \mathbf{C} .

Measure to be maximized: $w(\mathbf{C})$.

MAXFW-CSG (MAXIMUM FRACTIONAL WEIGHT COALITION STRUCTURE GENERATION)

Input: A weighted graph $G = (W, E, w)$. Two positive integers α and k .

Output: An (α, k) -bounded coalition structure \mathbf{C} .

Measure to be maximized: $w_F(\mathbf{C})$.

Let $\Pi \in \{\text{MAXW-CSG}, \text{MAXFW-CSG}\}$ be a problem and I an instance of Π ; given a solution S of an instance I , we denote by $f(S)$ its measure. Moreover, we denote by $\text{OPT}_\Pi(I)$ an arbitrary optimal solution of Π on input I . Given an algorithm \mathcal{A} for Π , we denote by $\mathcal{A}(I)$ a solution returned by \mathcal{A} on input I . A feasible solution S of an instance I is a ρ -approximation if $f(S) \geq \frac{f(\text{OPT}_\Pi(I))}{\rho}$. An algorithm \mathcal{A} is a ρ -approximation algorithm for Π if every solution $\mathcal{A}(I)$ is a ρ -approximation for every instance I of Π .

As usual in the online setting (see Fiat & Woeginger, 1998), an instance of an *online* optimization problem Π is a sequence $I = \sigma_1, \sigma_2, \dots$, where, given the weighted graph G in input, for every $i = 1, 2, \dots$, $\sigma_i = (v_i, \delta_{\{v_1, \dots, v_{i-1}\}}(v_i), w_{\delta_{\{v_1, \dots, v_{i-1}\}}(v_i)})$, where $w_{\delta_{\{v_1, \dots, v_{i-1}\}}(v_i)}$ is the restriction of w to edges in $\delta_{\{v_1, \dots, v_{i-1}\}}(v_i)$. It is worth remarking that, since the number of nodes and edges of G is not known in advance, from the point of view of the online algorithm the length of sequence I can be considered potentially infinite. An online algorithm has to produce partial output for every σ_i without the knowledge of the future entries, i.e. $\sigma_{i+1}, \sigma_{i+2}, \dots$. Furthermore, the output produced by the algorithm at step i

cannot be modified at later steps. An online algorithm \mathcal{A} is r -competitive for Π if there exists some $b \geq 0$ such that $f(\mathcal{A}(I)) \geq \frac{f(OPT_{\Pi}(I))}{r} - b$ for every instance I . If $b = 0$ then \mathcal{A} is *strictly* r -competitive. The competitive ratio (resp. strict competitive ratio) of \mathcal{A} is the smallest r such that \mathcal{A} is r -competitive (resp. strictly r -competitive) (Borodin & El-Yaniv, 1998). Notice that an upper bound holding for the strict competitive ratio is an upper bound for the competitive ratio with $b = 0$; conversely, a lower bound is stronger when holds for any $b \geq 0$. When no ambiguity arises we omit the subscript Π , the instance I and the objective function f . In such cases OPT stands for $OPT_{\Pi}(I)$ and also for $f(OPT_{\Pi}(I))$. Similarly, \mathcal{A} may stand for either $\mathcal{A}(I)$ or for $f(\mathcal{A}(I))$ besides being the name of an algorithm.

3. Maximum Weight Coalition Structure Generation

In this section we deal with the MAXW-CSG problem.

3.1 Unbounded Coalition Size

Note that when the size of a coalition is unbounded the case of non-negative weights is trivial, since GRANDCOALITION is optimal in this case. Therefore, in this section we consider only instances containing both positive and negative edges.

In Section 3.1.1 we consider the case where the number of coalitions is unbounded, and in Section 3.1.2 we consider the case of bounded number of coalitions.

3.1.1 UNBOUNDED NUMBER OF COALITIONS

Theorem 3.1 *Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXW-CSG having strict competitive ratio $W(n - 2) - \epsilon$.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a strictly r -competitive deterministic online algorithm for MAXW-CSG with $r = W(n - 2) - \epsilon$. Consider the online input that is supplied to \mathcal{A} by the following adversary. The adversary releases two adjacent agents v_1 and v_2 . If \mathcal{A} does not put both agents in the same coalition the adversary stops. In this case $OPT = 1$ and $\mathcal{A} = 0$, thus the strict competitive ratio of \mathcal{A} is unbounded. Therefore, \mathcal{A} has to put v_1 and v_2 in the same coalition, say C_1 . At this point the weight of the solution is 1. The adversary releases x additional agents each of which is adjacent only to v_1 and v_2 with edges of weight W and $-W$, respectively. The weight of the coalition structure of \mathcal{A} remains 1, since every agent will add zero to $f(\mathcal{A})$ regardless whether the agent joins coalition C_1 , joins any other coalition or forms a new coalition. Consider the coalition structure $\mathbf{C} = \{\{v_2\}, V \setminus \{v_2\}\}$. We have $OPT \geq w(\mathbf{C}) = xW$. Therefore, the strict competitive ratio of \mathcal{A} is at least

$$\frac{OPT}{\mathcal{A}} \geq xW = W(n - 2),$$

a contradiction. □

Notice that Theorem 3.1 also implies a lower bound of $\Omega(Wn)$ to the (non-strict) competitive ratio of MAXW-CSG. In fact, assuming by contradiction that there exists an

algorithm \mathcal{A} with (non-strict) competitive ratio $r = o(Wn)$, we would have that, for a given constant $b \geq 0$, $OPT \leq r(\mathcal{A} + b) = o(Wn)\mathcal{A}$ for every possible input instance. In other words, $\mathcal{A} \geq \frac{OPT}{o(Wn)}$, that is \mathcal{A} is strictly $o(Wn)$ -competitive: a contradiction to Theorem 3.1.

We now consider the following greedy algorithm. Upon presentation of an agent v_i , algorithm GREEDY adds her to the coalition C_j that brings the maximum increase in the weight of the current coalition structure, if this increase is at least 1. If no coalition brings an increase of at least 1 in the weight, GREEDY creates a new coalition $\{v_i\}$ (see Algorithm 1).

Algorithm 1 GREEDY

Initialization:
 1: $\mathbf{C} \leftarrow \emptyset$.
 When agent v_i arrives:
 2: $\mathbf{gain} \leftarrow 0$
 3: **for all** $C_j \in \mathbf{C}$ **do**
 4: **if** $\delta_{C_j}(v_i) > \mathbf{gain}$ **then**
 5: $\mathbf{gain} \leftarrow \delta_{C_j}(v_i)$
 6: $\bar{j} \leftarrow j$
 7: **if** $\mathbf{gain} \geq 1$ **then**
 8: Add v_i to the coalition $C_{\bar{j}}$
 9: **else**
 10: Create a new coalition $\{v_i\}$ and add it to \mathbf{C} .

Theorem 3.2 *The strict competitive ratio of GREEDY is (exactly) $\max\{W(n-2), n-1\}$.*

PROOF: A newly created coalition contains one agent and its weight is zero. Whenever an agent v_i is added to an existing coalition C_j , since the weight of the coalition increases, there is at least one positive-weighted edge in $\delta_{C_j}(v_i)$. Moreover, the size of the coalition increases by 1, and, by the definition of the algorithm, its weight increases by at least 1. Therefore, every coalition C returned by GREEDY is connected in G^+ and its weight is at least $|C| - 1$. Denoting by c_i the number of coalitions of GREEDY having i agents, we have

$$\text{GREEDY} \geq \sum_{i=1}^n (i-1)c_i = \sum_{i=1}^n ic_i - \sum_{i=1}^n c_i = n - c,$$

where c is the number of coalitions of GREEDY. Whenever $c = n$ we have $\text{GREEDY} = OPT = 0$. Therefore, in the rest of the proof we assume $c \in [n-1]$.

Consider two coalitions C and C' and assume without loss of generality that the first agent v of C arrived before the first agent v' of C' . Since v' has formed her coalition rather than joining C , we conclude that the sum of the weights of $\delta_C(v')$ is less than 1, thus either $\delta_C(v')$ is empty or it contains at least one edge that is not in E^+ . We conclude that there is at least a couple of nodes $u \in C$ and $v \in C'$ such that $\{u, v\} \notin E^+$, and, by the generality of C and C' , the same holds for any pair of coalitions returned by GREEDY. Therefore,

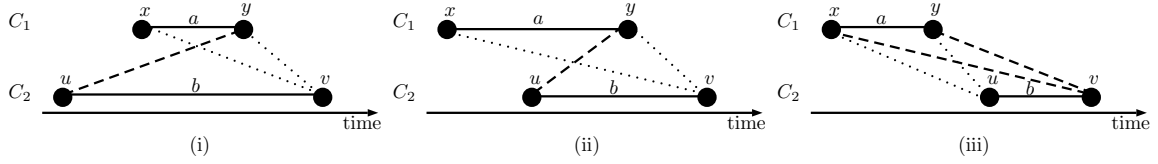


Figure 1: Bounds on the total weight of edges in $C_1 \times C_2$. (i) u arrives before x . (ii) u arrives between x and y . (iii) u arrives after y .

$|E^+| \leq \binom{n}{2} - \binom{c}{2}$. We proceed as follows

$$\begin{aligned} \frac{OPT}{GREEDY} &\leq \frac{W|E^+|}{GREEDY} \leq W \frac{n(n-1) - c(c-1)}{2(n-c)} \\ &\leq W \frac{n(n-1) - (n-1)(n-2)}{2} = W(n-1), \end{aligned}$$

where the inequality in the last line is due to the fact that the quotient is a non-decreasing function on c , thus it attains maximum at $c = n - 1$.

For the same reason, whenever $c \leq n - 3$ we have

$$\frac{OPT}{GREEDY} \leq W \frac{n(n-1) - (n-3)(n-4)}{6} = W(n-2).$$

We now consider the cases of $c = n - 1$ and $c = n - 2$.

- $c = n - 2$:

In this case the non-singleton coalitions of \mathbf{C} consist of either two coalitions of two agents, or one coalition of three agents. We analyze these cases separately.

- $c_1 = n - 4, c_2 = 2$: Let the two non-singleton coalitions be $C_1 = \{x, y\}$, $C_2 = \{u, v\}$, let $a = w_{x,y}$, $b = w_{u,v}$, and assume without loss of generality that v is the last agent among these four agents, and that y arrives after x . Consider now the three different possibilities that may arise (see Figure 1). (i) If u arrives before x or (ii) u arrives between x and y , by the definition of GREEDY, if edge $xu \in E$, $w_{x,u}$ is not positive, if edge yu exists in E , $w_{y,u} \leq a \leq W$ and, whenever edges vx and/or vy exist, $w_{v,x} + w_{v,y} \leq b \leq W$. (iii) If u arrives after y , by the definition of GREEDY, if edges xu and/or yu exist in E , $w_{x,u} + w_{y,u} \leq a \leq W$ and, whenever edges vx and/or vy exist in E , $w_{v,x} + w_{v,y} \leq b \leq W$. Therefore, the total weight of positive edges in $C_1 \times C_2$ is at most $2W$. Notice that, by the definition of GREEDY, for any singleton coalition $\{z\}$, one of the edges zx and zy (and also one of zu and zv) is non-positive (or does not exist in E): there is at most a positive edge between z and C_1 and another positive edge between z and C_2 . Moreover, again by the definition of the algorithm, no positive edge can exist in E between nodes belonging to two singleton coalitions. Therefore, $OPT \leq 2W(n-4) + 2W + a + b \leq 2W(n-2)$ and $GREEDY \geq 2$, thus $OPT/GREEDY \leq W(n-2)$.

