

Index

- ϵ -perturbation, 139
- ϵ -approximation, 37
- ϵ -optimality, 37
- μc rule, 29, 508
- μ -geometric ergodicity, **251**

- Abel summability, 232
- absorbing set, 311
- achievable region, 509
- ACOE, 393, 397, 399
- action
 - additive, 419
 - available, 3
 - conserving, 181
 - delays, 499
 - elimination of suboptimal, 30
 - improving, 34
 - set, 22
 - space, 3
 - suboptimal, 30, 32
- active zone, 540
- actor, 446
- actor-critic methods, 446
- adapted, 465
- adaptive control, 69
- admission control, 434
- aggregate
 - flows, 543
 - reservoir
 - model, 544
 - system, 544
- aggregation, 384, 401
- algorithm, 330
 - dynamic programming, 184
- annual
 - flows, 542, 543
 - river flows, 542
- aperiodicity
 - strong, 51
- approximate policy iteration, 440
- approximate value iteration, 444
- arbitrage, 461
- asset allocation, 434

- assignment
 - customer, 29
 - server, 29
- asynchronous information, 496
- ATM, 490
- average cost, 315, 378
 - linear programming, 45
 - modified policy iteration, 51
 - optimal policy, 325
 - optimality equation, 42, 102, 325, 393
 - optimality selection equation, 102
 - policy iteration, 43
 - value iteration, 48
- average evaluation equations, 96
- average reward, **25**, 89
- average reward criterion, 40
- average reward optimal stationary policy, 153

- backward induction, 30
- bandits, 509, 513
- barycenter, 351
- basis function, 436
- bias
 - as total reward, 93
 - constant, 99
 - evaluation equations, 96
 - optimality, 53
 - optimality equations, 103
 - optimality selection equations, 103
 - vector, 42
- bilinear form, **380**
- Blackwell optimal, 91, **132**, **233**, **247**, 255
 - equation, 239, **242**, 255
 - linear programming, 55
 - policy, 41, 154, 255
- block-pivoting, 36
- bond price process, **462**
- Borel, 377
- Borel set, 410
- Borel state space, 259

- budget equation, 464
- buffer management, 501
- buffer zone, 540
- $c\mu$ rule, 29, 508
- c-regularity, 314
- call admission control, 499–501
 - and routing, 505
 - constant rate sources, 499
 - integrated services, 501
 - variable rate sources, 500
- Carathéodory functions, 262
- Caroni river (Venezuela), 550
- Cesaro-limit, 40
- Choquet, 351
- commercial navigation, 551
- comparison lemma, 254
- complementary slackness, 384
- complete market, **466**
- complex information, 498
- complexity
 - policy iteration, 35
- composite reservoirs, 553
- congestion control, 502–504
- conservation laws, 509
- conservation zone, 540
- conserving, 216, **242**
 - action, 181
 - policy, 255
- constrained control, 363
- constrained MDPs, 493
 - monotone policies, 503
 - scheduling of service, 509
- constrained optimization
 - optimal, 7
 - weighted discount, 213
- constraints
 - additional, 30
- contingent claim, 466
- continuous time parameter models, 341
- control
 - admission, 28
 - optimal control of queues, 28
 - service rate, 28
- controllability matrix, 320
- controllable, 320, 336
- controlled inflows, 540
- controlled TD, 441
- convex cone, **382**
- convex programming, 347, 352
- cost function, 324
- countably parameterized house, 423
- criteria
 - average reward, 5
 - mixed, 209
 - total reward, 5, 173
- critic, 446, 451
- curse of dimensionality, 436, 453
- dam, 537, 539, 541, 550
- data transformation, 49
- dead storage zone, 540
- deadline constraints scheduling, 510
- delayed information, 495
 - flow control, 504
- delayed sharing information, 497
- deregulated market, 539, 550
- deterministic policy, 4
- deviation matrix, 94, **115**, 234
- deviation operator, 252
- diffusion approximations, 516
- discount factor, 24
- discounted occupation measure, 357
- discrete
 - inflow models, 544
 - random variables, 544
 - randomized Markov policy, 220
- dominate, 219
- Drazin inverse, 96
- dual, 383
 - cone, 382
 - linear program, 363
 - pair, 363, 380, 387
- duality gap, 379, 384, 393
- dynamic portfolio, 464
- dynamic programming algorithm, 184
- electricity, 540, 545, 547, 548
- eligibility vector, 438
- emissions reductions, 435
- energy, 538, 547, 553, 554
 - demand, 550
 - economics, 539
 - generation, 550
 - inflows, 544
 - production, 550
 - targets, 550
- ergodic class, 139
- ergodic occupation measure, 349
- Esscher transform, 477
- European call option, 466
- evaporation, 539, 540, 547, 550
 - losses, 550
 - rate, 547, 550
- excess reward, 92
- existence of optimal policies, 326
- exploration, 442
- exposed set, 221
- extreme point, 350
 - set, 221
- fair hedging price, 477
- feasible, 7, 213, 383
- feedback law, 324
- financial market, 461
- first passage problem, 27
- flood control, 540, 548, 553
 - zone, 540
- flow
 - control, 502–504, 540

