

# Power Control in a Multicell CDMA Data System Using Pricing

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IAB Meeting  
October 17-18, 2000

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## Outline

- Introduction
  - Motivation
  - Microeconomics: utility, game, price
- Utility
- Multicell power control game
- Efficiency through pricing
- Numerical Results

## Introduction

- Cellular voice telephony
  - Successful evolution of technology and business of systems
  - Effective Radio Resource Management for system quality and efficiency
- Wireless multimedia communications
  - Voice and data have different quality of service (QoS) objectives
  - RRM techniques for voice not necessarily efficient for data
- Concepts and mathematics of microeconomics/game theory for RRM in wireless networks
  - Utility, Non-cooperative games, Nash equilibria, Pareto efficiency, Pricing
  - Focus on power control

## Microeconomics Concepts

- **Utility**
  - The **level of satisfaction** received from consumption of resources
- **Non-cooperative game**
  - **Player chooses strategy/action** to maximize own utility in a **distributed fashion**
- **Nash equilibrium**
  - **Fixed point** reached as a result of non-cooperative game
  - Does not necessarily exist
- **Pareto efficiency**
  - Describes **socially desirable** solution
  - Nash equilibrium not necessarily Pareto efficient
- **Pricing**
  - **Promotes** choice of **more Pareto efficient** strategies/actions

## Utility: Voice versus Data

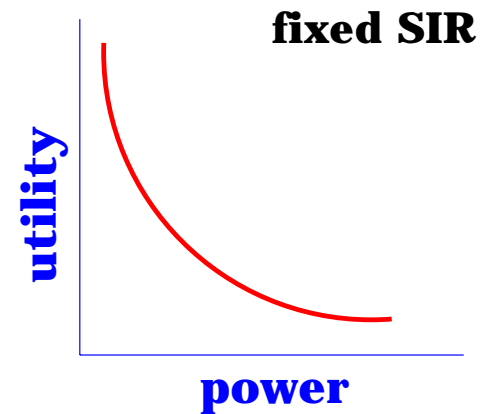
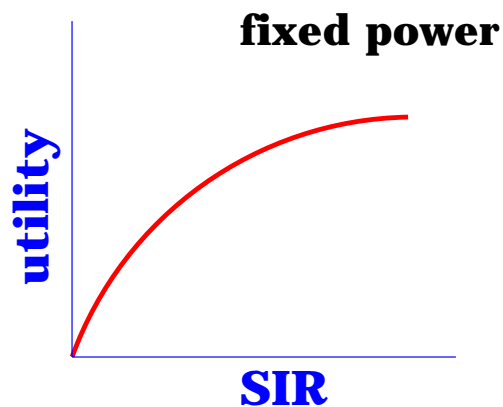
- Utility function measures quality of service
- Power control for voice
  - Studied extensively (e.g. [Grandhi][Zander][Yates])
  - Objectives
    - \* Provide each signal with adequate QoS
    - \* Avoid unnecessary interference
    - \* Minimize battery drain
  - Service considered unacceptable below SIR target, however no extra benefit above target
    - \* Implicit assumption of a step utility function as a function of SIR

## Utility: Voice versus Data

- Several specific definitions possible in wireless networks
- Different from voice due to different QoS objectives for data traffic
- QoS measure for wireless data in (Goodman, Mandayam, IEEE Pers. Comm., April 00)
- Factors affecting utility of wireless data systems?
  - **Signal-to-interference ratio (SIR)**
    - \* **Frame Success Rate**: data intolerant to errors
    - \* **Throughput**: rate of reception of correct data
  - **Power consumption**
    - \* **Battery life**: Inversely proportional to power drain
  - SIR and power strongly interdependent:

## Properties of Data Utility Function

- Low SIR  $\Rightarrow$  High error rate  $\Rightarrow$  Low utility
- High SIR  $\Rightarrow$  High throughput  $\Rightarrow$  High utility
- Very high SIR  $\Rightarrow$  Utility approaches constant asymptotically
- High transmit power  $\Rightarrow$  Fast battery drain  $\Rightarrow$  Low utility



