

INTEGRATED RENEWAL PROCESS

SUYONO AND J.A.M. VAN DER WEIDE

Abstract. The marginal distribution of integrated renewal process is derived in this paper. Our approach is based on the theory of point processes, especially Poisson point processes. The results are presented in the form of Laplace transforms.

1. INTRODUCTION

Consider arrival of passengers at a train station and model this situation as a renewal process. It means that the inter-arrival times between consecutive passengers are assumed to be independent and identically distributed (iid) non-negative random variables. Suppose that at a certain time (time 0) a train is just departed from the station and there are no passengers left. Passengers who come after the time 0 have to wait until the departure of the next train at some time point $t \geq 0$. We are interested in the waiting time of these passengers. The total waiting time of all passengers in the time interval $[0, t]$ is an example of a stochastic process which we call an integrated renewal process. The nomenclature becomes clear from the mathematical definition of the process in Section 2.

An integrated renewal process can be considered as a generalization of a stochastic process which we call an integrated Poisson process in this paper. The expected value of the integrated Poisson process has been discussed in Ross [6]. The integrated renewal process has also a close connection with shot noise processes discussed by Gubner [4]. For asymptotic properties of this process, see Suyono and Van der Weide (2007). In this paper we discuss the marginal distribution of this process which is important for analyzing probabilistic characterizations of the process at any time point.

This paper is organized as follows. In Section 2 we give a mathematical definition of an integrated renewal process. In Section 3 we consider an integrated

Received 8 November 2006, revised 4 January 2007, accepted 15 November 2007.
2000 Mathematics Subject Classification: 60K05
Key words and Phrases: renewal process, point process, Laplace transform

Poisson process including the variance and the marginal probability density function of the process. In Section 4 we consider the marginal distribution of integrated renewal process and in the last section we give an example.

2. DEFINITIONS

Let $(X_n, n \geq 1)$ be an iid sequence of non-negative random variables having a common distribution function F . Let $S_n = \sum_{i=1}^n X_i, n \geq 1$, and set $S_0 = 0$. The process $(N(t), t \geq 0)$ where

$$N(t) = \sup\{n \geq 0 : S_n \leq t\}$$

is known as a renewal process. In the sequel we will interpret the variables X_n as inter-arrival times of the renewal process.

Define for $t \geq 0$

$$Y(t) = \int_0^t N(s) ds.$$

We call the stochastic process $(Y(t), t \geq 0)$ *integrated renewal process*. As a special case, if $(N(t), t \geq 0)$ is a Poisson process then we call the process $(Y(t), t \geq 0)$ *integrated Poisson process*. Note that we can express $Y(t)$ as

$$Y(t) = \sum_{i=1}^{N(t)} (t - S_i) = tN(t) - Z(t), \quad (1)$$

where

$$Z(t) = \sum_{i=1}^{N(t)} S_i. \quad (2)$$

So if we interpret $S_n, n = 1, 2, 3, \dots$ as arrival times of passengers in a train station then $Y(t)$ represents the total waiting time of all passengers until the departure of a train at time t . In the next sections we will discuss the marginal distributions of $Y(t)$ and $Z(t)$.

3. INTEGRATED POISSON PROCESS

Firstly, suppose that the process $(N(t), t \geq 0)$ is an homogeneous Poisson process with rate $\lambda > 0$. It is well known that given $N(t) = n$, the n arrival times S_1, \dots, S_n have the same distribution as the order statistics corresponding to n independent random variables uniformly distributed on the time interval $[0, t]$, see e.g. Ross [6]. Conditioning on the number of arrivals in the time interval $[0, t]$ we obtain

$$\mathbf{E}(e^{-\alpha Y(t)}) = \sum_{n=0}^{\infty} \mathbf{E} \left[e^{-\alpha \sum_{i=1}^n (t - S_i)} | N(t) = n \right] \mathbf{P}(N(t) = n)$$

$$= \sum_{n=0}^{\infty} e^{-\alpha nt} \mathbf{E} \left[e^{-\alpha \sum_{i=1}^n U_i} \right] \frac{(\lambda t)^n}{n!} e^{-\lambda t}$$

where $U_i, i = 1, 2, \dots, n$ are independent and identically uniform random variables on $[0, t]$. Since

$$\mathbf{E} [e^{-\alpha U_1}] = \frac{1}{\alpha t} [e^{\alpha t} - 1],$$

it follows that

$$\mathbf{E}(e^{-\alpha Y(t)}) = \exp \left\{ \frac{\lambda(1 - \alpha t - e^{-\alpha t})}{\alpha} \right\}. \tag{3}$$