- equation, 548
- forecasts, 545
- fluid approximations, 516
- forebay elevation, 540
- fortune space, 410
- fuel, 545, 554
- full set, 312
- funnel, 216

- gain, 89
- gambling, 27
- gambling house, 410
- game theory, 491
- Gauss-Seidel, 38
- general convergence condition, 174, 177
- geometric life time, 209
- Girsanov transformation, 478
- Gittins index, 29, 63, 509, 513
- gradient estimation, 449
- group, 412

- Hamiltonian Cycle, 138
- head effect, 552, 554
- High Aswan dam, 550
- history, 4
- history space, 410
- hydraulic head, 550
- hydro
 - generations, 549
 - plant, 540, 548
 - power, 551
 - production, 541
- hydroelectric
 - energy, 550
 - generation, 538, 552, 554
 - production, 538, 539
 - system, 545
- hydrographic basin, 539
- hydrologic
 - activity, 546
 - complexity, 551
 - information, 545, 546, 552
 - seasonality inputs, 551
 - variables, 545, 546
- hydrological
 - activity, 546
 - cycle, 539
- hydropower, 550, 552
 - reservoirs, 550
 - system, 547, 553

- ideal point, 369
- identity, 412
- implicit discounting, 108
- inactive zone, 540
- incomplete information, 494
- indifference value, 63
- infinite linear program, 383
- inflow variations, 552
- inflows, 538, 542–547, 549

- records, 551
- information
 - action delays, 499
 - asynchronous, 496
 - delayed, 495
 - delayed sharing, 497
 - incomplete, 494
 - nested, 498
 - partial, 494
 - quantized, 495
 - sampled, 496
- inner approximation, 384, 403
- interest rate, 55
- invariant
 - function, 413
 - gambling problem, 412
 - measure, 311
 - selector, 416
 - stationary family of strategies, 416
- inventory problem, 28, 67
- irreducibility (ψ -), 309
- irrigation, 540

- joining the shortest queue, 514
 - with fastest server, 507

- largest remaining index, 65
- Laurent
 - expansion, 42
 - series expansion, 94, 234
- leavable gambling house, 412
- leavable gambling problem, 410
- lexicographic, 220
 - Bellman operator, **241**
 - ordering, 219, 237
 - policy improvement, 239, 243
- lexicographically optimal
 - policy, 219
- limit Markov control problem, **134**
- limiting matrix, 93
- linear program, 23, 134, 347, 352, 377–379, 385, 387, 389, 479
 - average rational functions, 56
 - average reward, multichain case, 46
 - average reward, unichain case, 48
 - Blackwell optimality, 55
 - discounted rewards, 36
 - infinite, 383
- linear quadratic control
 - delayed information, 504
 - flow control, 504
- long-run frequency space, 141
- Lyapunov equation, 320
- Lyapunov function, 245, 314

- m-discount optimal policy, 131
- m-optimal, 325
- M-randomized, 220
- maintenance problem, 27
- Markov arrival processes, 509

- Markov chain
 - transient, 139
- Markov Decision Process, 3
- Markov decision processes
 - unchained, 139
- Markov games, 492
- Markov policy, 324
- Markov renewal problem, 68
- martingale, 465
- martingale measure, **465**
- matrix
 - deviation, 41
 - fundamental, 41
 - stationary, 40
- MDP
 - Borel, 200
 - discounted, 174, 176, 184
 - finite-horizon, 183
 - general convergent, 177
 - negative, 174, 177, 185
 - non-homogeneous, 183
 - positive, 174, 177, 186
 - positive bounded, 188
 - unbounded discounted, 176, 185
 - uncountable, 200
- mean return time, 306
- measurable gambling problem, 410
- minimum pair, 387
- minorization, 307
- mixed criteria, 209
 - weighted discount, 213
 - constrained, 213
- models
 - linear state space, 320, 336
 - network, 321, 337
- modified policy iteration
 - average reward, 52
 - discounted rewards, 40
- monotone contraction mapping, 31
- Moore's law, 210
- multi-armed bandit, 29, 62
- multi-objective MDPS, 69
- multi-reservoir
 - arborescent system, 553
 - hydroelectric system, 539
 - system, 545, 546, 551–553
- multichain constrained MDPs, 47
- multicriteria, 493, 494
- multiobjective, 363, 369
- multiplicative action, 419