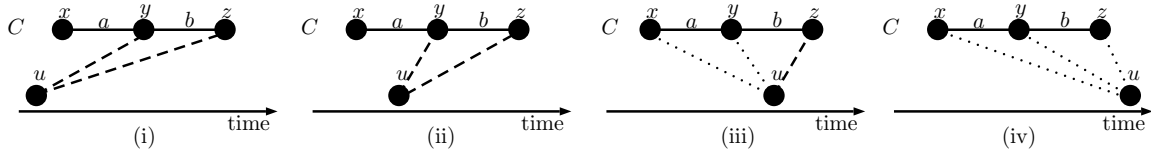


Figure 2: Bounds on the total weight of edges between $C = \{x, y, z\}$ and u . (i) u arrives before x . (ii) u arrives between x and y . (iii) u arrives between y and z . (iv) u arrives after z .

– $c_1 = n - 3, c_2 = 0, c_3 = 1$: Let the only non-singleton coalition be $C = \{x, y, z\}$, where the agents appear in this order in the input, and let $a = w_{x,y}$ and $b = w_{y,z} = \text{GREEDY} - a$. For a singleton coalition $\{u\}$ we consider the possible orders of arrival of u , relative to x, y, z , as depicted in Figure 2.

- * (i) and (ii), u arrives before y : In this case, by the definition of GREEDY, if edge $xu \in E$, $w_{x,u}$ is not positive, $w_{u,y} \leq a$ and $w_{u,z} \leq b = \text{GREEDY} - a$, thus implying that the total weight of positive edges in $\delta_C(u)$ is at most $\text{GREEDY} \leq W + \text{GREEDY} - a$.
- * (iii), u arrives between y and z : In this case, whenever edges ux and/or uy exist, $w_{u,x} + w_{u,y} < 1$, and, if edge $uz \in E$, $w_{u,z} \leq b = \text{GREEDY} - a$, implying that only one edge, between ux and uy , can have a positive weight, and therefore the total weight of positive edges in $\delta_C(u)$ is at most $W + \text{GREEDY} - a$.
- * (iv), u arrives after z : In this case, whenever edges ux and/or uy and/or uz exist, $w_{u,x} + w_{u,y} + w_{u,z} < 1$. We get that the total weight of positive edges in $\delta_C(u)$ is at most $W + 1$ since, if one of the three edges is positive, then the sum is at most W , while if two of them are positive, then, since the negative one has value at least $-W$, their sum is at most $W + 1$. Finally, we have that the total weight of positive edges in $\delta_C(u)$ is at most $W + 1 \leq W + \text{GREEDY} - a$, because $\text{GREEDY} \geq a + 1$.

We conclude that

$$\begin{aligned} OPT &\leq (n - 3)(W + \text{GREEDY} - a) + \text{GREEDY} \\ &\leq (n - 3)(W + \text{GREEDY} - 1) + \text{GREEDY} \\ &= (n - 2)\text{GREEDY} + (W + 1)(n - 3) \end{aligned}$$

and

$$\begin{aligned} \frac{OPT}{\text{GREEDY}} &\leq n - 2 + \frac{(W - 1)(n - 3)}{\text{GREEDY}} \\ &\leq n - 2 + \frac{(W - 1)(n - 3)}{2} \leq W(n - 2). \end{aligned}$$

- $c = n - 1$: In this case the \mathbf{C} consists of a coalition $C = \{x, y\}$ and $n - 2$ singleton coalitions. Assume without loss of generality that x appears before y in the input.

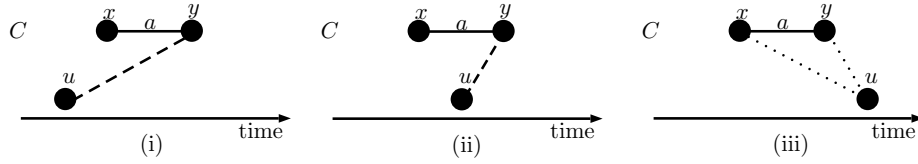


Figure 3: Bounds on the total weight of edges between $C = \{x, y\}$ and u . (i) u arrives before x . (ii) u arrives between x and y . (iii) u arrives after y .

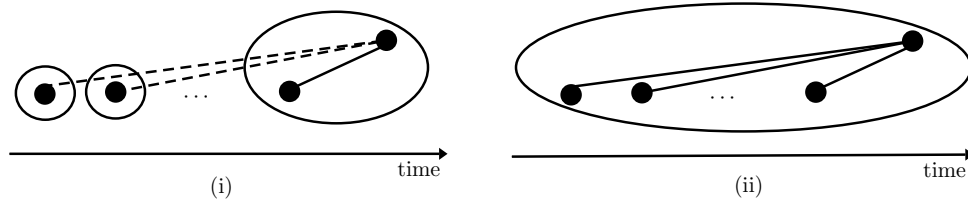


Figure 4: Lower bound to the competitive ratio of alg . (i) Execution of GREEDY. (ii) The grand coalition.

Since y joined x , we have $w_{x,y} \geq 1$. Let $a = w_{x,y}$, and let $\{u\}$ be a singleton coalition of \mathbf{C} . We now bound the total weight \bar{w} of the edges ux and uy that fall within the same coalition of a solution. We consider the possible orders of arrival of u , relative to x and y , as depicted in Figure 3.

- (i) and (ii), u arrives before y : By the definition of GREEDY, we have that, if edge $ux \in E$, $w_{u,x} \leq 0$ and, if edge $uy \in E$, $w_{u,y} \leq a$. In this case, it holds that $\bar{w} \leq a$.
- (iii), u arrives after y : By the definition of GREEDY, we have that $w_{u,x} + w_{u,y} \leq 1$. Therefore, $\bar{w} \leq 1 \leq a$ if x and y are in the same coalition, and $\bar{w} \leq W$ if x and y are in different coalitions.

Therefore, if x and y are in the same coalition of OPT we have $OPT \leq a + (n-2)a = (n-1)a$, i.e.

$$\frac{OPT}{GREEDY} \leq n-1.$$

Otherwise, i.e. if x and y are in different coalitions of OPT , we have $OPT \leq (n-2)W$ and $GREEDY = a \geq 1$.

We proceed to show that this bound is tight. Since the competitive ratio of any deterministic online algorithm is at least $W(n-2)$, we need to show that the competitive ratio of GREEDY is at least $n-1$. This is easily proven using an adversary that first presents an independent set of $n-1$ agents followed by an agent connected to every other agent by an edge of unit weight. GREEDY puts the first $n-1$ agents in $n-1$ different coalitions and the

last agent in one of these coalitions (see Figure 4.i), i.e., $\text{GREEDY} = 1$. On the other hand GRANDCOALITION is a solution with weight $n - 1$, thus $\text{OPT} \geq n - 1$ (see Figure 4.ii). □

3.1.2 BOUNDED NUMBER OF COALITIONS

In this section we present impossibility results for the case where the number of coalitions is bounded by some $k \geq 2$, the case of $k = 1$ being trivial.

In the following two theorems, the adversary releases an independent set of at most $k + 1$ agents until two agents v_i, v_j are put together, and then an agent only adjacent to v_i and v_j .

Theorem 3.3 *There exists no competitive deterministic algorithm for MAXW-CSG for any $k \geq 2$.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a r -competitive algorithm for MAXW-CSG with an additive term b , i.e. $\mathcal{A} \geq \frac{\text{OPT}}{r} - b$ for some $b \geq 0$, with r being either constant or a function of n . The adversary releases an independent set of at most $k + 1$ agents until \mathcal{A} puts two agents v_i, v_j in the same coalition. Then it releases an agent adjacent to only v_i and v_j with edges of weights $bc + 1$ and $-(bc + 1)$ respectively. Then, regardless of the decisions of \mathcal{A} , we have $\mathcal{A} = 0$. On the other hand, one can form a coalition consisting of v_i together with the last agent, and form a second coalition from the remaining agents which constitute an independent set. Thus, $\text{OPT} > bc$ implying $\mathcal{A} = 0 < \frac{\text{OPT}}{r} - b$, a contradiction. □

In the following theorem, it is shown that the strict competitive ratio remains unbounded even when $W = 1$.

Theorem 3.4 *There exists no strictly competitive deterministic algorithm for MAXW-CSG for any $k \geq 2$, even when $W = 1$.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a r -competitive algorithm for MAXW-CSG, i.e. $\mathcal{A} \geq \frac{\text{OPT}}{r}$, with r being either constant or a function of n . The adversary releases an independent set of at most $k + 1$ agents until \mathcal{A} puts two agents v_i, v_j in the same coalition. Then it releases an agent adjacent to only v_i and v_j with edges of weights 1 and -1 respectively. Then, regardless of the decisions of \mathcal{A} , we have $\mathcal{A} = 0$. On the other hand, one can form a coalition consisting of v_i together with the last agent, and form a second coalition from the remaining agents which constitute an independent set. Thus, $\text{OPT} = 1$ implying $\mathcal{A} = 0 < \frac{\text{OPT}}{r}$, a contradiction. □

The next result is obtained by exploiting a polynomial reduction from the k -colorability problem, in which given an unweighted and undirected graph G' and k colors, the answer is yes if and only if it is possible to find a mapping of all vertices of G' to colors $\{1, \dots, k\}$ such that for any edge of G' the colors associated with its endpoints are different.

Theorem 3.5 *The offline variant of the problem MAXW-CSG is inapproximable for any $k \geq 3$, unless $P = NP$.*

PROOF: Given an instance G' of k -colorability, we construct the following edge-weighted graph G . G is complete graph on the same vertex set as G' . The weight of an edge e of G is 1 if e is a non-edge of G' and $-|E(G')|$ otherwise. If $k = n$ the instance is clearly a YES instance. Therefore, we assume $k < n$. To conclude the proof we show that G' is k -colorable if and only if $OPT > 0$.

Suppose that G' is k -colorable. Then its vertex set can be partitioned into $k' \leq k$ independent sets that induces a coalition structure \mathbf{C} with k' coalitions. The weight of an independent set I of G is $w(I) = \binom{|I|}{2} \geq \frac{|I|-1}{2}$. Therefore, $OPT \geq w(\mathbf{C}) \geq \frac{n-k'}{2} > 0$. Conversely, suppose that $OPT > 0$. Then, there is a coalition structure \mathbf{C} of G with $w(\mathbf{C}) > 0$ and $|\mathbf{C}| \leq k$. We claim that every coalition of \mathbf{C} is an independent set of G' . Suppose that \mathbf{C} contains a coalition C that is not an independent set. Then $G[C]$ contains an edge of weight $-|E(G')|$. Since $w(E^+) = |E(G')|$ we conclude that $w(\mathbf{C}) \leq 0$.

□

3.2 Bounded Coalition Size

Recall that we assume $\alpha \geq 2$. When both the size of a coalition and the number of coalitions is bounded, the size of the instance becomes bounded in which case every algorithm is 1-competitive. Therefore, in this section we assume that the number of coalitions is unbounded. Since in this case GRANDCOALITION is not necessarily a feasible solution, the case of positive weights is not trivial. We analyze the cases of general weights and positive weights in two different sections.

In this section we consider GREEDY $_{\alpha}$, i.e., the variant of GREEDY that does not consider coalitions of size α as possible coalitions for the arriving agent (see Algorithm 2).