From (3) we deduce that $\mathbf{E}[Y(t)] = \frac{1}{2} \lambda t^2$ and $\text{Var}[Y(t)] = \frac{1}{3} \lambda t^3$. Using a similar argument we can prove that $Z(t)$ has the same Laplace transform as $Y(t)$. So by uniqueness theorem for Laplace transforms we conclude that for each t , $Y(t)$ and $Z(t)$ have the same distribution.

The distribution of $Y(t)$ has a mass at zero with $\mathbf{P}(Y(t) = 0) = e^{-\lambda t}$. The probability density function $f_{Y(t)}$ of the continuous part of $Y(t)$ can be obtained by inverting the Laplace transform in (3). Note that we can express (3) as

$$\begin{aligned} \mathbf{E}(e^{-\alpha Y(t)}) &= e^{-\lambda t} \sum_{n=0}^{\infty} \frac{\lambda^n (1 - e^{-\alpha t})^n}{n! \alpha^n} \\ &= e^{-\lambda t} \sum_{n=0}^{\infty} \frac{\lambda^n}{n!} \sum_{k=0}^n \frac{(-1)^k \binom{n}{k} e^{-kt\alpha}}{\alpha^n}. \end{aligned}$$

Inverting this transform we obtain, for $x > 0$,

$$\begin{aligned} f_{Y(t)}(x) &= e^{-\lambda t} \sum_{n=1}^{\infty} \frac{\lambda^n}{n!} \left[\frac{x^{n-1}}{(n-1)!} 1_{(0,\infty)}(x) + \sum_{k=1}^n (-1)^k \binom{n}{k} \frac{(x-kt)^{n-1}}{(n-1)!} 1_{(kt,\infty)}(x) \right] \\ &= \frac{\sqrt{\lambda}}{\sqrt{x}} e^{-\lambda t} I_1(2\sqrt{\lambda x}) 1_{(0,\infty)}(x) \\ &\quad + \lambda e^{-\lambda t} \sum_{k=1}^{\infty} \frac{(-1)^k}{k!} [\lambda(x-kt)]^{\frac{1}{2}(k-1)} I_{k-1}(2\sqrt{\lambda(x-kt)}) 1_{(kt,\infty)}(x) \end{aligned}$$

where $I_k(x)$ is the Modified Bessel function of the first kind, i.e.,

$$I_k(x) = (1/2x)^k \sum_{m=0}^{\infty} \frac{(1/4x^2)^m}{m! \Gamma(k+m+1)},$$

see Gradshteyn and Ryzhik [2].

For large t , the distribution of $Y(t)$ can be approximated by the normal distribution having mean $\frac{1}{2}\lambda t^2$ and variance $\frac{1}{3}\lambda t^3$. To prove this we will consider the characteristic function of the normalized $Y(t)$. Firstly, note that

$$\mathbf{E} \left(e^{-i\alpha \frac{Y(t) - \frac{1}{2}\lambda t^2}{\sqrt{\frac{1}{3}\lambda t^3}}} \right) = e^{\frac{1}{2}i\alpha\sqrt{3\lambda}t} \mathbf{E} \left(e^{-\frac{i\alpha\sqrt{3}}{t\sqrt{\lambda}t} Y(t)} \right).$$

Using (3) with α is replaced by $\frac{i\alpha\sqrt{3}}{t\sqrt{\lambda}t}$ where $i = \sqrt{-1}$ and an expansion we obtain

$$\mathbf{E} \left(e^{-\frac{i\alpha\sqrt{3}}{t\sqrt{\lambda}t} Y(t)} \right) = \exp \left\{ -\frac{1}{2}i\alpha\sqrt{3\lambda}t - \frac{1}{2}\alpha^2 + \frac{\lambda t\sqrt{\lambda}t}{i\alpha\sqrt{3}} o(t^{-3/2}) \right\}$$

as $t \rightarrow \infty$. It follows that

$$\mathbf{E} \left(e^{-i\alpha \frac{Y(t) - \frac{1}{2}\lambda t^2}{\sqrt{\frac{1}{3}\lambda t^3}}} \right) \rightarrow e^{-\frac{1}{2}\alpha^2} \quad \text{as } t \rightarrow \infty$$

which is the characteristic function of the standard normal distribution.

