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# Telecom Network Planning for evolving Network Architectures

## Reference Manual

*Draft version 5.1*

January 2008

**PART 1**

ITU, Geneva, 2008

# ITU-D

## Telecom Network Planning for evolving Network Architectures

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*Draft version 5.1*

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# Reference Manual on the Telecom Network Planning for evolving Network Architectures

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## Chapter 1 – Introduction

### *ITU Vision on Network Planning*

#### **Background**

Telecommunication networks architectures are changing to meet new requirements for a number of services/applications (Broadband, IP, Multimedia, mobile, etc.). New equipments (soft switches, databases, service controllers, new protocols and interfaces, etc.) and new call/mix traffic cases are going to be introduced in the networks.

Different solutions/network architectures can be taken into account for a smooth transition from existing network infrastructures (PSTN/PLMN) towards New Generation Network (NGN) as a result of the convergence process leading to different applications/services sharing network infrastructures.

Network planning activities are, at present, under consideration in BDT. PLANITU, capable of dealing with some new traffic cases, can be considered a tool to introduce people to the Network Planning. However, any real Network Planning case should be dealt with using other powerful and modern tools available on the market.

#### **Planning Strategy**

Considering the different solutions/network architectures that exist, each Network Planning case has to be analysed and dealt with by using more than just one planning tool. It means that maintaining and updating a unique tool is not the correct strategy to be applied for Network Planning.

The major concerned telecommunication Companies normally use different tools (or different packages integrated on a unique platform) for network Planning. They usually rely on the services of software companies who are in a position to provide quick updates as soon as required.

Therefore, countries' requests for assistance on Network Planning should be dealt with as follows:

- a) First, to analyse the Network Planning case, taking into account the different technical aspects of the issue.
- b) Second, after reaching the best solution in terms of cost and technical validity, to look for the appropriate partnership with whom to define a Project for the specific Network Planning case.
- c) Implementation of the Project under the coordination and/or supervision of ITU-BDT.

This strategy has been endorsed by the World Telecommunication Development Conference - WTDC-02 (Istanbul, March 2002) in Program 2, point 1.3 (herewith attached) and reaffirmed during the last WTDC-06 (Doha March 2006).

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## ***WTDC-06 PROGRAMME 2: INFORMATION AND COMMUNICATION INFRASTRUCTURE AND TECHNOLOGY DEVELOPMENT***

### **1.3 Network planning**

The selection of new technology hinges on projected needs and consequent network development planning. In developing countries, the needs may be substantially different in urban and rural areas, and infrastructure and technology requirements will differ. In choosing technologies for a new or existing telecommunication network, a very wide range of factors needs to be considered.

The most difficult component of the network to build, and the least cost-effective to maintain, has proved to be the local access network. One of the main problems facing the developing countries is precisely the lack of access to broadband services, and low teledensity.

Adaptation of power-line communications and cable-television networks to provide telephony and internet services has converted them into broadband networks. The technology shall be of low cost, easy to maintain and adapted to the local environment.

The rural population will need to be connected to the information society. Choosing efficient and cost-effective and fast-deployment technologies such as wired and wireless networks will improve accessibility.

The architecture of the information and communication infrastructure is changing to accommodate the requirements of a growing number of ICT-enabled services/applications (broadband, IP, mobile, multimedia, streaming, multicasting, etc.) and evolving to next generation networks (NGN).

New-generation technology is being introduced in the networks, speeding up the convergence process, and obliging planners to apply different specialized up-to-date planning tools. Network planning is a critical issue for network operators and network service providers in a time of globalization and intense competition. The current telecommunication market requires flexible and adaptive network planning methodologies for evolving network architectures to NGN. Practical guidelines, readily and easily applicable, should continue to be provided to be of use to operators and decision-makers. Moreover, there will be a need for powerful software tools to assist operators in developing their networks. ITU should continue entering into formal partnership agreements with outside partners, positioned to provide the Union with appropriate planning tools suitable for specific network planning requests. Taking into account the above considerations, and in order to contribute to bridging the digital divide, this programme should apply the following measures:

- a) providing advice on the design, deployment and maximization of digital networks at an increased pace, including the roll-out of wireline broadband technologies such as, but not limited to, optical-fibre, xDSL, CATV, power-line and wireless broadband technologies, and the establishment of satellite earth stations;
- b) facilitating the introduction of digital technology;
- c) facilitating the design, production and availability of digital terminal equipment;

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- d) enhancing technical skills and management know-how;
- e) promoting digitization of analogue networks and applying affordable wireline and wireless technologies to facilitate people's access to ICT, thereby also improving quality of service;
- f) encouraging research on the information society, extensive networking, interoperability of ICT infrastructure, tools and services/applications to facilitate accessibility of ICTs for all;
- g) optimizing connectivity among major information networks via regional ICT backbones in order to reduce interconnection costs and optimize the routing of traffic.

### ***Who should use this Manual***

The Reference Manual is intended for use by network planning experts from telecom operators, policy makers and regulators to facilitate the development of their respective strategies for evolution of the present network architectures and transition to the next generation networks - NGN.

The Reference Manual on the Telecom Network Planning for evolving Network Architectures intends to present an objective and technology neutral view of the issues to be addressed in the planning of the transition to NGN.

### ***Content of the Manual***

This reference Manual comprises 8 chapters and 3 annexes, each of which could be updated periodically, due to the rapid changes in the telecom networks.

Typical reason for revisions in the manual could be:

- introduction of innovative network technologies and corresponding planning methods
- appearance of new or improved planning tools on the market
- the need for better explanations in the presented material

Special emphasis in the Manual is given to the role of network planning today and the strong relation to the telecom business.

**Chapter 1** provides the objectives and context of the manual as well as the content of the different chapters and relation to other ITU activities and documents.

**Chapter 2** will review the aspects that a planner is confronted with when taking decisions on what to do in the network evolution, when to perform the changes, how to perform the corresponding actions and which processes to follow.

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**Chapter 3** addresses the needed modelling and characterization of services that is required for the planning activities.

**Chapter 4** will give generic traffic characterization. Due to the overall modelling of the network for planning purposes, the needed traffic characterization is less detailed than the one needed for detailed system design.

**Chapter 5** gives an overview on the economic modelling for planning and different evaluation procedures.

**Chapter 6** describes different network architectures - existing telephony network architectures, data network architectures, data invasion of the telecommunication network, the future telecommunication network architectures. Special attention is drawn on the next generation network (NGN) and the migration scenarios from the current TDM networks to this goal.

**Chapter 7** presents an overview on the diverse models and methods used in the telecommunication network planning.

**Chapter 8** lists the main input data needed for network planning. Network planning, especially performed with NP tools, requires collection of numerous data.

**Annex 1** presents a portfolio selection of planning tools to support different planning activities. The selection criteria are: capability to model modern technologies, commercial availability and being well proven in the field.

**Annex 2** provides selection of most frequent case studies (ie: Network extension, transmission, signalling, migration to NGN, mobile, etc.) in order to illustrate the application process.

**Annex 3** contains list with references and glossary of the most frequently used terms and abbreviations.

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## Chapter 2 – Overview of network planning

Network planning activities evolve with the proper evolution of the network, the services, the technologies, the market and the regulatory environment. These evolutions imply a wider set of options to implement a network than in the past and as a consequence, the importance of careful planning and analysis for alternatives have larger impact on the network capabilities today in order to assure the needed capacities, the associated quality of service and the required investments.

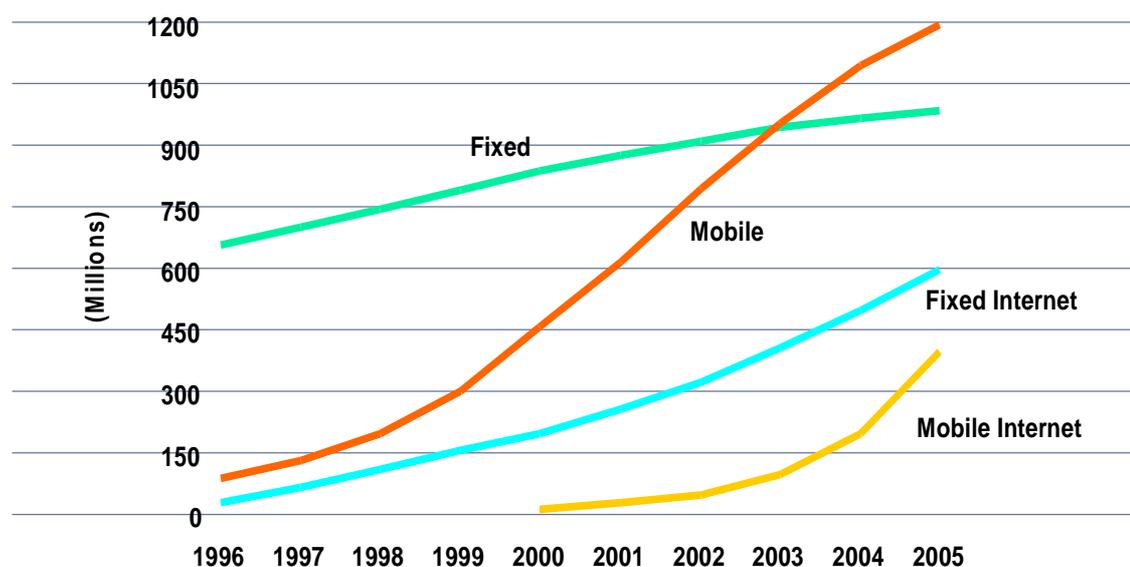
For general feasibility -- to economically justify the move towards the evolving architectures -- one should pay attention to planning of investments and services in a manner which makes sure there is no costly over-investment nor bad utilisation of already earlier made investments, and at the same time ensures fluent migration of the services for the large amount of existing subscribers.

This chapter will review the aspects that a planner is confronted with when taking decisions on what to do in the network evolution, when to perform the changes, how to perform the corresponding actions and which processes to follow.

### 2.1. Evolution of the Telecom context

- Services demand, associated traffic and revenues are evolving as indicated in the charts below:

**Fig 2.1: Subscribers demand evolution in the period 96/05**



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- New network capabilities are due to the technologies (NGN, 2G to 3G, xDSL, FTTx, WDM, etc.), new regulation and competition (market share, service promotion, etc.) new services in the market (VoIP, VOD, UMS, MMS, etc.), service/platforms convergence through different technologies and pending communication coverage (Geo areas not covered, population not served, network expansion, etc.)

## 2.2. Requirements to the planners

Under the previous evolutionary context, the planner is confronted to a number of requirements in order to provide answers to the following needs:

- Business Oriented Needs
  - What are the best customer segments to address in multimedia?
  - Which new services have to be introduced through time?
  - What is the best service bundling per customer type?
  - How to increase market share?
  - How to maximize revenues?
  - How to reduce capital expenditure?
  - How to reduce operational expenditure?
- Network Oriented Needs
  - How to forecast multimedia services and related traffic demands?
  - How many nodes to install, especially for NGN?
  - What is best location for new systems and related communication media?
  - What is the best network architecture and routing in NGN?
  - Best balance between built and lease for infrastructure?
  - How to plan capacity evolution and solutions migration towards NGN and towards 3G
  - How to converge service applications and platforms through different access technologies?
  - How to ensure SLA and protection level?
- Operation Support Needs
  - How to evaluate alternatives for direct operation and outsourcing?
  - How to organize and engineer the new operation processes?

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- Which IT applications ensure an efficient support to operation?
- How to train labor force on the new operational activities?

### 2.3. *Typical network planning tasks*

The most typical tasks that the planner has to perform to solve the complexity associated to the previous requirements are summarized as follows:

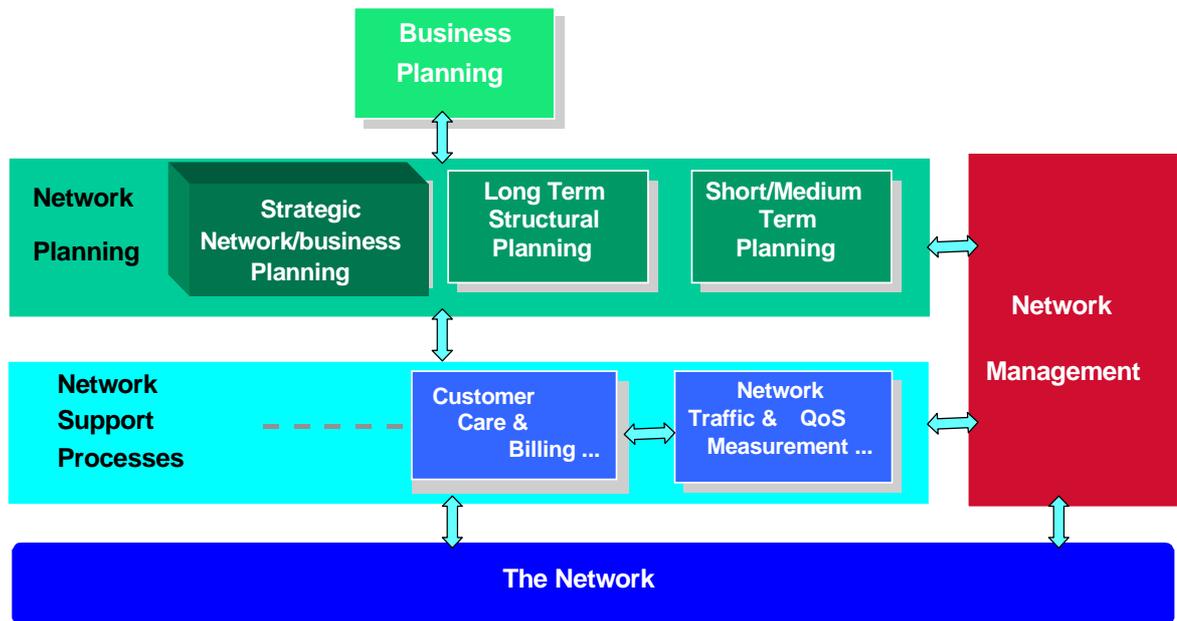
- Initial situation analysis for economy, customers, services and network
- Problem partitioning
- Data gathering
- Definition of alternatives per scenario
- Mapping solutions per scenario
- Design, dimensioning, location and costing
- Optimization
- Sensitivity analysis to uncertain variables
- Plan selection and consolidation
- Reporting

### 2.4. *Network planning processes*

- Due to the high speed of changes both on the environment and the technologies, the traditional planning activities that were performed in an separated way, today have to be strongly interrelated among themselves and to the other network related tasks. For that environment, the Strategic network planning, Business planning, Long term structural planning, Short/medium term planning have to be applied in iterative way with what-if analysis and also communicate with the related Network Management and Operation Support Processes like traffic measurement, performance measurement, etc. as illustrated in the figure:

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**Fig 2.2: Network Planning Processes and relation with other network activities**

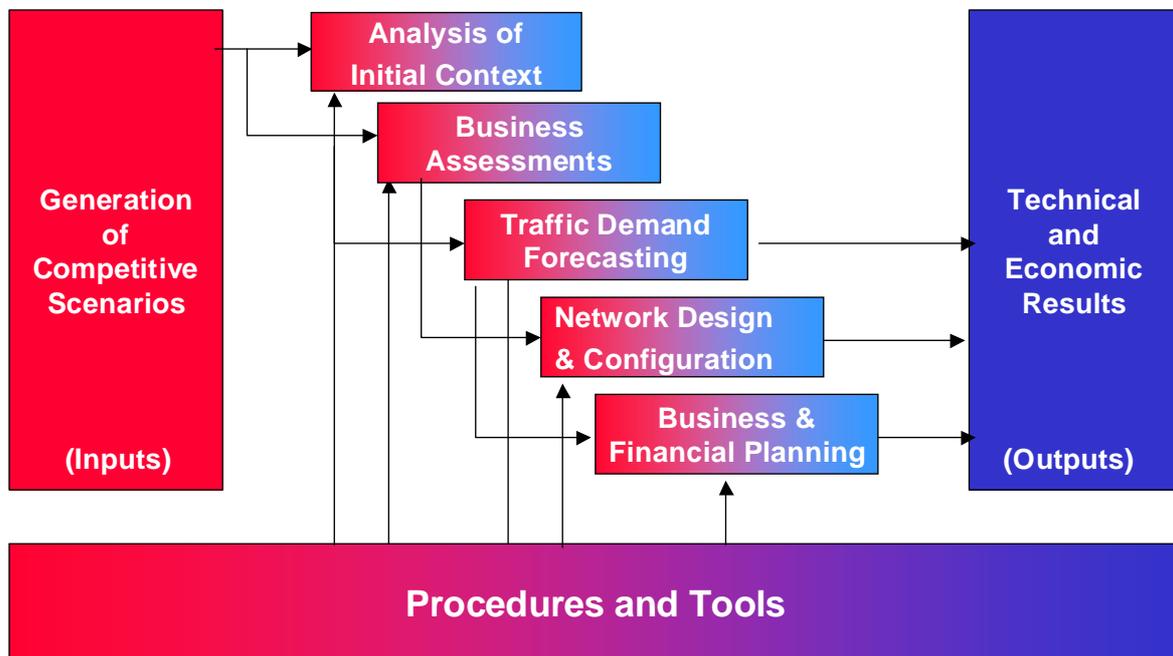


- Data on topologies, architectures, location, routing, etc from long term planning are transferred to the medium term and iteratively to short term activities
- Planning results are transferred to NM applications and vice versa, NM measurements and status are provided as inputs to the planning activities
- Operating System Processes also provide data to the short/medium term planning activities on the traffic demand, performance and Origin/destination flows

Due to the high number of scenarios possible in the competition, a special analysis of those scenarios is needed in order to derive which ones are feasible both from a technical and economical point of view. The following structured procedure is recommended to perform those analyses in an iterative manner:

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**Fig 2.3: Iterative Planning Sub-Processes for Competition Scenarios**



-Telecom network scenarios are generated with the premises derived from realistic market share and competitive situation

-Final objective is to have a quantified design fulfilling the strategy for the operator the requirements of the society and being feasible from the business point of view

-Defined processes and tasks are needed for all solutions and technologies. Internal data and algorithms vary for each technology case

-Feedback among activities is needed to incorporate results of the optimization on the inputs and assumptions

-Business assessment is made at the start of the process to select feasible solutions and discard the ones not being realistic. A more detailed business plan is obtained at the end of the analysis for the selected solutions and providing the business and investment plans

### 2.4.1 Definition

Network planning addresses all the activities related to the definition of the network evolution in order to allow the transport of an expected amount of traffic demands, taking into account a set of requirements and constraints [2.1]. Depending on the timescale of the network evolution problem under study, three different planning activities can be performed:

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- **Long-term planning (LTP)**, whose objectives are to define and dimension the network parts which are characterised by a long lifetime and large investments for their deployment.
- **Medium-term planning (MTP)**, whose framework should emphasise the behaviour and the relationships among the sets of entities (nodes, links, subnetworks) and the list of planning actions and procedures which are involved when planning a network to guarantee the convergence towards the established long term plans. Therefore, MTP should have as an objective the capacity upgrading of the network nodes and links; always, following the long-term (LT) deployment strategies of the optical network<sup>1</sup>.
- **Short Term Planning (STP)**, that determines the routes and the telecommunications systems that support a demand. That is, the network has to satisfy the current telecommunications demands with the already installed capacities without additional capital investments.

## 2.4.2 Long-term planning

The objective of the long-term planning (LTP) is to define and dimension the network aspects which are characterised by a long life time and large investments for their deployment; therefore mainly the topological and technological decisions and fibre cables capacity issues are addressed. LTP, then, elaborates a target network objective for the medium-term planning process; drawing to normally single-period processes.

Two different phases/approaches in LTP are generally considered (cf. Figure 2.4.1):

- the **strategic planning**, which aims at defining the technology and architecture to be used in the network through the comparison of different options. It is generally based on a green-field approach and uses parametric models and typical values for the relevant network parameters.
- **fundamental planning**, which uses as input the technology and network architecture selected by the strategic planning and defines the structure of the network<sup>2</sup>. The problems to be faced in the fundamental planning usually are the allocation of functions in the network nodes, the topology planning, the apportionment of functions between the optical and the client layer, the definition of an optimal network structure.

Dealing with LTP the focus of the project has been on the fundamental planning. Unless explicitly stated, LTP and fundamental planning are considered as synonymous in the following chapters.

Being more concrete, LTP defines the following aspects:

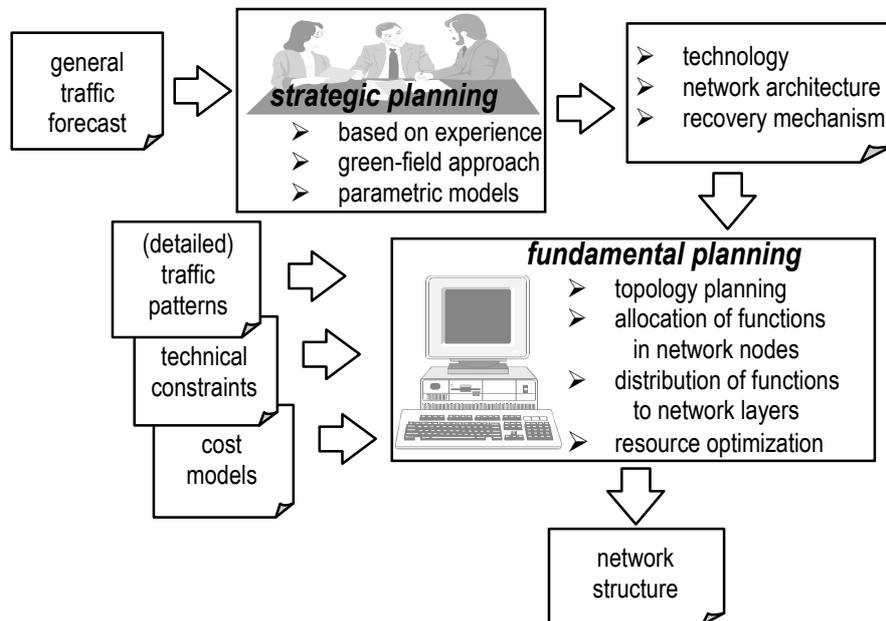
- Location and technological evolution of the network nodes.
- Partitioning into subnetworks (domain definition). In this aspect, the hub nodes for interconnecting the different domains should be identified. Additionally, the hierarchy between the different domains, if any, should be established.

<sup>1</sup> These strategies should be the outputs of the long-term planning process.

<sup>2</sup> Generally a green-field approach is used for the fundamental planning as well.

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- Logical network structure for the considered network layer. Eventually a mapping of the telecommunications systems on the physical telecommunications infrastructures can be given.



**Figure 2.4.1 - Strategic and fundamental planning**

The output of LTP is the dimensioned network structure. LTP uses as inputs the following data:

- Single-period long-term demand forecasts.
- Set of possible node locations. Even in the case of a new operator beginning the service in a greenfield zone, it is very usual that an initial set of possible locations is previously identified (own or allied-companies premises are frequently used as the initial set). Of course, this set may be as large as needed and even infinite (meaning that there is no constraint in the node location).
- Set of possible physical paths for the telecommunications infrastructures.
- Architecture to be used in each domain: ring, mesh. This aspect includes the protection/restoration schemes and the general routing/grooming criteria to be used.
- Component and telecommunications infrastructure costs. Normally, non-discounted costs of the target objective are used as minimisation function<sup>3</sup>.

The cost elements used in the different cost calculations should have the same precision as the long-term demand forecasts. As these forecasts are normally not too much reliable, it is not worthy at all to use a very complex cost model and to perform very detailed cost calculations.

The timescale of the LTP is normally few years (from 3 to 5). In any case, the LTP exercises are performed to update the results, especially when the demand forecasts have significantly changed or when the NO has to implement the telecommunications installation plan (typically, each year). LTP is also performed whenever a rupture in technology is foreseen.

<sup>3</sup> That means that the cost evolution in time is neglected.

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### 2.4.3 Medium-term planning

The objective of Medium-Term Planning (MTP) is the capacity upgrading of the network nodes and links following the long-term deployment strategies of the optical network. Then, the goal of the MTP is to determine the routing map and node capacities.

MTP is normally performed in a multi-period basis; setting of the different steps for moving from the installed plan (if any) to the long-term network objective (calculated by the LTP).

Being more concrete, MTP should generate the following results for each planning period:

- Detailed routing and grooming for each demand (traffic relation). It should not have conflicts with the defined LTP criteria.
- Telecommunications systems to be installed or uninstalled in all the periods. It should be done according to the MT forecasts and inside the set of nodes and telecommunications infrastructure supplied by LTP.
- Equipment to be installed, upgraded or uninstalled in all the periods. It should be done according to the MT forecasts and inside the set of nodes defined by the LTP.
- Scaling and possible delays in deploying/installing new network elements according to the budget constraints.

For producing these results, MTP should receive the following inputs:

- Network nodes (from LTP).
- Present and potential fibre routes (from LTP).
- Telecommunications systems in use.
- Installed equipment in each node.
- Forecasted demands for each planning period.
- Component costs. It should take into account, installation, upgrading and uninstallation costs of the different systems.

The discounted costs in each period are used<sup>4</sup>. MTP may take into account, as an additional constraint, ***budget restrictions***; that is a limitation of the available budget for the installation/upgrading/uninstallation of equipment in each period of time. This constraint may lead to possible delays in deploying/installing new network elements.