Algorithm 2 GREEDY $_{\alpha}$

```

Initialization:
1:  $\mathbf{C} \leftarrow \emptyset$ .
   When agent  $v_i$  arrives:
2: gain  $\leftarrow 0$ 
3: for all  $C_j \in \mathbf{C}$  such that  $|C_j| < \alpha$  do
4:   if  $\delta_{C_j}(v_i) > \text{gain}$  then
5:     gain  $\leftarrow \delta_{C_j}(v_i)$ 
6:      $\bar{j} \leftarrow j$ 
7: if gain  $\geq 1$  then
8:   Add  $v_i$  to the coalition  $C_{\bar{j}}$ 
9: else
10:  Create a new coalition  $\{v_i\}$  and add it to  $\mathbf{C}$ .

```

3.2.1 GENERAL WEIGHTS

We show that GREEDY_α is an optimal deterministic online algorithm for MAXW-CSG. We start with the lower bound.

Theorem 3.6 *Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXW-CSG having competitive ratio $2W(\alpha - 1) - \epsilon$.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a r -competitive deterministic online algorithm for MAXW-CSG with $r = 2W(\alpha - 1) - \epsilon$ and an additive term $b \geq 0$.

The adversary issues the agents in various phases, starting from phase 0. We show by induction on the phase i that the cost \mathcal{A}_i of the algorithm at the beginning of phase i is $\mathcal{A}_i = i$. Clearly, the base of the induction holds for $i = 0$. In phase i , let p_i be an integer greater than $\frac{4W(b+i)}{\alpha}$. The adversary issues $\ell_i \leq p_i\alpha$ agents $v_1^i, \dots, v_{\ell_i}^i$ with $w_{v_j^i, v_k^i} = 1$ for every $j, k \in [\ell_i]$ until \mathcal{A} puts two agents in the same coalition. This must happen, because otherwise we have

$$\frac{OPT}{r} - b > \frac{OPT}{2W(\alpha - 1)} - b \geq \frac{p_i \binom{\alpha}{2}}{2W(\alpha - 1)} - b > \frac{\frac{4W(b+i)}{\alpha} \binom{\alpha}{2}}{2W(\alpha - 1)} - b = i = \mathcal{A}_i,$$

where the optimal solution is obtained by grouping the $p_i\alpha$ agents into coalitions of size α .

Let $v_k^i, v_{\ell_i}^i$ ($k < \ell_i$) the two agents that are in the same coalition of the solution computed by \mathcal{A} . The adversary issues $2(\alpha - 1)$ agents in $V_i' = \{v_{\ell_i+1}^i, \dots, v_{\ell_i+2(\alpha-1)}^i\}$, each being adjacent to both v_k^i and $v_{\ell_i}^i$.

For every new agent v_j^i ($j = \ell_i + 1, \dots, \ell_i + 2(\alpha - 1)$) the weight $w_{v_j^i, v_k^i}$ is W if j is even and $-W$ otherwise. As for the other edge, we have $w_{v_j^i, v_{\ell_i}^i} = -w_{v_j^i, v_k^i}$. At this point, phase i ends.

Given that, by the induction hypothesis, $\mathcal{A}_i = i$, we obtain that $\mathcal{A}_{i+1} = \mathcal{A}_i + 1 = i + 1$, regardless of the decision of algorithm \mathcal{A} .

Consider now coalition structure \mathbf{C} with the following coalitions: for each phase $i = 0, 1, \dots, T - 1$ performed by the adversary, there is a coalition consisting of v_k^i and the $\alpha - 1$ agents in V_i' with even index, and another one consisting of $v_{\ell_i}^i$ and $\alpha - 1$ agents in V_i' with odd index. Since \mathbf{C} is a feasible solution with $w(\mathbf{C}) \geq 2WT(\alpha - 1)$, It directly follows that $OPT \geq 2WT(\alpha - 1) = T(r + \epsilon)$.

By choosing $T > \frac{br}{\epsilon}$, it holds that $\frac{T(r+\epsilon)}{r} > T + b$. We therefore obtain

$$\frac{OPT}{r} - b \geq \frac{T(r + \epsilon)}{r} - b > T + b - b = \mathcal{A}_T = \mathcal{A},$$

a contradiction. □

We proceed with the analysis of GREEDY_α . We denote by c_i the number of coalitions with exactly i agents in a given coalition structure returned by GREEDY_α . The following is a technical lemma.

Lemma 3.1 *The following propositions hold:*

1. The set of isolated agents of GREEDY_α is an independent set of G^+ .
2. If all the weights are positive, G^+ contains an independent set that intersects every component of GREEDY_α with less than α agents.
3. $\text{GREEDY}_\alpha \geq \sum_{i=1}^\alpha (i-1)c_i$.

PROOF:

1. Suppose that GREEDY_α contains two isolated agents $\{v_i\}$ and $\{v_j\}$ with $w_{v_i, v_j} > 0$, and without loss of generality $i < j$. Then, when v_j appears to GREEDY_α she would be added to $\{v_i\}$ contradicting the fact that v_j is an isolated agent of GREEDY_α .
2. Consider the set I consisting of the first agent of every coalition of GREEDY_α with less than α agents. Clearly, I intersects every coalition of size less than α . It remains to show that I is an independent set of G^+ . Suppose, for a contradiction, that there are two agents $v_i, v_j \in I$ with $i < j$ and $w_{v_i, v_j} > 0$. When v_j appears to GREEDY_α the option of adding v_j to the coalition of v_i brings an increase of at least $w_{v_i, v_j} > 0$ since all the edges have positive weights. This contradicts the fact that v_j is the first agent of her coalition.
3. Whenever an agent is added to an existing coalition she increases the weight of the coalition structure by at least 1.

□

Theorem 3.7 GREEDY_α is a strictly $(2W(\alpha-1))$ -competitive deterministic online algorithm for MAXW-CSG.

PROOF: Let I be the set of isolated agents of GREEDY_α . Notice that $n - |I| = \sum_{i=2}^\alpha ic_i$. Combining with Lemma 3.1 (3.) we have $2 \cdot \text{GREEDY}_\alpha \geq n - |I|$. By Lemma 3.1, I constitute an independent set of G^+ . Therefore, every edge of G^+ is incident to at least one of the $n - |I|$ other agents. Every such agent has degree at most $\alpha - 1$ in every solution. Therefore, $\text{OPT} \leq W(n - |I|)(\alpha - 1)$. Then, the strict competitive ratio of GREEDY_α is at most:

$$\frac{W(n - |I|)(\alpha - 1)}{\text{GREEDY}_\alpha} \leq 2W(\alpha - 1).$$

□

3.2.2 POSITIVE WEIGHTS

We observe that the proof of Theorem 3.6 is not valid in this case, since the adversary uses negative edges. In this section we show that the lower bound of Theorem 3.6 does not hold in this case, and that GREEDY_α is almost optimal.

Theorem 3.8 Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXW-CSG having competitive ratio $W^{1-\epsilon}(\alpha-1)$, even when all edge weights are positive.

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a $(W^{1-\epsilon}(\alpha - 1))$ -competitive deterministic online algorithm with an additive term $b \geq 0$ for MAXW-CSG. Consider the online input that is supplied to \mathcal{A} by the following adversary. The adversary chooses $\alpha > b$ and releases a sufficiently large independent set of agents until \mathcal{A} forms either a coalition of size α , or $\alpha - 1$ coalitions.

- \mathcal{A} forms a coalition C_1 of α agents. In this case, the adversary releases a set U of $\alpha(\alpha - 1)$ agents such that $U \cup C_1$ is a complete bipartite graph with edges of weight W . We have $\mathcal{A} = 0$, because \mathcal{A} cannot add any agent u_j to C_1 . On the other hand, there is a solution with α coalitions each of which consists of one agent C_1 and $\alpha - 1$ agents of U . Therefore, $OPT \geq W\alpha(\alpha - 1)$. Then $\frac{OPT}{W(\alpha-1)} - b \geq \alpha - b > 0 = \mathcal{A}$, a contradiction.
- \mathcal{A} forms $\alpha - 1$ coalitions $C_1, \dots, C_{\alpha-1}$. Let v_i be an arbitrary agent of C_i , for every $i \in [\alpha - 1]$. The adversary releases additional agents u_1, u_2, \dots until \mathcal{A} creates a new coalition (which must happen at some step $\ell \leq \alpha(\alpha - 1) + 1$). Every agent u_j is adjacent to agents $v_1, \dots, v_{\alpha-1}$ with all her incident edges having the same weight $w_j = \left(b + 1 + \sum_{k=1}^{j-1} w_k\right)^{1/\epsilon}$. At each step $j < \ell$, \mathcal{A} can increase the total weight of the coalition structure, by adding at most one edge of weight w_j . Therefore, $\mathcal{A} \leq \sum_{k=1}^{\ell-1} w_k$. On the other hand, there is a solution that puts u_ℓ and her adjacent agents in one coalition, implying $OPT \geq w_\ell(\alpha - 1)$ and $W = w_\ell$. We conclude

$$\frac{OPT}{W^{1-\epsilon}(\alpha - 1)} - b \geq \frac{W(\alpha - 1)}{W^{1-\epsilon}(\alpha - 1)} - b = W^\epsilon - b = 1 + \sum_{k=1}^{\ell-1} w_k > \mathcal{A},$$

a contradiction. □

The proof of the following theorem exploits Lemma 3.1, and it is slightly more involved than the proof of Theorem 3.7.

Theorem 3.9 *The strict competitive ratio of GREEDY_α is αW when all the weights are positive.*

PROOF: By Lemma 3.1, G^+ contains an independent set I of size $\sum_{i=1}^{\alpha-1} c_i$. Since $n = \sum_{i=1}^{\alpha} i c_i$, we have that $n - |I| = \sum_{i=1}^{\alpha-1} (i - 1) c_i + \alpha c_\alpha$. Every edge of G^+ is incident to at least one of the remaining $n - |I|$ agents of GREEDY_α . Every such agent has degree at most $\alpha - 1$ in every solution. Therefore,

$$\begin{aligned} OPT &\leq W(\alpha - 1)(n - |I|) \\ &= W(\alpha - 1) \left(\sum_{i=1}^{\alpha-1} (i - 1) c_i + \alpha c_\alpha \right) \\ &\leq W(\alpha - 1)(\text{GREEDY}_\alpha + c_\alpha). \end{aligned}$$

Since $\text{GREEDY}_\alpha \geq (\alpha - 1)c_\alpha$, we obtain

$$\begin{aligned} \text{OPT} &\leq W(\alpha - 1) \left(\text{GREEDY}_\alpha + \frac{\text{GREEDY}_\alpha}{\alpha - 1} \right) = \\ &\alpha W \cdot \text{GREEDY}_\alpha. \end{aligned}$$

We now show an example showing that the competitive ratio of GREEDY_α is at least αW . Let G be the following graph on α^2 vertices. $v_1, v_2, \dots, v_\alpha$ is a path each edge of which has weight 1. GREEDY_α will put all these agents in one coalition C_1 with $w(C_1) = \alpha - 1$. The rest of the input is an independent set I . Since C_1 has already α agents, every other agent will be isolated in GREEDY_α . Therefore, we have $\text{GREEDY}_\alpha = \alpha - 1$. The vertices of I are grouped into α groups of $\alpha - 1$ vertices and every vertex v of group i is adjacent to v_i with an edge of weight W . A possible solution consists of α stars each of which is centered at one of the vertices v_1, \dots, v_α and has $\alpha - 1$ leaves from I . Therefore, $\text{OPT} \geq W\alpha(\alpha - 1) = W\alpha \cdot \text{GREEDY}_\alpha$. □

4. Maximum Fractional Weight Coalition Structure Generation

In this section our objective is to maximize the fractional weight of the coalition structure. We note that, as opposed to problem MAXW-CSG, for non-negative weights, GRANDCOALITION is not necessarily an optimal solution even when coalition size is unbounded. We start with a general lower bound and then analyze the cases of unbounded and bounded coalition sizes separately.