- n-average optimality, 243
- n-discount optimal, 93, **236**
- n-order conserving, **242**
- n-order optimality equation, **242**
- Nash equilibrium, 227
- natural
 - inflows, 540–542, 544
 - water inflows, 538, 541
- navigational safety, 548

- near-monotone, 353
- near-monotone function, 314
- nearly completely decomposable, **118**, 120
- nearly optimal, 91, **234**
- nearly uncoupled, **118**
- nested information, 498
- network scheduling, 323
- neuro-dynamic programming, 431, 517
- no information, 497
 - routing, 507
- no-arbitrage condition, 467
- non-repeating condition, 176, 197
- nonleavable gambling problem, 410
- nonrandomized policy, 324
- norm-like function, 314

- observable, 336
- occupation measure, 378
- one-armed bandit, 62
- operator S , 411
- optimal, 7
 - bias, 25
 - Blackwell, 25
 - lexicographic, 220
 - n-average, 25
 - n-discount, 25
 - nearly, 25
 - Pareto, 219
- optimal bias constant, 102
- optimal control of queues, 28
- optimal policy
 - Pareto, 219
- optimal reward function, 411
- optimal stopping, 26
 - linear programming, 62
 - monotone, 62
- optimality
 - average overtaking, 53
 - overtaking, 53
 - Pareto, 61
 - principle, 30
- optimality equation, 6, 23, 180, 472, 483
 - average cost, 42
 - average reward, 6
 - discounted reward, 6
 - finite horizon, 6
 - first, 6
 - second, 6
- optimality operator, 184
- orbit, 416
- orbit selector, 416

- packet admission control, 501
 - and routing, 506
- Pareto equilibrium, 493
- Pareto optimal, 219
 - policy, 219
- Pareto point, 369
- partial information, 69, 494

- partial observation, 69
- penstocks, 540
- Perese model, 549
- performance, 7
 - space, 219, 220
 - vector, 213, 219
- petite set, 309
- Poisson equation, 269, 273, 315
 - average cost, 275
 - continuity, 293
 - Green decomposition, 280
 - Lipschitz continuity, 296
 - solution, 280, 281, 284
 - state decomposition, 279
 - uniqueness, 276
- policy, 4, 22, 410
 - (N, ∞) -stationary, 216
 - (f, I) -generated, 194
 - bang-bang, 28
 - conserving, 31, 181
 - control limit, 26
 - efficient, 69
 - equalizing, 181
 - feasible, 7, 213
 - g-optimal, 186
 - longest expected processing time, 29
 - M-randomized, 220
 - Markov, 4
 - mixed, 200
 - monotone, 503
 - optimal, 23
 - randomized, 4
 - randomized Markov, 4
 - randomized Markov of order M, 220
 - randomized stationary, 4
 - semi-Markov, 180
 - shortest expected processing time, 29
 - shortest queue, 29
 - stationary, 4
 - stationary on a set, 198
 - strong (m, N) , 221
 - structure, 513–514
 - switching curve, 503, 514
 - threshold, 514
 - tracking, 194
 - transient, 61
 - uniformly nearly optimal, 199
- policy improvement, 506
- policy iteration, 23, 333, 399
 - average cost, 43
 - average reward, 44
 - average reward, unichain case, 44
 - complexity, 35
 - convergence rate, 34
 - modified, 39, 51
- policy space, 4
- polling, 510–511
- positive cone, 382
- positive operator, 254
- positive recurrence, 311
- potential energy, 544, 553
- potential kernel, 308
- power
 - generation, 540, 548, 552
 - targets, 545, 550
- power series algorithm, 517
- primal linear program, 383, 389
- principle of optimality, 30
- pure policy, 4
- Q-function, 443, 451
- Q-learning, 443
- Q-values, 451
- quality of service, 226
- quantized information, 495
- queueing control, 105
- recreational boating, 551
- recurrence, 310
 - Harris, 313
- recurrence conditions, 256
- regular perturbations, 116
- regular policy, 325
- relative risk process, **463**
- relative value
 - algorithm, 50
 - function, 99, 325
 - iteration, 51
- release targets, 551
- reliable power output, 551
- repair problem, 27
- replacement problem, 27, 67
- reservoir, 539, 552
 - capacity, 548, 550
 - inflows, 542, 551
 - management, 538
 - concepts, 539
 - models, 549
 - problems, 545
 - operating policies, 540
 - operation and design, 551
 - operations, 554
 - operators, 538
 - release
 - decisions, 538
 - policy, 545, 550
 - system, 540, 547, 553, 554
- reservoirs, 537, 539–541, 545, 547, 549–553
 - in parallel, 553
 - in series, 553
- resolvent, 234
- restart-in k-problem, 64
- return process, **463**
- reward, 3, 22
 - discounted, 5
 - expected total, 5
 - one step, 3
 - operator, 472