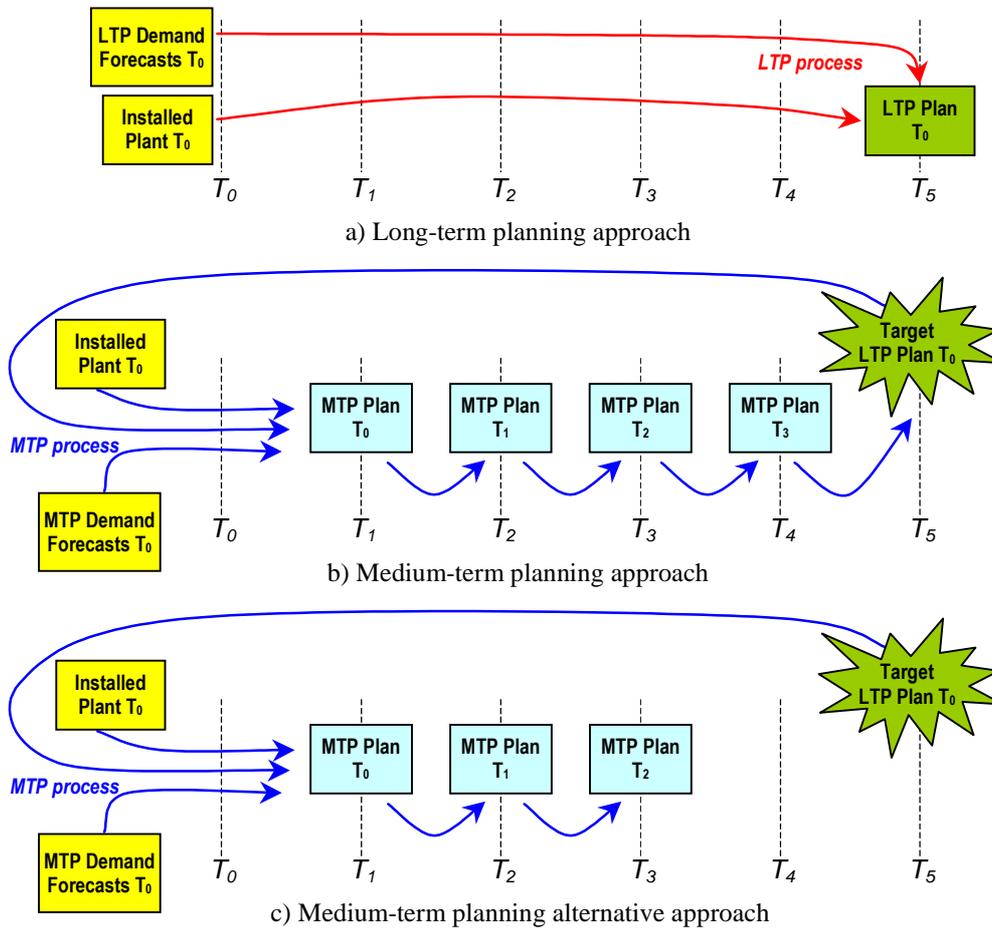
The MTP time scale should be equal to the one for LTP and is subdivided into several shorter periods (typically around one year each), as shown in Figure 2.4.2. In a first step, the LTP process is performed for getting the LTP target network (Figure 2.4.2a). This first step uses the demand forecasts and the installed plant. In a second step, the MTP process calculates the different steps for reaching the LTP target network (Figure 2.4.2b). This second process uses as inputs the MTP multi-period demand forecasts, the installed plant and the LTP plan (generated in the first step). Both steps should be repeated each time the demand forecasts change dramatically; in any case, it is very normal to repeat them in each planning period (T0, T1, ...), typically each year. In case of strong variations of the demand forecasts, the LTP

<sup>4</sup> So the MTP cost for each network resource is a function of time and takes into account the depreciation due to diffusion or commercial/technical maturity of the resource.

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target may change in each planning period. In this situation, the MTP plan (steps) calculated each year goes towards different targets; something like performing steps towards a “moving” target.

Under conditions of high uncertainty a NO could adopt a different MTP approach (cf. Figure 2c), having its medium-term plans (MTPs) partially disjoint from its long-term plans (LTPs). In this case the results of the LTPs are considered like a set of valuable constraints, rather than an absolute target to be reached. The most important reasons driving this option seem to be:



**Figure 2.4.2 - LTP and MTP processes**

- the Operator considers as useless to plan periods far away in the time since there is the highest probability to have unreliable forecasting leading to unreliable results;
- the optimised results attainable in a static LTP are due to the huge advantage to be able to use network resources in a long period of time selecting the best fitting with the incremental traffic. Unfortunately traffic demands are subject to time constraints (you are not allowed to delay the provisioning of a circuit in order to optimise the network filling) and the network resources' deployment is subject to budget constraints. Consequently through the months and the periods the network grows un-optimised compared to the LTP perspective and it will be impossible to stick to the LTP programs even if your MTP planning algorithm is the best possible one.

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#### 2.4.4 The breakdown approach for LTP and MTP solving

Dividing a problem into simpler sub-problems is recognised as an effective solution for very complex problems like the telecommunications network planning. The resulting planning approach, called breakdown approach in this document, is described in this section.

##### 2.4.4.1 Breakdown approach in LTP

The *LTP for telecommunications networks is a very complex problem* due to the size and complexity of the realistic network planning tasks. There are several limiting factors that makes the solution of the planning problems difficult, such as the available computing resources and the limited practical applicability of general and unified formalisation of the optimisation problems.

The *division of the overall planning problem in smaller sub-problems* (called *breakdown approach* in the following) decreases the complexity of the planning activity and it has many positive consequences like simpler solution algorithms, shorter development periods, software re-usability, etc.

The main drawback of the breakdown approach is that it becomes more and more difficult taking under control the global optimisation of the planning problem when the number of sub-problems grows. That is because in this case the optimisation does not only depend on the efficiency of the algorithms that are used to solve the sub-problems, but also on the harmonisation of the sub-problems in a global process. In fact, as outputs of a sub-problem become inputs for another one, an order in the solution of the sub-problems should be identified.

However, realistic network planning problems are so complex that the breakdown approach is unavoidable (in spite of its disadvantages). That is why this approach is widely adopted for the telecommunications network planning problems.

The identification of sub-problems in the planning process is a cumbersome matter. Generally NOs adopt ad-hoc solution for each planning problem, with the aim of taking all the possible advantages in terms of simplification.

##### 2.4.4.2 Breakdown approach in MTP

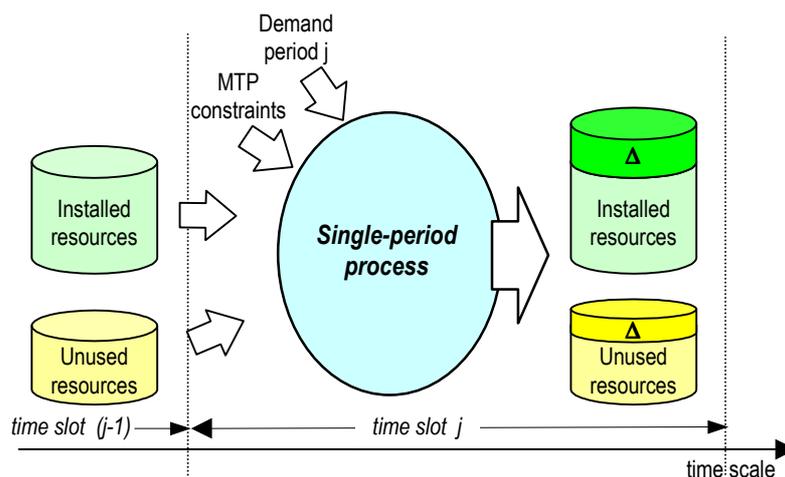
*MTP for telecommunications networks is even more complicated than LTP.* First of all that is due to the *additional outputs* required to MTP (cf. section 2.4.3). But other aspects add complexity to MTP. A single MTP formulation is: how to maximise flow minimising total cost; solving this problem, the MTP adopts a *temporised perspective*, in which the time-scale is divided into time-slots, demand matrices has to be carried in each time slot, and the network costs are time related. As in the LTP there are technical constraints to the problem, but *additional constraints* can appear as a maximum budget (and the question about how to maximise its utility), and the duty of using previously installed resources but not paid off equipment. On the other hand, MTP decisions (annual periods) will often condition the future network profitability. As a result, planner should also *consider LTP in his medium-term planning decisions*. If *technological breakthroughs* are considered, additional difficulties arise, as the unlimited options of upgrading a SDH network. Because there is a temporary cost evolution and opportunity capital cost, different alternatives appear: when to change to the newest technology (which period), total change instead of partial ones, etc.

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The additional difficulties of MTP can be taken under control through a breakdown approach again. So a general methodology to solve a planning problem in the MTP perspective consists in *dividing MTP into* two separated and related parts: *single-period and multi-period*.

**Single-period planning process** objective is to determine quantity and cost of network resources to meet a single-period incremental demand forecast. It is schematically shown in Figure 2.4.3. The process can be *further divided into sub-problems*, like in the LTP case. However the problem is generally more complex than the single-period planning applied in LTP, both because more constraints, existing resources and their usage and available unused resources should be taken into account and because more detailed output are necessary.

**Multi-period planning process** and its relationships with single-period planning process can be viewed in Figure 2.4.4. In order to minimise the total network cost in all the considered periods, a relationship between single-period and multi-period planning is established, while an overall optimisation objective is in target. Results provided by single-period network planning process are the required network resources in the period. There is a relationship between one period and the next one. Multi-period planning process requires information about the total amount of resources of technology **p** and type **i**, purchased in period **t** and disposed in period **j** (new acquisitions cannot be available since purchase time), because these resources are inputs in the following period.



**Figure 2.4.3 - Single-period process in MTP**

Appropriate network models should be formulated in each period. Furthermore, it is necessary to take into account the different costs involved in the adopted solution: usage of installed and unused equipment (de-installation and new installation costs), usage of uninstalled equipment but purchased for taking advantage of scale economies (installation costs) and usage of purchased equipment (acquisition costs including installation). It is necessary to remark that the equipment cost in each period includes its temporary evolution, and total investments in each period are correctly discounted.

This kind of approach can be viewed as a *time-scaled decision process*. Each step requires taking a decision among the available alternatives, each taken decision affects the future decision and the overall solution. As the tree of the solutions grows very fast in number of possible branches, different ways of *reducing the decision tree* (composed of the whole of solutions) are looked for. Typical levers to prune the decision tree are application of network

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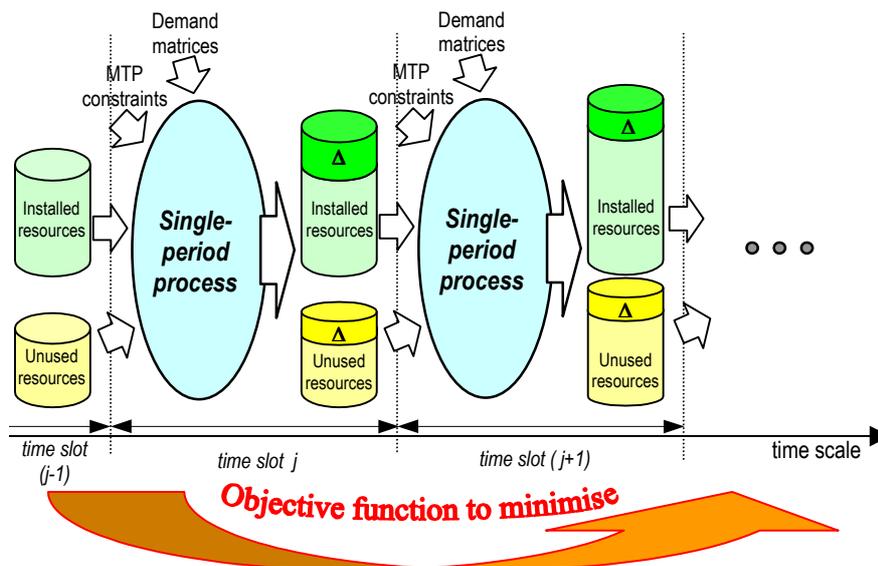
development strategies, consideration of techno-economical constraints and reduction of the number of time-slots (i.e. MTP periods) taken into account.

As a result of this process, *optimal network solutions* are obtained. Three overall *optimisation goals* are possible, leading to different network results:

1. optimise at the same time the network cost in each period;
2. optimise the discounted sum of the investments from the beginning to the considered period;
3. optimise the next MTP period, only considering the structural part (network architecture, network structure) of the LTP results as a weak constraint.

These three goals answer to three different MTP interpretations, being the first well suited to the MTP process described in Figure 2.4.2b and the third to the MTP process described in Figure 2.4.2c. The second option can be adapted to both the interpretations of MTP. In each case, the costs taken into account in each period are:

- the cost of the acquired resources up to the considered period,
- the maintenance cost of the resources up to the considered period,
- network operation costs in the considered period,
- net saving costs from disposal of unused resources up to the considered period,
- net saving costs from disposal of used resources before the considered period.



**Figure 2.4.4 - Multi-period process in MTP**

It is then possible to identify *difficulties* that arise in single and multi-period planning phases of MTP, when an optimal solution is looked for. Particularly, in single-period planning

- previously installed and not paid off equipment has to be used;
- limited budget difficult to use. Criteria for establishing network element priorities are needed;
- medium-term planning (MTP) needs to be agreed with long-term planning (LTP);

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- criteria for sub-network definition;
- optimisation intrinsic problems;

while in multi-period planning

- temporary cost evolution of network elements has to be defined;
- demand uncertainty exists. Moreover, demand variance increases as temporary horizon does. Planner should consider it when a network solution is selected;
- technological breakthroughs have to be considered. Particularly, upgrading existing networks to NGN ones is needed (minimising cost and risk);
- single-period planning problem has to be resolved in each step;
- different alternatives have to be compared. As required investments are not simultaneous, a financial assessment rule is needed. NPV (Net Present Value) criterion may be used.

Summarising MTP is generally solved applying twice the breakdown approach:

- first a *time breakdown* allows to divide the single multi-period problem into several single-period problems;

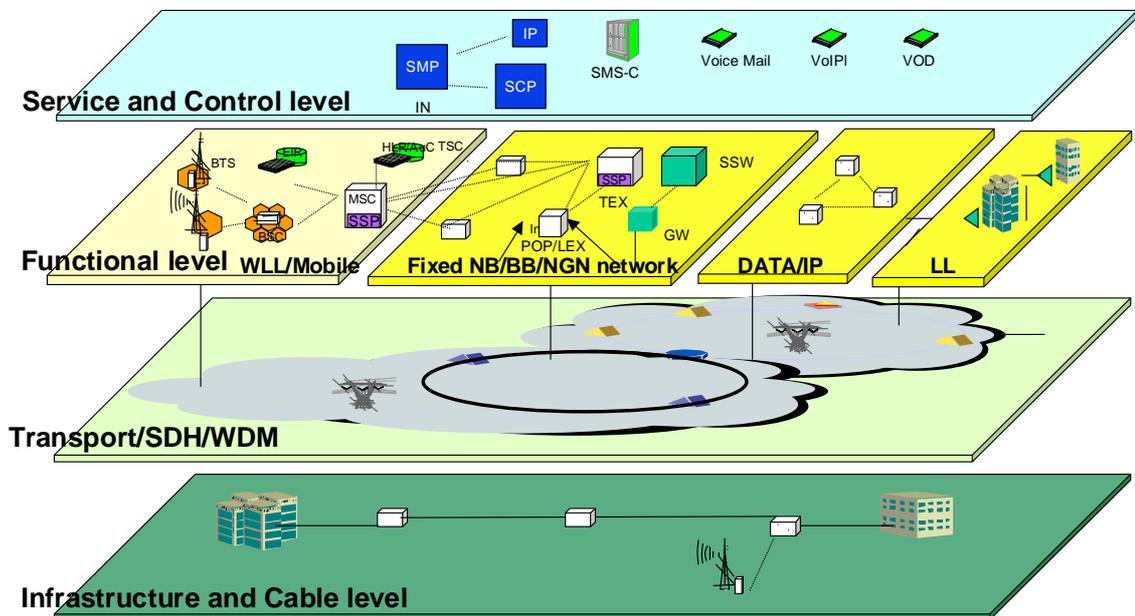
then a *LTP-like breakdown* is applied to divide each single-period problem into simpler, solvable sub-problems.

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## 2.5. Overall plans per network layer and technology

- The inherent layering structure of the network and related technologies together with the complexity of the overall network implies that the network planning has to be performed also by layers, subnetworks and technologies:
  - By Layers in a vertical dimension following the client-server relation (one layer is supported in the layer below and provides resources for the layer up) as indicated: Physical, Transmission, Routing/Switching, and Applications/Services/Control.
  - By Segments or splitting of the end to end communication into sub areas as customer premises, access, core national, core international
  - By Technologies or underlying technique as FO, WDM, PDH, SDH, PSTN, ATM, IP, NGN, GSM, 3G, etc.....

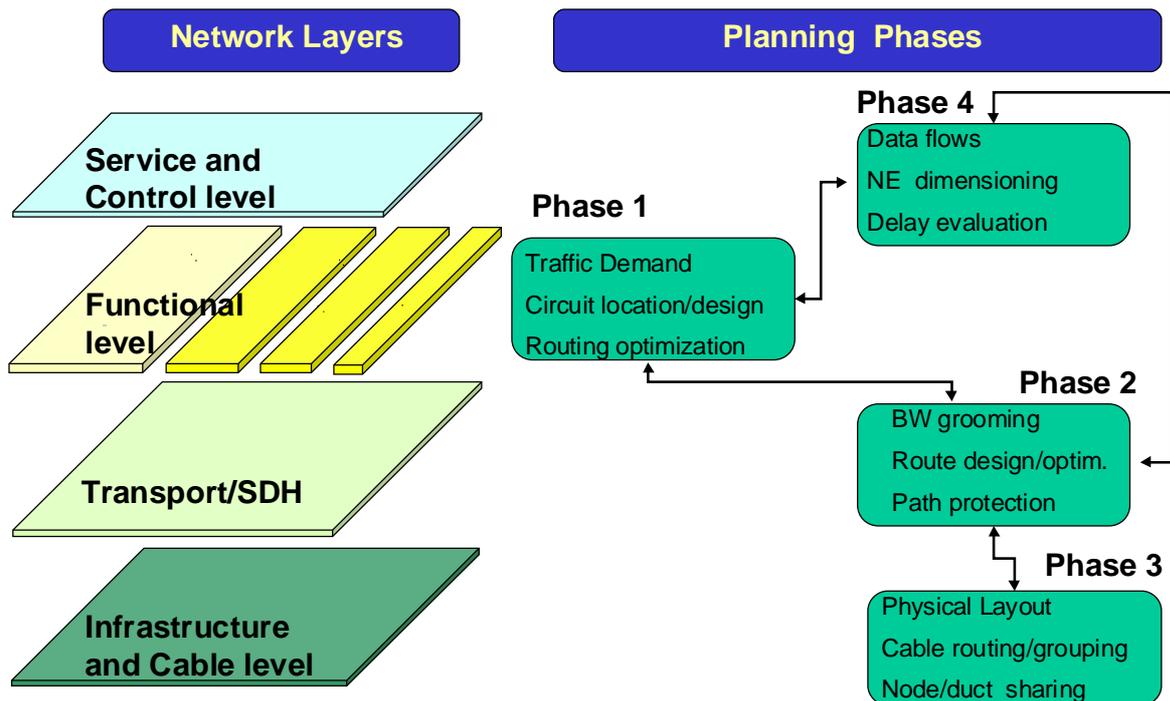
**Fig 2.4: Network Layer Modeling for Planning and Design**



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- The planning process starts with a first phase for the services and traffic demand projection both at user interfaces and origin to destination interest
- A second phase considers the design for the functional level for the involved functions and technologies like: switching, routing, mobile, data, etc.
- Intermediate results are given as inputs for Transmission and control layers
- In a third phase, the transmission design and planning is performed and the results are provided as inputs to the Physical layer
- Fourth phase contains the planning for the physical elements as ducts, buildings, cables, FO, etc.
- Iteration is made among layers for consolidation, being the functional layer the one that may require more what-if analysis for the central role played among all the other layers and the services/customers.

**Fig 2.5: Phases of The planning process related to Network Layers**

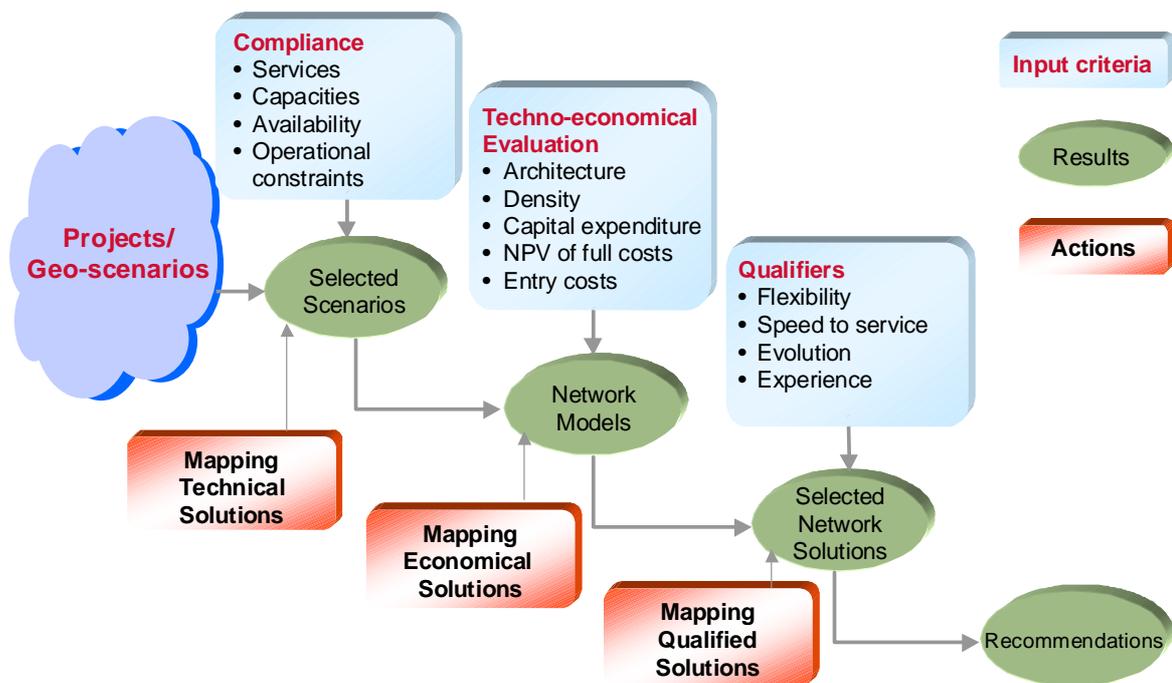


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## 2.6. Solution mapping per scenario

- Due to the large variety of geo-scenarios defined by the combination of customers, services, geo-models, density, consumption, available solutions, etc. the planner has to analyze and decide which solution is going to be planned in more detail per scenario type. The recommended methodology is structured in the diagram with a first selection by technical compliance followed by an economical evaluation of the Cost Of Ownership that is self-explanatory.

**Fig 2.6: Methodology to obtain best techno-economical solutions per scenario**

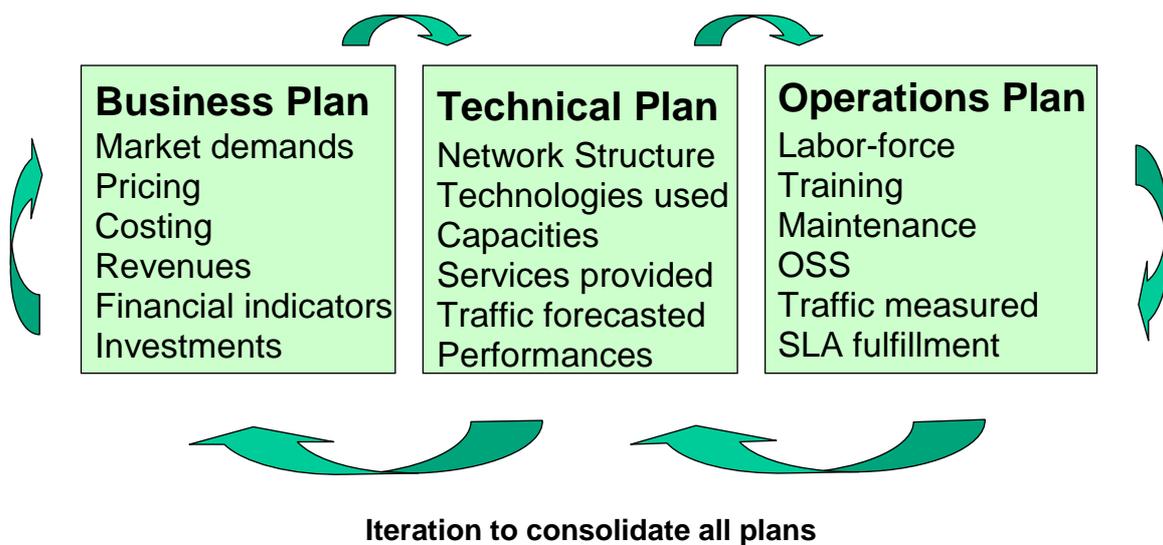


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## 2.7. Relation among technical, business and operational plans

- The number of scenarios and high interrelation among decisions at each level of the organization: Financial, Technical and Operation requires implementing carefully an integrated processing for the information at each stage which is summarized in the following diagrams. The large ranges of variation in many cases and the need to optimize synergies in competition obliges to interchange results between the processes and have an information System across the organization based on Operational Support Systems (OSS) to facilitate consistency and speed of application

**Fig 2.7: Rerlation between technical, business and operational plans**



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## 2.8 Planning issues and trends when reaching NGN

Once the migration to NGN enters in the final evolution steps after network topology consolidation and access capacity increase to broadband, the specific NGN architecture and systems at transit and local segments have to be designed and optimized. Some of the key planning issues to be solved and related activities are summarized:

### 2.8.1. End to end multiservice traffic demand: Processes for services and traffic flows aggregation

In a full NGN network, all the service flows need to be modelled with the IP traffic parameters at the five levels of: 1) Calls, 2) Sessions, 3) Bursts, 4) Packets and 5) Bits for each service class at the user origin. Due to the heterogeneous service types, they have to be aggregated by affinity of demand types first (like voice, audio streaming, video streaming, file transfer, etc.) in order to know the demand per user at the network origin points. In a second step, the service types have to be aggregated by Quality of Service category like a) constant speed, b) variable streaming and c) elastic category in order to be able to dimension network resources according to each grade of service and Service Level Agreement per category. A well defined Sustained Bit Rate (SBR) common unit and measurement period of reference (i.e.: 5 minutes) has to be used in order to maintain consistency in the statistical aggregation. This process is illustrated in the following diagram:

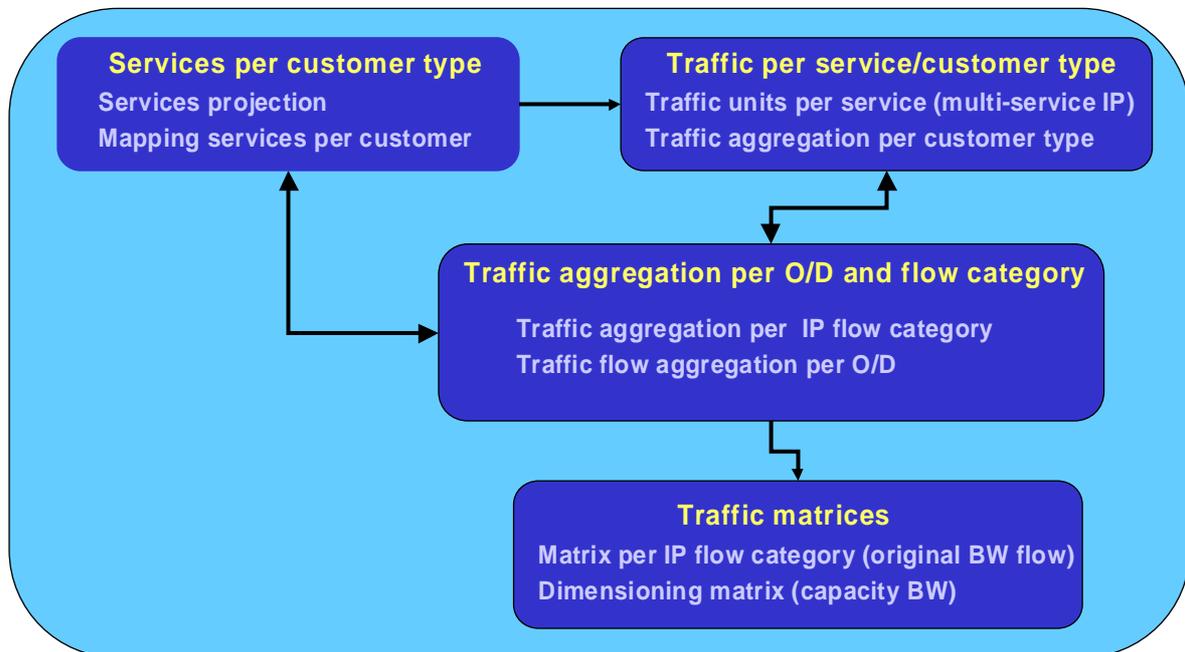


Fig: 2.8.1.- Multiclass Traffic evaluation process at network level

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Once that all the matrices for that categories are well defined, the dimensioning of network resources is to be performed, according to the used routing procedures with the corresponding algorithm for each category. Most frequent algorithms are proposed and discussed within the contributions at the International Teletraffic Congress series.