Theorem 4.1 *Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXFW-CSG having competitive ratio $4W - \epsilon$.*

PROOF: The proof exploits arguments similar to the ones used in the proof of Theorem 3.6. Let us assume, by the way of contradiction, that \mathcal{A} is a r -competitive deterministic online algorithm for MAXFW-CSG with $r = 4W - \epsilon$ and an additive term $b \geq 0$.

The adversary issues the agents in various phases, starting from phase 0. We show by induction on the phase i that the cost \mathcal{A}_i of the algorithm at the beginning of phase i is $\mathcal{A}_i \leq \frac{i}{2}$. Clearly, the base of the induction holds for $i = 0$. In phase $i = 0, 1, \dots$, let n_i be an integer such that $\frac{n_i - 1}{2r} - b > \frac{i}{2}$. The adversary issues $\ell_i \leq n_i$ agents $v_1^i, \dots, v_{\ell_i}^i$ with $w_{v_j^i, v_k^i} = 1$ for every $j, k \in [\ell_i]$ until \mathcal{A} puts two agents in the same coalition. This must happen, because otherwise we have

$$\frac{\text{OPT}}{r} - b \geq \frac{(n_i - 1)/2}{r} - b > \frac{i}{2} \geq \mathcal{A}_i,$$

where the optimal solution is obtained by grouping all the ℓ agents together into a unique coalition.

Let $v_k^i, v_{\ell_i}^i$ ($k < \ell_i$) the two agents that are in the same coalition in the solution computed by \mathcal{A} . The adversary issues $2T$ agents in $V_i' = \{v_{\ell_i+1}^i, \dots, v_{\ell_i+2T}^i\}$, each being adjacent to

both v_k^i and v_ℓ^i . For every new agent v_j^i ($j = \ell + 1, \dots, \ell + 2T$) the weight $w_{v_j^i, v_k^i}$ is W if j is even and $-W$ otherwise. As for the other edge, we have $w_{v_j^i, v_\ell^i} = -w_{v_j^i, v_k^i}$. Given that, by the induction hypothesis, $\mathcal{A}_i \leq \frac{i}{2}$, we obtain that $\mathcal{A}_{i+1} \leq \mathcal{A}_i + \frac{1}{2} \leq \frac{i+1}{2}$, regardless of the decision of algorithm \mathcal{A} . In fact, notice that the contribution of edge $v_k^i v_\ell^i$ to \mathcal{A} is less or equal to $1/2$, with the equality holding whenever v_k^i and v_ℓ^i are the only vertices belonging to their coalition in the solution computed by \mathcal{A} .

Consider now coalition structure \mathbf{C} with the following coalitions: for each phase $i = 0, 1, \dots, T - 1$ performed by the adversary, there is a coalition consisting of v_k^i and the T agents in V_i' with even index, and another one consisting of v_ℓ^i and the T agents in V_i' with odd index. Notice that each of these coalitions has a fractional weight equal to $W \frac{T}{T+1}$. Since \mathbf{C} is a feasible solution, it follows that $OPT \geq w(\mathbf{C}) \geq 2W \frac{T^2}{T+1} = \frac{r+\epsilon}{2} \frac{T^2}{T+1}$.

By choosing $T > \frac{r(1+4b)}{\epsilon}$, it holds (by multiplying both sides by $T\epsilon$) that $T^2\epsilon > rT(1 + 4b)$. Moreover, as $T \geq 1$ implies that $rT(1 + 4b) \geq rT(1 + 2b) + 2br$, it holds that $T^2\epsilon > rT(1 + 2b) + 2br$. This last inequality finally implies that $\frac{r+\epsilon}{2r} \frac{T^2}{T+1} > \frac{T}{2} + b$. We therefore obtain

$$\frac{OPT}{r} - b \geq \frac{r + \epsilon}{2c} \frac{T^2}{T + 1} - b > \frac{T}{2} + b - b \geq \mathcal{A}_T = \mathcal{A},$$

a contradiction.

□

4.1 Unbounded Coalition Size

In this section we analyze the MAXFW-CSG problem when the coalition size is unbounded.

4.1.1 GENERAL WEIGHTS

For the case of general weights, the following result is known.

Theorem 4.2 [Theorem 5 in: (Aziz et al., 2015)] *Any maximal matching is a $4W$ -approximation.*

A maximal matching is a coalition structure in which every coalition is connected and consists of at most two agents. Moreover, for any pair of non-matched agents, they are not connected by a positive weight edge. A maximal matching can be computed online by the following algorithm that we name as MAXIMALMATCHING (see Algorithm 3). Whenever an agent v_i appears, she is added to an existing coalition of size 1 that is adjacent to v_i by means of a positive weight edge. If no such coalition exists, a new coalition $\{v_i\}$ is created.

We note that MAXIMALMATCHING is an optimal algorithm for this case because Theorem 4.1 implies a matching lower bound of $4W$. We observe that the adversary in the proof of Theorem 4.1 uses edges with negative weights. Therefore, it makes sense to consider the case of graphs having edges with only positive weights. We start with the analysis of unweighted graphs and then proceed with the case of general positive weights.

Algorithm 3 MAXIMALMATCHING

Initialization:
 1: $\mathbf{C} \leftarrow \emptyset$.
 When agent v_i arrives:
 2: **for all** $C_j \in \mathbf{C}$ such that $|C_j| = 1$ **do**
 3: **if** $\delta_{C_j}(v_i) \geq 1$ **then**
 4: Add v_i to the coalition C_j
 5: **return**
 6: Create a new coalition $\{v_i\}$ and add it to \mathbf{C} .

4.1.2 UNWEIGHTED GRAPHS

Since MAXIMALMATCHING is $4W$ competitive in general, it is 4-competitive for unweighted graphs. It is possible to show that this is the best possible for deterministic algorithms in this case.

Theorem 4.3 *Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXFW-CSG having competitive ratio $4 - \epsilon$, even for unweighted graphs.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a $(4 - \epsilon)$ -competitive deterministic online algorithm with an additive term $b > 0$.

First of all, we show that, for every non-negative integer k , there is an adversary that causes the output of \mathcal{A} to be a matching of k edges, i.e. k coalitions of two agents and $n - 2k$ singleton coalitions. In fact, there exists an adversary that causes \mathcal{A} to add a coalition of two agents given that the current output is a matching of ℓ edges, thus causing the output to be a matching of $\ell + 1$ edges: The adversary issues a clique of at most $3\ell + 8b + 2$ vertices (none of which is adjacent to the rest of the input) until \mathcal{A} puts two of them in one coalition. We have to show that this must happen. Assume, by contradiction, that \mathcal{A} does not put any of the agents of the clique in one coalition. On the one hand, the output of \mathcal{A} is a matching with ℓ edges, thus $\mathcal{A} = \ell/2$. On the other hand, a possible coalition structure consists of a matching with ℓ edges and a clique of $3\ell + 8b + 2$ agents. Therefore, $OPT \geq \ell/2 + (3\ell + 8b + 1)/2 = 2\ell + 4b + 1/2 > 2\ell + 4b$. Then, $\frac{OPT}{4 - \epsilon} > \frac{OPT}{4} > \frac{\ell}{2} + b = \mathcal{A} + b$, a contradiction. We conclude that \mathcal{A} must add an edge to its output to augment it to a matching of $\ell + 1$ agents.

The adversary chooses $x = \lfloor 8/\epsilon \rfloor$, and an integer $k \geq 1$ to be determined later. In the first stage, the adversary causes the output of \mathcal{A} to be a matching with k edges. Let C_1, \dots, C_k be the coalitions of \mathcal{A} consisting of two edges. These coalitions will possibly grow in the second stage. At any given point during the execution of \mathcal{A} we denote by F_i the first four agents of C_i , or $F_i = C_i$ if $|C_i| < 4$. Notice that sets F_i can grow during the second stage. We define $F \stackrel{def}{=} \cup_{i=1}^k F_i$. At the beginning of the second stage we have $|F| = 2k$, and by definition, $|F| \leq 4k$. The adversary issues a new agent adjacent only to some agent u of F where u is chosen from F in a round robin manner. The adversary stops when every agents of F has x neighbours outside of F . Since $|F|$ is bounded, F will not grow after a certain point. After at most $4kx$ steps every agent of F will have x neighbours not in F and the adversary will stop.

Let k_2, k_3, k_4 be the number of coalitions with 2, 3 and at least 4 agents, respectively. Clearly, $k_2 + k_3 + k_4 = k$.

We have $\mathcal{A} \leq \frac{1}{2}k_2 + \frac{2}{3}k_3 + k_4$, since the solution consists of k_2 matchings, k_3 trees with 3 vertices and k_4 trees (of at least 4 vertices). On the other hand, there is a solution that consists of $|F|$ stars, each of which contains at least $x + 1$ vertices. Therefore, $OPT \geq (2k_2 + 3k_3 + 4k_4) \left(1 - \frac{1}{x+1}\right) \geq (2k_2 + 3k_3 + 4k_4) \left(1 - \frac{\epsilon}{8}\right)$. Note that $\frac{1-\epsilon/8}{4-\epsilon} > \frac{1}{4}$, and let δ be such that $\frac{1-\epsilon/8}{4-\epsilon} = \frac{1}{4-\delta}$. We conclude

$$\begin{aligned} \frac{OPT}{4-\epsilon} - \mathcal{A} &\geq \frac{(2k_2 + 3k_3 + 4k_4) \left(1 - \frac{\epsilon}{8}\right)}{4-\epsilon} - \left(\frac{1}{2}k_2 + \frac{2}{3}k_3 + k_4\right) \\ &= \frac{2k_2 + 3k_3 + 4k_4}{4-\delta} - \left(\frac{1}{2}k_2 + \frac{2}{3}k_3 + k_4\right) \\ &= k_2 \left(\frac{2}{4-\delta} - \frac{1}{2}\right) + k_3 \left(\frac{3}{4-\delta} - \frac{2}{3}\right) + k_4 \left(\frac{4}{4-\delta} - 1\right) \\ &\geq \frac{\delta}{2(4-\delta)}(k_2 + k_3 + k_4) = \frac{\delta}{2(4-\delta)}k, \end{aligned}$$

where the last inequality holds because, since $\delta \in [0, 4)$, we obtain that i) $\frac{2}{4-\delta} - \frac{1}{2} = \frac{\delta}{2(4-\delta)}$, ii) $\frac{3}{4-\delta} - \frac{2}{3} > \frac{\delta}{2(4-\delta)}$, and iii) $\frac{4}{4-\delta} - 1 \geq \frac{\delta}{2(4-\delta)}$. Therefore, the adversary chooses k such that $\frac{\delta}{2(4-\delta)}k > b$, a contradiction arises and the claim follows. □

4.1.3 POSITIVE WEIGHTS

In the previous sections we have shown that MAXIMALMATCHING is an optimal algorithm for the general case and also for the unweighted case. In this section we show that quite surprisingly this is not the case for positive weights. We present an $O(\log^2 W)$ -competitive algorithm and also a matching lower bound of $\Omega(\log^2 W)$.

Our algorithm partitions the edges into classes according to their weights. We denote the *class* of an edge e by $class(e)$ and it is equal to the smallest integer i such that $w(e) < 2^i$. We note that $class(e) > 0$. The class of a coalition C_i is denoted by $class(C_i)$ and is equal to the class of its heaviest edge. If a coalition contains no edge, its class is 0. Upon presentation of an agent v_i , Algorithm CLASSIFY considers the edges incident to v_i in non-increasing order with respect to their weights and adds v_i to a coalition whose class is lower than the one of the edge under consideration. If this is not possible, it creates a new coalition (see Algorithm 4).