## System Model

- $K$  base stations serving  $N$  terminals where each terminal  $j$ 
  - transmits  $L$  information bits in  $M$  bit frames
  - transmits at  $R$  bits/second over  $W$  Hz with AWGN ( $\sigma^2$ )
  - is located  $d_{ij}$  meters from base station  $i$  with path gain  $h_{ij}$
- **SIR** for terminal  $j$  at base station  $i$ :

$$\gamma_{ij} = \frac{W}{R} \frac{h_{ij} p_j}{\sum_{k=1, k \neq j}^N h_{ik} p_k + \sigma^2} \quad (1)$$

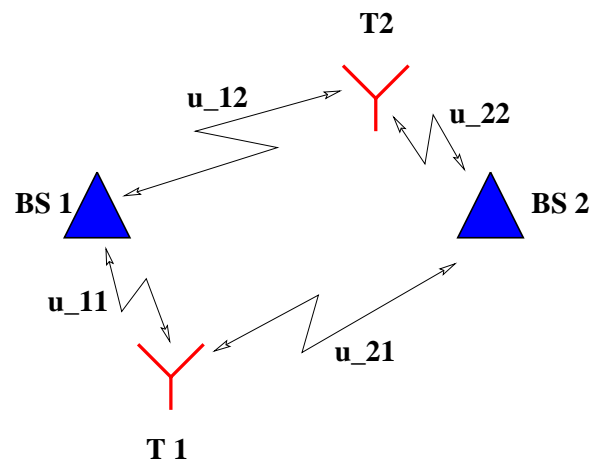


## The Utility Function

- Utility is the number of bits transmitted successfully per unit energy
  - Utility of terminal  $j$  obtained at base station  $i$  is

$$u_{ij}(p_j, \mathbf{p}_{-j}) = \frac{RLf(\gamma_{ij})}{Mp_j} \quad [\text{bits/Joule}] \quad (2)$$

- \*  $\mathbf{p}_{-j}$  vector of transmit powers except user  $j$
- \*  $f : \mathcal{R}_+ \rightarrow [0, 1]$  is the Efficiency Function
  - Approximates the frame success rate (FSR)
  - Depends on modulation format, channel coding



## Efficiency Function

- Efficiency function: Approximation of **Frame Success Rate**
- Assuming independent bit errors

$$\text{FSR} = (1 - \text{BER})^M \quad (3)$$

- $\text{FSR} > 0$  if  $p = 0$ . With FSR,  $\lim_{p \rightarrow 0} u = \lim_{p \rightarrow 0} \frac{RLf(\gamma)}{Mp} = \infty$
- Efficiency function approximated as

$$f(\cdot) = (1 - 2\text{BER})^M \quad (4)$$

which has the property  $\lim_{p \rightarrow 0} u = \lim_{p \rightarrow 0} \frac{RLf(\gamma)}{Mp} = 0$

## Multicell Power Control Game

- In MCPG based on Maximum Received Signal Strength (MRSS),

$$\max_{p_j \in P_j} u_j(p_j, \mathbf{p}_{-j}) = u_{a_j j}(\mathbf{p}) \quad \text{for all } j = 1, \dots, N \quad (5)$$

- assigned base station  $a_j = \arg \max_i h_{ij} \equiv \arg \min_i d_{ij}$

- First order necessary optimality condition,

$$f(\gamma_{a_j j}) - \gamma_{a_j j} f'(\gamma_{a_j j}) = 0 \quad (6)$$

- $\gamma_{a_j j} = \tilde{\gamma}$  for all  $j$  and  $\tilde{\gamma}$  is unique.

- Similar to target SIR based power control for speech communications, but

- Value of  $\tilde{\gamma}$  dictated by system (modulation, frame length)
- Target SIR determined by considerations of subjective speech quality
- Also, Nash of MCPG-MRSS inefficient

## Nash Equilibrium in MCPG-MRSS

- What happens as a result of distributed self-optimizing behavior?
  - **Nash equilibrium**: no single user can improve its utility by unilateral change in its power
- **Nash equilibrium exists in MCPG-MRSS** due to quasiconcave utility functions and compact strategy spaces
- At the Nash equilibrium for MCPG-MRSS,