### 2.8.2. Functionality and location for SSWs.

Up to now most published information describes the NGN network nodes like Softswitches (SSW), Gateways (GW), etc. at a functional level. As soon as a design has to be made and optimized for a mature and large network, a number of new issues appear as:

- Decision on SSW multifunctional versus specific per type of control and application (Fixed network calls, mobile network calls, HLR, NM functions, OSS functions, etc.)
- Number of SSW by functionality, capacity and security level
- SSW locations as a function of all previous constraints and survivability required
- Number and location of GWs as a function of capacities and optimum design either at transit level, local level or hybrid assignment.

These and other more detailed issues are being analyzed today on a per case basis and methodologies are in phase of consolidation for a secure and optimum network evolution in a near time frame.

### 2.8.3. Design for security at network and information levels

The role of service providers within an NGN context, that incorporate new multimedia services and powerful functionalities, imply also a set of challenges to ensure security both at the network resources as well as at information flows through the end to end communications. Overall network planning and design has to take into account the new risks, requirements and solutions at the different network domains and layers as summarized in the following sections. Those requirements apply not only for the end target network but also for the hybrid heterogeneous environments during the transition phases. Classical PSTN had a specific security provided by its closed nature and proprietary protocols that is not the case with IP based platforms and more flexible services which are open and require reinforcement to reach equivalent security levels.

#### 2.8.3.1 Risks and requirements on security

A variety of risks may appear in the network operation both for the network operator and the customer that are resumed in the following groups:

- **Denial** of service access either by overflowing a target, information altering or blocking a resource

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- **Destruction** of information or a network element by an attack on availability, deletion of data or modification of the access rights

- **Corruption** of information content by an attack on integrity or modification of the stored information

- **Removal** of information by theft or loss by an attack on availability to critical data like billing, service usage, etc.

- **Disclosure** or unauthorized access to an asset by an attack on confidentiality

- **Interruption** of a service or network subsystem by an attack on availability once service was established

In order to protect the correct network operation and service delivery, a set of functional requirements or countermeasures are to be ensured and were considered within the NGN capabilities such as:

- **Trust** relations establishment both for the operator towards the network and for the customer towards the operator by well defined relations and Service Level Agreements. This trust also concerns to the content access to legal information and handling of Digital Rights Management.

- **Access control and Authentication** or checking that the user is authorised to use the service by means of mechanisms like firewalls, Public Key Infrastructure (PKI), digital certification, etc. Both for fixed and mobile services the process of customer registration has to consider contract type, user privileges as well as defined preferences.

- **Confidentiality:** avoid access to no unauthorised information by encryption on access interface of user communication and signalling by use of methods like encryption

- **Communications security:** ensure that the required information only flows between the intended origin and destination by use of specialized routing methods like MPLS, VPNs, etc. that will assign specific separated paths per traffic flow type.

- **Integrity:** avoid no unauthorised data modification and correct delivery on end to end bases by means of methods like digital signature, antivirus, etc.

- **Non Repudiation:** ensure that the agreed performed actions for each contract type can not be denied

- **Availability:** ensure no denial of service/ accessibility of services or data under the terms agreed by the corresponding service Level Agreements and Quality of Service by means of correct forecasting, dimensioning, redundancy design, dynamic assignment, dynamic routing, etc.

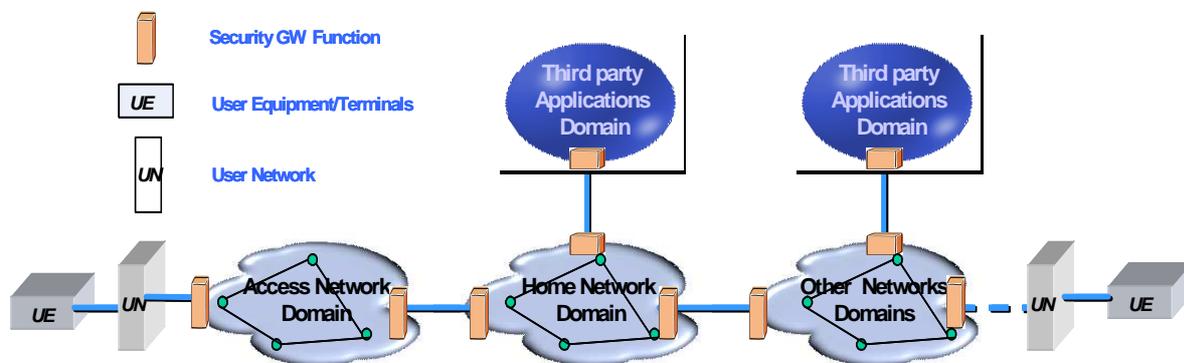
- **Privacy:** avoid non unauthorised profiling, disclosure and modification of content by methods of close access or encryption.

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### 2.8.3.2 Domains for application

In addition to the internal security protection mechanisms within each network responsibility or intra-domain, security processes have to be applied in the internetworking by use of the interdomain security functions at each interface as indicated in the figure below. Main functionality implies the protection of information availability, integrity, confidentiality, etc. That mechanism is especially important for all the involved service application servers and service flows.

**Fig 2.8.3 Internetwork Security Domains**



From the overall end to end view, four main domains categories are identified:

- Access Network Domain which is the first point of contact of the customer to the home operator and has a key responsibility on all the access control for user devices and protocols. Complexity for the operator is due to the large variety of devices, services and applications that has to be deal with personalized usage, firewalls, virus checks, spam filters, etc.
- Home Network Domain that is the network segment to which the customer is attached with the central responsibilities on contract terms, service delivery, availability, security, etc. When the communication is not leaving that domain, no other external parties are involved on the security functions.
- Other Networks Domain considers all the transit or destination networks that do not have a direct contract to customer but are needed to complete the end to end communication path. Responsibilities on security are not directly related to that customer but towards the other network operators through their signed Service level Agreements.
- Third Party Applications Domain includes all external service and content providers with their associated platforms and servers that may be reached either from our home network

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domain or from other network domains. When the customer signs a given service agreement with external service providers, especially for contents, the security functionality will be shared with the communication networks domain.

Prior mentioned trust relations among involved players is reached through a well defined set of Service Level Agreements with shared security mechanisms, certifications, keys, etc. supported by the corresponding experience on its continuous operational application. During transition phases and while standards are being defined, SLA are being negotiated bilaterally implying a high number of negotiations that grow with quadratic law with number of players that is not easy for small operators. As soon as standard procedures are well defined and accepted, application to the high number of players will be much easier. New tasks for the planner are the definition of security zones and the location/optimization of internal and external firewalls according to the network characteristics in order to avoid too many of them or compromising service performance by the added extra delays.

### 2.8.3.3 Security Layers

When considering the networks from the vertical layering point of view, each layer has specific risks, vulnerabilities and threads so it is convenient to have a hierarchical grouping by affinity of the problems, corresponding mitigations and solutions. Accepted splitting considers the following three levels comprising with several vertical layers according to the functions:

- **Infrastructure Security Layer** : Considers all physical and network equipment elements such as switches, routers, transmission nodes, links, storage, energy suppliers, cables, etc. It takes into account not only the elements in isolation but, especially important, their interrelation in the network topology and connectivity, being the topology itself a fundamental element of the overall security.

From the planner point of view special importance is given to this infrastructure layer as it has stronger requirements on the time anticipation for deployment. The number of processing nodes at a mature NGN is much lower than in a traditional PSTN and is one of the causes for savings in CAPEX and OPEX. Nevertheless, in order to maintain a proper level of survivability to the network and services, the design criteria cannot just be extrapolated from the current networks and very robust methods have to be applied at the following areas:

- High physical security at topological level with higher connectivity ratios and diversity paths for high capacity and wide influence network nodes
- High protection level for the energy supply in all key nodes with duplicated or triplicated sources of energy and diverse physical energy paths
- Design of large capacity routes and logical paths with high security criteria
- Design of high security and protected buildings for all involved elements and servers associated to key services

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- High level of protection for intrusion, hacking and security for accessibility to SSWs and key NGN resources considering that within IP all network interfaces are potential gates candidates for access to the control.

- **Service Security Layer :** Includes the individual services or service bundles provided to the customers such as VoIP, IPTV, IM, LBS, PtT or any combination of them. Those services are based on service delivery platforms and may be provided directly by the own operator or in combination with third parties. The fact that open service provision uses open interfaces or Application Program Interfaces (APIs) implies a new set of risks that have to be managed in strong relation with agreed trust relations among players.

Examples of the functionalities for the services layer that are subject to security assurance are: Call Admission Control (CAC) , Quality of Service (QoS) based information delivery, Policy-based call routing, Signaling protocol interworking, Reacting to network congestion, Policing SLAs, etc.

- **Applications Security Layer :** Takes into account all applications either directly used by customer services at the service provider, by third parties or by the operator itself in order to ensure a correct internal operation. Network elements considered here are all the Application Servers (AS), Data centres, Web servers, Presence based servers, Contact Centres, etc.

Security rules should apply to the many types of applications that are more critical as more degree of commonality in the network or higher impact on services and business. From the customer-service point of view, the following four classes are identified:

- Applications and servers for common functionalities to several services: Home Subscriber Server with User Profile Service Function with information on numbering addressing and user identification, Subscription Locator Function, etc.
- Applications and servers for common functionalities associated to the operational support: Charging and Billing, Traffic Measurement and Engineering, Performance control, Routing, Network Monitoring, Customer Care, etc.
- Applications and servers that are specific to the services like VoIP, IPTV, Mobile, PtS, IM, etc.
- Applications and servers related to third parties services like e-commerce, e-mail, conferencing, gaming, music download, alerts, etc.

Each layer acts as an enabler of security for the others and the security procedures at all layers require an evolution with the implementation phases of the NGN and IMS from current separated services to the integrated ones. Security mechanisms need to be working during the corresponding evolution from closed PSTN networks towards a pre-IMS or full IMS NGN scenarios that incorporate more powerful embedded procedures. Especially critical are the real time applications like VoIP or IPTV with stringent constraints on delay and jitter that should not be penalized in performance by the way in which procedures of security are implemented.

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#### 2.8.4. Trends towards convergence at different network dimensions

Once that an NGN is implemented at transit, local and access network segments, the convergence possibilities are extended to more domains than the conventional fixed and mobile services. The expected trends in convergence have the following dimensions:

- Convergence at *Network Technology* level in which synergies will be applied for all the network levels, hierarchies and geographical locations.
- Convergence at *User Terminals* or devices like mobiles, PDAs, GPS, etc. for all functionalities on communication, frequencies, protocols, control positioning, agenda, entertainment, etc.
- Convergence at *User Services* domains with the same functionalities across different network types like fixed, mobile, xLAN, satellite, etc.
- Convergence at *OSS* for all functions on SLA management, Measurements, Service activation, Service management, Quality/performance mgt, Invoicing, Billing, Customer care, Provisioning, Inventory, Application monitoring, etc.
- Convergence at *IT platforms*, Databases and enablers for SSWs, NM and OSS,

Economies of scale for higher customer density, purchasing volume, traffic grouping, system sizes and technology scalation are the main business drivers for the implementation of convergence at the previous identified dimensions.

#### 2.8.5. Planning inter-working and interoperability among domains

When multiple networks reach the NGN maturity stage, a number of inter-working principles have to be planned and designed to ensure the correct end to end operation. The operation of different networks either belonging to the same operator or to different operators is organized in management domains or set of network resources controlled by one management entity. Inter-working and interoperability apply to a given country, a region, an operator or a sub network with a given technological solution.

In order to ensure interoperability between NGN areas and administrative domains, a set of network capabilities have to be planned. Such network capabilities include:

- Converting and trans-coding the media traffic
- Static and dynamic routing configuration, policies and algorithms
- Conversion of name, number or address
- Signalling inter-working

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- Exchanging charging and billing information
- Exchanging user and terminal profiles
- Security policy and authentication

The planner has a new set of tasks to specify, locate, design, dimension, cost and optimize the following network interfaces, points and functionalities:

- Network inter-working points, points of presence, peering points, provider edges that have to be deployed at the networks edges with the corresponding functionality, location and dimensioning
- Admission control procedures for the traffic flow acceptance on the base of flow priority, demanded sustained bit rate, Quality of Service, available capacities, network routing algorithms and coordination between the origin based and destination based acceptance criteria.
- Management and filtering functionality across networks for the sensitive control and management information like security level, authentication, authorization, user profiling, non-repudiation, data confidentiality, communication security, data Integrity, availability, privacy, etc.
- Protocol inter-working or adaptation for the different types of traffic flows and the information required to be interchanged for services across domains. Support multiple transport stratum address inter-working scenarios, i.e. inter-working scenarios among different address domains, such as IPv4 and IPv6 address domains, public and private address domains.
- Charging information required for the multimedia services, either based on calls, number of events, information volume or sustained bit rate with a given quality.
- PSTN emulation and simulation functionality to complete calls with origin or destination in existing PSTN networks while maintaining the corresponding characteristics of end to end flows service capabilities and interfaces as well as to ensure service continuity respecting the end-user experience unchanged irrespective of the changing of the core network or the crossing among different network types.
- SLA and e2e QoS management functionality with all procedures to measure and control parameters defined at the SLA such as performance ratios, throughput, delays, packet loss probability, path availability, etc. that have to be coordinated among multiple domains in order to ensure the properties signed with the customers.

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The following diagram from the WG3 at the ITU Focused Group for NGN, provides a good reference configuration to illustrate the interconnection and interoperability points that have to be planned

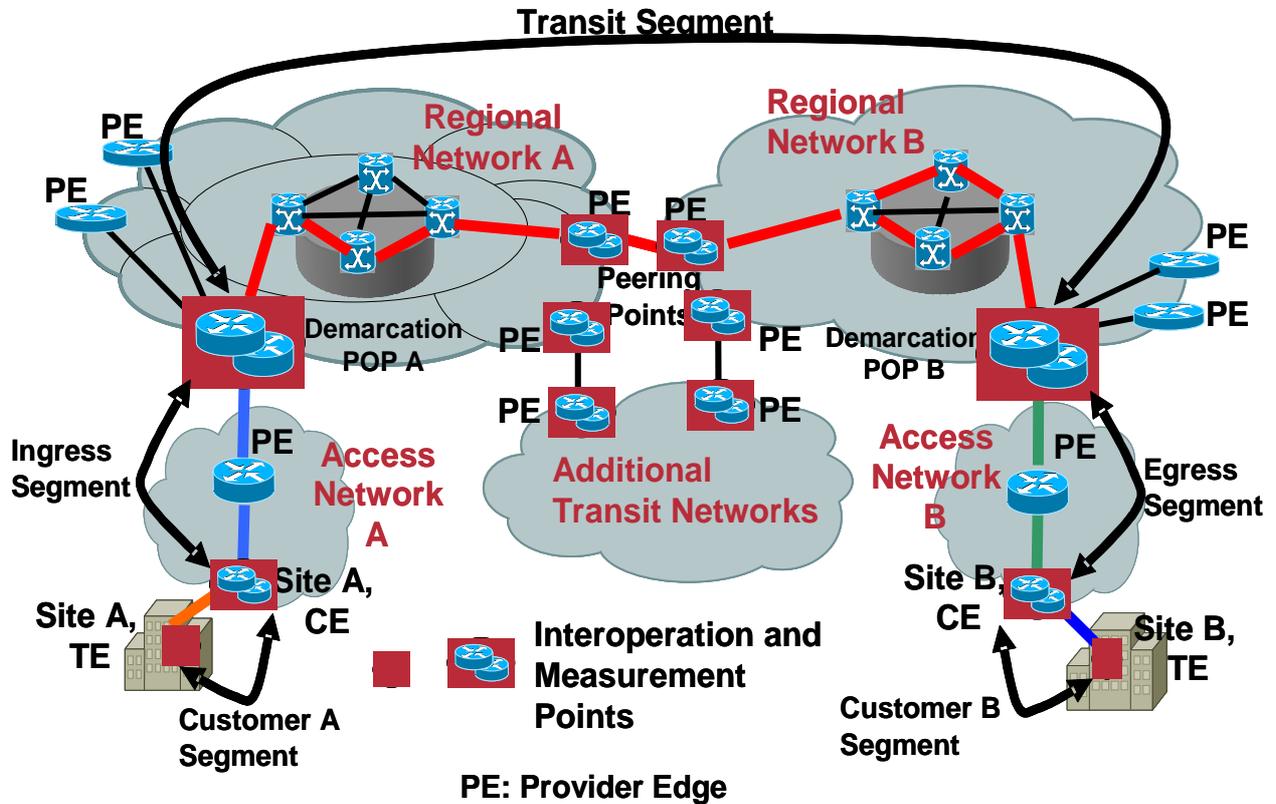


Fig: 2.8.2 Illustration of reference interoperation structure for NGN design by the ITU-FGNGN

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## 2.8.6. Quality of Service considerations

Quality of Service was a concept very well defined, modelled, quantified and measured for classical Telecom networks at ITU both at end to end user service level and at a network and system levels. When networks migrate towards multiservice multimedia services on IP mode, the complexity of quality description enlarges to more domains, parameters and concepts implying an increase of difficulty for definition, measurement and standardization. In addition several entities conceive the quality with different perspectives, as in ITU, ISO, IETF, ETSI, ETNO, etc.

For the point of view of a planner, it is not required to address all operational details but it is needed to focus more on the macroscopic parameters and values that impact on the network dimensioning and costing as those aspects are the ones that have to be quantified with anticipation for the decision making on architectures and business planning.

The variety of different definitions demonstrates the difficulties in assessing all aspects related to the term QoS either focussed on the network provider view or the customer perspective. Basically ITU-T is oriented towards an overall QoS description for the different services with two perspectives:

- Phases of the service life cycle to analyze like: service provision, service enhancement, service support, service connection, service billing, service management, etc.
- Criteria for the quality observation like: availability, accuracy, speed, security, reliability, etc.

It is important to understand that QoS differs from network performance. QoS is the outcome of the user's experience/perception in a global manner, while the network performance is determined by the performances of network elements one-by-one, or by the performance of the network as a whole. This means that the network performance may be used or not on an end-to-end basis. For example, access performance is usually separated from the core network performance in the operations of a single IP network, while Internet performance often reflects the combined NP of several autonomous networks.

Thus QoS is not only defined or determined by measures that can be expressed in technical terms (network performance parameters), but also by a subjective measure which is the user-perceived quality and his quality expectations. Then QoS has to take into account both:

- Customer view: QoS requirements and perception
- Service provider view: QoS offering and achievement

The combination of both views and their relationship forms the basis of a practical and effective management of service quality including the convergence of those perspectives. The views and definitions by ITU-T are taken into account in following sections as a framework for the needed considerations on quality. It has to be emphasized that standardization for quality in NGN context is in progress and a more complete vision will be available at the completion of current Working Groups.

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### 2.8.6.1 QoS parameter types

Quality of Service parameters characterize the quality level of a certain aspect of a service being offered, and ultimately the customer satisfaction. QoS parameters represent subjective and abstract user-perceived "quality" in terms of quantified values.

QoS parameters can be used by service providers to manage and improve how they offer their services, as well as by the customers (end users or partner providers) to ensure that they are getting the level of quality that they are paying for. They have now been used to support commercial contracts such as SLA (Service Level Agreement) formulation and verification. They are also used in call-minute trading, where price is determined by volume and quality grade.

#### - Objective and Subjective measurements

QoS parameters can be obtained from objective or subjective measurement methods. Objective QoS parameters are obtained from measurement of physical attributes of circuits, networks and signals. They are normally used as internal indicators for service quality characterization and improvement. The subjective QoS parameters are obtained by actually conducting well-designed customer opinion surveys. They are normally used as an external indicator, e.g. for customer relationship management.

#### -Primary and derived QoS

QoS metrics can be primary parameters that are determined by direct measurement of call characteristics or events, such as circuit noise, echo path loss, or signalling release cause. Alternatively, QoS metrics can be derived from a collection of primary parameters like Statistical calculation, opinion modelling based on measured parameters, opinion and equipment impairment factors, etc.

### 2.8.6.2 Survey of standardized QoS parameters

Conditions for a parameter to be effectively used as reference for QoS management are: the existence of QoS clear metrics, simplicity of use, proven accurate representations of customer perception, and commonly accepted as standards. This section provides a survey of existing QoS parameters/metrics and QoS class definitions.

#### **A – Call/session connection succes**

This metric relates to the issue of how successful the called party is reached for the requested session and provide definitions of the commonly used ASR (Answer-to-Seizure Ratio, the ratio of number of answered calls/sessions to number of seizures), and NER (Network Effectiveness Ratio) either for conventional networks or generalized for NGN IP based networks.

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## **B - Call/session connection delay**

This metric relates to the issue of how long is the waiting time to get to the called party or the call/session after the initial set-up request both for conventional circuit-switched networks and generalized for NGN IP based networks.

## **C - Conversation and voice quality**

This metric relates to the issue of how satisfactory the conversation quality or voice quality is during the call. Conversation or voice quality can be affected by parameters such as noise, echo, speaking volume, transmission delay, and impairments due to voice compression, packet loss, and jitter. The following models are being used:

### *- Subjective evaluation*

The most direct way to assess voice quality is via subjective evaluation using human subjects. ITU-T Recommendations provide specifications on a 5-point Mean Opinion Score (MOS) for voice quality assessment (1 = bad, 2 = poor, 3 = fair, 4 = good, 5 = excellent). While subjective evaluation produces results reflecting user perception, it is however costly, timing-consuming and difficult to carry out, particularly in operations. Objective evaluation techniques are therefore employed to estimate user-perceived MOS using signal-based or parameter-based psycho-acoustic models.

### *- INMD measurement*

In-service Non-intrusive Measurement Device Voice Service Measurement defines the scope of measurement and accuracy objective of voice grade parameters such as speech level, noise level, echo path loss and echo path delay, based on non-intrusive monitoring of live calls.

### *- The E-model*

The E-model, A Computational Model for Use in Transmission Planning gives the algorithm for the so-called E-model as the common ITU-T Transmission Rating Mode for assessing the combined effects of variations in several transmission parameters that affect conversational quality of 3.1 kHz handset telephony. The primary output of the model is a scalar rating of transmission quality but this can be transformed to give estimates of customer opinion. A major feature of this model is the use of transmission impairment factors that reflect the effects of modern signal processing devices. The E-model requires the knowledge of the end-to-end configuration, i.e. networks and terminals, and is intended for network planning purposes.

The transmission quality is calculated taking into account the basic signal-to-noise ratio, including noise sources such as circuit noise and room noise, the impairments caused by delay and the effective equipment impairment factor representing impairments caused by low bit rate codecs. It also includes impairment due to packet-losses of random distribution.

### *- PESQ*

Perceptual evaluation of speech quality provides a standardized signal-based psycho-acoustic model (PESQ) to obtain predictions of user-perceived speech quality using an intrusive test-call approach. PESQ, which is a one-way listening model, attempts to generate a prediction of user-perceived MOS by comparing the transmitted reference

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speech signal and the received degraded signal. The model takes into account impairment effects due to voice compression and IP network parameters (e.g. jitter and packet loss), in addition to conventional circuit-switched network impairments such as noise and echo. As it is a one-way listening model, the effect of absolute transmission delay is not included.

### ***D - Video transmission quality***

Video quality has additional complexity due to the image and visual effects that are treated as subjective evaluation in a 5-grade scale (1 to 5) for both quality-based (bad to excellent) and impairment-based (imperceptible to very-annoying) assessment of television signal quality.

### ***E - IP network performance parameters***

ITU-T Rec. Y.1540 defines network parameters that may be used in specifying and assessing IP network performance. They are applicable to network segments or end-to-end connections. The most common defined metrics include the commonly used parameters:

- IPTD (IP Packet Transfer Delay),
- IPDV (IP Packet Delay Variation, or jitter),
- IPLR (IP Packet Loss Ratio), and
- IPER (IP Packet Error Ratio).

These network performance parameters together with the associated target values for different QoS classes are useful for supporting SLA management at the wholesale level as well as at the end-user level.

#### ***2.8.6.3 QoS classes and performance objectives***

In order to facilitate QoS management for service and business applications, different classes of QoS have been defined either for different service types, or the same service type but different price brackets. Performance targets can be specified for each QoS class in terms of the value ranges of pertinent QoS metrics. The following are examples of QoS class definitions provided by standardization organizations.