Theorem 4.4 CLASSIFY is strictly $(O(\min\{n, 1 + \log W\})^2)$ -competitive.

PROOF: Consider an optimal coalition structure OPT , and a coalition structure $\mathbf{C} = \{C_1, C_2, \dots, C_c\}$ returned by CLASSIFY. Denote by OPT_{EXT} (resp. OPT_{INT}) the set of edges whose endpoints fall within a same coalition of OPT , i.e., contribute to $w_F(OPT)$, but within different coalitions (resp. a same coalition) of \mathbf{C} . We denote by OPT_{EXT} and OPT_{INT} also the contribution of these edges to $w_F(OPT)$. Clearly, $OPT = OPT_{EXT} + OPT_{INT}$. In the sequel we upper bound each of these values.

Algorithm 4 CLASSIFY

- Initialization:
- 1: $\mathbf{C} \leftarrow \emptyset$.
 - When agent v_i arrives:
 - 2: **for all** edges $e = v_i v_j$ in descending order of $w(e)$ **do**
 - 3: **if** $\text{class}(e) > \text{class}(\mathbf{C}(v_j))$ **then**
 - 4: Add v_i to the coalition $\mathbf{C}(v_j)$
 - 5: **return**
 - 6: Create a new coalition $\{v_i\}$ and add it to \mathbf{C} .
-

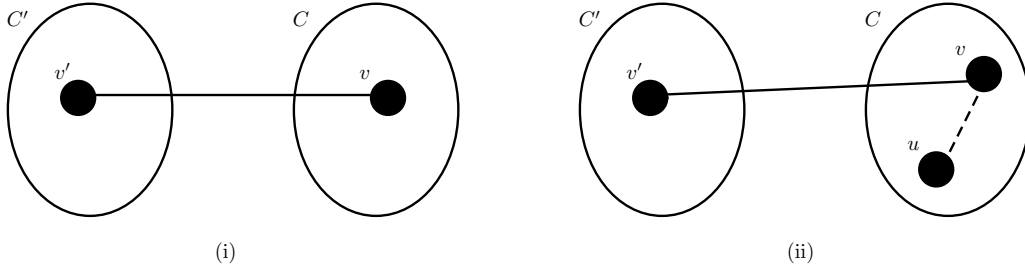


Figure 5: Given any edge $vv' \in OPT_{EXT}$, there exists a coalition $\mathbf{C}(vv') \in \{\mathbf{C}(v), \mathbf{C}(v')\}$ such that $\text{class}(\mathbf{C}(vv')) \geq \text{class}(vv')$. (i) v is the first agent of C . (ii) Edge uv caused CLASSIFY to add v to C .

Upper bounding OPT_{EXT} : We exploit the following property: *For every edge $vv' \in OPT_{EXT}$ there exists a coalition $\mathbf{C}(vv') \in \{\mathbf{C}(v), \mathbf{C}(v')\}$ such that $\text{class}(\mathbf{C}(vv')) \geq \text{class}(vv')$.*

In fact, let $vv' \in OPT_{EXT}$, $C = \mathbf{C}(v)$ and $C' = \mathbf{C}(v')$ (see Figure 5). Assume without loss of generality that v' appears before v in the input. If v is the first agent of C (Figure 5.i), since v is not added to C' by CLASSIFY we conclude that $\text{class}(C') \geq \text{class}(vv')$ and we are done. Otherwise (Figure 5.ii), v is not the first agent of C thus there exists an edge e incident to v that caused CLASSIFY to add v to C . If $w(e) \geq w_{v,v'}$ we have $\text{class}(C) \geq \text{class}(e) \geq \text{class}(vv')$ and we are done. Otherwise, $w_{v,v'} > w(e)$ thus vv' was considered before e by CLASSIFY and v was not added to C' . Therefore, $\text{class}(C') \geq \text{class}(vv')$ and also in this case the property holds.

Consider a coalition $C_j \in \mathbf{C}$, and let OPT_{EXT, C_j} be the set of edges $e \in OPT_{EXT}$ such that $\mathbf{C}(e) = C_j$. Since C_j contains an edge of weight at least $2^{\text{class}(C_j)-1}$, the contribution of the edges in C_j to CLASSIFY is

$$w_F(C_j) \geq \frac{2^{\text{class}(C_j)-1}}{|C_j|}. \quad (1)$$

Consider now an agent $v \in C_j$, the set $OPT_{EXT, v}$ of edges of OPT_{EXT, C_j} incident to v , and let $a = |OPT_{EXT, v}|$. Let also h be the class of the heaviest edge of $OPT_{EXT, v}$. Notice that the edges of $OPT_{EXT, v}$ are in the same coalition of OPT , that contains at least

$a + 1$ agents. Therefore, the contribution of the edges in $OPT_{EXT,v}$ to OPT is less than $\frac{a2^h}{a+1} < 2^h \leq 2^{class(C_j)}$. Summing up for all agents $v \in C_j$, we get

$$OPT_{EXT,C_j} < |C_j| 2^{class(C_j)} \leq 2 |C_j|^2 w_F(C_j),$$

where the last inequality holds by (1). Finally, we sum up over all coalitions C_j , thus obtain

$$\begin{aligned} OPT_{EXT} &= \sum_{j=1}^c OPT_{EXT,C_j} < 2 \sum_{j=1}^c \left(|C_j|^2 w_F(C_j) \right) \\ &\leq 2 \left(\max_{j \in [c]} |C_j| \right)^2 \cdot \text{CLASSIFY}. \end{aligned} \tag{2}$$

Upper bounding OPT_{INT} : Let OPT_{INT,C_j} be the contribution to OPT of the edges of OPT_{INT} that fall within some coalition C_j . OPT_{INT,C_j} is at most half of the sum of weights of all edges of C_j , because every edge has to be in a coalition of at least two agents. Therefore, it holds that

$$OPT_{INT,C_j} \leq \sum_{e \in OPT_{INT,C_j}} \frac{w(e)}{2} \leq \sum_{e \in E(C_j)} \frac{w(e)}{2} \leq \frac{|C_j|}{2} w_F(C_j).$$

By summing up over all coalitions we get

$$\begin{aligned} OPT_{INT} &= \sum_{j=1}^c OPT_{INT,C_j} \leq \sum_{j=1}^c \frac{|C_j|}{2} w_F(C_j) \\ &\leq \frac{\max_{j \in [c]} |C_j|}{2} \cdot \text{CLASSIFY}. \end{aligned} \tag{3}$$

Upper bounding OPT : By the way agents are added to C_j by CLASSIFY, it holds that $|C_j| \leq class(C_j)$. Therefore,

$$\max_{j \in [c]} |C_j| \leq \max_{j \in [c]} class(C_j) = \lceil \log W \rceil \leq 1 + \log W. \tag{4}$$

Since $1 \leq \max_{j \in [c]} |C_j| \leq n$, by exploiting (2), (3) and (4), we conclude that

$$\begin{aligned} OPT &= OPT_{EXT} + OPT_{INT} \\ &\leq \left(2 \left(\max_{j \in [c]} |C_j| \right)^2 + \frac{\max_{j \in [c]} |C_j|}{2} \right) \cdot \text{CLASSIFY} \\ &\leq \frac{5}{2} \left(\max_{j \in [c]} |C_j| \right)^2 \cdot \text{CLASSIFY} \\ &\leq \frac{5}{2} (\min \{n, 1 + \log W\})^2 \cdot \text{CLASSIFY}, \end{aligned}$$

thus proving the claim. □

Theorem 4.5 provides a matching lower bound. In order to prove it, we need the following technical lemma.

Lemma 4.1 *Given any integer k , there exists $h \geq k$ such that, for any sequence of non-negative integers $y_1, y_2, \dots, y_k, \dots, y_h$ with $y_1 = 1$ and $y_i \leq 2^{i-1}$ for any $i = 1, \dots, h$,*

$$\frac{\sigma_h^2}{\alpha_h} \geq \frac{h^2}{2^{10}},$$

where $\sigma_h = \sum_{i=1}^h y_i$ and $\alpha_h = \sum_{i=1}^h \frac{y_i}{2^{h-i}}$, i.e., $\alpha_h = y_h + \frac{y_{h-1}}{2} + \frac{y_{h-2}}{4} + \dots + \frac{y_1}{2^{h-1}}$.

PROOF: Assume by contradiction that $\frac{\sigma_h^2}{\alpha_h} < \frac{h^2}{2^{10}}$ for any $h \geq k$. We divide the subsequence starting at y_k in consecutive blocks of length 1, 2, 3, ... (block j has length j). Let $start(j)$ and $end(j)$ be the first and the last indices of block j , respectively, i.e., $start(j) = k + \frac{j(j-1)}{2}$ and $end(j) = start(j+1) - 1 = k + \frac{j(j+1)}{2} - 1 = O(k + j^2)$.

In order to complete the proof, it is sufficient to show by induction on j that

$$\sigma_{end(j)} \geq j(end(j) - k + 1)2^{2j+1-4}.$$

In fact, it implies that, when $end(j) > 2k$, there exists an integer y_h ($h \in \{1, \dots, end(j)\}$) such that $y_h \geq j2^{2j+1-5}$. By recalling that $h \leq end(j) = O(k + j^2)$, this is a contradiction to the fact that $y_h \leq 2^{h-1}$.

Since $y_1 = 1$, we have $\sigma_{end(1)} \geq 1$, that is the base of the induction (for $j = 1$).

It remains to prove the induction step. The induction hypothesis is that

$$\sigma_{end(j)} \geq j(end(j) - k + 1)2^{2j+1-4}.$$

Our aim is to show that

$$\sigma_{end(j+1)} \geq (j+1)(end(j+1) - k + 1)2^{2j+2-4}.$$

For every $i = start(j+1), \dots, end(j+1)$, by the induction hypothesis, it holds that $\frac{j^2(end(j)-k+1)^2 2^{2j+2-8}}{\alpha_i} \leq \frac{\sigma_{end(j)}^2}{\alpha_i} \leq \frac{\sigma_i^2}{\alpha_i} < \frac{i^2}{2^{10}}$. It follows that

$$\begin{aligned} \alpha_i &> \frac{2^{10} j^2 (end(j) - k + 1)^2 2^{2j+2-8}}{i^2} \\ &> 2^{10} 2^{-4} j^2 2^{2j+2-8} \\ &= 2^{-2} j^2 2^{2j+2}, \end{aligned} \tag{5}$$

where inequality (5) holds because, $\frac{i^2}{end^2(j)} \leq 9 < 2^4$ (since $i \leq end(j+1)$). By summing over all $i \in [start(j+1), end(j+1)]$, we obtain $\sum_{i=start(j+1)}^{end(j+1)} \alpha_i > 2^{-2} (j+1) j^2 2^{2j+2}$. Since, as it can be easily checked, it holds that, for any $\ell \geq 1$, $\sum_{i=1}^{\ell} \alpha_i \leq 2 \sum_{i=1}^{\ell} y_i = 2\sigma_{\ell}$, it follows that $2\sigma_{end(j+1)} \geq \sum_{i=1}^{end(j+1)} \alpha_i \geq \sum_{i=start(j+1)}^{end(j+1)} \alpha_i > 2^{-2} (j+1) j^2 2^{2j+2}$. Therefore, we obtain $\sigma_{end(j+1)} > 2^{-3} (j+1) j^2 2^{2j+2} > (j+1)(end(j+1) - k + 1) 2^{2j+2-4}$, where the last inequality holds because $2j^2 \geq end(j+1) - k + 1$, for any $j \geq 1$.