- terminal, 5
- total expected, 23
- total expected α -discounted, 24
- risk sensitive control, 342
- river flows, 541
- routing, 434, 504–508
 - after queueing, 508
 - and call admission control, 505
 - and packet admission control, 506
 - no state information, 507
- routing problem, 26
- rule curves, 538, 540
- runoff, 539

- s-optimal, 325
- sample path methods, 514–515
- sampled information, 496
- satellite communications, 511–512
 - random access, 512
 - scheduling transmission opportunities, 512
- scheduling
 - deadline constraints, 510
- scheduling of service, 508–510
 - constrained MDPs, 509
- Schur convexity, 514
- seepage, 540
- selector, 416
- semi-Markov decision chains, 259
- semi-Markov decision problem, 68
- semiconductor wafer fabrication, 435
- semigroup, 412
- sensitive optimality criteria, 89
- separable Markov decision problems, 65
- separable MDPs, 67
- separable problem, 66
 - totally, 68
- serial inflow correlations, 546
- side constraints, 30
- signed martingale measure, 478
- simplex algorithm, 36
- simultaneous Doeblin condition, **256**
- single
 - composite reservoir, 553
 - reservoir, 538, 551
- singularly perturbed Markov decision processes, 130
- smooth equivalence relation, 417
- space
 - action, 3
 - available actions, 3
 - policy, 4
 - state, 3
- span, 32
- special semigroup, 418
- spill, 538, 546, 547
 - variables, 548
 - zone, 540
- spillways, 540, 546, 552
- stability analysis, 515
- stabilizer subgroup, 417
- stable case, 353
- stable policy, 391
- state space, 3, 22
- state-action frequencies, 58
 - discounted, 36
- stationary
 - family of strategies, 416
 - M-randomized, 220
 - policy, 324
- statistical hydrology, 539, 542
- stochastic
 - models in hydrology, 544
 - process of natural inflows, 539, 541, 542, 547, 552
 - reservoir systems, 554
- stochastic games, 227, 492
 - lexicographic, 227
 - monotone policies, 503
 - perfect information, 227
- stochastic gradient methods, 449
- stochastic Lyapunov condition, 353, 370
- stochastic scheduling, 29
- stop rule, 410
- stop-or-go house, 423
- storage, 541, 548, 551, 553
 - allocation zones, 540
 - bounds, 553
 - capacities, 553
- strategic measure, 178
- strategy, 410
 - available, 410
- streamflow, 544
 - forecasts, 545
 - generation, 544
 - process, 545
 - scenarios, 545
 - statistics, 544
- strong (m, N), 221
- strong Blackwell optimal policy, 247
- strong duality, 379, 384, 395, 397
- strong non-repeating condition, 201
- sub-model, 216
- suboptimal actions, 36
- successive approximation, 184
- super-hedging, 468
- superharmonic
 - α , 35
 - average, 45
- supply-chain management, 435
- switching curve policies, 514
- switching curves, 501, 507

- T-chain, 309
- taboo transition matrix, **256**
- tailwater elevation, 540
- target problem, 27
- team theory, 491
- temporal difference, 438
- temporal-difference learning, 437

- Tetris, 433, 437
- thermal generation, 549
- threshold policies, 514
- tight, 394
- topological group, 412
- topological semigroup, 412
- total cost, 357
- total reward criteria, 173
- trajectory, 3
- transient, 33
- transition
 - densities, 259
 - kernel, 307
 - matrix, 23
 - probability, 3, 22
- transitivity condition, 176, 195
- turbine
 - capacities, 548
 - efficiencies, 540
 - releases, 547, 552
- uncertainty on inflows, 554
- uniform μ -geometric ergodicity, **251**
- uniform μ -geometric recurrence, **256**
- utility function, 22, 410
- value function approximation, 436
- value iteration, 23, 37, 173, 184, 330, 399, 514
 - average cost, 48
 - discounted rewards, 38
 - Gauss-Seidel, 38
 - Pre-Gauss-Seidel, 38
- variability, 58, 59
- vector value, 23
- vector-valued MDPs, 69
- w-invariant function, 413
- water, 548, 550, 551, 553
 - head, 540
 - factor, 548
 - reservoir applications, 552
 - supply requirements, 550
- weak duality, 383
- weak topology, 381
- weak-star topology, 381
- weak-strong topology, 262
- weighted discount optimization, 213
 - constrained, 213
- wireless communications, 511–512
 - admission control, 511
 - control of handover, 511
 - mobility tracking, 512
 - power control, 512
 - random access, 512
 - routing, 512
- ws-topology, **262**
- z standard policy, 163
- zero-sum games, 492
- zones, 540