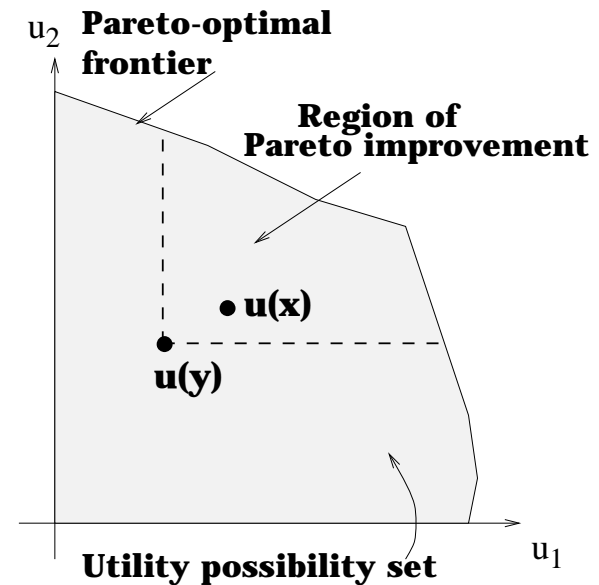
$$p_j = \min \left( \bar{p}, \frac{\tilde{\gamma}(\sum_{k \neq j} h_{a_j k} p_k + \sigma^2)}{G h_{a_j j}} \right) \quad (7)$$

- Terminals with better channel (**high**  $h_{a_j j}$ ) achieve  $\tilde{\gamma}$
- Terminals with poor channel quality (**low**  $h_{a_j j}$ ) do best with  $\bar{p}$

## Efficiency of the MCPG Equilibrium

- Power vector  $\mathbf{x}$  is more Pareto efficient than  $\mathbf{y}$

- if  $u_j(\mathbf{x}) \geq u_j(\mathbf{y})$  for all  $j$  and
- if  $u_j(\mathbf{x}) > u_j(\mathbf{y})$  for some  $j$



- Force all terminals to reduce powers at equilibrium of MCPG-MRSS
  - ⇒ All terminals receive increased utility
  - ⇒ **MCPG-MRSS equilibrium is Pareto inefficient**
    - Fixed target type power control not efficient for data communications
    - Introduce pricing to encourage lower power

## MCPG with Pricing under MRSS Assignment

- In MCPGP-MRSS, terminal  $j$  optimizes **net utility**:

$$\max_{p_j \in P_j} u_j^c(\mathbf{p}) = u_{a_j j}(\mathbf{p}) - c_{a_j} p_j \quad (8)$$

- $c_{a_j}$  is the **pricing factor** imposed by base station  $a_j$
- Nash equilibrium exists in MCPGP-MRSS
  - Due to **supermodularity** of the utility functions.
- Iterative power updates result in Nash equilibrium
  - Equilibrium **utilities with pricing, higher** than MCPG-MRSS
  - Equilibrium **transmit powers with pricing, lower** than MCPG-MRSS

## Joint Power Control and Base Station Assignment

- Each terminal  $j$  solves

$$\max_{p_j, a_j} u_{a_j j}(p_j, \mathbf{p}_{-j}). \quad (9)$$

- We find that joint problem equivalent to

$$\max_{p_j} u_j(p_j, \mathbf{p}_{-j}) = u_{a_j j}(\mathbf{p}) \quad (10)$$

where  $a_j = \arg \max_i u_{ij}(\mathbf{p}) \equiv \arg \max_i \gamma_{ij}$

- Resulting assignment referred to as **Maximum SIR (MSIR)**
- **MCPG-MSIR has Nash equilibrium** ( $u_j(\mathbf{p})$  in (10) is quasiconcave)
  - Equilibrium is **inefficient**