##### **- VoIP QoS classes**

VoIP QoS classes are defined by levels according overall parameters such as transmission rating R-factor, speech quality (equivalents of known voice-codec quality) and end-to-end delay. The result is a 4 level class as (4 = high, 3 = medium, 2 = acceptable, and 1 = best-effort/no-guarantee) that are used for the negotiation of the SLAs and the network capacity dimensioning

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- Guidance for IP QoS classes

ITU-T defines six IP QoS classes based on applications, node mechanisms and network techniques:

**Table 2.8.6.1 – Guidance for IP QoS classes**

QoS class	Applications (examples)	Node mechanisms	Network techniques
0	Real-time, jitter sensitive, high interaction (VoIP, VTC)	Separate queue with preferential servicing, Traffic grooming	Constrained routing and distances
1	Real-time, jitter sensitive, interactive (VoIP, VTC).		Less constrained routing and distances
2	Transaction data, highly interactive (signalling)	Separate queue, drop priority	Constrained routing and distances
3	Transaction data, interactive		Less constrained routing and distances
4	Low loss only (short transactions, bulk data, video streaming)	Long queue, drop priority	Any route/path
5	Traditional applications of default IP networks	Separate queue, lowest priority	Any route/path

For each QoS class, IP network-performance objectives are defined in terms of value ranges (upper bound) of measured IP network parameters: IPTD, IPDV, IPLR and IPER. Because this guidance is specified from the network perspective, it is particularly useful for SLA support at the wholesale level (between service providers), where end-users' perception may not be directly measurable.

- End-user multimedia QoS categories

ITU-T specifies different multimedia QoS categories from the end-user's perspective. Performance considerations are addressed in terms of three parameters (delay, delay variation, and information loss) for different service applications, including:

- **Audio:** Conversational voice, voice messaging, high-quality streaming audio
- **Video:** Videophone, one-way video
- **Data:** Web-browsing (HTML), bulk data transfer/retrieval, transaction (e-commerce), command/control, still image, interactive games, Telnet, e-mail (server access), e-mail (server-to-server transfer), data low-priority transactions, etc.

- Speech transmission quality

ITU-T defines five categories of speech transmission quality that can be used as guidance in establishing different speech transmission quality levels in telecommunications networks. The definitions provided are independent of any specific technology that may be used in different types of network scenarios under consideration.

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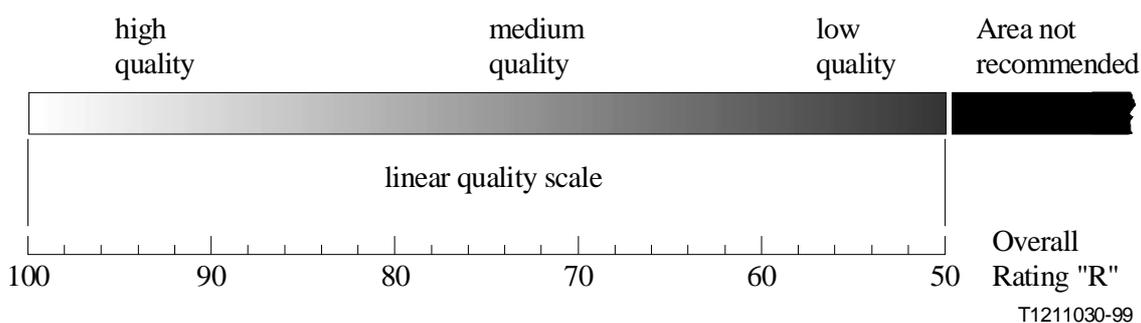
Based on the primary output of the E-model, the Transmission Rating Factor, R provides the following definitions of the categories of speech transmission quality in terms of ranges of Transmission Rating Factor R. Also provided are descriptions of "User satisfaction" for each category.

There are procedures to relate R values with other quality parameters like MOS and values lower than 50 are not recommended for any case.

**Table 2.8.6.2 – Definition of categories of speech transmission quality**

R-value range	Speech transmission quality category	User satisfaction
$90 \leq R < 100$	Best	Very satisfied
$80 \leq R < 90$	High	Satisfied
$70 \leq R < 80$	Medium	Some users dissatisfied
$60 \leq R < 70$	Low	Many users dissatisfied
$50 \leq R < 60$	Poor	Nearly all users dissatisfied

The R-value is a measure of a quality perception to be expected by the average user when communicating via the connection under consideration: quality is a subjective judgment such that assignments cannot be made to an exact boundary between different ranges of the whole quality scale. Rather, the quantitative terms should be viewed as a continuum of perceived speech transmission quality varying from high quality through medium values to a low quality as illustrated in the following Figure.



**Figure 2.8.6.1 – Judgment of a connection on a linear quality scale**

#### 2.8.6.4 Service Level Agreement (SLA)

Due to the higher complexity for quality agreements among related entities motivated by the new parameters, the lack of history of new services and the provisional status of the ongoing

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standardization process, it becomes essential to exploit the capabilities of the SLAs in order to ensure the appropriate end to end quality across the different service or content providers involved in the provision of a given service.

A *Service Level Agreement* is a formal agreement between two or more entities that is reached after negotiation aiming to define service characteristics, responsibilities and priorities of the involved parties. An SLA may include statements about performance, billing, service delivery but also legal and economic issues.

The part of the SLA which refers to QoS is called a *QoS Agreement* and includes a formal programme mutually agreed by the two entities for choosing, measuring and monitoring QoS parameters. The goal is to reach the QoS agreed upon with the end-user and thus obtain the end-user's satisfaction. Although the definition of a SLA is a bilateral negotiation between the signing entities, from the QoS point of view it should consider at least the description of subsystem or interface for observation, the characterization of traffic flows, the selected QoS parameters with related objectives, the measurement procedures with observation time periods and the related corrective actions when deviations are detected.

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## Chapter 3 – Service definition and forecasting

A new pleyade of services is being incorporated to the traditional ones in the domain of voice, data and video due to the capabilities offered by the new technologies and the users demand in the information society.

In addition to the multimedia type of new services, it makes sense at the same time to specifically see how the availability of basic telecommunication services can be secured and means for extending their reach cost-efficiently, as it is seen that telecommunication services in the coming ears increasingly become available also to those (numerous) people who have so far lived outside service coverage, or have not afforded such services, and are now becoming the next billion of cost-conscious telecom services users.

The chapter addresses the needed modelling and characterization of services that is required for the planning activities.

### 3.1. *Customer segments*

**3.1.1. Per socio-economical category: LE, SME, SOHO, Business, High-end residential, Low-end residential, etc.**

**3.1.2. Per consumption level: stratified per consumption unit (time, events, information volume)**

**3.1.3. Per type of end user class (innovators, followers, lazars, addicts, etc.)**

### 3.2. *Services definition and characterization. Categories*

**3.2.1. Service definition as voice, data, video, etc.**

Service requirements:

- bring services to customers in a way that is
  - in accordance with the trend to separate the roles of Service Providers, Network Providers, Content Providers
  - future-proof (easy incorporation of new services and network technologies)
- support levels of QoS in terms of delay, jitter, loss, reliability, availability
- support security
- faster access - where is the bottleneck? ... and is the problem really speed or prioritization?
- be simpler/cheaper to operate/maintain/manage

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Next Generation Service Architecture will support a wide variety of services. Introduction of a variety of new services and applications will be possible because of the open interfaces that are typical for NGN.

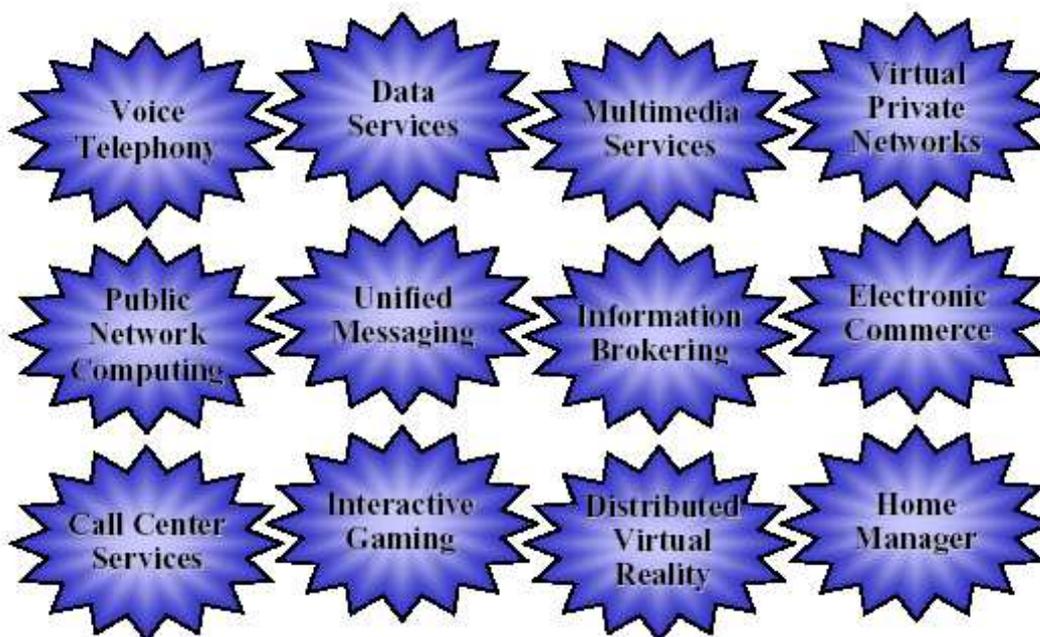


Figure 3.0. Possible grouping of Next Generation Services

**Voice Telephony** – NGN will likely need to support various existing voice telephony services (e.g., Call Waiting, Call Forwarding, 3-Way Calling). Rather, it will initially focus on the most marketable voice telephony features.

**Data (Connectivity) Services** – Allows for the real-time establishment of connectivity between endpoints, along with various value-added features (e.g., bandwidth-on-demand, bandwidth management/call admission control).

**Multimedia Services** – Allows multiple parties to interact using voice, video, and/or data. This allows customers to converse with each other while displaying visual information.

**Virtual Private Networks (VPNs)** – allowing large, geographically dispersed organizations to combine their existing private networks with portions of the PSTN, thus providing subscribers with uniform dialing capabilities. Data VPNs provide added security and networking features that allow customers to use a shared IP network as a VPN.

**Public Network Computing (PNC)** – Provides public network-based computing services for businesses and consumers. For example, the public network provider could provide generic processing and storage capabilities (e.g., to host a web page, store/maintain/backup data files, or run a computing application).

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**Unified Messaging** – Supports the delivery of voice mail, email, fax mail, and pages through common interfaces, independent of the means of access (i.e., wireline or mobile phone, computer, or wireless data device).

**Information Brokering** – Involves advertising, finding, and providing information to match consumers with providers. For example, consumers could receive information based on pre-specified criteria or based on personal preferences and behaviour patterns.

**E-Commerce** – Allows consumers to purchase goods and services electronically over the network. Home banking and home shopping fall into this category of services.

**Call Centre Services** – A subscriber could place a call to a call centre agent by clicking on a Web page (the agent could be located anywhere, even at home - virtual call centres). Agents would have electronic access to customer, catalogue, stock, and ordering information, which could be transmitted back and forth between the customer and the agent.

**Interactive gaming** – Offers consumers a way to meet online and establish interactive gaming sessions (e.g., video games).

**Distributed Virtual Reality** – Refers to technologically generated representations of real world events, people, places, experiences, etc., in which the participants in and providers of the virtual experience are physically distributed.

**Home Manager** – With the advent of in-home networking and intelligent appliances, these services could monitor and control home security systems, energy systems, home entertainment systems, and other home appliances.

The classification on the 12 categories covers most of the services spectrum and could be subdivide into specific services if needed more detail.

VIDEO distribution services could form a category by itself due to the high importance in demend, traffic, revenues, etc or alternatively mentioned in an explicit way to know in which category they are.

### 3.2.2. Service characterization by traffic, bandwidth, etc.

### 3.3. Services mapping to customer segment

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### **3.4. Service forecasting per segment**

Earlier, fixed lines were the way to build telecom services.. Today, the mobile has become also choice in increasing welfare by telecommunication services.

Voice and simple messaging services have become a key element in increasing the welfare of both society and the individual. However, these basic telecommunications services have so far been too expensive to afford, or have not been available at all for those most in need. Moreover, the current business models and cost levels of telecommunication operators are not sufficient to support extending the availability of basic communication services as widely as demanded, but this can be changed..

Affordability and cost of service are clear drivers for the new mobile end-user segments. This requires new thinking in business practices and initial network planning, right through to network operations and maintenance. Many operators are already active in the new user segments. Also, other industry players are recognising the opportunity.

Regulators — both on trade and technology — are in a focal role to define if the telecommunication services are to be made available for wider part of the population than today, contributing to regional development.

For the operators there is no single set of applicable rules for cost reduction. The key areas requiring attention naturally are how to reduce operational expenditure (OPEX) and capital expenditure (CAPEX), minimise average cost per user (ACPU), and enable profitable business from segments with low average revenue per user (ARPU).

The industry believes that lowering the total cost of ownership for consumers — for the benefit of also entry-level segment — will create growth opportunities in low mobile penetration markets.

Basic telecommunications as catalyst for improving welfare

#### **Basic telecommunication services**

Basic telecommunication services are defined primarily as voice and simple messaging to other users of telecommunication services on a national scope. They can also include basic data communication services enabling the use of e-mail and access to the Internet. The availability of these services is a significant contributor to the development of local and national economies, including the health of people, education, social contacts, and supporting the government in their effort to serve the nation in the best possible manner.

#### **Focus has shifted to mobile telecommunications**

Until the past decade, the implementation of such services was dependent on the availability of the fixed telephony infrastructure, with limited ability to expand these services to previously unanticipated volumes of new subscribers.

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Since then, the provision of basic telecommunication services through mobile telephony has changed both the affordability and expandability of the service. What used to be considered as luxury has become a justified commodity in a majority of countries.

However, as the deployment of the mobile telephony infrastructure has taken place through commercial implementation of the services, the service has initially only been made available where the local domestic economy results in individuals with sufficient wealth for these services, i.e. primarily in cities and urban areas.

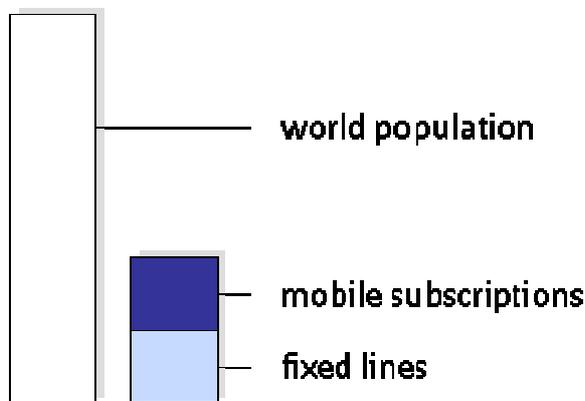
### **Lack of telecommunications facilities both in urban and rural areas**

The resulting lack of service coverage has so far ensured basic telephony services are unavailable to a significant number of people in some of the more rural areas, where the common challenges of life would favour a wireless telecommunications solution the most.

In addition to the rural areas, basic telephony services are still considered to be inaccessible for large numbers of people living in cities, or around them, either due to a lack of fixed telephone lines, because significant expansions of the existing wireline infrastructure are laborious and time-taking, or because they are not able to afford subscribing to telephone services.

### **MAJORITY OF NEW TELECOMMUNICATION SERVICE USERS IN THE COMING TIMES WILL COME FROM THE ENTRY SEGMENT**

For the 6.4 billion people in the world, there are currently 2.2 billion telephone lines (fixed lines and mobile subscriptions altogether).



**Figure 3.1. World population and number of telephone lines**

Mobile lines have been estimated to have surpassed the number of fixed lines in the year 2002, as the more flexible and economic way of building new telephony services.

It is characteristic of the telephone services that their availability is unevenly distributed globally; in some countries telephone penetration already exceeds 100%, whereas in some countries the lack of any basic communication services is severe.

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**Table 3.1. Population and telephone line statistics examples (from 1998-2002)**

Country	Population (millions)	Fixed + cellular lines (millions)	Population minus number of telecom lines (millions)
India	1046	36	1010
China	1284	327	957
Indonesia	231	15	216
Pakistan	148	4	143
Bangladesh	133	1	132
Nigeria	130	2	128
Brazil	176	48	128
Russia	145	44	101

From a service provider's view, the very high number of such potential subscribers can compensate for the limited revenue potential of these new subscribers. By improving their internal efficiency and business support processes, several operators, e.g. in India and the Philippines, are creating a profitable business case out of this new subscriber potential through solutions such as prepaid and short messaging.

As global telecomms penetration is expected to double during this decade, there will no longer be such strong growth in many of the countries with established telecommunications services, the subscriptions in most of the new growth market countries will increase many-fold, creating a challenge for the telecommunication operators in those countries.

While limited availability of service is a key limitation to growth, the clear driver for wide adoption of telecommunication services beyond the current subscribers is the cost level seen by the end-user, including acquisition of a suitable phone, the subscription, and the cost of actual usage. The recipe for increasing affordability of the offering is formed as a sum of multiple contributors:

- operators are contributing by extending their reach in distribution and lowering their overall cost per subscriber, thus enabling themselves to provide more affordable services to end-users on a profitable basis
- telecommunication vendors are contributing by trying to find ways to produce more cost-effective products, with minimized logistics and distribution costs
- in general, governments have contributed by enabling competition on the market (to drive the cost levels down), and re-grading telecommunication products and services into basic rather than luxury items in taxation and duties.

### 3.4.1. Forecasting methods

The forecasting methods could be divided in the following generalized groups:

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- Time trend forecasting methods – it is assumed that development will follow a curve which has been fitted to existing historical data
- Explicit relationships between demand and various determining factors – basic assumption is that these will remain the same in the future
- Comparing various steps of telecommunication development – it is assumed that the less-developed country (or area) will develop to the level of the more developed one
- Personal (subjective) judgment in the forecast – the future will resemble the person’s previous knowledge and experience of past developments

As one example the Logistic model from the time trend forecasting methods is presented.

In the Logistic model (Fig. 3.4.1) the development is supposed to follow a curve which first accelerates, then passes a point of inflection, and finally the development slows down and approaches an asymptote, the “saturation level”, or “the maximum density”.

That model fits very well with change in time of the density of group of customers from a customer class, populated place, region, etc.,

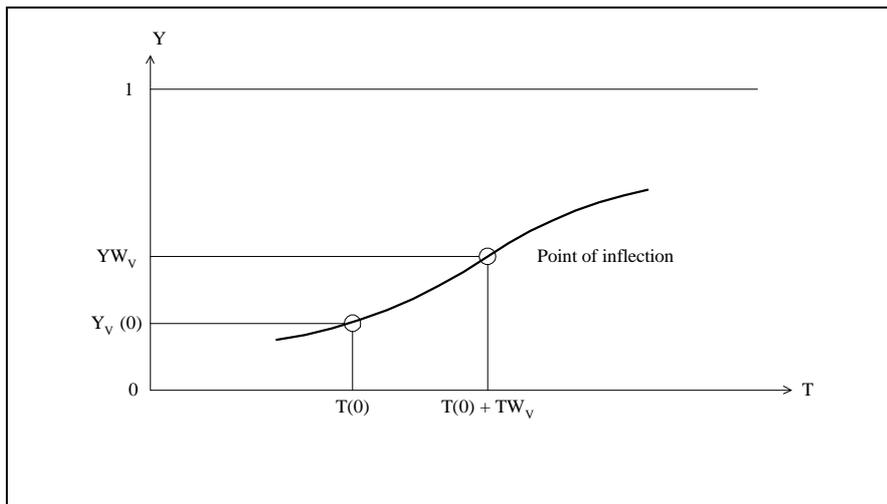


Fig 3.4.1. Forecasting methods- Logistic model

Mathematical expression for the Logistic model function  $Y_V$  and corresponding density calculation  $D_V$  is:

$$D_V = Y_V \cdot DMAX_V$$

$$Y_V = \frac{1}{\left(1 + e^{-C_V(T-T_0)}\right)^{1/M_V}}$$

To define the Logistic function is sufficient to know two points from the curve and the saturation value. The two points could be present number of customers and number of customers in some past moment, e.g. one year ago.

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Practically is better to perform forecast with the Logistic model on the customer's density, as far as saturation on the density is a clear parameter (e.g. one access point per household), whilst saturation on the customers varies with the time (e.g. population changes with the time).

### 3.4.2 Demand forecasting per site and per area

A **site** presents group of customers/subscribers, concentrated in one point (one town, village, group of houses, etc.) or location of large business, which will be connected by one link (e.g. business center connected by optical fiber).

Site is typical model for customers from villages and small towns in rural regions or for large business locations in cities.

If site model is used customer densities are defined per site or the site presents one access point.

Also each site is described with a specified mix between different categories of customers.

The site model could be related to Graph model (Fig. 3.4.2) with customers in the nodes of the graph and arcs of the graph representing geographical distances.

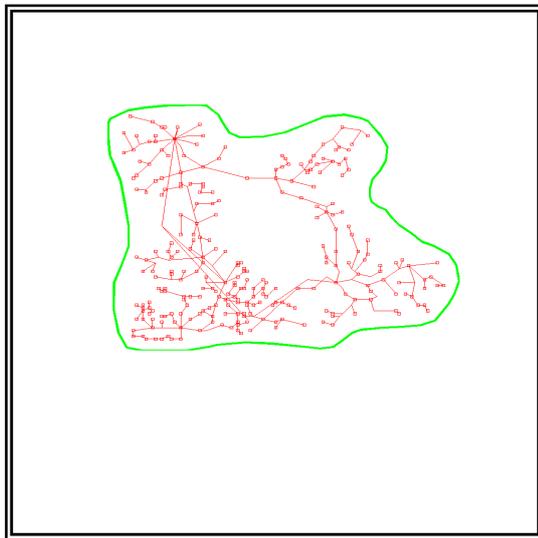


Fig 3.4.2. Forecasting per site

An **area** presents group of customers/subscribers, homogeneously distributed in a geographical area (group of buildings, houses, etc.).

They can be just a few or a substantial number depending upon the studied region and the desired precision.

It is typical model for metropolitan zones (Fig 3.4.3), where in the suburbs areas could be quite big (e.g. one residential district) but in the center they are much smaller (e.g. just one administrative building).

If area model is used customer densities are defined per area, e.g. per square kilometre.

Also each area is described with a specific mix between different categories of customers.

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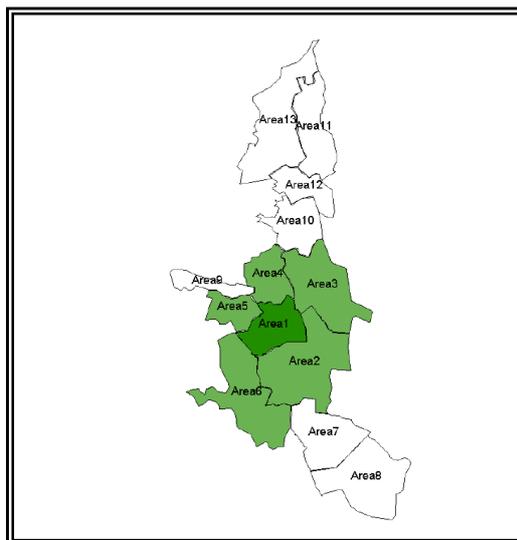


Fig 3.4.3. Forecastung per area

### 3.5. *Service bundling*

Service bundling is the packaging of a number of services together in such way that the price of the bundle is less than the price of the individual services or smaller bundled packages of those services.

### 3.6. *Service security*

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## Chapter 4 – Traffic characterization

Traditionally demand is expressed as calls generated by the users and their traffic characteristics as holding times and statistical distribution laws. At the starting times of teletraffic theory, calls were carried out in circuit mode and no further insights were needed on the call content. A well established theory, set of models and engineering procedures were developed and applied by research communities, the ITU, operators, manufacturers and forums like the International Teletraffic Congress (ITC).

### 4.0 Multilevel Traffic modelling for NGN

With the advent of new technologies and specially the packet mode and the IP traffic, the demand flows have different related levels and units such as: “calls”, sessions, flows, packets and bits that requires to extend the traffic characterization to all that levels and to incorporate more parameters.

The following diagram illustrates the concatenated representation in a hierarchical manner of the different traffic elements in an IP mode multimedia service like appears in an NGN environment.



Fig. 4.0.1 Multilevel modelling for “call” driven communications generating traffic in NGN

All the fundamental statistical models within teletraffic are applicable to the four mentioned levels but with different distribution laws for arrival and holding times as a function of the service type, information content, protocol used (like TCP) and interactions of the flow sharing systems within the network. In a global view we may speak of traffic of “calls”, traffic of sessions, traffic of flows, traffic of packets and finally traffic of bits at the transmission layer. Term “call” here is a generalization of the classical term as an attempt to establish any type of communication.

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Variety of service types generate a wide range of characteristics: from very short “calls” like in an SMS with single session and single message to complex “calls” for multimedia services with several sessions and multiple parallel flows or long “calls” for video with high volume of information. First three levels (“calls” sessions and flows) are basic for the dimensioning of control and management related network resources like Servers, processors and IMS associated elements while level 4: Packets and Bits are fundamental for dimensioning of routers, paths and links.

From recent research activities we may assume that the arrival laws for the first three levels may follow independent distribution functions (i.e.: of Poissonian type) due to the fact that are originated by random (or quasi random) user decisions while at the packet level trains of packets are generated in bursts by the protocol used and the bandwidth sharing mechanisms, so a dependency among consecutive arrivals has to be considered and different models are required.

The multiplicity of service types gives origin to a high number of traffic flows in the network due to the type of content and also to the different requirements on Quality of Service. In principle each service type may be modelled with a specific set of arrival laws, holding times and correlations among packets, so individual service associated network resources need to use that specific service characterization. At the macroscopic network view and in order to simplify treatment at aggregated level those services are grouped into classes by similarity or rules in order to allow for a practical engineering process.

Combining traffic flows behaviour and type of QoS constraints the following main traffic classes are recommended for the modelling at network level:

- **Class 1 - QoS constant stream:** bandwidth transmission at a constant speed with a specified delivery and jitter (ie: leased lines, video distribution)
- **Class 2- QoS variable stream :** bandwidth transmission at a variable speed derived from a user information and coding algorithm which requires guaranteed quality and specified packet delay and jitter (ie: VoIP, Video streaming, audio streaming, etc.)
- **Class 3 - QoS elastic:** bandwidth transmission at a variable speed without jitter restrictions and asynchronous delivery (ie: browsing, file transfer, mail, UMS, etc.)

Each of that traffic flow-quality classes may receive a specific modelling for service aggregation of the same class that facilitates derivation of traffic matrices and dimensioning of resources for specified performance. Erlang-Multirate traffic models are recommended for the QoS stream class and “processor sharing” models are recommended for the QoS elastic class. Additionally, subclasses may be differentiated when priority differentiation is applied at management applications.

For the network evolution towards NGN the classical models will coexist in a long period with the new ones in the full IP mode. In which follows, a summary is provided for the well establish procedures for circuit and packet modes being applied today and those generic models also applicable to current installed networks. For a continuous update on new models and procedures refer to the evolution and publications within the ITC community.

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#### 4.1. Traffic units for service characterization

In teletraffic theory the word *traffic* is used to denote the traffic intensity, i.e. traffic per time unit [4.1].

