

# Contents

<b>1</b>	<b>Introduction to Multicriteria Decision Analysis</b>	1
1.1	Decision Analysis .....	1
1.2	The Components of MCDA Problems.....	4
1.3	Classification of MCDA Problems.....	6
1.3.1	Discrete Case .....	6
1.3.2	Continuous Case.....	8
<b>2</b>	<b>The Hierarchy of the Criteria</b> .....	13
2.1	Introduction.....	13
2.2	Criteria.....	14
2.2.1	Social Criteria .....	14
2.2.2	Economic Criteria .....	15
2.2.3	Environmental Criteria .....	16
2.3	Constructing the Hierarchy of the Criteria.....	16
2.3.1	Value Management.....	17
2.3.2	Case Study.....	18
<b>3</b>	<b>Solution of Discrete MCDA Problems</b> .....	21
3.1	Introduction.....	21
3.2	Dominance Method .....	22
3.3	Sequential Optimization (SO).....	24
3.4	The $\varepsilon$ -Constraint Method ( $\varepsilon$ CM).....	25
3.5	Simple Additive Weighting (SAW).....	26
3.6	Distance Based Methods (DBM).....	29
3.7	The Analytic Hierarchy Process (AHP).....	33
3.8	Other Methods.....	39

3.9	Case Studies.....	40
3.9.1	Inter-basin Water Transfer.....	40
3.9.2	Urban Water Management.....	45
3.10	Discussions.....	48
<b>4</b>	<b>Solution of Continuous MCDA Problems .....</b>	<b>51</b>
4.1	Introduction.....	51
4.2	Dominance Method .....	51
4.3	Sequential Optimization.....	54
4.4	The $\epsilon$ -Constraint Method.....	56
4.5	Simple Additive Weighting .....	58
4.6	Distance Based Methods .....	61
4.7	Other Methods.....	63
4.8	Case Studies .....	63
4.8.1	Water Allocation Problem .....	63
4.8.2	Groundwater Quality Management .....	71
4.9	Discussions .....	76
<b>5</b>	<b>Social Choice Methods .....</b>	<b>77</b>
5.1	Introduction.....	77
5.2	Social Choice Methods.....	78
5.2.1	Plurality Voting .....	78
5.2.2	Borda Count .....	79
5.2.3	Hare System (Successive Deletion).....	80
5.2.4	Dictatorship.....	81
5.2.5	Pairwise Comparisons.....	82
5.3	Case Studies .....,	84
5.3.1	Forest Treatment Problem.....	84
5.3.2	Ranking Water Resources Projects .....	87
5.4	Consensus on the Results .....	91
5.5	Discussions .....	93
<b>6</b>	<b>Conflict Resolution Methods .....</b>	<b>95</b>
6.1	Introduction.....	95
6.2	The Nash Bargaining Solution .....	96
6.3	The Non-symmetric Nash Solution .....	98
6.4	Area Monotonic Solution .....	100
6.5	Equal Loss Solution .....	101

6.6	Kalai-Smorodinsky Solution .....	103
6.7	Case Studies .....	104
6.7.1	Multi-reservoir Bi-objective Planning .....	104
6.7.2	Water Distribution Network Design .....	107
6.8	Discussions .....	111
<b>7</b>	<b>MCDA Problems Under Uncertainty</b> .....	113
7.1	Introduction.....	113
7.2	Probabilistic Methods .....	113
7.2.1	Certain Equivalents.....	114
7.2.2	Discrete Problems .....	117
7.2.3	Continuous Problems.....	120
7.3	Fuzzy Methods .....	125
7.3.1	Discrete Problems .....	126
7.3.2	Continuous Problems.....	129
7.4	Probabilistic-Fuzzy MCDA Models .....	130
7.5	Case Studies .....	133
7.5.1	Long-Term Watershed Management.....	133
7.5.2	Conservation or New Water Transfers?.....	139
<b>Appendix.</b>	<b>Cumulative Distribution of the Standard Normal Variable Function</b> .....	149
<b>References</b> .....	151	
<b>Index</b> .....	155	