Now consider the case where $(N(t))$ is a non-homogeneous Poisson process with intensity measure ν . Given $N(t) = n$, the arrival times $S_i, i = 1, 2, \dots, n$ have the same distribution as the order statistics of n iid random variables having a common cumulative distribution function

$$G(x) = \begin{cases} \frac{\nu([0,x])}{\nu([0,t])}, & x \leq t \\ 1, & x > t. \end{cases}$$

By conditioning on the number of arrivals in the time interval $[0, t]$ we get

$$\mathbf{E} \left(e^{-\alpha Z(t)} \right) = \exp \left\{ \int_0^t [e^{-\alpha x} - 1] d\nu([0, x]) \right\}.$$

From this Laplace transform we deduce that

$$\mathbf{E}[Z(t)] = \int_0^t x d\nu([0, x]) \quad \text{and} \quad \text{Var}[Z(t)] = \int_0^t x^2 d\nu([0, x]).$$

Similarly, we can prove that

$$\mathbf{E}(e^{-\alpha Y(t)}) = \exp \left\{ \int_0^t [e^{-\alpha(t-x)} - 1] d\nu([0, x]) \right\},$$

$$\mathbf{E}[Y(t)] = \int_0^t (t-x) d\nu([0, x]), \quad \text{and} \quad \text{Var}[Y(t)] = \int_0^t (t-x)^2 d\nu([0, x]).$$

Note that in general the process $Y(t)$ has different distribution from $Z(t)$ when $(N(t))$ is a non-homogeneous Poisson process.

4. INTEGRATED RENEWAL PROCESS

In this section we will consider the marginal distributions of the processes $(Y(t))$ and $(Z(t))$ defined in (1) and (2) for the case that $(N(t))$ is a renewal process. We will assume that the inter-arrival times X_n of the renewal process $(N(t))$ are strictly positive. First we consider the process $(Z(t))$. Obviously we can express $Z(t)$ as

$$Z(t) = \sum_{i=1}^{N(t)} [N(t) + 1 - i] X_i. \tag{4}$$

We will use point processes to derive the marginal distribution of $Z(t)$.

Let $(\Omega, \mathcal{F}, \mathbf{P})$ be the probability space on which the iid sequence (X_n) is defined and also an iid sequence $(V_n, n \geq 1)$ of exponentially distributed random variables with parameter 1 such that the sequences (X_n) and (V_n) are independent. Let $(T_n, n \geq 1)$ be the sequence of partial sums of the variables V_n . Then the map

$$\Phi : \omega \mapsto \sum_{n=1}^{\infty} \delta_{(T_n(\omega), X_n(\omega))}, \tag{5}$$

where $\delta_{(x,y)}$ is the Dirac measure in (x, y) , defines a Poisson point process on $E = [0, \infty) \times [0, \infty)$ with intensity measure $\nu(dt dx) = dt dF(x)$, see Resnick [5]. Let $M_p(E)$ be the set of all point measures on E . We will denote the distribution of Φ by \mathbf{P}_ν , i.e., $\mathbf{P}_\nu = \mathbf{P} \circ \Phi^{-1}$.

Define for $t \geq 0$ the functional $\mathbb{A}(t)$ on $M_p(E)$ by

$$\mathbb{A}(t)(\mu) = \int_E 1_{[0,t)}(s) x \mu(ds dx). \tag{6}$$

In the sequel we write $\mathbb{A}(t, \mu) = \mathbb{A}(t)(\mu)$. Suppose that the point measure μ has the support $\text{supp}(\mu) = ((t_n, x_n))_{n=1}^{\infty}$ with $t_1 < t_2 < \dots$. It follows that

$$\mu = \sum_{n=1}^{\infty} \delta_{(t_n, x_n)}$$

and $\mathbb{A}(t, \mu)$ can be expressed as

$$\mathbb{A}(t, \mu) = \sum_{n=1}^{\infty} 1_{[0,t)}(t_n) x_n.$$

Note that for every $t \geq 0$, $\mathbb{A}(t, \mu)$ is almost surely finite.