##### 4.1.1. Traffic in Erlang

**Definition of Traffic Intensity:** The instantaneous traffic intensity in a pool of resources is the number of busy resources at a given instant of time.

The pool of resources may be a group of servers, e.g. trunk lines. The statistical moments of the traffic intensity may be calculated for a given period of time  $T$ . For the mean traffic intensity we get:

$$Y(T) = \frac{1}{T} \cdot \int_0^T n(t) dt.$$

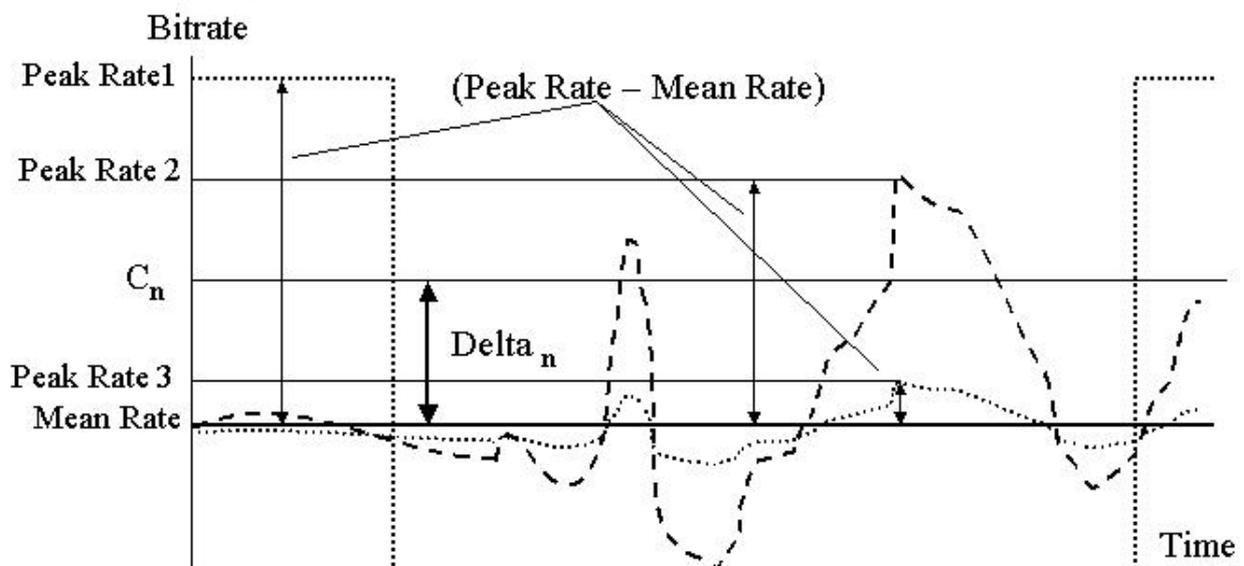
where  $n(t)$  denotes the number of occupied devices at the time  $t$ .

**Carried traffic  $Y = Ac$ :** This is the traffic carried by the group of servers during the time interval  $T$ . In applications, the term traffic intensity usually has the meaning of average traffic intensity. The unit usually used for traffic intensity is *erlang* (symbol  $E$ ).

##### 4.1.2. Bit rate – Mean rate, Pick rate

In a bit stream, the number of bits occurring per unit [time](#), usually expressed in bits per second is called bit rate (BR).

Fig. 4.1.1. shows three different cases of bit streams with different variations of the bitrate.



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Fig. 4.1.1 Cases of bit streams with different variations

The mean rate is for all 3 cases the same. The peak rates and thus the terms (Peak Rate – Mean Rate) are significantly different.

The effective bit rates or capacities  $C_n$  ( $C_1, C_2, C_3$ ), which must be allocated is the Mean Rate plus a Delta, depending on (Peak Rate – Mean Rate),  $H$  (Hurst) and the Buffer Size  $B$ .

#### 4.1.3. Total traffic, present of service

The total originating and terminating traffic is relatively easy to be calculated and forecasted, as far as it is proportional to the number of customers/subscribers and the average calling rate/traffic per subscriber.

Usually the originating and terminating traffic per subscriber is measured and known. Also the percentage of the outgoing/incoming long-distance, national or international traffic may be known.

A more precise traffic study will include not only the traffic per subscriber, but also traffic per each service used by a subscriber from a customer group.

For example, if VoIP service is presented, the required bit rate is specified and a VoIP matrix is created. The VoIP matrix contains the numbers of subscribers using this service simultaneously.

#### 4.1.4. Service and degree of usage

### 4.2. Reference periods for dimensioning

**Busy Hour:** The highest traffic does not occur at same time every day. We define the concept *time consistent busy hour*, *TCBH* as those 60 minutes (determined with an accuracy of, e.g. 15 minutes) which during a long period on the average has the highest traffic.

It may therefore some days happen that the traffic during the *busiest hour* is larger than the time consistent busy hour, but on the average over several days, the busy hour traffic will be the largest.

We also distinguish between busy hour for the total telecommunication system, for one node, e.g. exchange or router, and for a single group of servers (link), e.g. a trunk group. Certain links may have a busy hour outside the busy hour for the node (e.g. trunk groups for voice calls to the USA).

In practice, for measurements of traffic, dimensioning, and other aspects it is an advantage to have a predetermined well-defined busy hour.

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### 4.3. Traffic aggregation process

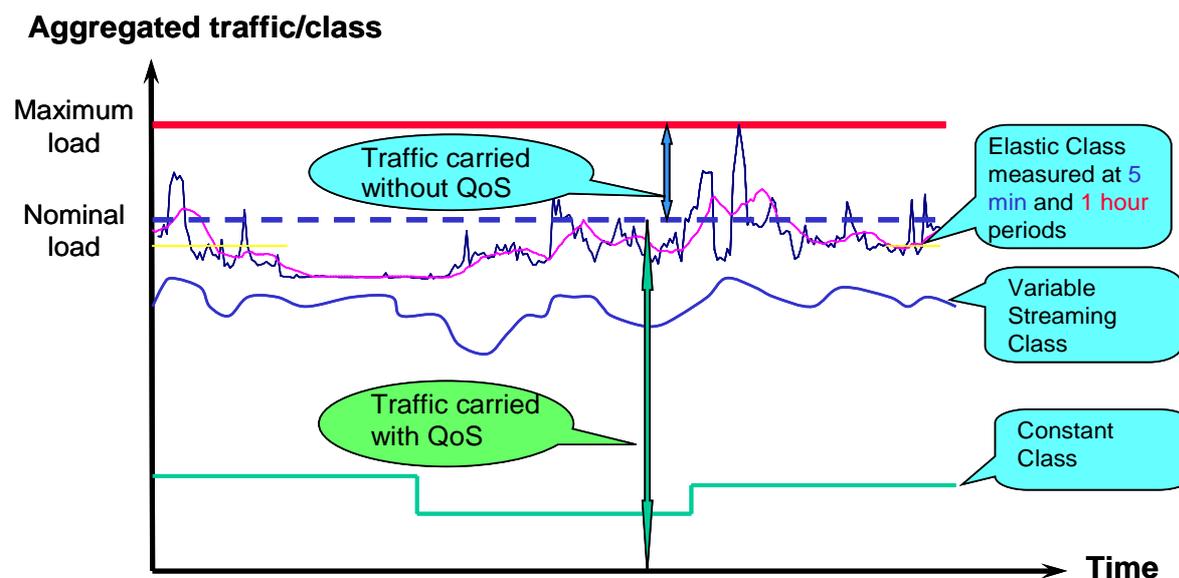
Traffic aggregation process assumes sub summation of different flows sharing the same identifier (may be additional) across a common path in the network. Thus if only this identifier is used to switch traffic through the network, the flows inside an aggregate are not distinguishable any more.

Some well-known advantages of aggregation – especially in the case of architectures that keep flow states (like ATM and MPLS) – are reduced time and space requirements in core nodes and multiplexing gain for bandwidth and buffer.

At the network planning and design phases it is impractical to consider the degree of detail derived from each of the myriad of services coexisting in the network. When dimensioning the different network segments like edge and core, traffic flows are aggregated by affinity of treatment in the dimensioning formulas as proposed in section 4.0.

In order to maintain consistency in the aggregation process the same observation period should be used both for measurements and dimensioning. In that case the busy period is the one corresponding to the aggregated multiservice flows and is not necessarily coincident to the busy periods of individual single services

As in the all IP mode the elementary traffic unit to be processed is the packet that has a much shorter holding time than a traditional call, the duration of that busy period should be redefined in order to ensure a good statistical significance of the measurements and , in consequence, should be shorter than the well established “busy hour”. Although no standard has been agreed up to now, several recommendations are proposing 5 minutes as the adequate “IP busy period” to be long enough to ensure significance of the measurement avoiding transitory fluctuations and short enough in order to avoid inadequate averaging with negative effects due to an impact on under dimensioning.



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Fig. 4.3.1 Illustration of aggregated loads per QoS class

In the figure 4.3.1 it is represented a typical load evolution case through time when considering the priority assignment per aggregated traffic class with lower priority to the elastic type. This scenario, will handle all traffic classes with the corresponding QoS when demand is lower than the Nominal Load (load at which performance parameters are satisfying the carrier class SLAs). Elastic traffics over that level are carried without that specific QoS. In other scenarios in which the variable streaming class will surpass that nominal load, traffic of corresponding services will not satisfy required quality and will be lost or out of compliance.

For the set of resources dimensioned with a bandwidth capacity like links, paths, interconnection points, etc., it is desirable to use a unified traffic unit in a time consistent busy period like the one proposed of 5 minutes. For each defined class at section 4.0, the following unit is proposed:

- Equivalent Sustained Bit Rate (ESBR) or aggregated equivalent rate able to sustain a specified QoS for a given service class during a common reference busy period (i.e. 5 minutes).
- For a collection of services and customer types, the aggregated traffic will be computed as a weighted average of the services (i) at the considered QoS class and customer type (j) at each network element:  $\sum_i \sum_j \text{ESBR}_{ij}$ .

That unit could be used as an element for unified traffic engineering in order to build the demand traffic matrices and through the different network segments and especially at the interconnection points either between domains of a network or between different networks at national or international level. For the planner and the network designer, this unit and traffic matrices would serve to ensure a consistent procedure in the multiclass evaluation process referred at the section 2.8.1.

#### 4.4. Traffic profiles

The teletraffic varies according to the activity in the society. The teletraffic is generated by single sources, subscribers, who normally make telephone calls independently of each other. A investigation of the traffic variations shows that it is partly of a stochastic nature partly of a deterministic nature. Fig. 4.4.1 shows the variation in the number of calls on a Monday morning. By comparing several days we can recognize a deterministic curve with superposed stochastic variations.

During a 24 hours period the traffic typically looks as shown in Fig. 4.4.2. The first peak is caused by business subscribers at the beginning of the working hours in the morning, possibly calls postponed from the day before. Around 12 o'clock it is lunch, and in the afternoon there is a certain activity again.

Around 19 o'clock there is a new peak caused by private calls and a possible reduction in rates after 19.30. The mutual size of the peaks depends among other thing upon whether the exchange is located in a typical residential area or in a business area. They also depend upon which type of traffic we look at. If we consider the traffic between Europe and e.g. USA most calls takes place in the late afternoon because of the time difference.

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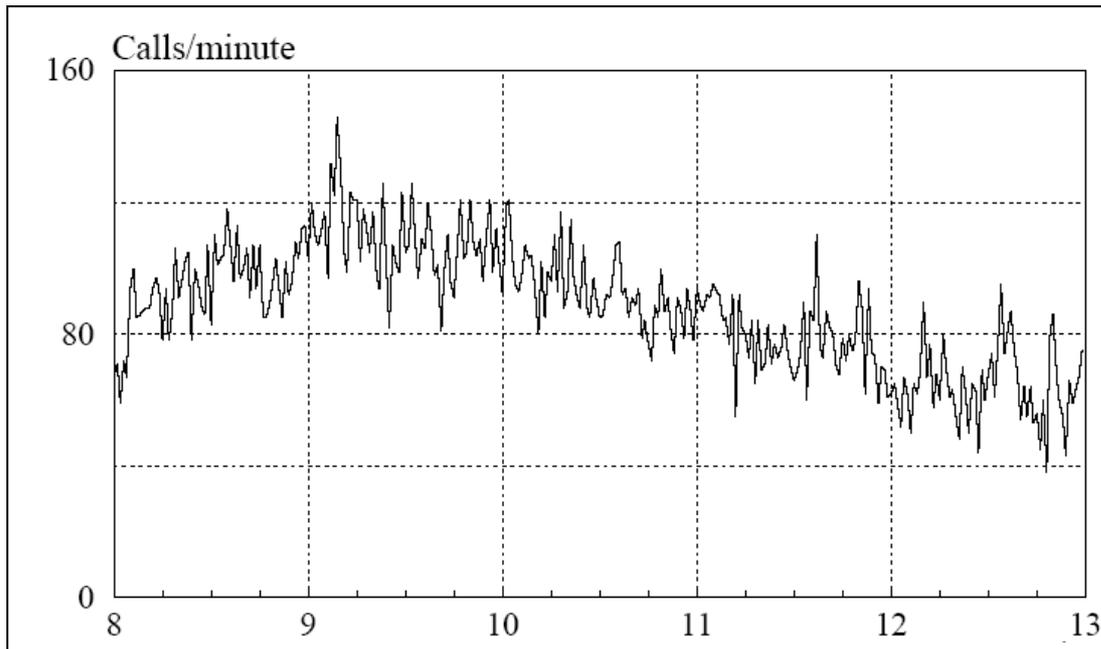


Fig. 4.4.1 Variation in the number of calls on a Monday morning

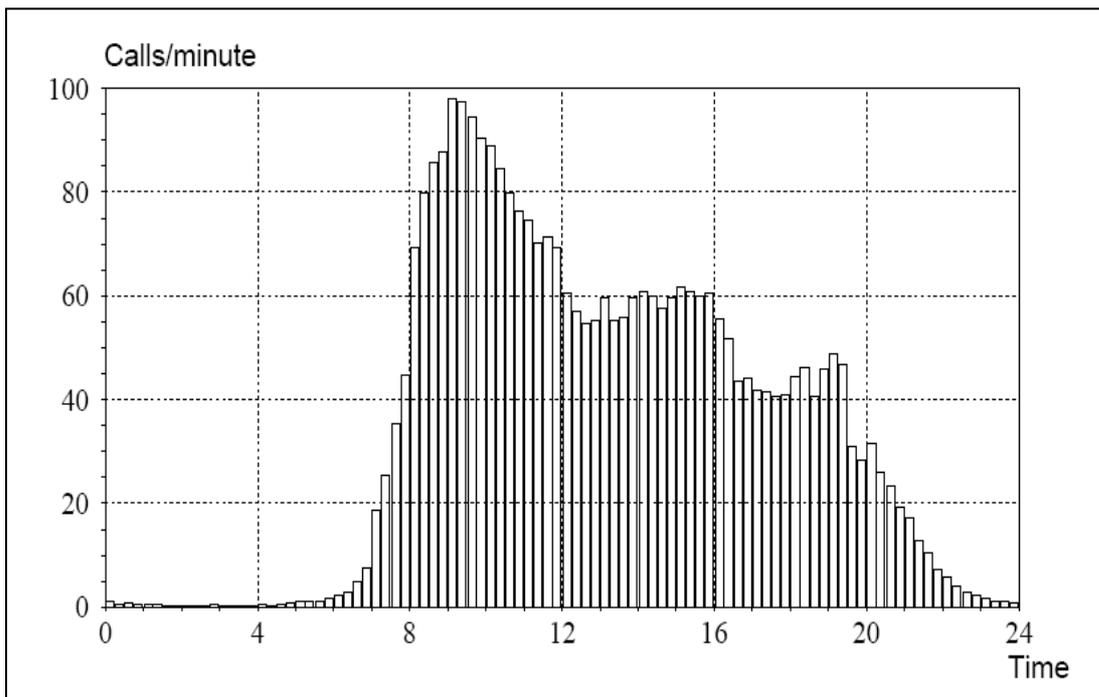


Fig. 4.4.2 Typical traffic profile for 24 hours period

The variations can further be split up into variation in call intensity and variation in service time.

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#### 4.5. Origin/destination of the traffic flows in Local, Metropolitan, Regional, National, Continental and Intercontinental networks

The bases for effective network planning are the traffic data between each two nodes of the network.

Such traffic values are typically shown in an origin-destination traffic matrix, based on the origin/destination of the traffic flows in local, metropolitan, regional, national, continental and intercontinental networks.

The traffic matrix presents point-to-point traffic between nodes of local, metropolitan, regional, national, continental and intercontinental networks.

On Fig 4.5.1 is illustrated a set of traffic matrices consisting of one traffic matrix for each service.

$\begin{matrix} \nearrow \\ j \\ i \end{matrix}$	1	2	...	$\Sigma$	LD	$\Sigma$
1						
2				$A_{iD}(T)$		
...						
$\Sigma$		$A_{Dj}(T)$		$A_{DD}(T)$		
LD					0	...
$\Sigma$					...	

Fig. 4.5.1 Set of traffic matrices - one traffic matrix for each service

#### 4.6. Interest factors, i.e. attraction coefficients between areas or cities

Normally the total originating and terminating traffic is known and has to be distributed in the traffic matrix.

Also the percentage of the outgoing/incoming long-distance, national or international traffic may be known.

The distribution of point-to-point traffic could be done:

- Based on measured traffic matrix

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- With fixed percentage of internal traffic
- With Interest factor or Destination factor method

One well known and used in the practice method is the Kruithof double factor method.

The traffic values in the traffic matrix, at present, are assumed to be known and so is the future total originating and terminating traffic, i.e. the row and column sums.

The procedure is to adjust the individual traffic  $A(i, j)$  so as to agree with the new row and column sums:

$A(i, j)$  is changed to

$$A(i, j) \frac{S_I}{S_o}$$

Where,  $S_o$  is the present sum and  $S_I$  the new sum for the individual row or column.

#### 4.7. Traffic evolution

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## 4.8. Traffic models

In this subchapter we shortly review the classical teletraffic theory as background for a very simple and general model which is applicable to performance evaluation of both circuit switched multi-rate networks and packet switched networks (IP-based networks).

### 4.8.1. Introduction – traffic engineering

Teletraffic theory is the use of mathematical, numerical and simulation models for design and resource allocation in telecommunication networks. The development of teletraffic theory started about 100 years ago. The pioneering works in this field was that of the Dane Agnar Krarup Erlang, whose works were published between 1909 and 1928 [4.2].

When we model a communication network we have to include the following elements: the traffic (e.g. subscriber behavior), the system (e.g. topology, link capacity) and the strategy (e.g. routing strategy, priority, accessibility). We want to find the network performance (e.g. loss probability, mean waiting time) when we know the above elements. By this we may design and dimension for an optimal system. First we look at circuit switched systems, then on packet switched systems, and finally we present an integrated model which is independent of time distributions of the process, only the mean value being of importance.

### 4.8.2. Traffic concepts

The term traffic means traffic intensity, i.e. traffic per time unit, and we have different traffic concepts.

*Carried traffic  $Y$*  : the traffic carried in a group of channels is equal to the average number of busy channels. The carried traffic is obtained from measurements during, typically 15 minutes or one hour.

*Offered traffic  $A$*  : in mathematical models we operate with the concept offered traffic, which is defined as the traffic carried when there always is a sufficient number of channels. The offered traffic may also be defined as the average number of calls offered per mean service times. If the average number of calls (arrival intensity) is  $\lambda$  and the mean holding time is  $s$ , then we have

$$A = \lambda \cdot s$$

*Lost traffic  $A - Y$*  : when the number of channels  $n$  is limited, then some calls may be lost. The lost traffic is the difference between the offered traffic and the carried traffic.

Above we have implicitly assumed that all calls use one channel as in the plain old telephone systems. In digital systems we may have calls with individual bandwidth requirements (slot-size).

Then we have to specify whether the traffic is measured in connections or in channels.

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For data communication networks we often measure the traffic in bits or bytes per second. The traffic offered is related to the capacity of the link and we consider the utilization  $\rho$ , which is the proportion of capacity used.

### 4.8.3. Traffic variations

The actual traffic observed is varying during the day, week, month, and year. In Fig. 4.8.1 we have typical variations for conventional telephone traffic during the day. Other services and traffic types have other patterns of variation.

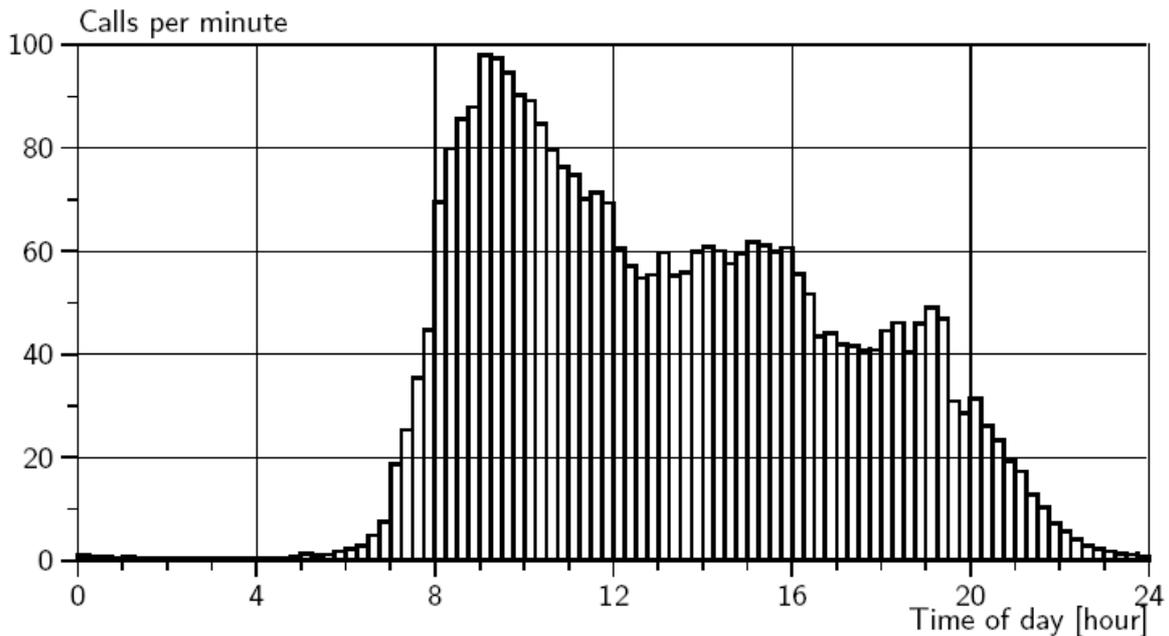


Figure 4.8.1: The mean number of calls per minute to a switching center taken as an average for periods of 15 minutes during 10 working days (Monday - Friday).

In Fig. 4.8.2 we show Internet traffic measurements. Cellular mobile telephony has a different profile with maximum late in the afternoon, and the mean holding time is shorter than for wire-line calls. By integrating various forms of traffic in the same network we may therefore obtain higher utilization of the resources.

The highest traffic does not occur at same time every day. We define the concept time consistent busy hour, TCBH as the 60 minutes (determined with an accuracy of 15 minutes) which on the average has the highest traffic during a long time period.

A network is dimensioned for the time consistent busy hour. The load of processors may be proportional to the number of occupations, whereas the load of a link is proportional to the traffic.

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Different parts of a network may have different busy hours. Only from measurements are we able to get knowledge of the actual traffic variations and the busy hour load, which is the basis for dimensioning.

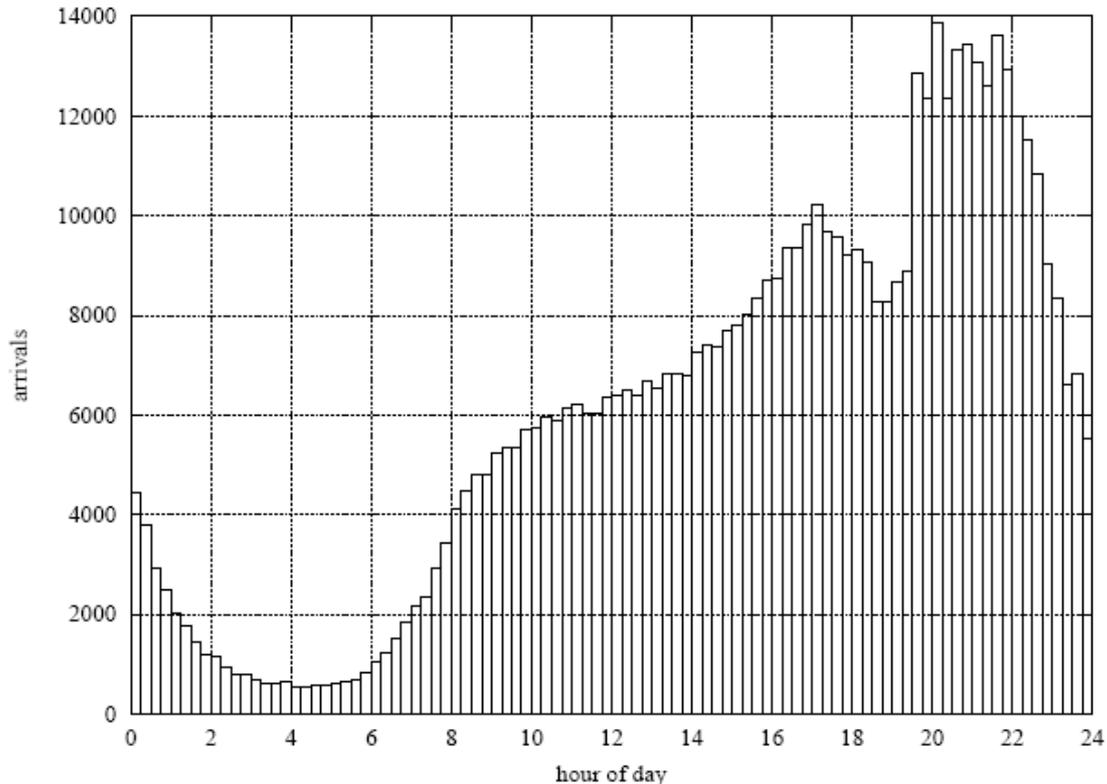


Figure 4.8.2: Number of calls per 15 minutes to a modem pool.

We consider both loss systems and delay systems. Loss systems are common in circuit-switched telecommunication networks whereas delay systems are common in data communication networks.

## 4.8.4 Loss systems

### 4.8.4.1 Grade of Service parameters

We distinguish between several performance parameters depending on the system and strategy considered.