□

Theorem 4.5 *The competitive ratio of any deterministic online algorithm for MAXFW-CSG is $\Omega(\log^2 W)$, even when all weights are positive.*

PROOF: Assume by contradiction that there exists an r -competitive deterministic online algorithm \mathcal{A} for MAXFW-CSG with $r = o(\log^2 W)$. Namely, there exists some constant $b \geq 0$ such that $\mathcal{A} \geq \frac{OPT}{r} - b$ for every input.

The adversary works in phases $i = 1, 2, \dots$. In phase 1, she releases one agent. The adversary maintains the following invariant which clearly holds after the first phase: a solution of \mathcal{A} consists of a single component C_1 and possibly singleton coalitions. Let σ_i be the number of agents of C_1 at the end of phase i , and let these agents be $v_1, v_2, \dots, v_{\sigma_i}$. Clearly, $\sigma_1 = 1$. The adversary releases, in phase i (for $i = 2, 3, \dots$), σ_{i-1} agents $u_1, u_2, \dots, u_{\sigma_{i-1}}$, such that every u_j ($j \in [\sigma_{i-1}]$) is adjacent to v_j by an edge of weight 2^{i-2} . Let y_i be the number of agents that \mathcal{A} adds to C_1 in phase i . It follows that $\sigma_i = \sigma_{i-1} + y_i$ and $y_i \leq \sigma_{i-1} \leq 2^{i-1}$. First of all, notice that \mathcal{A} cannot stop adding new agents to the unique component, because otherwise it would be not competitive, given that the weights of edges are geometrically increasing. Let k' be an integer whose value will be suitably chosen at the end of the proof. Let $k \geq k'$ be the first phase after phase k' such that $y_k \geq 1$. Let $h \geq k$ be an integer such that $\frac{\sigma_h^2}{\alpha_h} \geq \frac{h^2}{2^{10}}$, whose existence is guaranteed by Lemma 4.1. The adversary continues until the end of phase h .

Clearly, $\sigma_i = \sum_{j=1}^i y_j$. It can be easily checked that, after phase i , the measure of the solution of \mathcal{A} is $\frac{\sum_{j=1}^i y_j 2^{j-2}}{\sigma_i}$. On the other hand, there is another coalition structure $\{C_1, \dots, C_{\sigma_{i-1}}\}$ in which each edge added by the adversary in phase i constitutes a separate coalition. The fractional weight of this solution is $\frac{\sigma_{i-1} 2^{i-2}}{2}$. Therefore, $OPT \geq \frac{\sigma_{i-1} 2^{i-2}}{2}$. Given that $\sigma_{i+1} \leq 2\sigma_i$, we obtain $OPT \geq \frac{\sigma_i 2^{i-1}}{8}$. Thus, at the end of phase i we have

$$\frac{OPT}{\mathcal{A}} \geq \frac{\sigma_i^2 2^{i-1}}{8 \sum_{j=1}^i y_j 2^{j-2}} = \frac{\sigma_i^2 2^{i-1}}{4 \sum_{j=1}^i y_j 2^{j-1}} = \frac{\sigma_i^2}{4 \sum_{j=1}^i y_j 2^{j-i}} = \frac{\sigma_i^2}{4\alpha_i},$$

where $\alpha_i = \sum_{j=1}^i \frac{y_j}{2^{j-i}}$.

In particular, at the end of phase h , recalling that $W = 2^{h-2}$, we have

$$\frac{OPT}{\mathcal{A}} \geq \frac{\sigma_h^2}{4\alpha_h} \geq \frac{h^2}{2^{12}} = \frac{(\log W + 2)^2}{2^{12}} > \frac{\log^2 W}{2^{12}}.$$

Combining with our assumption about the competitive ratio of \mathcal{A} , we get $(\mathcal{A} + b)r \geq OPT > \mathcal{A} \frac{\log^2 W}{2^{12}}$, which implies $\frac{\log^2 W}{2^{12}r} < \frac{\mathcal{A} + b}{\mathcal{A}} \leq b + 1$. We get a contradiction by noting that, since $r = o(\log^2 W)$, the ratio $\frac{\log^2 W}{2^{12}r}$ is unbounded.

□

4.2 Bounded Coalition Size

In this section we analyze the MAXFW-CSG problem when the coalition size is bounded by α .

4.2.1 UNWEIGHTED GRAPHS

For the case of unweighted graphs, we are able to prove that algorithm MAXIMALMATCHING provides the best possible competitive ratio of $4\frac{\alpha-1}{\alpha}$.

Theorem 4.6 proves the lower bound. The proof is very similar to the one of Theorem 4.3. For the sake of completeness, in the following we provide a self-contained proof.

Theorem 4.6 *Given any $\epsilon > 0$, there exists no $(4\frac{\alpha-1}{\alpha} - \epsilon)$ -competitive deterministic online algorithm for MAXFW-CSG, even in unweighted graphs.*

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a $(4\frac{\alpha-1}{\alpha} - \epsilon)$ -competitive deterministic online algorithm with an additive term $b > 0$.

First of all, we show that, for every non-negative integer k , there is an adversary that causes the output of \mathcal{A} to be a matching of k edges, i.e. k coalitions of two agents and $n - 2k$ singleton coalitions. In fact, there exists an adversary that causes \mathcal{A} to add a coalition of two agents given that the current output is a matching of ℓ edges, thus causing the output to be a matching of $\ell + 1$ edges: The adversary issues at most $3\ell + 8b + 1$ couple of agents connected by an edge (i.e, in each couple there are two agents incident to only the edge connecting them) until \mathcal{A} puts the two agents of a same couple in one coalition. We have to show that this must happen. Assume, by contradiction, that \mathcal{A} does not put the two agents of any couple in one coalition. On the one hand, the output of \mathcal{A} is a matching with ℓ edges, thus $\mathcal{A} = \ell/2$. On the other hand, a possible coalition structure consists of a matching with $\ell + 3\ell + 8b + 1 = 4\ell + 8b + 1$ edges. Therefore, $OPT \geq \frac{4\ell + 8b + 1}{2} > 2\ell + 4b$. Then, $\frac{OPT}{4\frac{\alpha-1}{\alpha} - \epsilon} > \frac{OPT}{4} > \frac{\ell}{2} + b = \mathcal{A} + b$, a contradiction. We conclude that \mathcal{A} must add an edge to its output to augment it to a matching of $\ell + 1$ agents.

The adversary chooses an integer $k \geq 1$ to be determined later. In the first stage, the adversary causes the output of \mathcal{A} to be a matching with k edges. Let C_1, \dots, C_k be the coalitions of \mathcal{A} consisting of two edges. These coalitions will possibly grow in the second stage. At any given point during the execution of \mathcal{A} we denote by F_i the first four agents of C_i , or $F_i = C_i$ if $|C_i| < 4$. Notice that also sets F_i can grow during the second stage. Also, $F \stackrel{def}{=} \cup_{i=1}^k F_i$. At the beginning of the second stage we have $|F| = 2k$, and by definition, $|F| \leq 4k$. The adversary issues a new agent adjacent only to some agent u of F where u is chosen from F in a round robin manner. The adversary stops when every agent of F has $\alpha - 1$ neighbors outside of F . Since $|F|$ is bounded, F will not grow after a certain point. After at most $4k(\alpha - 1)$ steps every agent of F will have $\alpha - 1$ neighbors not in F and the adversary will stop.

Let k_2, k_3, k_4 be the number of coalitions with 2, 3 and at least 4 agents, respectively. Clearly, $k_2 + k_3 + k_4 = k$.

We have $\mathcal{A} \leq \frac{1}{2}k_2 + \frac{2}{3}k_3 + k_4$, since the solution consists of k_2 matchings, k_3 trees with 3 vertices and k_4 trees (of at least 4 vertices). On the other hand, there is a solution that consists of $|F|$ stars, each of which contains α vertices. Therefore, letting $\gamma = \frac{\alpha-1}{\alpha}$, we have that $OPT \geq (2k_2 + 3k_3 + 4k_4) (1 - \frac{1}{\alpha}) = \gamma(2k_2 + 3k_3 + 4k_4)$. Notice also that $c = 4\gamma - \epsilon$.

We conclude

$$\begin{aligned}
 \frac{OPT}{4\gamma - \epsilon} - \mathcal{A} &\geq \frac{\gamma(2k_2 + 3k_3 + 4k_4)}{4\gamma - \epsilon} - \left(\frac{1}{2}k_2 + \frac{2}{3}k_3 + k_4 \right) \\
 &= k_2 \left(\frac{2\gamma}{4\gamma - \epsilon} - \frac{1}{2} \right) + k_3 \left(\frac{3\gamma}{4\gamma - \epsilon} - \frac{2}{3} \right) + k_4 \left(\frac{4\gamma}{4\gamma - \epsilon} - 1 \right) \\
 &\geq \frac{\epsilon}{2(4\gamma - \epsilon)}(k_2 + k_3 + k_4) = \frac{\epsilon}{2(4\gamma - \epsilon)}k,
 \end{aligned}$$

where the last inequality holds because, since $\gamma > 0$ and $\epsilon > 0$, we obtain that i) $\frac{2\gamma}{4\gamma - \epsilon} - \frac{1}{2} \geq \frac{\epsilon}{2(4\gamma - \epsilon)}$, ii) $\frac{3\gamma}{4\gamma - \epsilon} - \frac{2}{3} \geq \frac{\epsilon}{2(4\gamma - \epsilon)}$, and iii) $\frac{4\gamma}{4\gamma - \epsilon} - 1 \geq \frac{\epsilon}{2(4\gamma - \epsilon)}$. Therefore, if the adversary chooses k such that $\frac{\epsilon}{2(4\gamma - \epsilon)}k > b$, a contradiction arises and the claim follows. \square

The following theorem provides a matching upper bound to Theorem 4.6. Its proof exploits and refines arguments introduced in the proof of Lemma 1 by Bilò et al. (2018).

Theorem 4.7 *Algorithm MAXIMALMATCHING is a $(4\frac{\alpha-1}{\alpha})$ -competitive deterministic on-line algorithm for MAXFW-CSG in unweighted graphs.*

PROOF: Let \mathbf{C} be the coalition structure returned by MAXIMALMATCHING. A vertex cover $VC \subseteq V$ is associated with \mathbf{C} : VC is such that all agents being endpoints of the edges contained in the maximal matching belong to VC . Clearly, VC is a vertex cover because otherwise there should exist an edge of G that could be added to the matching, contradicting its maximality.

Let \mathbf{C}^* be an optimal solution for the considered instance of MAXFW-CSG. In the remaining of the proof we prove that $\frac{w_F(\mathbf{C}^*)}{|VC|} \leq \frac{\alpha-1}{\alpha}$. In fact, since $|VC| = 4w_F(\mathbf{C})$, the claim follows.