Define also for $t \geq 0$ the functional $\mathbb{Z}(t)$ on $M_p(E)$ by

$$\mathbb{Z}(t)(\mu) = \int_E \int_E 1_{[0,x)}(t - \mathbb{A}(s, \mu)) \mu([r, s) \times [0, \infty)) u 1_{[0,s)}(r) \mu(dr du) \mu(ds dx).$$

The next lemma motivates the definition of $\mathbb{Z}(t)$.

Lemma 4.1. *With probability 1,*

$$Z(t) = \mathbb{Z}(t)(\Phi).$$

Proof. Let $\omega \in \Omega$. Then

$$\begin{aligned} & \mathbb{Z}(t)(\Phi(\omega)) \\ &= \sum_{n=1}^{\infty} 1_{[0, X_n(\omega))}(t - \mathbb{A}(T_n(\omega), \Phi(\omega))) \\ & \quad \sum_{i=1}^{\infty} \Phi(\omega)([T_i(\omega), T_n(\omega)) \times [0, \infty)) X_i(\omega) 1_{[0, T_n(\omega))}(T_i(\omega)) \\ &= \sum_{i=1}^{\infty} \Phi(\omega)([T_i(\omega), T_{N(t, \omega)+1}(\omega)) \times [0, \infty)) X_i(\omega) 1_{[0, T_{N(t, \omega)+1}(\omega))}(T_i(\omega)) \\ &= \sum_{i=1}^{N(t, \omega)} [N(t, \omega) + 1 - i] X_i(\omega). \quad \square \end{aligned}$$

Theorem 4.1. *Let $(X_n, n \geq 1)$ be an iid sequence of strictly positive random variables with common distribution function F . Let $(S_n, n \geq 0)$ be the sequence of partial sums of the variables X_n and $(N(t), t \geq 0)$ be the corresponding renewal process: $N(t) = \sup\{n \geq 0 : S_n \leq t\}$. Let*

$$Z(t) = \sum_{i=1}^{N(t)} [N(t) + 1 - i] X_i.$$

Then for $\alpha, \beta > 0$

$$\int_0^{\infty} \mathbf{E}(e^{-\alpha Z(t)}) e^{-\beta t} dt = \frac{1}{\beta} [1 - F^*(\beta)] \sum_{n=0}^{\infty} \prod_{i=1}^n F^*(\alpha[n+1-i] + \beta) \quad (7)$$

(with the usual convention that the empty product equals 1), where F^* denotes the Laplace-Stieltjes transforms of F .

Proof. By Lemma 4.1.

$$\begin{aligned} & \mathbf{E}(e^{-\alpha Z(t)}) \\ &= \int_{M_p(E)} e^{-\alpha \mathbb{Z}(t)(\mu)} \mathbf{P}_{\nu}(d\mu) \\ &= \int_{M_p(E)} \exp \left\{ -\alpha \int_E \int_E 1_{[0, x)}(t - \mathbb{A}(s, \mu)) \right. \\ & \quad \left. \mu([r, s) \times [0, \infty)) u 1_{[0, s)}(r) \mu(dr du) \mu(ds dx) \right\} \mathbf{P}_{\nu}(d\mu) \end{aligned}$$

$$\begin{aligned}
 &= \int_{M_p(E)} \int_E 1_{[0,x)}(t - \mathbb{A}(s, \mu)) \\
 &\quad \exp \left\{ -\alpha \int_E \mu([r, s) \times [0, \infty)) u 1_{[0,s)}(r) \mu(drdu) \right\} \mu(dsdx) \mathbf{P}_\nu(d\mu)
 \end{aligned}$$

Applying the Palm formula for Poisson point processes, see Grandell [3], we obtain

$$\begin{aligned}
 &\mathbf{E}(e^{-\alpha Z(t)}) \\
 &= \int_0^\infty \int_0^\infty \int_{M_p(E)} 1_{[0,x)}(t - \mathbb{A}(s, \mu + \delta_{(s,x)})) \\
 &\quad \exp \left\{ -\int_E \alpha(\mu + \delta_{(s,x)})([r, s) \times [0, \infty)) u 1_{[0,s)}(r) (\mu + \delta_{(s,x)})(drdu) \right\} \\
 &\quad \mathbf{P}_\nu(d\mu) dF(x) ds \\
 &= \int_0^\infty \int_0^\infty \int_{M_p(E)} 1_{[0,x)}(t - \mathbb{A}(s, \mu)) \\
 &\quad \exp \left\{ -\int_E \alpha \mu([r, s) \times [0, \infty)) u 1_{[0,s)}(r) \mu(drdu) \right\} \mathbf{P}_\nu(d\mu) dF(x) ds.
 \end{aligned}$$

