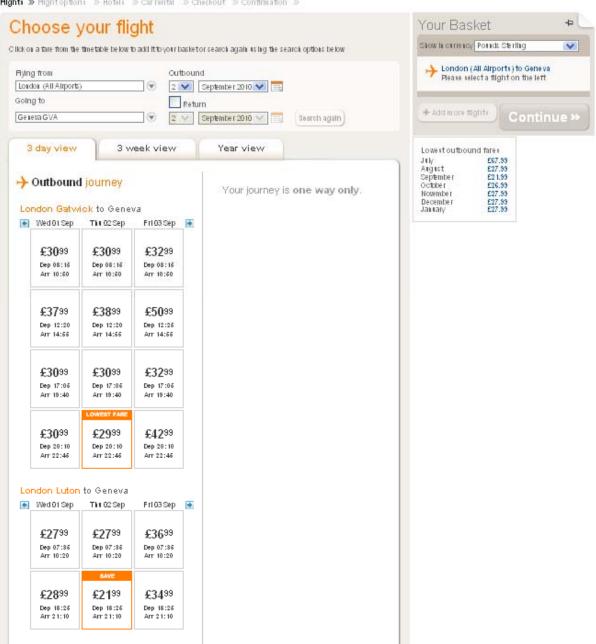
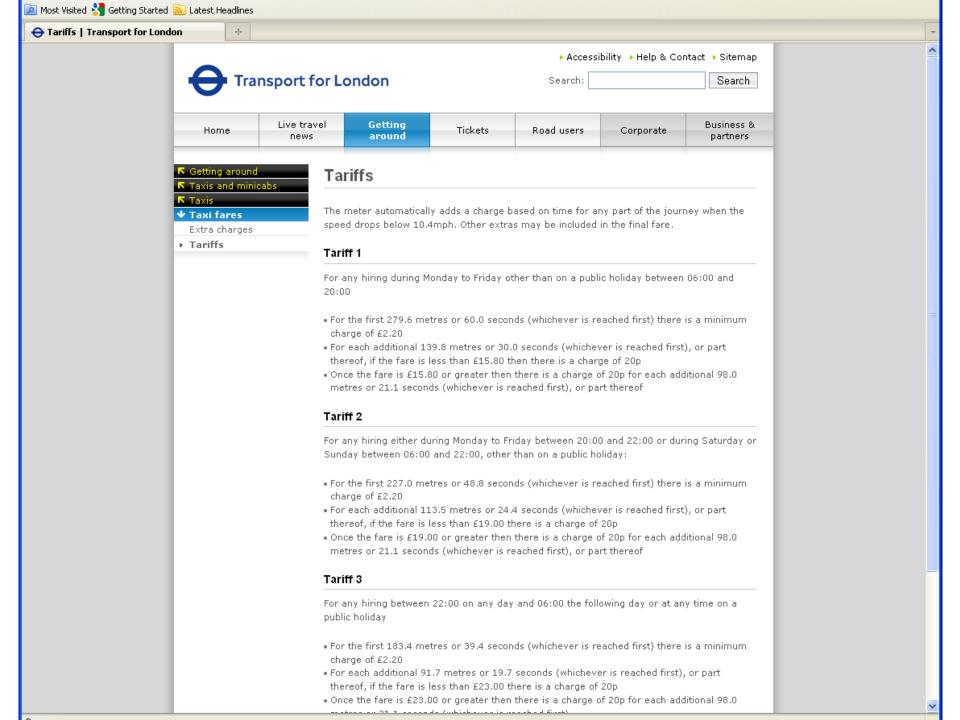
Economic perspectives on congestion