For loss systems the main performance parameter is the blocking or congestion probability. This can be defined in several ways:

- The *time congestion*  $E$  denotes the proportion of time the system is blocked
- The *call congestion*  $B$  denotes the proportion of call attempts which are blocked.

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- The *traffic congestion C* denotes the proportion of the offered traffic which is not carried.

The call congestion *B* is typically observed by the user who initiates call attempts. For traffic engineering the relevant measure is the traffic congestion *C*.

#### 4.8.4.2 Erlang's loss systems

The most successful and simple model is Erlang's loss system where the blocking probability is given by Erlang's B-formula. The traffic is described by the offered traffic *A*, the system (only one link) by the number of channels, and the strategy is full accessibility with lost calls cleared.

The above-mentioned three elements of the model are each described by only one parameter. Only single-channel calls are considered. The network performance is described by the blocking probability  $E_{1,n}(A)$ , i.e. the probability that a call attempts is blocked because all *n* channels are busy.

$$E_{1,n}(A) = \frac{\frac{A^n}{n!}}{1 + A + \frac{A^2}{2!} + \dots + \frac{A^n}{n!}}$$

For Erlang's loss system time, call, and traffic congestions are equal. The state probabilities are given by the truncated Poisson distribution, and when the number of channels is very large this becomes a Poisson distribution.

This model has been very successful for traffic engineering. The background for this success is that the traffic is very well modeled by one parameter only. The underlying mathematical assumption is a Poisson arrival process. This is fulfilled when the traffic is generated by many independent users, which is the case for telephony. If the arrival process is a Poisson process, then the model is insensitive to the holding time distribution, which means that only the mean holding time is of importance. So the model is very robust to the traffic and models the real world extremely well.

#### *Improvement function:*

This denotes the increase in carried traffic when the number of channels is increased by one from *n* to *n* + 1:

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$$F_n(A) = Y_{n+1} - Y_n, = A\{1 - E_{n+1}\} - A\{1 - E_n\},$$

$$F_n(A) = A\{E_n(A) - E_{n+1}(A)\}$$

#### 4.8.4.3 Engset's loss system

The Poisson arrival process is the most random process, and the calls are generated by a very large number of independent sources, each having an infinitesimal calling rate. In many real systems the number of users is limited, and the arrival process is more regular or smooth than random traffic.

This is modeled by Engset's loss system where we have a finite number  $S$  of users (traffic sources) which alternates between the states *off* (= idle) and *on* (= busy). When a source is idle it generates  $\gamma$  calls per time unit (mean inter-arrival time =  $1/\gamma$ ). It is on during a mean holding  $s$ . When it is on it generates no new calls. If we let  $\beta = \gamma \cdot s$  and consider the strategy lost calls cleared, then the blocking probability is given by Engset's formula:

$$E_{n,S}(\beta) = p(n) = \frac{\binom{S}{n} \cdot \beta^n}{\sum_{j=0}^n \binom{S}{j} \cdot \beta^j}, \quad S \geq n.$$

The state probabilities are given by the truncated Binomial distribution, and when  $S \geq n$  this becomes the Binomial distribution. For the same number of channels and the same offered traffic, the Engset system will have lower blocking probability than the Erlang system because the offered traffic is more smooth. For Engset's loss system we have  $E \geq B \geq C$ .

It can be shown that the call congestion is the time congestion when the number of users  $S$  is reduced by one:

$$B_{n,S}(\beta) = E_{n,S-1}(\beta), \quad S \geq n.$$

The traffic congestion can be obtained by:

$$C_{n,S}(\beta) = \frac{S - n}{S} \cdot E_{n,S}(\beta).$$

For practical applications we should always use the traffic congestion.

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#### 4.8.4.4 Peakedness

We characterize variations of traffic by peakedness. Even if the traffic is stationary, i.e. there are no variations of the parameters describing the traffic process, then the traffic intensity is fluctuating around the mean value  $m$  (measured in channels) because we can only describe the traffic by a statistical distribution. The fluctuations around the mean value are described by the variance  $v$ .

The *peakedness*  $Z$  is defined as  $Z = v/m$  and has the unit [channel]. For the offered traffic in Erlang's loss system the peakedness is  $Z = 1$ , because the Poisson distribution has  $m = v$ . The offered traffic is the carried traffic when number of channels is unlimited and the carried traffic is the mean value of number of busy channels ( $m = A$ ). For the Engset model (and Binomial distribution)  $Z < 1$ . In fact, we have  $Z = 1 - A/S$  and number of sources  $S$  must always be greater than the offered traffic  $A$ .

For  $Z = 1$  the traffic is random, whereas for  $Z < 1$  the traffic is smooth. Below we consider overflow traffic with  $Z > 1$  which is peaked or bursty traffic. The traffic congestion will be almost proportional with  $Z$ . We will characterize a traffic stream by mean and variance or peakedness.

It is noticed that peakedness has the dimension [channels]. Therefore, it is proper for circuit-switched networks, whereas for packet-switched network the coefficient of variation  $v/m^2$  is more appropriate.

Above we have used the parameters  $(S, \beta)$  to characterize the traffic streams. Alternatively we may also use  $(A, Z)$  related to  $(S, \beta)$  by the formulae:

$$\begin{aligned} A &= S \cdot \frac{\beta}{1 + \beta}, \\ Z &= \frac{1}{1 + \beta}, \\ \beta &= \frac{1 - Z}{Z}, \\ S &= \frac{A}{1 - Z}. \end{aligned}$$

In addition to Erlang and Engset model we also have the Pascal model which has peakedness  $Z > 1$ .

If we let  $S$  and  $\beta$  be negative in the above formulae, then we get the Pascal model.

Another model with  $Z > 1$  is the Interrupted Poisson process [4.1].

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#### 4.8.4.5 Overflow traffic

For planning circuit switched networks with e.g. alternate routing we have to be able to characterize the traffic which is blocked from one link and routed via another link.

The basic methods for this problem is the Equivalent Random Traffic (ERT) method by Wilkinson and the equivalence method of Fredericks-Hayward.

Given an Erlang loss system with  $n$  channels and offered traffic  $A$  we are able to derive the mean value and peakedness of the blocked traffic:

$$m = A \cdot E_n(A),$$

$$\frac{v}{m} = Z = 1 - m + \frac{A}{n + 1 - A + m} \geq 1.$$

We may also for given mean value  $m$  and peakedness  $Z$  solve the two equations and find  $(A, n)$  which is called the equivalent group. The idea of the ERT-method is to find the total mean value and variance of all traffic streams offered to a group, and then replace this system by an equivalent Erlang loss system.

The method of Fredericks-Hayward is easier to apply. This method proposes that a system with  $n$  channels, which are offered  $A$  erlang with peakedness  $Z$ , has the same blocking probability as an Erlang loss system with  $n=Z$  channels, offered traffic  $A=Z$  (and thus peakedness  $Z=1$ ):

$$E(n, A, Z) \sim E\left(\frac{n}{Z}, \frac{A}{Z}, 1\right) \sim E_{\frac{n}{Z}}\left(\frac{A}{Z}\right).$$

There are several other methods to deal with overflow traffic. Using the above Erlang-Engset-Pascal models (BPP-traffic models) and traffic congestion we get results similar to the above methods. Also Interrupted Poisson processes are used to model bursty traffic processes.

#### 4.8.4.6 Principles of dimensioning

When dimensioning service systems we have to balance grade-of-service requirements against economic restrictions.

In telecommunication systems there are several measures to characterise the service provided. The most extensive measure is Quality-of-Service (QoS), comprising all aspects of a connection as voice quality, delay, loss, reliability etc. We consider a subset of these, Grade-of-Service (GoS) or network performance, which only includes aspects related to the capacity of the network.

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For proper operation, a loss system should be dimensioned for a low blocking probability. In practice the number of channels  $n$  should be chosen so that  $En(A)$  is 1-5% to avoid overload due to many non-completed and repeated call attempts which both load the system and are a nuisance to subscribers.

If Erlang's B-formula is applied with a fixed blocking probability for dimensioning trunk groups, then we will observe that

- a. The utilisation per channel is, for a given blocking probability, highest in large trunk groups, but very low in small groups. At a blocking probability  $E = 1\%$  a single channel can at most be used 36 seconds per hour! See Fig. 4.8.3.
- b. Large trunk groups are more sensitive to a given overload than small trunk groups. This is explained by the low utilisation of small groups, which therefore have a higher spare capacity.

Thus two conflicting factors are of importance when dimensioning trunk groups: we may choose among a high sensitivity to overload or a low utilisation of the channels.

#### 4.8.4.6.1 Improvement principle (*Moe's principle*)

If we replace the requirement of a fixed blocking probability with an economic requirement, then the improvement function  $F_n(A)$  should take a fixed value so that the extension of a trunk group with one additional channel increases the carried traffic by the same amount for all groups.

We will then notice that the utilisation of small groups becomes better corresponding to a high increase of the blocking probability. On the other hand the congestion in large groups decreases to a smaller value.

$$F_B = \frac{c}{g} = \frac{\text{cost per extra channel}}{\text{income per extra channel}} \cdot$$

$F_B$  is called the improvement value.

### 4.8.5 Delay systems

In loss systems users are either served immediately or lost. In delay systems a user finding all servers busy may wait in a queue (buffer) until a server becomes idle.

#### 4.8.5.1 Grade of Service parameters

Also for delay systems we distinguish between time, call, and traffic averages.

The main performance measure is:

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- Mean *waiting time*  $W$  for all customers
- Mean *waiting time*  $w$  for delayed customers
- *Delay variation = delay jitter*

Later we also consider a finite buffer size so that customers may (1) be served immediately, (2) be served after delay, or (3) be blocked with being served.

#### 4.8.5.2 Erlang's delay systems

As for Erlang's loss system the number of channels is  $n$  and the offered traffic is  $A$ . Calls which finds all channels busy wait in a buffer (queue) until they are served. The probability that a call attempt is delayed is given by *Erlang's C-formula*:

$$E_{2,n}(A) = \frac{\frac{A^n}{n!} \frac{n}{n-A}}{1 + \frac{A}{1} + \frac{A^2}{2!} + \dots + \frac{A^{n-1}}{(n-1)!} + \frac{A^n}{n!} \frac{n}{n-A}}, \quad A < n.$$

This delay probability depends only upon  $A$ , the product of  $\lambda$  and  $s$ , not upon the parameters  $\lambda$  and  $s$  individually. The formula is also called *Erlang's second formula*. The waiting time depends on the mean value  $s$  of the service time distribution which must be exponentially distributed. Where loss systems in general are insensitive to the service time distribution and only depends on the mean service time (offered traffic), then delay systems are very sensitive to the distribution of the service time.

The mean waiting time for all customers is:

$$W_n = E_{2,n}(A) \cdot \frac{s}{n-A}.$$

The mean waiting time for delayed customers is:

$$w_n = \frac{s}{n-A}.$$

#### 4.8.5.3 Palm's delay systems

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In models of computer and data networks it is common to have a fixed number of users (jobs, packets). As we for loss systems consider a finite number of users, we may do the same for delay systems. Then we get a model where we have  $n$  servers and  $S$  users which are *on/off* users. This model is widely used for closed systems with fixed number of users (e.g. packets).

Let the mean idle (*off*) time be  $m_t = \gamma^{-1}$  and the mean service time (*on*) be  $s = \mu^{-1}$ . We

introduce  $\rho = m_t/s$ .

If we consider a single server system ( $n=1$ ) and assume exponentially distributed service times, then the mean waiting for all customers becomes:

$$W_{1,S} = \frac{S}{1 - E_{1,n}(\rho)} - 1 - \rho \quad [\text{mean service times}],$$

where  $E_{1,n}(\rho)$  is the *Erlang-B formula*. With a finite number of sources the mean waiting time becomes less than for the *Erlang-C* case with Poisson arrival process. The mean waiting time is independent of (insensitive to) the idle time distribution. Only the mean value of the idle time is of importance.

The service time has to be exponential, but later we introduce processor sharing and then it also becomes insensitive to the service time distribution.

It is easy to generalize the model to  $n$  servers [4.1].

#### 4.8.5.4 Processor sharing strategies

By Processor Sharing (*PS*) all users equally share the available capacity. No users are waiting, but all get some service at reduced rate, depending on the number of users. Delay systems are in general very sensitive to the service time distribution, but if we introduce processor sharing, then the systems become insensitive to the service time distribution. In comparison with the service time realized if the user obtained the required capacity, the service time (sojourn time) is increased, and the increase corresponds to a virtual waiting time. Applying processor sharing strategy to the single server queue with general service time distribution (*M/G/1*) we get the same mean delay as for exponential service times (*M/M/1*) which are easy to deal with.

If we apply processor sharing to a queueing system with  $n$  servers, the queueing system (*M/G/n*) experience the same mean waiting time as Erlang's waiting time system (*M/M/n*) as the system becomes insensitive to the service time distribution. A user never requires more capacity than one channel, even if more channels are idle. We may consider one channel as the access capacity of a user and  $n$  as the total capacity of the system. A modified model includes multi-rate traffic so that if possible a multi-rate user obtains more channels, but during overload multi-rate calls are first restricted, and everybody gets the same capacity. This is called Generalized Processor Sharing (*GPS*).

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In a similar way processor sharing applied to Palm's waiting time system with  $n$  servers will make this insensitive to the service time distribution.

Thus the system becomes insensitive to both the *off* and the *on* time distribution. In this way we get a very robust model appropriate for modeling real-life systems.

So far we only considered single-slot (single-rate) traffic. In the following we generalize this to multi-rate traffic by generalizing processor sharing to *reversible scheduling* and obtain new models applicable for evaluating future generation networks.

#### 4.8.6 Multi-rate (multi-service) loss systems

In classical traffic models we only consider one service (voice) and all connections use one channel on each link. In service-integrated systems with  $N$  services, service  $i$  has individual bandwidth requirement  $d_i$  ( $i = 1; 2; \dots; N$ ).

There are two classes of exact algorithms to deal with these systems:

- convolution algorithms based on aggregation of services, and
- state-based algorithms based on aggregation of states.

##### 4.8.6.1 Convolution algorithm

The convolution is described in details in [4.1]. It is based on the product-form property. Let the state probability of the system be described by number of channels  $x_i$  occupied by service  $i$ . Then the product form implies:

$$\begin{aligned} p(\bar{X}) &= p(x_1, x_2, \dots, x_N) \\ &= p(x_1) \cdot p(x_2) \cdot \dots \cdot p(x_N), \end{aligned}$$

By convolution we aggregate the services and end up with two services.

One is the aggregation of all services except service  $i$  which we want to calculate the performance of. The number of states are thus reduced to a two-dimensional state transition diagram independent of the total number of services.

For example we aggregate services 1 and 2  $p(x_{12}) = p(x_1) * p(x_2)$  as follows:

$$p(x_{12} = j) = \sum_{i=0}^j p(x_1 = i) p(x_2 = j - i).$$

For each service we may both guarantee a minimum number of reserved channels and restrict the number of connections by an upper limit.

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The algorithm is applicable for calculating end-to-end blocking in circuit-switched multi-rate networks with Binomial-Poisson-Pascal traffic with minimum guaranteed and maximum allowed number of connections end-to-end.

More details are given in chapter 10 in [4.1].

#### 4.8.6.2 State space based algorithms

Another approach is to aggregate the state space into global state probabilities.

##### 4.8.6.2.1 Fortet & Grandjean (Kaufman & Robert) algorithm

We still consider multi-rate traffic streams. In case of Poisson arrival processes the algorithm becomes very simple.

Let  $p_i(x)$  denote the contribution of stream  $i$  to the global state probability  $p(x)$ :

$$p(x) = \sum_{i=1}^N p_i(x).$$

Thus the average number of channels occupied by stream  $i$  when the system is in global state  $x$  is  $x \cdot p_i(x)$ .

Let traffic stream  $i$  have the slot-size  $d_i$ . Due to reversibility we will have local balance for every traffic type.

The local balance equation for state  $x$  becomes:

$$\frac{x p_i(x)}{d_i} \mu_i = \lambda_i \cdot p(x - d_i), \quad x = d_i, d_i + 1, \dots, n.$$

The left-hand side is flow from state  $[x]$  to state  $[x - d_i]$  due to departure of type  $i$  calls. The right-hand side is the flow from global state  $[x - d_i]$  to state  $[x]$  due to arrivals of type  $i$ . It does not matter whether  $x$  is a integer multiple of  $d_i$ , as we only consider average values.

From the equation above we get:

$$p_i(x) = \frac{1}{x} d_i A_i \cdot p(x - d_i).$$

The total state probability  $p(x)$  is obtained by summing over all traffic streams :

$$p(x) = \frac{1}{x} \sum_{i=1}^N d_i A_i p(x - d_i), \quad p(x) = 0 \quad \text{for } x < 0.$$

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This is *Fortet & Grandjean's algorithm*. The algorithm is usually called *Kaufman & Roberts' algorithm*, as it was re-discovered by these authors in 1981.

More details are given in [4.1].

#### 4.8.7 Multi-rate traffic and reversible scheduling

A completely new revision of the classical teletraffic theory is being published in [4.3]. It simplifies and generalizes all classical theory for circuit switching and packet switching networks. It includes multi-rate traffic. For buffer size zero it is equivalent to multi-rate loss systems, which are insensitive to service time distribution. For systems with infinite buffer and single-rate traffic it corresponds to generalized processor sharing, and for multi-rate delay systems the users share the capacity so that broadband calls are allocated more resources than narrow-band traffic. Broadband calls are reduced more than narrow-band calls and when the overload increases in the limit every user get the same capacity

We consider a system with  $N$  *BPP* traffic streams,  $n$  servers,  $k$  buffers.

The offered traffic is *BPP* multi-rate traffic. The basic bandwidth unit is equivalent to one channel.

A generalized recursion formula for state-probabilities is derived by Iversen :

$$p(x) = \begin{cases} 0 & x < 0 \\ 1 & x = 0 \\ \sum_{i=j}^N p_j(x) & x = 1, 2, \dots, k+n \end{cases}$$

where

$$p_j(x) = \max \left\{ \frac{x}{n}, 1 \right\} \cdot \left\{ \frac{d_j}{x} \cdot S_j \beta_j \cdot p(x - d_j) - \frac{x - d_j}{x} \cdot \beta_j \cdot p_j(x - d_j) \right\}$$

or by replacing the parameters  $(S_j ; \beta_j)$  by  $(A_j ; Z_j)$  :

$$p_j(x) = \max \left\{ \frac{x}{n}, 1 \right\} \cdot \left\{ \frac{d_j}{x} \cdot \frac{A_j}{Z_j} \cdot p(x - d_j) - \frac{x - d_j}{x} \cdot \frac{1 - Z_j}{Z_j} \cdot p_j(x - d_j) \right\}$$

The initialization values of  $p_j(x)$  are  $\{p_j(x) = 0; x < d_j\}$ . This is a simple general recursion formula covering all classical models.

As a special case we get Erlang's loss system, and the recursion formula for evaluating this.

The approach is mathematically very simple and general, and it allows for simple numerical evaluation. The properties of the algorithm is analysed in section 4.8.7.2.

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**Remark:** For infinite number of buffers we require  $A < n$  to attain statistical equilibrium. For Pascal arrival processes there are more strict requirements. For a system with buffers the Pascal case may result in a carried traffic which is bigger than the offered traffic, because the arrival rate increases linearly with the number of customer being served or waiting.

#### 4.8.7.1 Performance measures

We consider a system with  $n$  channels and  $k$  buffers, both given in basic bandwidth units. The model includes loss systems (blocked calls cleared and blocked calls held), classical delay systems, processor sharing systems etc.

The performance measures become rather diversified, and we only derive the basic performance measures.

##### 4.8.7.1.1 Time average performance measures

The time congestion  $Ebj$  of stream  $j$  is defined as the proportion of time new connections are blocked:

$$Ebj = \sum_{x=n+k-d_j+1}^{n+k} p(x), \quad j = 1, 2, \dots, N.$$

In a similar way the proportion of time new calls are delayed becomes:

$$Edj = \sum_{x=n-d_j+1}^{n+k-d_j} p(x), \quad j = 1, 2, \dots, N.$$

The proportion of time new calls get full service at the time of arrival becomes:

$$Esj = \sum_{x=0}^{n-d_j} p(x), \quad j = 1, 2, \dots, N.$$

Of course, we have  $Ebj + Edj + Esj = 1$ . When the system operates as a classical single-slot delay or loss system these measures are simple to understand. However, we should remember that in case of processor sharing systems, calls arriving later may influence the service of existing calls. The above performance measures are time averages. The more useful call averages are derived below.

##### 4.8.7.1.2 Traffic average performance measures

It should be noticed that these mean values are much more important than time and call average values.

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The carried traffic for stream  $j$  measured in channels is given by:

$$Y_j = \sum_{x=0}^n x \cdot p_j(x) + n \cdot \sum_{x=n+1}^{n+k} p_j(x)$$

As the offered traffic of type  $i$  measured in channels is  $d_j \cdot A_j$ , the lost traffic is  $(d_j \cdot A_j - Y_j)$ .

The traffic congestion  $C_j$  for stream  $j$ , which is the proportion of offered traffic blocked, becomes:

$$C_j = \frac{d_j \cdot A_j - Y_j}{d_j \cdot A_j}, \quad j = 1, 2, \dots, N.$$

The total traffic congestion is:

$$C = \frac{A - Y}{A}$$

where

$$A = \sum_{j=1}^N d_j \cdot A_j \quad \text{and} \quad Y = \sum_{j=1}^N Y_j = \sum_{x=0}^n x \cdot p(x) + \sum_{x=n+1}^{n+k} n \cdot p(x).$$

#### 4.8.7.1.3 Call average mean values

For systems with processor sharing the probabilities that a random call attempt is served without delay, delayed and served, or blocked are not well defined as calls may get the required capacity at the start of service, but be delayed by later arrivals.

For classical queueing systems, where a call keeps the full capacity from start of service, we find the following probabilities (call averages).

For Engset and Pascal traffic the average number of idle sources type  $j$  is  $S_j - (Y_j + L_j)/d_j$ . So the average number of call attempts of stream  $i$  per time unit is  $(S_j - (Y_j + L_j)/d_j) \gamma_j$ , where  $\gamma_j$  is the call intensity of an idle source type  $j$ .

The probability that a random call attempt of type  $j$  get full service at the time of arrival becomes:

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$$X_j = \frac{\sum_{x=0}^{n-d_j} \left\{ S_j \cdot p(x) - \frac{x}{d_j} \cdot p_j(x) \right\}}{S_j - \frac{Y_j + L_j}{d_j}}, \quad j = 1, 2, \dots, N.$$

The probability that a random call attempt of type  $j$  is delayed at the time of arrival becomes:

$$D_j = \frac{\sum_{x=n-d_j+1}^{n+k-d_j} \left\{ S_j \cdot p(x) - \frac{x}{d_j} \cdot p_j(x) \right\}}{S_j - \frac{Y_j + L_j}{d_j}}, \quad j = 1, 2, \dots, N.$$

The probability that a random call attempt of type  $j$  is blocked becomes using  $\beta_j = \gamma_j / \mu_j$ :

$$B_j = \frac{\sum_{x=n+k-d_j+1}^{n+k} \left\{ S_j \cdot p(x) - \frac{x}{d_j} \cdot p_j(x) \right\}}{S_j - \frac{Y_j + L_j}{d_j}}, \quad j = 1, 2, \dots, N.$$

For a random call attempt we of course have  $B_j + D_j + X_j = 1$ .

For Poisson arrival processes the above probabilities are obtained directly by summation of the proper global state probabilities because of the *Pasta*-property, and we get the same results as in Sec. 4.8.7.1.1.

#### 4.8.7.1.4 Mean waiting times and queue lengths

The mean queue length of stream  $j$  (traffic of stream  $j$  carried by the queueing positions) measured in unit of channels becomes:

$$L_j = \sum_{x=n+1}^{n+k} (x - n) p_j(x), \quad j = 1, 2, \dots, N.$$

As the same calls are waiting (including no waiting time) and served, the mean waiting time for all accepted customers of type  $j$  becomes:

$$W_j = s_j \cdot \frac{L_j}{Y_j}, \quad j = 1, 2, \dots, N,$$

where  $s_j$  is the mean service time of type  $i$  calls, and both  $L_j$  and  $Y_j$  are measured in channels.

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The total mean queue length measured in channels is:

$$L = \sum_{x=n+1}^{n+k} (x-n) \cdot p(x) = \sum_{j=1}^N L_j .$$

The overall mean waiting time for all accepted customers is given by:

$$W = s \cdot \frac{L}{Y} .$$

The mean service time  $s$  for all accepted customers is only obtainable by proper weighting of accepted calls.

The mean waiting time of delayed calls type  $j$  excluding blocked calls is obtained from the formulae for  $W_j$  above:

$$w_j = \frac{W_j}{D_j} \cdot (X_j + D_j) .$$

We notice that mean waiting times are measured in mean service times. Let us for transfer of a fixed amount of data (bytes) using bandwidth  $d = 1$  denote the mean service time by  $s$ . Then the mean service time when using a bandwidth  $d_j$  will be  $s/d_j$ , and also the mean waiting time will be reduced. By choosing a bigger bandwidth we may give priority to a traffic stream (reduce transfer time) and/or increase the amount of data transferred (goodput). Only when the system is heavily overloaded all connections will be allocated the same capacity (generalized processor sharing).

#### 4.8.7.1 Properties of the algorithm

The above theory results in a simple algorithm with the following basic features:

1. Initialization of variables
2. Let  $x := x + 1$
3. Calculate  $pi(x)$  and  $p(x)$  using formulae described in the beginning of subchapter 4.8.7
4. Normalize all states by dividing by  $(1 + p(x))$
5. Go to step 2 if  $x < n + k$
6. Calculate performance measures

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If we know the normalized state probabilities  $p_j(x-1)$ , then we can calculate  $p_j(x)$  for  $x$ . As we know  $p_j(x) = 0$  for  $x < d_j$  we thus are able to calculate the state probabilities by recursion. The implementation is described elsewhere.

To find the performance measures we only need to know the  $d_j$  previous states of traffic stream  $j$ , as we may accumulate the necessary information on carried traffic and other statistics in a few variables.

Thus memory requirements of the algorithm is of the order of size:

$$m_m = O \left\{ \sum_{j=1}^N d_j \right\} .$$

The number of operations is of the order of size:

$$m_c = O\{(n+k) \cdot (m_m + N)\}$$

as we for a given number of channels need to calculate  $N$  new terms from  $\max\{d_j\}$  previous global states and normalize  $m_m$  terms.

Thus the algorithm requires very little memory and is linear in the number of channels and number of services. The accuracy is optimal as we always operate with normalized values and always normalize (divide) with constants greater than one.

It may be mentioned that the famous recursion formula for Erlang-B formula is a special case with one single-slot Poisson traffic stream.