Using Fubini's theorem and a substitution we obtain

$$\begin{aligned}
 &\int_0^\infty \mathbf{E}(e^{-\alpha Z(t)}) e^{-\beta t} dt \\
 &= \int_0^\infty \int_0^\infty \int_{M_p(E)} \int_0^\infty 1_{[0,x)}(t - \mathbb{A}(s, \mu)) \\
 &\quad \exp \left\{ -\int_E \alpha \mu([r, s) \times [0, \infty)) u 1_{[0,s)}(r) \mu(drdu) \right\} e^{-\beta t} dt \mathbf{P}_\nu(d\mu) dF(x) ds \\
 &= \frac{1}{\beta} [1 - F^*(\beta)] \int_0^\infty \int_{M_p(E)} \\
 &\quad \exp \left\{ -\int_E [\alpha \mu([r, s) \times [0, \infty)) + \beta] u 1_{[0,s)}(r) \mu(drdu) \right\} \mathbf{P}_\nu(d\mu) ds.
 \end{aligned}$$

The integral with respect to \mathbf{P}_ν can be written as a sum of integrals over the sets $B_n := \{\mu \in M_p(E) : \mu([0, s) \times [0, \infty)) = n\}$, $n = 0, 1, 2, \dots$. Fix a value of n and let $\mu \in M_p(E)$ be such that $\mu([0, s) \times [0, \infty)) = n$ and $\text{supp}(\mu) = ((t_i, x_i))_{i=1}^\infty$. So $t_n < s \leq t_{n+1}$. For such a measure μ the integrand with respect to \mathbf{P}_ν can be written as

$$\begin{aligned}
 &\int_E [\alpha \mu([r, s) \times [0, \infty)) + \beta] u 1_{[0,s)}(r) \mu(drdu) \\
 &= \sum_{i=1}^\infty [\alpha \mu([t_i, s) \times [0, \infty)) + \beta] x_i 1_{[0,s)}(t_i) \\
 &= \sum_{i=1}^n (\alpha[n + 1 - i] + \beta) x_i.
 \end{aligned}$$

Now the measure \mathbf{P}_ν is the image measure of \mathbf{P} under the map Φ , see (5). Expressing the integral with respect to \mathbf{P}_ν over B_n as an integral with respect to \mathbf{P} over the subset $A_n := \{\omega \in \Omega : T_n(\omega) < s \leq T_{n+1}(\omega)\}$ of Ω , and using independence of (T_n) and (X_n) , we obtain

$$\begin{aligned} & \int_{B_n} e^{-\int_E [\alpha\mu([r,s] \times [0,\infty)) + \beta] u_{1[0,s)}(r)\mu(drdu)} \mathbf{P}_\nu(d\mu) \\ &= \int_{A_n} \exp\left\{-\sum_{i=1}^n (\alpha[n+1-i] + \beta)X_i(\omega)\right\} \mathbf{P}(d\omega) \\ &= \mathbf{E}\left[\exp\left\{-\sum_{i=1}^n (\alpha[n+1-i] + \beta)X_i\right\}\right] \mathbf{P}(A_n) \\ &= \prod_{i=1}^n \mathbf{E}\left[\exp\left\{-(\alpha[n+1-i] + \beta)X_i\right\}\right] \frac{s^n}{n!} e^{-s} \\ &= \prod_{i=1}^n F^*(\alpha[n+1-i] + \beta) \frac{s^n}{n!} e^{-s}. \end{aligned}$$

Hence

$$\begin{aligned} & \int_{M_p(E)} e^{-\int_E [\alpha\mu([r,s] \times [0,\infty)) + \beta] u_{1[0,s)}(r)\mu(drdu)} \mathbf{P}_\nu(d\mu) \\ &= \sum_{n=0}^{\infty} \prod_{i=1}^n F^*(\alpha[n+1-i] + \beta) \frac{s^n}{n!} e^{-s}. \end{aligned}$$

Since for each n , $\int_0^\infty \frac{s^n}{n!} e^{-s} ds = 1$, the theorem follows. \square

We can take derivatives with respect to α in (7) to find Laplace transforms of the moments of $Z(t)$. For example the Laplace transforms of the first and second moments of $Z(t)$ are given in the following proposition.