Define $\overline{VC} = N \setminus VC$. Let C_i^* ($i \in [k]$) be a coalition of \mathbf{C}^* . Partition the agents of C_i^* in two sets: $X_i^{VC} = C_i^* \cap VC$ and $X_i^{\overline{VC}} = C_i^* \cap \overline{VC}$. We distinguish between two cases:

- $X_i^{VC} = \emptyset$; it follows that $C_i^* \subseteq \overline{VC}$. Therefore, since \overline{VC} is an independent set, $w_F(C_i^*) = 0$.
- $X_i^{VC} \neq \emptyset$; in this case the total number of edges in C_i^* is at most $|X_i^{VC}||X_i^{\overline{VC}}| + \frac{1}{2}|X_i^{VC}|(|X_i^{VC}| - 1)$. In fact (see Figure 6), all the possible edges may be present in C_i^* among any agent in X_i^{VC} and any agent in $X_i^{\overline{VC}}$ (being at most $|X_i^{VC}||X_i^{\overline{VC}}|$), and between any couple of agents in X_i^{VC} (being at most $\frac{1}{2}|X_i^{VC}|(|X_i^{VC}| - 1)$), while no edge can be present between agents in $X_i^{\overline{VC}}$ (because $X_i^{\overline{VC}}$ is an independent set).

It follows that the contribution of coalition C_i^* to $w_F(\mathbf{C}^*)$ is

$$\begin{aligned}
 w_F(C_i^*) &\leq \frac{|X_i^{VC}||X_i^{\overline{VC}}| + \frac{1}{2}|X_i^{VC}|(|X_i^{VC}| - 1)}{|X_i^{VC}| + |X_i^{\overline{VC}}|} \\
 &= |X_i^{VC}| \frac{|X_i^{\overline{VC}}| + \frac{1}{2}|X_i^{VC}| - \frac{1}{2}}{|X_i^{VC}| + |X_i^{\overline{VC}}|}.
 \end{aligned}$$

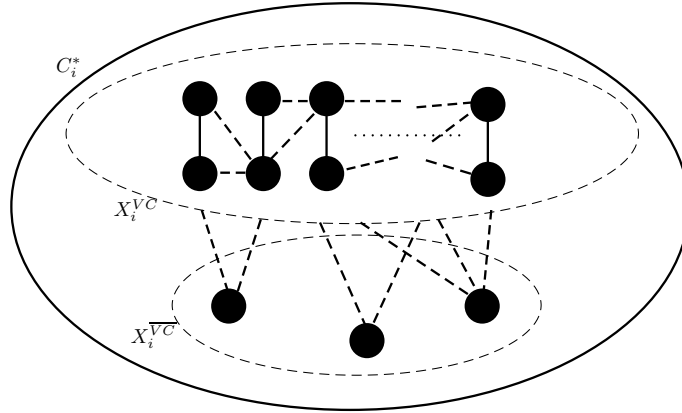


Figure 6: Bounding the total number of edges in C_i^* . Solid edges represent the ones belonging to the computed maximal matching, while dashed edges are the ones belonging to C_i^* but not belonging to the solution returned by MAXIMALMATCHING.

Dividing by $|X_i^{VC}|$ we obtain $\frac{w_F(C_i^*)}{|X_i^{VC}|} \leq \frac{|X_i^{\overline{VC}}| + \frac{1}{2}|X_i^{VC}| - \frac{1}{2}}{|X_i^{VC}| + |X_i^{\overline{VC}}|} \leq \frac{\alpha - 1}{\alpha}$ because $|X_i^{VC}| + |X_i^{\overline{VC}}| \leq \alpha$ and $|X_i^{VC}| \geq 1$.

By summing over all indices $i \in [k]$, we obtain

$$\begin{aligned} \frac{w_F(\mathbf{C}^*)}{|VC|} &= \frac{\sum_{i \in [k]: X_i^{VC} \neq \emptyset} w_F(C_i^*)}{|VC|} \\ &= \frac{\sum_{i \in [k]: X_i^{VC} \neq \emptyset} w_F(C_i^*)}{\sum_{i \in [k]: X_i^{VC} \neq \emptyset} |X_i^{VC}|} \\ &\leq \max_{i \in [k]: X_i^{VC} \neq \emptyset} \frac{w_F(C_i^*)}{|X_i^{VC}|} \leq \frac{\alpha - 1}{\alpha}. \end{aligned}$$

□

4.2.2 WEIGHTED GRAPHS

From Theorem 4.2, we know that, for any $\alpha \geq 2$, MAXIMALMATCHING is strictly $4W$ -competitive for general weights. It is not difficult to show that this bound is asymptotically tight, even when all the weights are positive.

Theorem 4.8 *The competitive ratio of any deterministic online algorithm for MAXFW-CSG is $\Omega(W)$ even when all weights are positive.*

PROOF: Let \mathcal{A} be any deterministic online algorithm for MAXFW-CSG with an additive term b . Consider the online input that is supplied to \mathcal{A} by the following adversary. The adversary releases a star v_1, v_2, \dots centered at v_1 until \mathcal{A} creates its second coalition $C_2 = \{v_j\}$ or the star is sufficiently large. The weights are such that $w_{v_{j+1}, v_1} \gg w_{v_j, v_1}$ for every

$j > 1$. By setting $W = w_{v_j, v_1}$, we have that $OPT \geq \frac{W}{2}$. On the other hand $\mathcal{A} = o(W)$ in both cases, i.e. either the star is sufficiently large, or the heaviest edge is not taken by \mathcal{A} . Therefore, the competitive ratio of \mathcal{A} is at least $\frac{OPT}{\mathcal{A}+b} \geq \frac{W/2}{o(W)} = \Omega(W)$.

□

4.3 Bounded Number of Coalitions

In this section we consider the case where the number of coalitions is bounded by some $k \geq 2$, the case of $k = 1$ being trivial.

4.3.1 GENERAL WEIGHTS

By exploiting arguments similar to the ones used in the proofs of Theorem 3.3 and Theorem 3.4, it is possible to prove the following results.

Theorem 4.9 *There exists no deterministic competitive algorithm for MAXFW-CSG for any $k \geq 2$.*

PROOF: Suppose, by the way of contradiction, that \mathcal{A} is a r -competitive algorithm for MAXFW-CSG with an additive term b , i.e. $\mathcal{A} \geq \frac{OPT}{r} - b$ for some $b \geq 0$, with r being either constant or a function of n . The adversary releases an independent set of at most $k + 1$ agents until \mathcal{A} puts two agents v_i, v_j in the same coalition. Then it releases an agent adjacent to only v_i and v_j with edges of weights $2br + 1$ and $-(2br + 1)$ respectively. Then, regardless of the decisions of \mathcal{A} , we have $\mathcal{A} = 0$. On the other hand, one can form a coalition consisting of v_i together with the last agent, and form a second coalition from the remaining agents which constitute an independent set. Thus, $OPT = \frac{2br+1}{2} > br$ implying $\mathcal{A} = 0 < \frac{OPT}{r} - b$, a contradiction.

□

In the following theorem, it is shown that the strict competitive ratio remains unbounded even when $W = 1$.

Theorem 4.10 *There exists no deterministic strictly competitive algorithm for MAXFW-CSG for any $k \geq 2$, even when $W = 1$.*

PROOF: Suppose, by the way of contradiction, that \mathcal{A} is a r -competitive algorithm \mathcal{A} for MAXFW-CSG, i.e. $\mathcal{A} \geq \frac{OPT}{r}$, with r being either constant or a function of n . The adversary releases an independent set of at most $k + 1$ vertices until \mathcal{A} puts two agents v_i, v_j in the same coalition. Then it releases an agent adjacent to only v_i and v_j with edges of weights 1 and -1 respectively. Then, regardless of the decisions of \mathcal{A} , we have $\mathcal{A} = 0$. On the other hand, one can form a coalition consisting of v_i together with the last agent, and form a second coalition from the remaining agents which constitute an independent set. Thus, $OPT = \frac{1}{2}$ implying $\mathcal{A} = 0 < \frac{OPT}{r}$, a contradiction.

□

4.3.2 POSITIVE WEIGHTS

Observation 1 For positive weights, GRANDCOALITION is $\frac{n}{2}$ -competitive. In fact, $\text{GRANDCOALITION} = \frac{\sum_{e \in E(G)} w(e)}{n}$, and $\text{OPT} \leq \frac{\sum_{e \in E(G)} w(e)}{2}$, since the weight of any edge is shared by at least its two endpoints.

Theorem 4.11 Given any $\epsilon > 0$, there exists no deterministic online algorithm for MAXFW-CSG having competitive ratio $\frac{n}{2} - \epsilon$, for any $k \geq 2$ and even when all weights are positive.

PROOF: Let us assume, by the way of contradiction, that \mathcal{A} is a r -competitive deterministic online algorithm for MAXFW-CSG with $r = \frac{n}{2} - \epsilon$ and an additive term $b > 0$. Consider the online input that is supplied to \mathcal{A} by the following adversary. The adversary releases a star v_1, v_2, \dots centered at v_1 . The weights are such that $w_{v_{j+1}, v_1} \gg w_{v_j, v_1}$, for every $j > 1$. In particular, let $o_{j+1} = \sum_{i=2}^j w_{v_i, v_1}$ be the sum of the weights of the edges $v_i v_1$, for $i = 2, \dots, j$, then we set $w_{v_{j+1}, v_1} > \frac{o_{j+1}(n-2\epsilon) + bn(n-2\epsilon)}{2\epsilon}$. Notice that, by the definition of w_{v_{j+1}, v_1} , for any $j > 1$ the following holds:

$$\frac{\frac{w_{v_{j+1}, v_1}}{2}}{\frac{n}{2} - \epsilon} = \frac{w_{v_{j+1}, v_1}}{n - 2\epsilon} > \frac{w_{v_{j+1}, v_1} + o_{j+1}}{n} + b. \quad (6)$$

Let us call C_1 the coalition where algorithm \mathcal{A} puts agent v_1 . If, at some step j , \mathcal{A} puts the agent v_j into a different coalition than C_1 , then the adversary stops. In this case, we get that the optimum has value at least $\frac{w_{v_j, v_1}}{2}$ (by creating a coalition containing only v_j and v_1). Therefore

$$\frac{\text{OPT}}{r} - b \geq \frac{w_{v_j, v_1}}{2(\frac{n}{2} - \epsilon)} - b > \frac{o_j(n - 2\epsilon) + b(n^2 - 2n\epsilon - (4\epsilon(\frac{n}{2} - \epsilon)))}{\frac{n}{2}\epsilon - \epsilon^2} > \frac{o_j}{n - 1} = \mathcal{A},$$

a contradiction.

Finally, if algorithm \mathcal{A} puts all agents into coalition C_1 , we have that

$$\frac{\text{OPT}}{r} - b \geq \frac{w_{v_n, v_1}}{2(\frac{n}{2} - \epsilon)} - b > \frac{w_{v_n, v_1} + o_n}{n} + b - b = \frac{w_{v_n, v_1} + o_n}{n} = \mathcal{A},$$

where the second inequality holds by (6). Therefore, since a contradiction arises also in this case, the claim follows. \square

5. Conclusion and Open Problems

In this paper we have considered the problem of partitioning agents into coalitions in an online fashion. Given that previous work on CSG mainly assumes that all the information on the input is known at the beginning, this work may be considered as a fundamental step towards more realistic CSG models: Further steps, for instance considering some degree of uncertainty regarding the weight of edges, deserve future research in order to model CSG scenarios in an increasingly realistic way.

We have presented close upper and lower bounds for the competitive ratio in various scenarios, while considering two natural coalition value functions: the value of a coalition is defined as the sum of the weights of its edges or as the sum of the weights of its edges divided by its size. There are few problems left open in the considered scenarios: for instance, it would be interesting to provide a lower bound to the non-strict competitive ratio for MAXW-CSG and MAXFW-CSG in the case of bounded number of coalitions and unweighted graphs. It is worth remarking that, although our model considers undirected graphs (having undirected edges), dealing with directed graphs (having directed arcs) would not make the problem richer or more interesting. In fact, given that we are not considering individual utilities of the nodes but global utilities of the coalitions, if we replace every couple of arcs being between two nodes in the opposite directions with a single edge having as weight the sum of their weights and every remaining directed arc with an edge having the same weight, we obtain an equivalent problem in our (undirected) setting¹.