Also the recursion formula for Engset is a special case as well as Delbrouck's formula.

#### 4.8.8 Illustrative (simplified) application examples

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## Chapter 5 – Economical modelling and business plans

In this chapter an overview on the business plan objectives is given with the main activities and results to be used for the technical planning. Also an overview is summarised for the economic modelling needed to evaluate different alternatives and to model telecom equipment for the purpose of optimization

### 5.1. Business planning

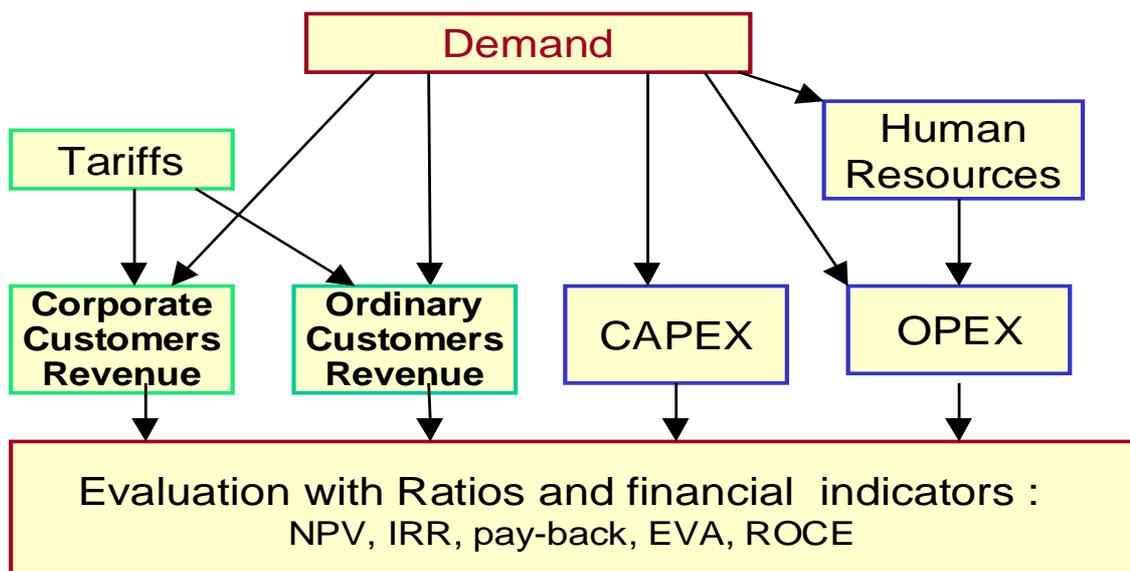
A Business Plan presents the calculation of the financial indicators that enable the managers to evaluate the financial performances of an enterprise in order to take best decisions for the overall operation. Due to the high number of alternatives today and the need to find economical feasibility in competition, the business evaluations are being used not only for the business plan itself but as an iterative evaluation of those techno-economical alternatives to select the ones that perform better in the competitive market.

A Business Plan summarises the results of the planning process:

- the objectives to reach ( subscribers demand, sales)
- the future revenues expected from the plan and per service class;
- the planned expenses (investment and operations) as overall and per service class;
- the accounting statements and the financial indicators characterising the profitability of the project.

The framework structure for the evaluation follows the model of the figure. Each box is expanded with more degree of detail as a function of the plan time frame with the corresponding des-aggregation.

**Fig 5.1: Business model structure for planning**



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## 5.2. *Economic modelling for planning*

- Economical modelling to evaluate network solutions (modelling tariffs, equipment costs per type, economy of scale, lifecycle, equipment deployment, elasticity, trends with time, etc. )

## 5.3. *Economic concepts and terms*

- The following terms and associated concepts are the most frequently used to analyze the Telecom business and decide on best project alternatives with its specific properties due to the multiplicity of diverse equipments, life cycles and operational practices. For a more detailed economic terms definition refer to classical books of Economy.

### **Amortisation**

Amortisation refers to the paying off of a debt with regular payments and it also has the meaning of the accounting procedure that gradually reduces the cost value of an intangible asset, that is, depreciation.

Amortization is the method of liquidating a debt on an installment basis; for example an amortized loan would be one where the principal amount of the loan would be paid back in installment over the life of the loan. Sometimes used as an alternative term for depreciation, in particular with regard to the process of writing off the cost of an intangible asset, such as a lease or patent, over its useful life.

### **Assets**

Resources owned by an enterprise. In the balance sheet assets are listed in rising order of liquidity. They include fixed assets (land and buildings, plant and machinery, etc), current assets (inventories, account payable, etc.) and liquid assets (cash in hand, cash in banks, cheques, etc).

### **Breakeven period**

Time required for project revenues (after deduction of operating expenses) to offset investment expenditure. This method of comparing project avoids the need for discounting calculations. It takes account, however, neither of the effects of the time factor of the different alternatives, nor of what happens after breakeven.

### **Capacity**

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Capability of an equipment, network or sub network to handle the traffic flows with an associated grade of service.

Maximum capacity is the limit that may be reached over a short period of time without overload protection

Nominal capacity is the value of the proper engineering to account for the natural statistical variations over sustained periods and the overload protection to guarantee the traffic handling in a sustained manner

Operational occupancy is the actual value of the resource occupancy referred to the nominal capacity at any point of time taking into account the reserved capacity for extensions and the partial occupancy due to the demand grow, the natural equipment modularity and the needed time lag between consecutive installations.

### Capex

Capital Expenditures due to the purchase of a fixed asset to be installed at the different network segments and layers:

- Typically: land, building, exchange, cabinet, duct, fiber, cable, transmission system, tower, BTS, computer, IT platform, car, etc.
- Costing more than a threshold defined internally in any company and following current financial best practices in order to allow consideration as an asset and not as a consumable or operation expense.
- Having an expected life of more than one year (value subject to specific parameters of industry sectors and companies)

### Cash flow

Cash receipts and cash disbursements over a given period.

Also funds generated internally by the activity of an enterprise or a project equivalent to the balance between the inflow of funds arising from revenues and the outflow of funds arising from expenditures.

The following diagram illustrates the main generators for the inflows to the company classified in three categories: The first one at the left is the specific business operating income due to the selling of services to customers and the most interesting to analyze when comparing projects or evaluating strategies for the operator evolution. The other two consider the generic financing capital increases either due to the shareholders by a capital increase or to the external sources of capital by credits or loans.

Typical originators for the outflows in a company are also summarized in the diagram with the first three concepts due to the proper activities of the Telecom activity itself like laborforce, network equipment investment and all technical, operation and administrative expenses. The other three concepts reflect the generic outflows due to

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taxes, debt payment and dividends for the shareholders that are needed to have an overall company running.

A detailed analysis of the specific Telecom associated inflows and outflows is the nucleus of the operational business analysis when a decision has to be taken in a modernization of the network, migration to NGN, introduction of new services, etc. Yearly cash flows are taken as the main base for the evaluation of a company value, capability to generate business and calculation of the Net Present Value (NPV) when transforming into present values and decide which evolution alternative is recommended.

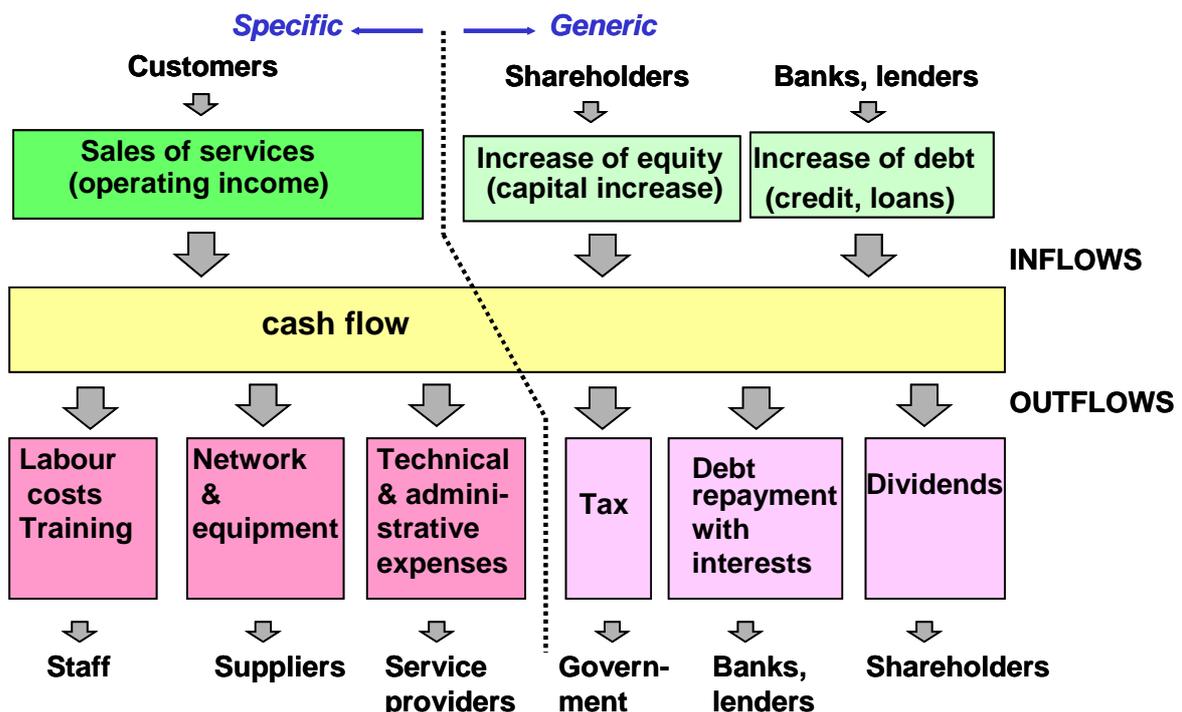


Fig:5.3.1 Main Inflows and Outflows contributing to the cash flow generation

A typical set of components for an evaluation of a given project over a period of time is illustrated in the diagram below which considers inflows and outflows at the year of generation without time distribution effects due to financing, amortization, depreciation, etc.

Main sources of inflows are due to the revenues of the different operation services and at the end of evaluation period also the terminal value of those network elements that did not reach the end of life cycle have to be taken into account as they have a positive value.

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As main components of the outflows we have the major capex equipment investment at the project start with the corresponding equipment extensions or upgrades for capacity increase in subsequent years as well as equipment substitution when some of the elements reached their end of life cycle. Opex increases as a function of the cumulative invested Capex through time and is the main outflow component at the medium long term.

Net cash flow is derived from the difference of the inflows and outflows and provides the main input for a more detailed dynamic evaluation of the project added value to a company. Higher cash flows at the end of the evaluation period and a prompt turn into positive values are good indicators for a better project.

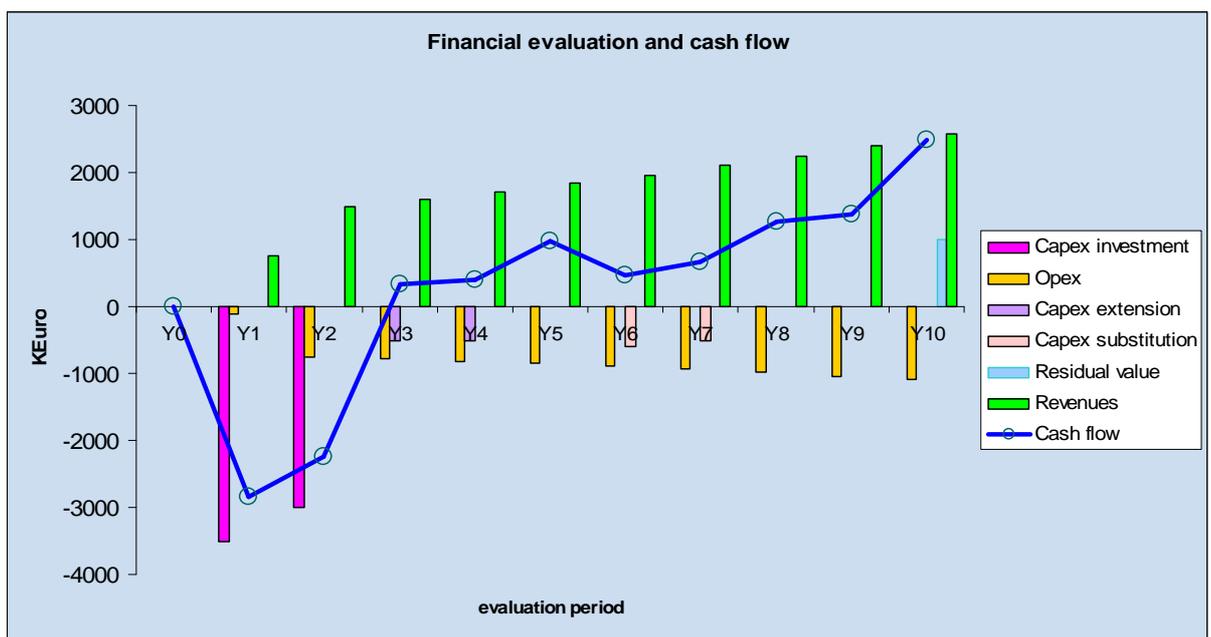


Fig:5.3.2 Typical components as a basis for evaluation of a company or project through the years.

### Churn

Annual rate at which the own customers or subscribers leave the service either to move to a competitor, to migrate to other service or leave the market.

### Depreciation

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Loss of value of an asset over time, as a result of wear, aging or obsolescence. With the method of linear (or straight-line) depreciation, the loss of value of an asset is spread uniformly over the number of years of its useful life. Depreciation charges do not give rise to an actual outflow of funds and the sums remain available to the enterprise.

Diagram below illustrates the residual value of an asset through the years as a function of the depreciation law, either linear as the most common for network elements, accelerated (for the elements with very rapid evolution) or delayed (for the stable and robust network elements)

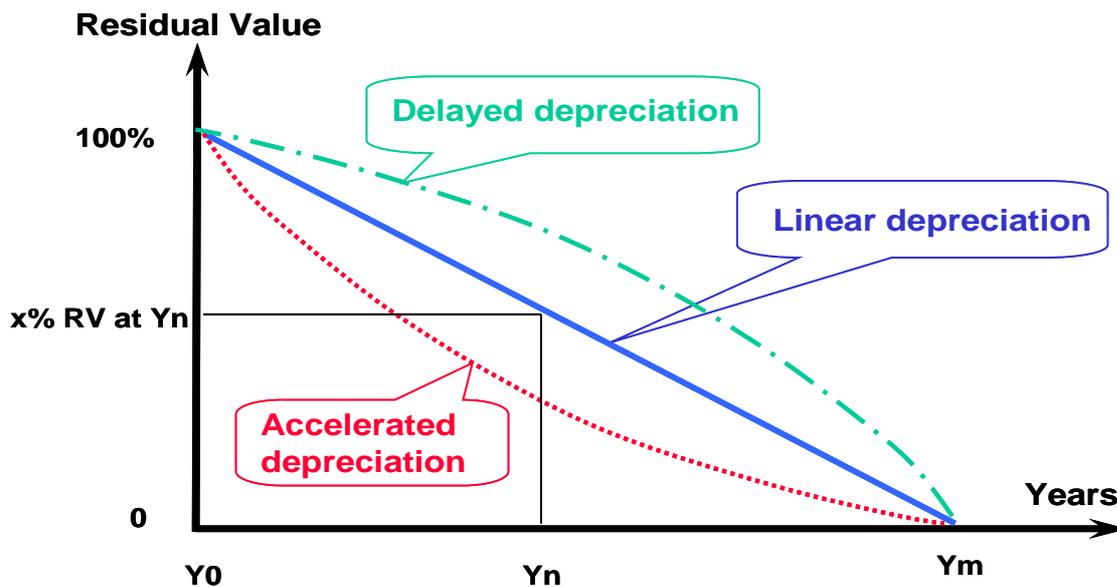


Fig:5.3.3 Residual value as a function of depreciacion law

### Discounted Cash Flows

An investment appraisal technique which takes into account both the time value of money (i.e. the conversion of cash flows that occur over time to an equivalent amount at a particular point in time) and the total profitability over a project' life.

### Discount factor

The discount rate used to calculate the net present value of a company or project. This rate has to consider the cost factors for the capital of the company such as interest rate, and expected inflation in a strict sense. In a wider sense has to consider also the risk rate for long term evaluation in large projects and new scenarios with uncertainty.

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## EBITDA

Annual Earnings Before Interest, Tax, Depreciation and Amortization. This means all the revenues minus operating costs that is the basic information for the evaluation of a business from its own specific factors and the first indicator to be calculated and analysed. The following diagram illustrates a simplified interrelation among main generators for the EBITDA and the sequence to proceed in the obtention of the Net Income

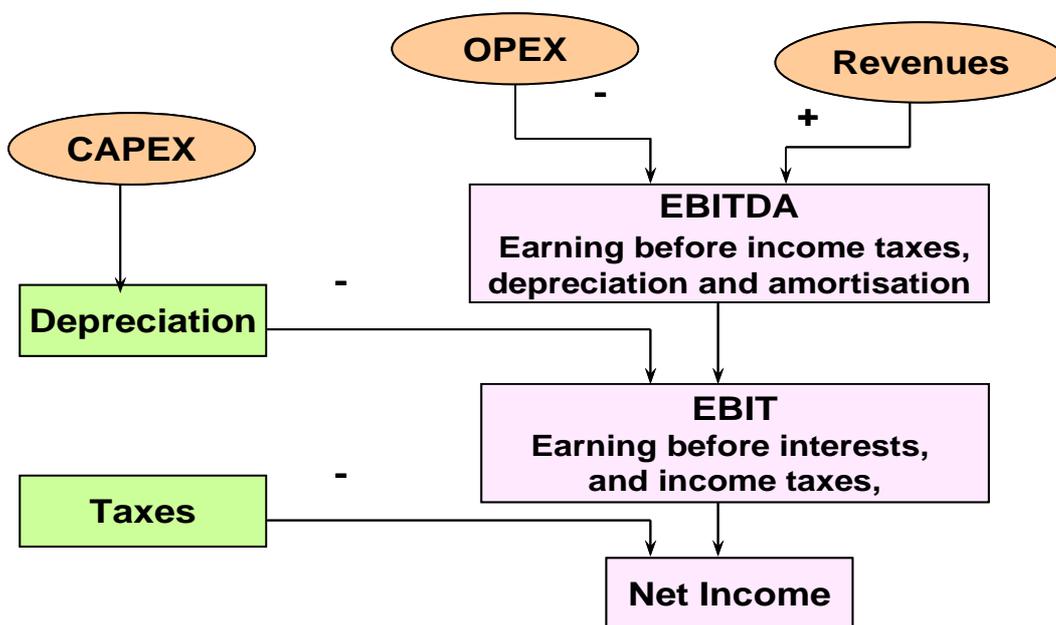


Fig:5.3.4 Relation between EBITDA and main business concepts

## EVA

Economical Value Added or net operating profit (after tax) minus the cost of the capital used to generate that profit either in debt or in equity. It is a good indicator for the point of view of the investors

## Future Value (FV)

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The value of a present amount at a future date. It is found by applying compound interest over a specified period of time.

$$FV = PV * (1 + k)^n$$

### **Internal rate of return (IRR)**

This is the discount rate that equates the present value of investment outflows with the present value of inflows produced by the investment. The internal rate of return may be considered as the highest rate of interest admissible for a project wholly financed by borrowing.

IRR is the discount rate that equates the present value of cash inflows with the initial investment associated with a project, thereby causing  $NPV = 0$ .

$$IRR = 0 = \sum [CF/(1 + IRR)^t] - \text{Initial Investment}$$

### **Life cycle costing**

The full cost of an asset over its life. This includes all costs associated with acquiring, controlling, operating and disposing of the asset.

### **Net Present Value (NPV)**

A global capital budgeting technique; found by subtracting a project's initial investment from the present value of its cash inflows discounted at a rate equal to the firm's cost of capital.

$$NPV = \text{present value of cash inflows} - \text{initial investment}$$

$$NPV = \sum [CF/(1 + k)^t] - \text{Initial Investment}$$

According to the consideration of the final value of the network at the end of the evaluation period, basically two procedures are the most frequent in the analysis:

- NPV with zero terminal value that ignores the terminal value of the network investments as a function of equipment life cycles, amortization status and future values of cash flows.
- NPV at perpetuity rate: that considers terminal value estimated as a projected cumulative discounted cash flow for the remaining years based on future perpetuity and discount rates.

The selection of one of these values or other intermediate ones is a function of the size of the evaluation period, strategy of the operator, importance of the investments performed during the period and expectations of revenues in the market.

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Calculating the present value of all cash flows during different years allows valid comparisons and measurement to be made between them.

The decision criterion when using the net present value approach to make accept-reject decisions is as follows: if  $NPV > 0$ , accept the project; otherwise reject the project. When comparing different projects, those with higher value at the evaluation period will be selected as the ones with more potential to generate business and to ensure being profitable in a competitive market.

Following diagram illustrates the typical NPV curves over the evaluation period as a function of the discount rate that is applicable in a given country and financial context.

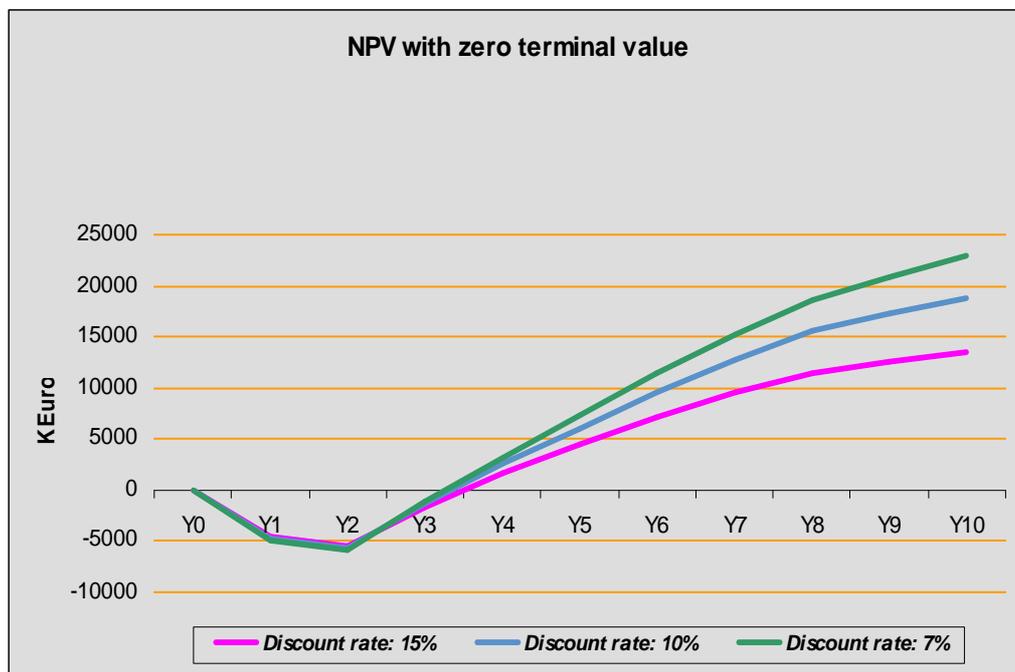


Fig:5.3.5 Typical NPV evolution for a new project as a function of the discount rate

Diagram below illustrates the typical NPV curves for two frequent deployment strategies in a given network. Conservative one invests at a low speed over the geographical area and requires less capital but decreases the future business potential. This is typical for a very short term view. The ambitious strategy invests at a higher speed and requires higher initial capital with the consequence of sooner increase of revenues and higher business potential. This is more proper for a medium-long term view of the operator

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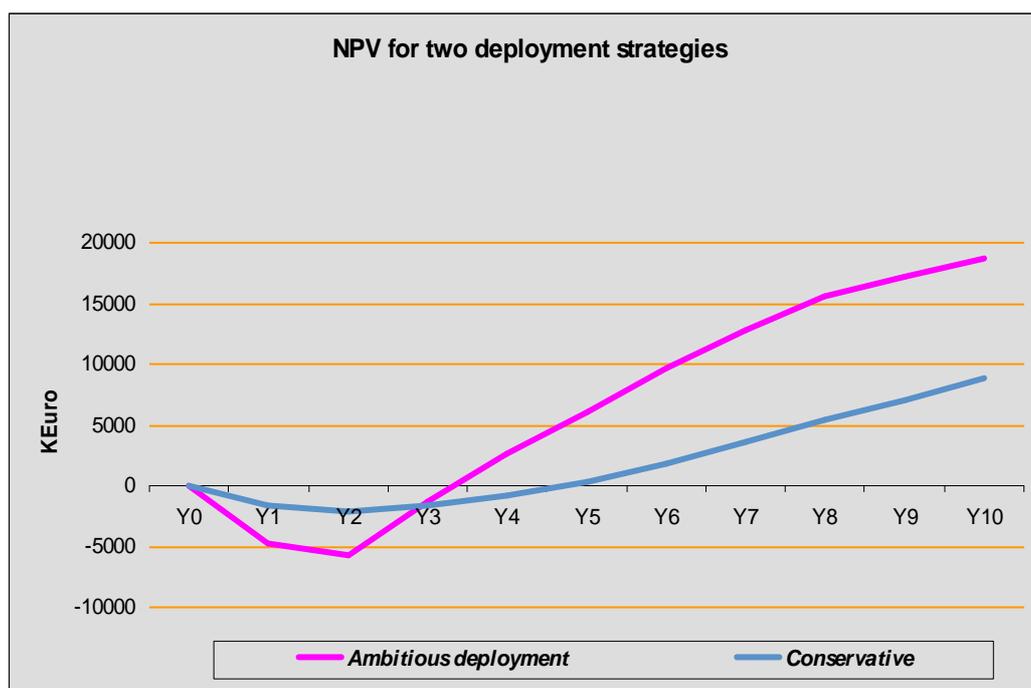


Fig:5.3.6 Typical NPV evolution for two network deployment strategies

### Opex

Operational Expenditure or operations costs: All non-capitalised costs of operating the network either associated to each network element, to running the services or generic company activities.

Typical operation cost associated to the network elements are:

- Maintenance
- Connection
- Rental
- Technical operation
- Decommissioning

Services associated operations include:

- Service activation
- Commercial operation
- Service marketing campaigns
- Balance of international traffic (if negative)
- Compensation to content providers, etc.

Generic operation costs consider:

- Labor costs
- Social charges

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- Training
- Company marketing
- Administrative expenses
- Bad debt

### **Payback period**

The number of years required for a firm to recover the initial investment required by a project from the cash inflows it generates. Short payback periods are preferred.