Proposition 4.1. *Under the same assumptions as in Theorem 4.1.,*

(a) *If $\mathbf{E}[X_1 e^{-\beta X_1}] < \infty$ for some $\beta > 0$, then*

$$\int_0^\infty \mathbf{E}[Z(t)] e^{-\beta t} dt = \frac{\mathbf{E}[X_1 e^{-\beta X_1}]}{\beta[1 - F^*(\beta)]^2}.$$

(b) *If $\mathbf{E}[X_1^2 e^{-\beta X_1}] < \infty$ for some $\beta > 0$, then*

$$\begin{aligned} & \int_0^\infty \mathbf{E}[Z(t)^2] e^{-\beta t} dt \\ &= \frac{[1 + F^*(\beta)] \mathbf{E}[X_1^2 e^{-\beta X_1}]}{\beta[1 - F^*(\beta)]^3} + \frac{2[2 + F^*(\beta)] [\mathbf{E}(X_1 e^{-\beta X_1})]^2}{\beta[1 - F^*(\beta)]^4}. \end{aligned}$$

Now we will consider the distribution of $Y(t)$ when $(N(t))$ is a renewal process. It is easy to see that

$$Y(t) = \sum_{i=1}^{N(t)} (i-1)X_i + N(t)[t - S_{N(t)}].$$

Define for $t \geq 0$ the functional $\mathbb{Y}(t)$ on $M_p(E)$ by

$$\begin{aligned} \mathbb{Y}(t)(\mu) = & \int_E \int_E 1_{[0,x)}(t - \mathbb{A}(s, \mu)) \{ \mu([0, r) \times [0, \infty)) u 1_{[0,s)}(r) \\ & + \mu([0, s) \times [0, \infty))(t - \mathbb{A}(s, \mu)) \} \mu(drdu) \mu(dsdx), \end{aligned}$$

where $\mathbb{A}(t, \mu)$ is defined as in (6). Then as in Lemma 4.1., with probability 1, $Y(t) = \mathbb{Y}(t)(\Phi)$. The following theorem can be proved using arguments as for $Z(t)$, and therefore we omit the proof.

Theorem 4.2. *Let $(X_n, n \geq 1)$ be an iid sequence of strictly positive random variables with common distribution function F . Let $(S_n, n \geq 0)$ be the sequence of partial sums of the variables X_n and $(N(t), t \geq 0)$ be the corresponding renewal process: $N(t) = \sup\{n \geq 0 : S_n \leq t\}$. Let*

$$Y(t) = \sum_{i=1}^{N(t)} (i-1)X_i + N(t)[t - S_{N(t)}].$$

Then

(a) $\int_0^\infty \mathbf{E}(e^{-\alpha Y(t)})e^{-\beta t} dt = \sum_{n=0}^\infty \frac{1-F^*(\alpha n+\beta)}{\alpha n+\beta} \prod_{i=1}^n F^*(\alpha[i-1] + \beta)$

(b) $\int_0^\infty \mathbf{E}[Y(t)]e^{-\beta t} dt = \frac{F^*(\beta)}{\beta^2[1-F^*(\beta)]}$

(c) If $\mathbf{E}[X_1 e^{-\beta X_1}] < \infty$ for some $\beta > 0$, then

$$\int_0^\infty \mathbf{E}[Y(t)^2]e^{-\beta t} dt = \frac{2F^*(\beta) [1 - F^*(\beta)^2 + \beta \mathbf{E}(X_1 e^{-\beta X_1})]}{\beta^3 [1 - F^*(\beta)]^3}$$