We expect that our study will initiate more research along the same lines. An interesting research direction is that of considering more involved coalition value functions, depending on specific applications. For instance, we might consider that there are also costs associated with each coalition, or other costs taking into account the topological properties of the subgraphs induced by the coalitions, like for instance the diameter, the average distance between the agents, measures depending on the centrality indices in social networks, etc. Recent work about such measures has been presented by Balliu, Flammini, and Olivetti (2017), Balliu, Flammini, Melideo, and Olivetti (2019). Moreover, it is worth to extend this research to the case where the coalition structure can be modified by migrating agents from coalition to coalition by paying some penalty as in the setting considered by Augustine et al. (2016). Furthermore, one might consider cases where agents can also leave the graph as in the setting considered by Dinitz (2008) and in general CSG in dynamic environments (de O. Ramos, Burguillo, & Bazzan, 2014). Finally, it would be interesting to understand whether randomized algorithms can achieve significantly better performance than deterministic ones, or specifically designed deterministic algorithm can provide better expected performances when executed on graphs in which connections between nodes obey to some given probabilistic law. To this respect, a model deserving further research is the scale-free network considered by Albert and Barabási (2002), in which a network is incrementally built (in an online fashion) by adding new nodes such that the degree distribution follows a power law.

Acknowledgments

We thanks the anonymous referees for their valuable comments that helped improving the presentation of the paper.

This work was partially supported by the Italian MIUR PRIN 2017 Project ALGADIMAR “Algorithms, Games, and Digital Markets” (2017R9FHSR_002)

1. Notice that, in the case of general weights, the parameter W has to be obtained by scaling the new weights of the undirected edges so that the minimum edge weight is 1.

References

- Albert, R., & Barabási, A.-l. (2002). Statistical mechanics of complex networks. *Rev. Mod. Phys.*, *74*(1), 47–97.
- Augustine, J., Avin, C., Liaee, M., Pandurangan, G., & Rajaraman, R. (2016). Information spreading in dynamic networks under oblivious adversaries. In *Proceedings of the 30th International Symposium on Distributed Computing, (DISC)*, pp. 399–413.
- Aziz, H., Brandt, F., & Seedig, H. (2011). Stable partitions in additively separable hedonic games. In *Proceedings of the 10th International Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 183–190.
- Aziz, H., Gaspers, S., Gudmundsson, J., Mestre, J., & Taubig, H. (2015). Welfare maximization in fractional hedonic games. In *Proceedings of the 25th International Joint Conference on Artificial Intelligence (IJCAI)*, pp. 461–467.
- Aziz, H., Brandl, F., Brandt, F., Harrenstein, P., Olsen, M., & Peters, D. (2019). Fractional hedonic games. *ACM Trans. Economics and Comput.*, *7*(2), 6:1–6:29.
- Aziz, H., & de Keijzer, B. (2011). Complexity of coalition structure generation. In *Proceedings of the 10th International Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 191–198.
- Bachrach, Y., Kohli, P., Kolmogorov, V., & Zadimoghaddam, M. (2013). Optimal coalition structure generation in cooperative graph games. In *Proceedings of the 27th AAAI Conference on Artificial Intelligence (AAAI)*, pp. 81–87.
- Ballester, C. (2004). Np-completeness in hedonic games. *Games and Economic Behavior*, *49*(1), 1–30.
- Balliu, A., Flammini, M., & Olivetti, D. (2017). On pareto optimality in social distance games. In *Proceedings of the 31st AAAI Conference on Artificial Intelligence (AAAI)*, pp. 349–355.
- Balliu, A., Flammini, M., Melideo, G., & Olivetti, D. (2019). On non-cooperativeness in social distance games. *Journal of Artificial Intelligence Research*, *66*, 625–653.
- Banerjee, S., Konishi, H., & Sönmez, T. (2001). Core in a simple coalition formation game. *Social Choice and Welfare*, *18*, 135–153.
- Bilò, V., Fanelli, A., Flammini, M., Monaco, G., & Moscardelli, L. (2018). Nash stable outcomes in fractional hedonic games: Existence, efficiency and computation. *Journal of Artificial Intelligence Research*, *62*, 315–371.
- Bilò, V., Fanelli, A., Flammini, M., Monaco, G., & Moscardelli, L. (2019). Optimality and nash stability in additive separable generalized group activity selection problems. In *Proceedings of the Twenty-Eighth International Joint Conference on Artificial Intelligence (IJCAI)*, pp. 102–108.
- Bistaffa, F., & Farinelli, A. (2018). A COP model for graph-constrained coalition formation. *Journal of Artificial Intelligence Research*, *62*, 133–153.
- Bogomolnaia, A., & Jackson, M. O. (2002). The stability of hedonic coalition structures. *Games and Economic Behavior*, *38*(2), 201–230.

- Borodin, A., & El-Yaniv, R. (1998). *Online Computation and Competitive Analysis*. Cambridge University Press.
- Brandl, F., Brandt, F., & Strobel, M. (2015). Fractional hedonic games: individual and group stability. In *Proceedings of the 14th International Conference on Autonomous Agents and Multiagent Systems, (AAMAS)*, pp. 1219–1227.
- Buchbinder, N., Feldman, M., Filmus, Y., & Garg, M. (2020). Online submodular maximization: beating $1/2$ made simple. *Math. Program.*, *183*(1), 149–169.
- Carosi, R., Monaco, G., & Moscardelli, L. (2019). Local core stability in simple symmetric fractional hedonic games. In *Proceedings of the 18th International Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 574–582.
- Chalkiadakis, G., Elkind, E., Markakis, E., Polukarov, M., & Jennings, N. R. (2010). Cooperative games with overlapping coalitions. *Journal of Artificial Intelligence Research*, *39*, 179–216.
- Dang, V. D., & Jennings, N. R. (2004). Generating coalition structures with finite bound from the optimal guarantees. In *Proceedings of the 3rd International Joint Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 564–571.
- de O. Ramos, G., Burguillo, J. C., & Bazzan, A. L. C. (2014). Dynamic constrained coalition formation among electric vehicles. *J. Braz. Comput. Soc.*, *20*(1), 8:1–8:15.
- Deng, X., & Papadimitriou, C. H. (1994). On the complexity of cooperative solution concepts. *Mathematics of Operations Research*, *12*, 257–266.
- Dinitz, M. (2008). Online, dynamic, and distributed embeddings of approximate ultrametrics. In *Proceedings of the 22nd International Symposium on Distributed Computing (DISC)*, pp. 152–166.
- Dréze, J. H., & Greenberg, J. (1980). Hedonic coalitions: optimality and stability. *Econometrica*, *48*(4), 987–1003.
- Dutta, A., Dasgupta, P., Baca, J., & Nelson, C. A. (2013). A bottom-up search algorithm for dynamic reformation of agent coalitions under coalition size constraints. In *Proceedings of the IEEE/WIC/ACM International Conferences on Intelligent Agent Technology (IAT)*, pp. 329–336.
- Elkind, E., Fanelli, A., & Flammini, M. (2020). Price of pareto optimality in hedonic games. *Artificial Intelligence*, *288*, 103357.
- Fanelli, A., Monaco, G., & Moscardelli, L. (2021). Relaxed core stability in fractional hedonic games. In *Proceedings of the Thirtieth International Joint Conference on Artificial Intelligence (IJCAI)*, pp. 182–188.
- Fiat, A., & Woeginger, G. J. (Eds.). (1998). *Online Algorithms, The State of the Art (the book grow out of a Dagstuhl Seminar, June 1996)*, Vol. 1442 of *Lecture Notes in Computer Science*. Springer.
- Flammini, M., Kodric, B., Monaco, G., & Zhang, Q. (2021). Strategyproof mechanisms for additively separable and fractional hedonic games. *Journal of Artificial Intelligence Research*, *70*, 1253–1279.

- Flammini, M., Monaco, G., Moscardelli, L., Shalom, M., & Zaks, S. (2018). Online coalition structure generation in graph games. In *Proceedings of the 17th International Conference on Autonomous Agents and MultiAgent Systems (AAMAS)*, pp. 1353–1361.
- Mauro, N. D., Basile, T. M. A., Ferilli, S., & Esposito, F. (2010). Coalition structure generation with GRASP. In *Proceedings of the 14th International Conference on Artificial Intelligence: Methodology, Systems, Applications (AIMSA)*, pp. 111–120.
- Monaco, G., Moscardelli, L., & Velaj, Y. (2019). On the performance of stable outcomes in modified fractional hedonic games with egalitarian social welfare. In *Proceedings of the 18th International Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 873–881.
- Monaco, G., Moscardelli, L., & Velaj, Y. (2020). Stable outcomes in modified fractional hedonic games. *Autonomous Agents and Multi-Agent Systems*, *34*(1), 4.
- Myerson, R. B. (1977). Graphs and cooperation in games. *Math. Oper. Res.*, *2*(3), 225–229.
- Nguyen, T. D., & Zick, Y. (2018). Resource based cooperative games: Optimization, fairness and stability. In *Proceedings of the 11th International Symposium on Algorithmic Game Theory (SAGT)*, Vol. 11059 of *Lecture Notes in Computer Science*, pp. 239–244. Springer.
- Olsen, M. (2009). Nash stability in additively separable hedonic games and community structures. *Theory of Computing Systems*, *45*(4), 917–925.
- Rahwan, T., & Jennings, N. R. (2008). An improved dynamic programming algorithm for coalition structure generation. In *Proceedings of the 7th International Joint Conference on Autonomous Agents and Multiagent Systems (AAMAS)*, pp. 1417–1420.
- Rahwan, T., Michalak, T. P., Wooldridge, M., & Jennings, N. R. (2012). Anytime coalition structure generation in multi-agent systems with positive or negative externalities. *Artificial Intelligence*, *186*, 95–122.
- Rahwan, T., Michalak, T. P., Wooldridge, M., & Jennings, N. R. (2015). Coalition structure generation: A survey. *Artificial Intelligence*, *229*, 139–174.
- Rahwan, T., Ramchurn, S. D., Jennings, N. R., & Giovannucci, A. (2009). An anytime algorithm for optimal coalition structure generation. *Journal of Artificial Intelligence Research*, *34*, 521–567.
- Rothkopf, M. H., Pekec, A., & Harstad, R. M. (1998). Computationally manageable combinatorial auctions. *Management Science*, *44*(8), 1131–1147.
- Sandholm, T., Larson, K., Andersson, M., Shehory, O., & Tohmé, F. (1999). Coalition structure generation with worst case guarantees. *Artificial Intelligence*, *111*(1-2), 209–238.
- Sen, S., & Dutta, P. S. (2000). Searching for optimal coalition structures. In *Proceedings of the 4th International Conference on Multi-Agent Systems (ICMAS)*, pp. 287–292.
- Shehory, O., & Kraus, S. (1998). Methods for task allocation via agent coalition formation. *Artificial Intelligence*, *101*(1-2), 165–200.
- Shin, D., & Shin, Y. (2011). Why do people play social network games?. *Comput. Hum. Behav.*, *27*(2), 852–861.

- Voice, T., Polukarov, M., & Jennings, N. R. (2012). Coalition structure generation over graphs. *Journal of Artificial Intelligence Research*, *45*, 165–196.
- Zick, Y., Markakis, E., & Elkind, E. (2014). Arbitration and stability in cooperative games with overlapping coalitions. *Journal of Artificial Intelligence Research*, *50*, 847–884.