## MCPG with Pricing under MSIR Assignment

- In MCPGP-MSIR, terminal  $j$  optimizes **net utility**:

$$\max_{p_j} u_j^c(\mathbf{p}) = u_j(\mathbf{p}) - c_{a_j} p_j \quad (11)$$

where  $a_j = \max_i \gamma_{ij}$

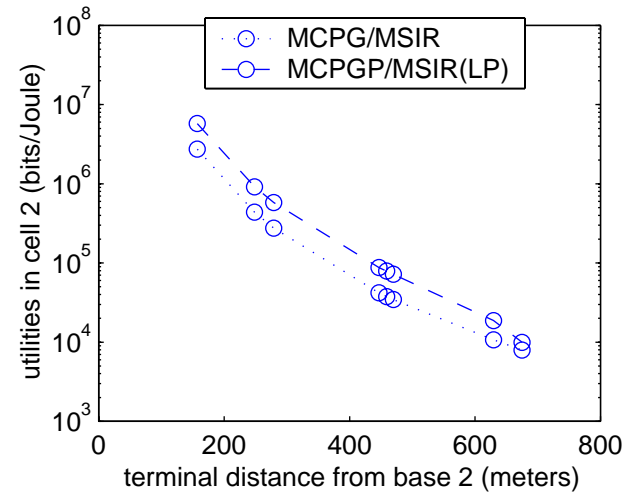
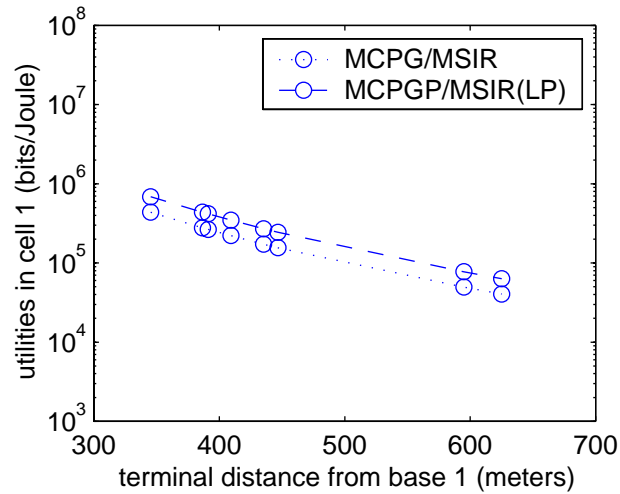
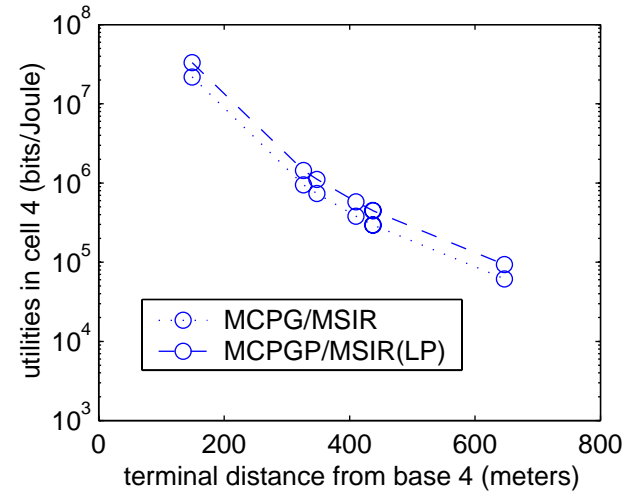
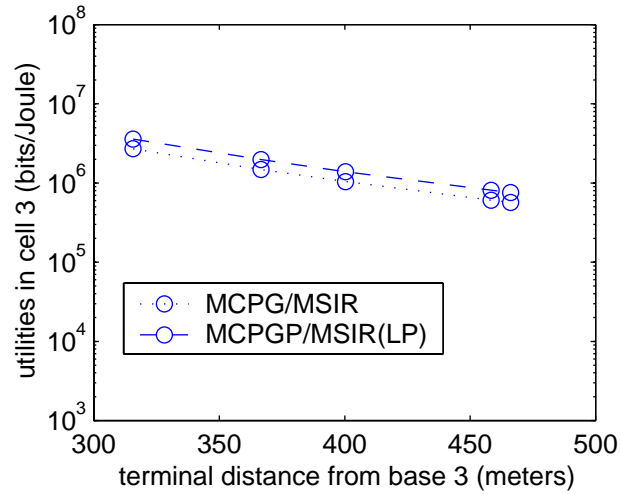
- Experiments suggest existence of equilibrium
- Heuristic **local pricing (LP)** scheme:
  - $c_i = \alpha N_i$  where  $N_i$  is the number of terminals in cell  $i$
  - In experiments  $\alpha = R$