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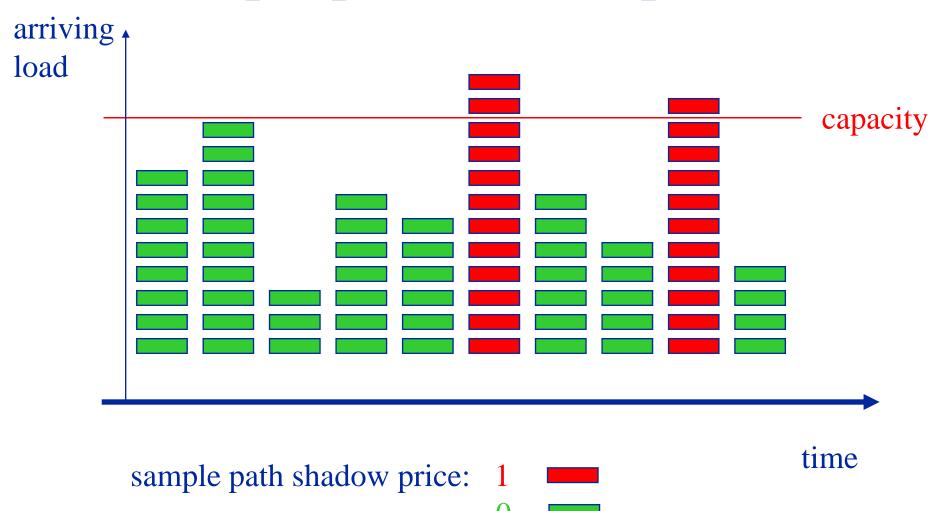


Hights ≫ Hight options ⇒ Hotels ⇒ Carrental ⇒ Checkout ⇒ Confirmation ⇒

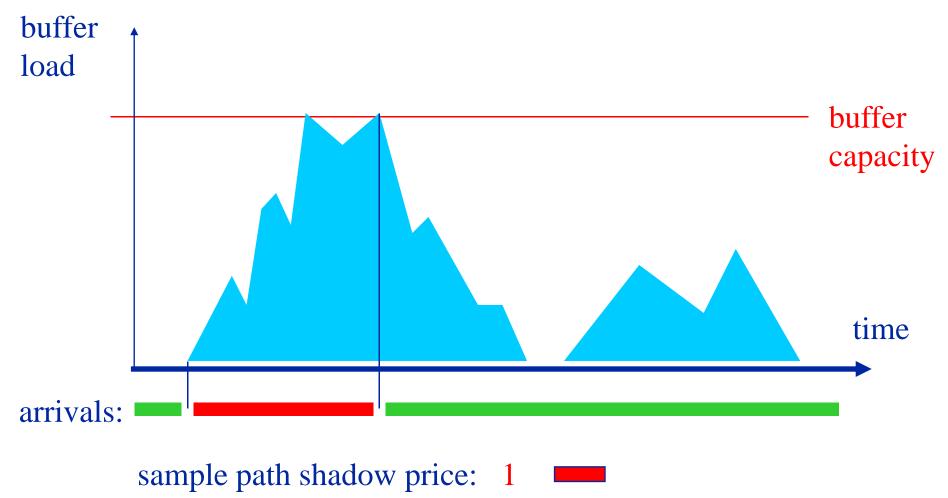




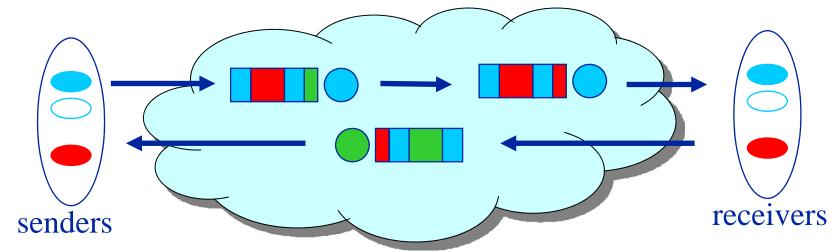
Sample path shadow prices



Shadow prices for queue



End-to-end congestion control



Senders learn (through feedback from receivers) of congestion at queue, and slow down or speed up accordingly. With current TCP, throughput of a flow is proportional to

T = round-trip time, p = packet drop probability. (Jacobson 1988, Mathis, Semke, Mahdavi, Ott 1997, Padhye, Firoiu, Towsley, Kurose 1998, Floyd and Fall 1999, ...)

Conclusion

- Infrastructure networks with hard capacity constraints require demand to adapt to these constraints, either by time-shifting, route-shifting, or moderating the volume of demand.
- In the Internet the signal to adapt is generally given by damage of some form to a packet, such as delay or loss.
- It is possible to expose congestion without damage.
- Then many different forms of adaptation become possible, provided incentives are aligned with congestion signals.