5. AN EXAMPLE

Suppose that the inter-arrival times X_n of the renewal process have a common Gamma($m, 2$) distribution having the probability density function

$$f(x; m, 2) = m^2 x e^{-mx}, \quad m > 0, \quad x \geq 0.$$

Note that if $m = 2\lambda$ then X_1 has the same mean as the exponential random variable with parameter λ ($\exp(\lambda)$). For $m = 1$, using Theorem 4.2. we obtain

$$\int_0^{\infty} \mathbf{E}[Y(t)]e^{-\beta t} dt = \frac{1}{\beta^3(\beta + 2)},$$

and

$$\int_0^{\infty} \mathbf{E}[Y(t)^2]e^{-\beta t} dt = \frac{2(\beta^3 + 4\beta^2 + 8\beta + 6)}{\beta^5(\beta + 2)^3}.$$

Inverting these transforms we obtain

$$\mathbf{E}[Y(t)] = \frac{1}{4}t^2 - \frac{1}{4}t + \frac{1}{8} - \frac{1}{8}e^{-2t}$$

and

$$\mathbf{E}[Y(t)^2] = \frac{1}{16}t^4 - \frac{1}{24}t^3 + \frac{1}{8}t^2 - \frac{1}{8}t + \frac{1}{32} + \left(\frac{1}{16}t^2 - \frac{1}{16}t - \frac{1}{32}\right)e^{-2t}.$$

Hence the variance of $Y(t)$ is given by

$$\text{Var}[Y(t)] = \frac{1}{12}t^3 - \frac{1}{6}t - \frac{1}{64} + \frac{1}{8}te^{-2t} - \frac{1}{64}e^{-4t}.$$

The double Laplace transform of $Y(t)$ is given by

$$\int_0^{\infty} \mathbf{E}(e^{-\alpha Y(t)})e^{-\beta t} dt = m^2 \sum_{n=0}^{\infty} \frac{(\alpha n + \beta + m)^2 - m^2}{(\alpha n + \beta + m)^2(\alpha n + \beta)} \prod_{i=1}^n \frac{1}{[\alpha(i-1) + \beta + m]^2}.$$

The pdf of $Y(t)$ can be approximated by first truncating the infinite sum in this transform and then by inverting the truncated transform. The graph of the pdf of $Y(3)$ for $m = 1$ can be seen in Figure 1 (dashed line).

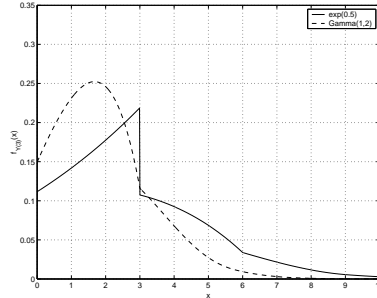


Figure 1: Graphs of the pdf of $Y(3)$ when the (X_n) are iid $\exp(0.5)$ and $\text{Gamma}(1,2)$.

In this Figure we also display the graph for the pdf of $Y(3)$ when (X_n) are iid exponential random variables with parameter 0.5 (solid line). Both $\text{Gamma}(1,2)$ and $\exp(0.5)$ distributions have the same mean equal to 2.

REFERENCES

1. J. ABATE AND W. WHITT, "The Fourier-series method for inverting transforms of probability distributions", *Queuing Systems* **10** (1992), 5–88.
2. I.S. GRADSHTEYN AND I.M. RYZHIK, *Table of Integrals, Series, and Products*, Academic Press, London, 1994.
3. J. GRANDELL, *Doubly Stochastic Poisson Processes*, Springer-Verlag, Berlin, 1943.
4. J.A. GUBNER, "Computation of shot-noise probability distributions and densities", *SIAM Journal on Scientific Computing* **17 (3)** (1993), 750–761.
5. S.I. RESNICK, *Extreme Values, Regular Variation, and Point Processes*, Springer-Verlag, Berlin, 1987.
6. S.M. ROSS, *Stochastic Processes*, John Wiley, New York, 1996.
7. SUYONO AND J.A.M. VAN DER WEIDE, "Asymptotic properties of integrated renewal processes", *Presented at the SEAMS-GMU Conference*, (2007).
8. D.V. WIDDER, *The Laplace transform*, Princeton University Press, Princeton, 1946.

SUYONO: Jurusan Matematika FMIPA Universitas Negeri Jakarta 13200, Indonesia.
E-mail: synjkt@yahoo.com

J.A.M. VAN DER WEIDE: Delft University of Technology, Hb. 06.150, Mekelweg 4, 2624 CD Delft, The Netherlands.
E-mail: J.A.M.vanderWeide@its.tudelft.nl