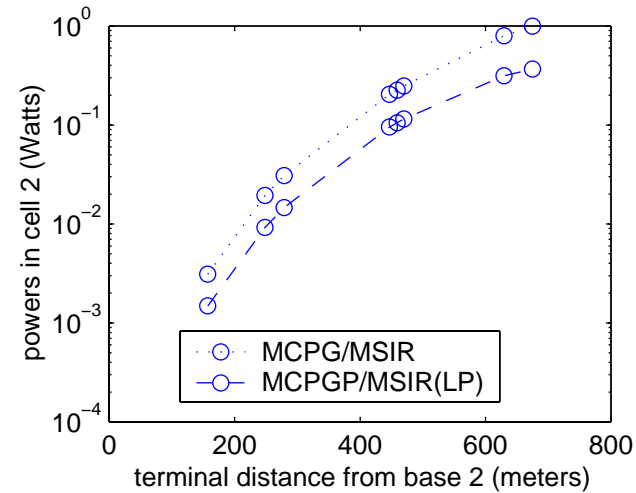
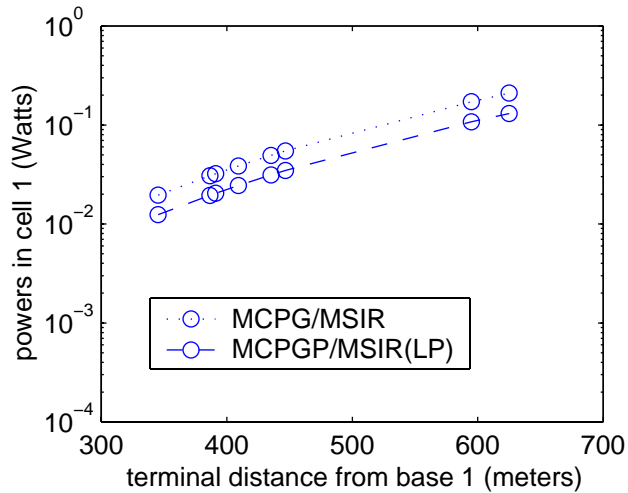
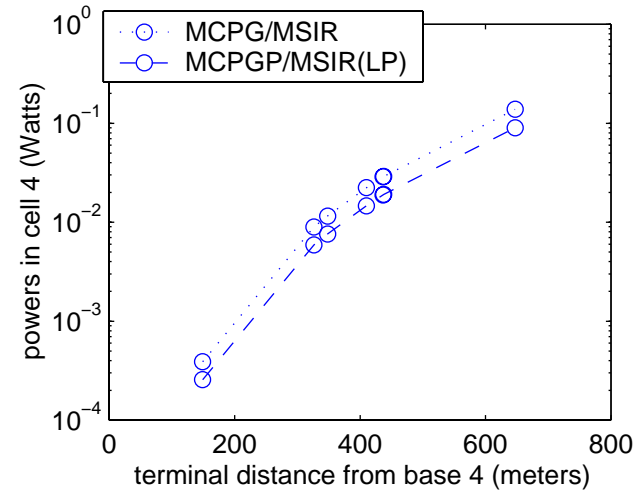
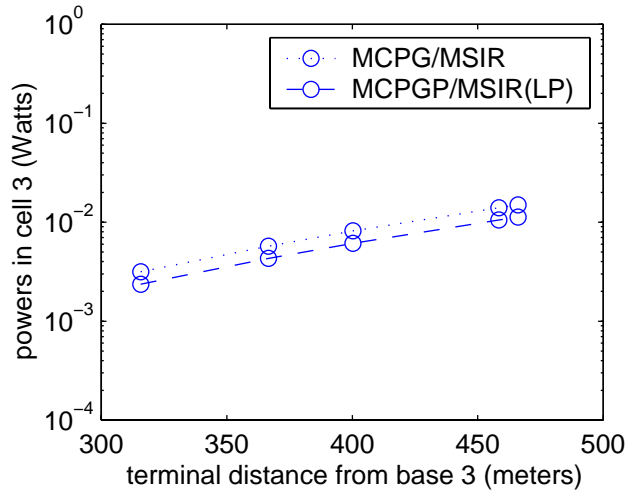
## Numerical Results

$N$ , number of terminals	28
$K$ , number of base stations	4
$M$ , total number of bits per frame	80
$L$ , number of information bits per frame	64
$W$ , spread spectrum bandwidth	$10^6$ Hz
$R$ , bit rate	$10^4$ bits/second
$\sigma^2$ , AWGN power at the receiver	$5 \times 10^{-15}$ Watts
modulation technique	non-coherent FSK
$\bar{p}$ , maximum power constraint	1 Watt

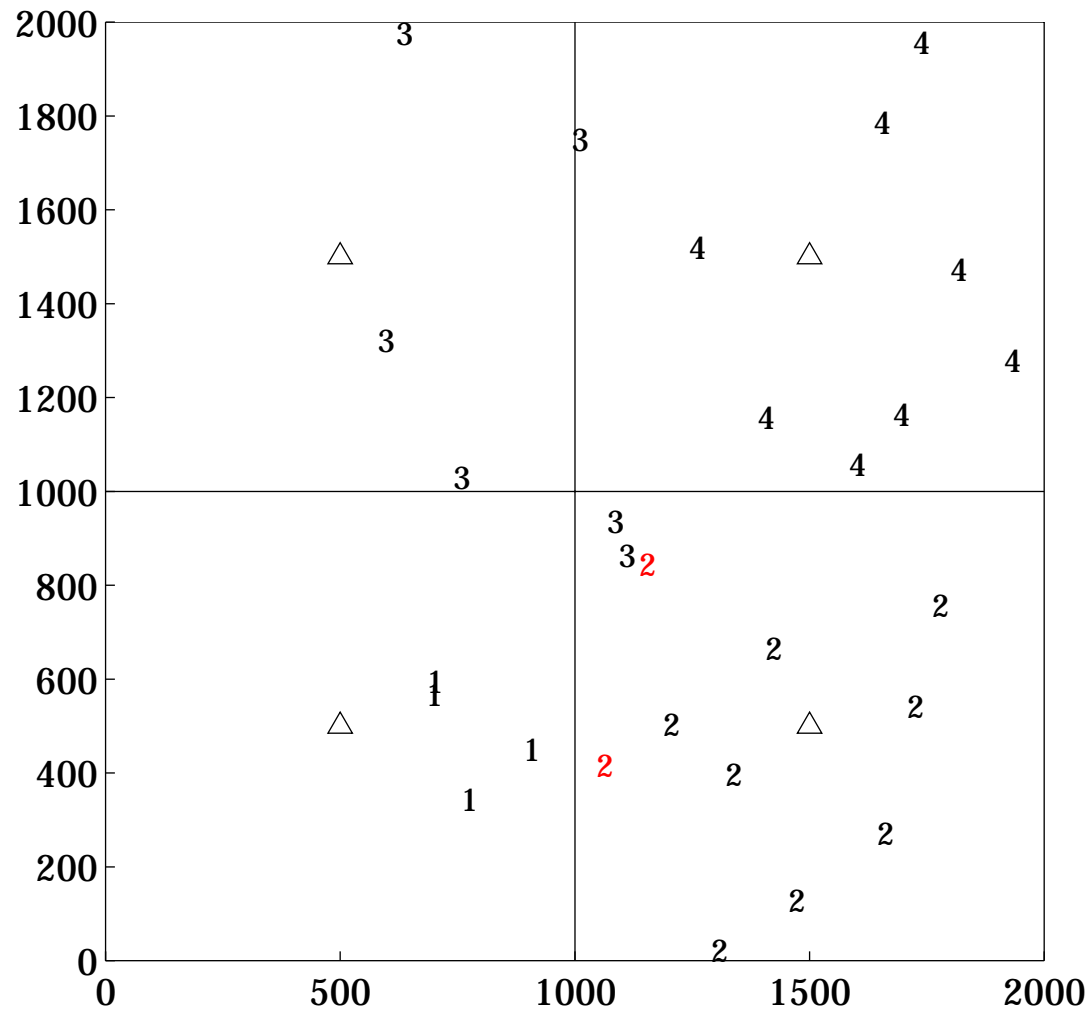
## Equilibrium Utilities with MSIR



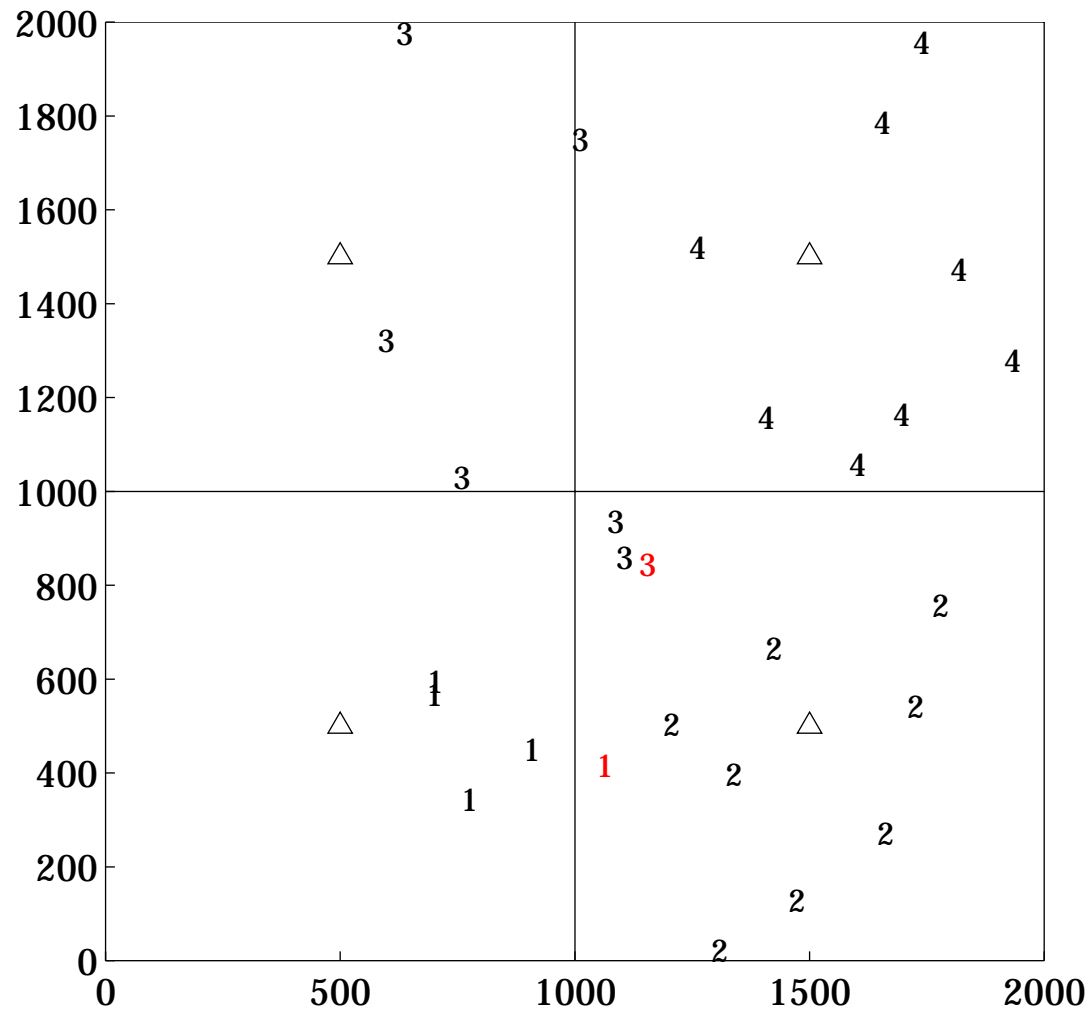
## Equilibrium Transmit Powers with MSIR



## Equilibrium Base Assignment for MCPG-MSIR



## Equilibrium Base Assignment for MCPGP-MSIR



## Summary

- Studied power control for utility maximization in wireless multicell data networks
  - Leads to voice type power control
  - Inefficient for data
- Pricing improves efficiency
  - Benefit due to decreased power
- In addition to resulting in increased utilities and decreased transmit powers, pricing may also help relieve loaded cells