Like internal rate of return, the payback period metric takes essentially an "Investment" view of the action, plan, or scenario, and its estimated cash flow stream. Payback period is the length of time required to recover the cost of an investment (e.g. purchase of computer software or hardware), usually measured in years. Other things being equal, the better investment is the one with the shorter payback period.

Also, payback periods are sometimes used as a way of comparing alternative investments with respect to risk: other things being equal, the investment with the shorter payback period is considered less risky.

### **Present Value (PV)**

The current monetary value of a future amount. The amount of money that would have to be invested today at a given interest rate over a specified period to equal the future amount.

$$PV = FV / (1 + k)^n$$

PV is the currency value today of some future inflow, outflow, or balance of funds. In essence, it is the discounting of future funds to their present value by taking into account the time value of money. It is useful in providing a common basis for comparing investment alternatives. See also discounted cash flow, future value, and net present value.

### **Profit**

Another term for Net Income or Earnings.

Surplus of sales revenues over costs or expenditure during an accounting period or operating cycle. Leads to an increase in owners' equity, though not necessarily to an increase in cash. It may be reflected in increased assets or decreased liabilities. Net profit may refer to profits after tax (on profits) or to profits less financial costs, depending on the purpose of the analysis.

### **Residual value**

Value of an investment at the end of its economic or estimated life. At the end of the period, residual value may be treated as a positive cash flow, and discounted as such. The present value of the business attributable to the period beyond the forecast period.

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## Revenues

An income statement term, referring to the sum of money owed the company for sales of goods and services. Revenues (or “Sales”) are ordinarily the top line in the income statement, against which most other costs and expenses are subtracted to calculate income. In Britain, the term turnover is often used in place of revenues.

The term revenues generally mean “gross revenues,” that is, revenues before adjustments for customer discounts and allowances.

(see Profit)

## ROCE

Return on Capital Employed or net income divided by the sum of fixed assets and working capital. Shows the company profitability from the point of view of the owners.

### **5.4. Economic modelling for services**

Due to the high number of new services and large variety of marketing characteristics, one of the most interesting planning activities when operating NGN is the economic modelling of the services costs, revenues and profitability, either per single service or for groups of services in the case of a bundle offer.

The service related modelling is a subset of the overall NGN economic modelling that represents with less detail the analysis of technological variants and for a given network solution models with more detail the demand, dimensioning, tariffs, revenues and profitability of the services themselves.

In order to consider correctly the per service impacts on the network and business, it should be differentiated in all economic evaluations those values due to:

- the overall operation company
- the global network solution
- the broadband platform needed for all new services
- the specific platform for each service type

Modelling and differentiation of resources, cost drivers, revenue drivers with the corresponding cost allocation per service type is a must for the knowledge of impact from each service and to decide the introduction strategy per service or service bundle.

- Major cost drivers for multimedia service require the evaluation of all dimensioning units like:

- Number of Users

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- Number of BB ports
- CAPS (Call Attempts Per Second) and Sessions rate
- Equivalent Sustained Bit Rate at the different network segments
- Required storage memory

- Those units, dimensioning and costing has to be performed for the following network resources:

- Specific service platforms to be dimensioned per service with the corresponding cost evaluation are needed for the applications to be implemented such as: VoIP, VoD, IP Centrex, Unified messaging, Content Delivery, Multimedia messaging, etc.
- Common platforms and network resources to all services requiring the broadband platform should be dimensioned and cost with the corresponding aggregated flows of all services grouped by affinity of QoS or Service Level Agreement
- Operational expenses also need to be modeled with differentiation per service type and service group, both for the technical operation, maintenance, software upgrades as well as for the marketing, promotion, training, etc. that will be important at the first years of the new services.
- For all the common costs either due to BB platforms as well as for common network resources and overall company operation, a sharing factor has to be evaluated also as a function of partial consumed resources that will aggregate to the specific costs

- Major revenue drivers for multimedia services need to consider the contract fee, monthly fee and usage/traffic dependent fee, either in erlangs, Mbs, time, delivery unit (ie: video film) etc. Due to confluence of many new multimedia services of heterogeneous types, it is fundamental to keep track of consumed resources per service type in order to be able to perform backward cost allocation as a function of utilization.

This will allow a latter calculation of proper tariffs to obtain the service profitability either for single services or services bundles and to ensure fulfillment regulation principles when activity based costing is used. For those services provided in a shared mode by multiple players, like video content, gaming, etc. sharing factors among players have to be applied for the evaluation of global revenues and partial revenues to be incorporated to the operator income.

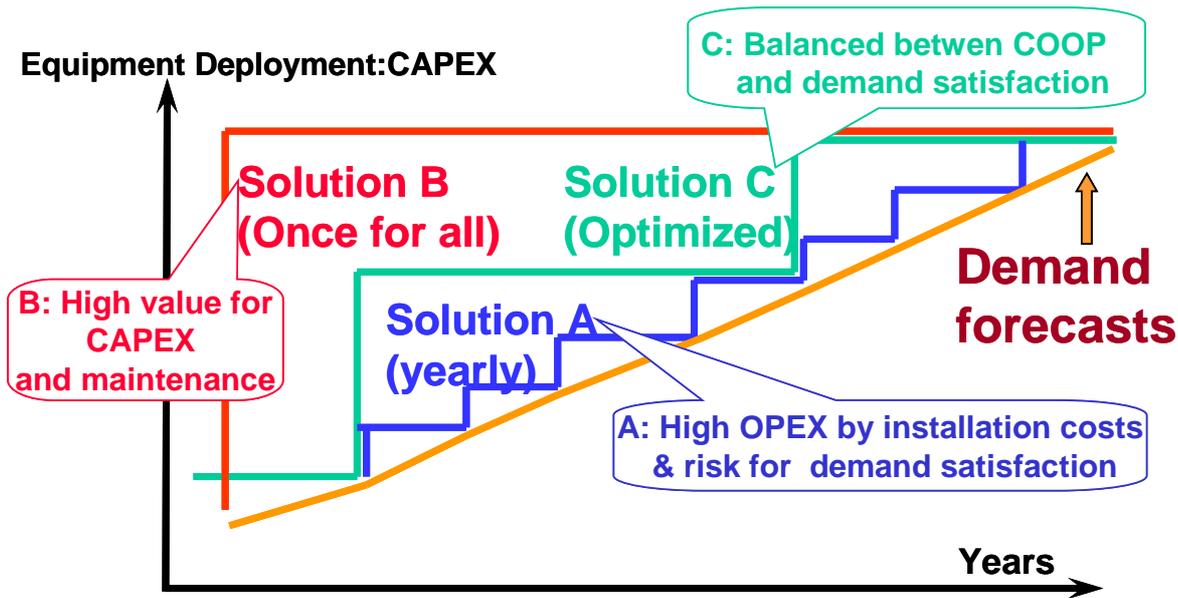
Decision making of which service is introduced first, which grouping or services and for what customer types will be function of the profitability of those alternatives that have a high sensitivity to the services mix by the economy of scale factors. That high impact on the economy of scale is the main driver for convergence of services and the interest of “triple play” and ”multiple play” strategies.

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### 5.5. Cycle life amortization versus modernization

The telecom equipment and infrastructure have to be installed at periodical intervals as a function of the demand evolution. That intervals or provisioning periods for a given technology are a function of the demand growing rate, the systems capacity and modularity, the life cycle of the installed equipment and the corresponding associated costs. The diagram below illustrates three provisioning scenarios for a given demand over time:

- In scenario A, the provisioning is performed at short regular periods (say yearly or quarterly) minimizing the spare capacity but increasing the installation costs by the high number of intervention; in addition an unexpected demand grow at higher rate will imply under provisioning and lost of quality of service as well as of customers.
- In scenario B, the provisioning is performed for the expected demand over a long period or “once for all” with a high start-up cost in CAPEX and high maintenance for an installed equipment with low utilization rate
- In scenario C, the number and volume of provisioning is optimized to minimize Cost of Ownership that considers both CAPEX and OPEX while maintaining adequate utilization rates and Quality of Service



### Examples of deployment scenarios over time

Fig: 5.5.1 Strategies of network resources deployment according to life cycle and economics

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The dynamic optimization problem in network planning takes care for the optimum provisioning periods and volumes in order to minimize costs and is a function of the following parameters:

- Demand growing rate and forecast reliability
- Equipment capacity and modularity
- Technical life cycle and capability to provide new services
- Economical lifecycle
- Equipment fixed costs and incremental costs
- Operational and maintenance costs
- Labour costs
- Interest rate and inflation rate

In the case of availability of new technologies of the same functionality with larger capacities or when new functionalities appear like in the network migration towards NGN, the decisions to be taken by the planner introduce additional scenarios:

- Increase of capacity with same technology modularity (ie: more STM-1 systems) versus jumping to the next technology modularity (i.e: substituting STM-1 by STM-4 or STM-16)
- Substitution of existing technology functionality by the next generation functionality with larger capacities and new functions like in the NGN case.

In these types of scenarios, in addition to the previous parameters, the possibility to provide same services with additional sub networks and the possibility to provide new services not feasible with installed technologies, introduce additional complexity in the techno-economical evaluation by the need to incorporate in the evaluation the differential revenues by those new services.

The evaluation process has to consider and compare the *Net Present Value (NPV)* of potential alternatives with all costs and revenues per alternative with the discounted cash flows. The proper selection of those alternatives that: first fulfil the profitability requirements and second provides better NPV and *Internal Rate of Return (IRR)* will give the decision to the planner on the equilibrium between the amortization versus modernization or substitution by the new generation technology.

Key parameters that most influence on the decision are the degree of equipment obsolescence or remaining time of the life cycle period, the new customers grow rate and the expected cash flows by the new services

The large variety of scenarios in actual networks do not allow a generic recommendation, although it is common that in new Greenfield areas and with obsolete equipment that has to be renovated anyhow it may be recommended the installation of new generation systems once all technical capabilities are available and proved. Also it is frequent that for modern equipment with required functionalities and many years remaining to fulfil the life cycle, substitution is delayed until economically feasible.

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This combination of decisions is called “*cap and grow*” and is the more frequent today, but for every country, region and services demand scenario, the NPV and IRR have to be evaluated in order to ensure not only positive business results but also results in line with benchmarking values in order to survive in a competitive environment.

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## Chapter 6 – Network architectures and technologies

Importance of fluent and economical migration path, as well as interoperability of currently existing and new technologies should be properly addressed.

The needs of

- 1) established "multimedia driven" markets and service regions, and
- 2) the emerging basic services regions with just a limited need for high-end services

are somewhat different.

As the needs and requirements for design of the high-end (#1 above) networks are very widely discussed and well documented, but the learnings from early times of those networks have -- due to the rapid pace of telecommunications evolution -- much vanished in the dust, not having been very well documented; this information would however now be very valuable for the bodies who face the service coverage expansion questions in context with #2 solutions above.

In this chapter different network architectures are described - existing telephony network architectures, data network architectures, data invasion of the telecommunication network, the future telecommunication network architectures. Special attention is drawn on the next generation network (NGN) and the migration scenarios from the current TDM networks to this goal.

### 6.1. Network architectures

#### 6.1.1 Core and Edge Network Technologies

##### *The Evolution of Core and Edge Networks*

Regarding the physical layer, fibre optics dominates the core and metro networks. 99% of core networks are already optical. The remaining 1% is satellite and point-to-point microwave used in well defined specific situations, usually in geographically remote areas, which are sparsely populated and have very rough terrain [6.1].

In the next 15 years the number of optical channels is expected to increase from the presently common 40-80 channels to 200 channels and the bitrate per optical channels is expected to increase from the presently common 2.5-10 Gbits/s to 40-160 Gbit/s.

In parallel with the above outlined development of pure "volume" increase, the optical layer will become smarter, and the functionality implemented in the optical layer will also increase. For example, in many instances protection is already realised in the optical layer.

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The protocol stack will continue to converge (eg. from IP-over-ATM-over-SDH-over-WDM to IP-over-WDM). This will bring increased efficiency through reduced functionality duplication/redundancy.

Optical Transport Networking (OTN) represents a natural next step in the evolution of transport networking. For evolutionary reasons, OTNs will follow many of the same high-level architectures as followed by SONET/SDH, ie. optical networks will remain connection-oriented, multiplexed networks. The major differences will derive from the form of multiplexing technology used: TDM for SONET/SDH vs. wavelength division for OTN. To satisfy the short-term need for capacity gain, the large-scale deployment of WDM point-to-point line systems will continue. As the number of wavelengths grows, and as the distance between terminals grows, there will be an increasing need to add or drop wavelengths at intermediate sites. Hence, flexible, reconfigurable Optical Add-Drop Multiplexers (OADMs), will become an integral part of WDM networks. As more wavelengths become deployed in carrier networks, there will be an increasing demand to manage capacity. In much the same way that digital cross-connects emerged to manage capacity into the electrical layer, Optical cross-connects (OXC) will emerge to manage capacity at the optical layer.

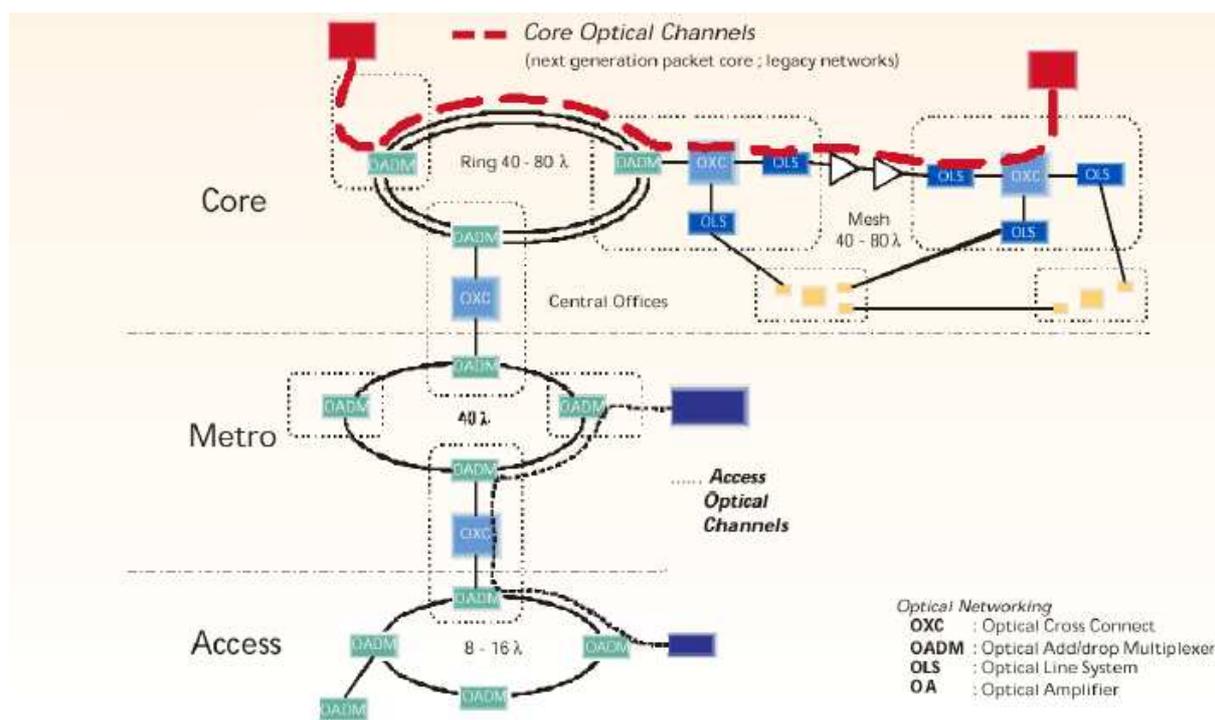
Figure 6.1.1 depicts an OTN architecture covering the core, metro, and high-capacity access domains. Initially the need for optical-layer bandwidth management was most acute in the core environment, but increasingly the access network at the client or server is becoming the bottleneck for data transfer. The logical mesh-based connectivity found in the core will be supported by way of physical topologies, including OADM-based shared protection-rings, and OXC-based mesh restoration architectures. As bandwidth requirements grow for the metro and access environments, OADMs will be used there too.

It is expected that the core and metro network will evolve to consist only of IP- and WDM-technologies. The architecture of the next generation network will take advantage of the provision of an integrated IP network layer directly on top of a WDM transport layer. The encapsulation of IP over WDM can be accomplished in different ways with simplified network stacks deploying protocols such as Packet over SONET/SDH, Gigabit Ethernet or Simple Data Link.

The basic guideline for the integrated IP/WDM architecture is that WDM is considered as a backbone technology and IP is interconnected to the WDM equipment at the edges of the Core network. Such a network is mainly considered by ISPs and in particular, Competitive Operators, deploying optical infrastructure, leased or owned, willing to provide IP services on top of it using IP Points of Presence (PoPs).

The optical infrastructure will gradually evolve from ATM/SDH. Different topologies of WDM equipment may be deployed in the metropolitan and backbone areas. Incumbent operators could also deploy such a network, where in that case they integrate their existing ATM and SDH infrastructure with the DWDM equipment by using the WDM backbone or core to carry the ATM and SDH traffic.

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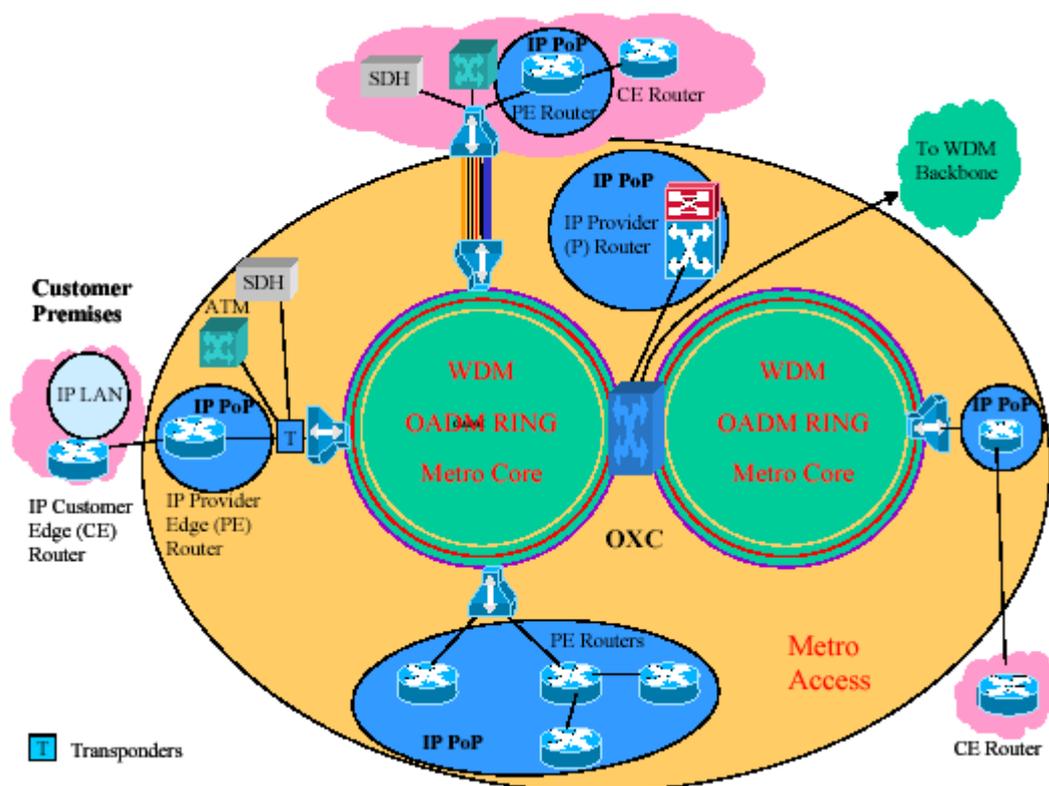
**Figure 6.1.1 Optical Transport Network Architecture**

Three main areas are considered in this integrated IP over WDM network architecture:

- **Backbone area**, consisting of core level IP PoPs, which are interconnected via the WDM backbone network. WDM backbone network topologies heavily depend on the distances of the IP PoPs. For long distances with significant power losses (partial) mesh networks or concatenated rings of point-to-point WDM systems are most common, while for smaller distances similar topologies to the Metro area (eg. rings) are applicable.
- **Metro area**, consisting of an optical WDM metro core with ring topologies dominating, and metro access area, where the IP PoPs are located. IP PoPs can be of 2 categories:
  - o edge level ones are the gateways to the Customer Premises IP equipment
  - o core or transit ones are used to groom traffic and forward it to the IP backbone
- **Access area**, where main Business/Enterprise customers or smaller Residential/Small Office/ Home Office IP customers are interconnected to the ISP acquiring Internet access.

Figure 6.1.2 depicts a future ISP's metropolitan network consisting of a WDM optical Metro core and IP Metro access. The IP section is composed of a number of IP PoPs, where customers can access the IP network services and traffic is groomed and forwarded to other PoPs or networks through the backbone. Access is facilitated to customers through the interconnection of the ISP's Provider Edge (PE) IP routers with the Customer Edge (CE) IP routers. Existing ATM and SDH equipment is shown for completeness. Provider equipment can be collocated or not with the customer equipment, depending upon the distance between customer and provider premises and on the amount of traffic generated by the customer, and the tele-housing policies.

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**Figure 6.1.2. Metropolitan Area IP over WDM Example**

The optical WDM metro core is usually composed of a ring of re-configurable OADMs, while additional point-to-point WDM links with Terminal Multiplexers can be considered for large customers. OADMs offer management interfaces so that they can be remotely re-configured to add and drop wavelengths (optical channels) to the ring through the tributary cards and multiplex them in the form of optical line signal in the corresponding line cards of the ring in each direction.

In the case where there are two WDM metro core rings, then an optical cross-connect is needed, to route wavelengths from one ring to the other supporting all-optical networking. Such cross-connects are the most expensive pieces of optical networking equipment, capable of performing additional tasks, such as wavelength switching and conversion for hundreds of ports in an all-optical form without O-E conversion.

The metropolitan network should extend the transparency and the scalability of the LAN through to the optical core network. The IP Metro access is composed of a set of PE routers interconnected via optical interfaces with OADMs. At the access side of the metropolitan network, Fast Ethernet is becoming commonplace.

However, a more-compatible methodology would be the use of optical Ethernet (40-Gigabit speeds (SONET OC-768) have already been demonstrated). Network operators may limit their customers to a few Mbit/s, but the links are gigabit-capable; and someday the fees for gigabit-scale Ethernet services will be affordable. In the meantime, the protocols and

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techniques for bandwidth segregation over shared links exist, work well, and are used in thousands of sites. It is a simple step to run parallel optical Ethernet trunks, each on a separate wavelength, all multiplexed over a single fibre pair using DWDM technology. In this way, a point-to-point Ethernet link could have scores of 10 Gbit/s channels, with an aggregate Ethernet bandwidth of perhaps 400 Gbit/s. Of course, this kind of network requires very large Ethernet switches at the ends of the fibres.

The limits on optical Ethernet bandwidth may be only the limit of fibre optic bandwidth (perhaps 25 Tbit/s per second for the available spectrum on today's fibre) which is still well beyond the capabilities of today's lasers and electronics. However, extrapolating from recent trends brings us to that level in only 5 or 10 years..

In the case that the router provides interfaces working in 15xx nm for transmission and reception, there is no need for a transponder in the OADM. The usual case, however, is that the routers' optical interfaces work in 1310 nm and there is a need to adapt this wavelength to the 15xx, which is done by the corresponding two-way transponder. The transponder converts the optical signal of 1310 nm to electrical and back to optical.

The Wide Area Network is usually composed of a partial mesh-type optical WDM network. Transmission rates of more than 10 Gbit/s per wavelength are providing access to terabits of bandwidth between metropolitan areas. The power budget is generally sufficient for distances up to 1000km without regeneration, reshaping and retiming. Optical Amplification is deployed either to boost the aggregate multiplexed optical line signal (eg. with an Erbium Doped Fibre Amplifier) or to separately regenerate each optical channel at the corresponding tributary.

## 6.1.2 Access Network Technology

### *The Evolution of Access Networks*

Broadband access needs are changing very rapidly [6.1]. Content-intensive applications are driving up the need for speed. New peer-to-peer applications such as instant messaging with text, voice and - in the future - video will push the envelope even further since they require bidirectional data streaming.

IP with Quality of Service differentiation (Differentiated Services, Integrated Services and Multi-Protocol Label Switching) is expected to become necessary to handle a range of different services.

#### 6.1.2.1 Fixed Access Network Technologies

- ADSL - Asymmetric Digital Subscriber Line - enables a broadband always-on connection to be provided over the copper pair originally installed for POTS (typically 1-2 Mbit/s downstream and 128-512 kbit/s upstream, depending upon the distance from the exchange, and the quality of the copper pairs).
- VDSL - provides very high speed symmetric communication over short copper pairs (or co-ax CATV) for the last few hundred metres to the user and may be used in conjunction with fibre.

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- Cable modems - provide a shared broadband interactive link over (upgraded) Cable TV networks, and are capable of similar data flow rates upstream and downstream to ADSL. Being a shared medium, however, the instantaneous throughput experienced is dependent upon the number of simultaneous users and their usage pattern.
- Fibre - is penetrating into access areas, but the dream of fibre to the home (FTTH) or desktop has yet to materialise, mainly because of the cost-sensitive nature of this part of the network. Passive Optical Networks provide fibre communications without expensive electronics. They are well suited to enhancing existing networks by replacing the copper between the Local Exchange and a flexibility point. A similar approach can be used with CATV networks, for instance in a Hybrid Fibre Co-ax system.
- Ethernet and fibre optics – the combination of these two technologies would provide an almost unlimited bandwidth to individual users, but the economics are still not clear.
- Powerline. Some operators have provided services using the electricity distribution network for communications. This has great potential (especially for in-home networking) but there are a number of problems to overcome.

Concerning wired access networks to the home, up to now mainly use is made of existing infrastructures of telephone-companies (phone-line), broadcast-companies (cable), and utility-companies (power-lines), using dedicated protocols like ATM, ADSL, DOCSIS, and allowing for speeds up to Mbit/s. Some companies have started investing in new infrastructures to cover the 'last mile' to the homes, notably using fibre-optic cabling, allowing for true broadband access, but requiring huge investments in the infrastructure.

The following challenges can be seen for fixed networks:

- Deal with heterogeneity, which requires bridging solutions, or a common network abstraction layer
- How to support isochronous data-transfer and plug-and-play on top of Ethernet (and IP)
- Increasing the bandwidths to support future application needs

### *6.1.2.2 Mobile Access Network Technologies*

The increase in mobile communications and user expectations for diversified wireless services has led to the development of a variety of wireless access systems.

In particular, IEEE802.11b wireless LANs supporting up to 11 Mbit/s have become popular in the home/business area, and this technology is now being used to serve public “hot spots”. HSCSD and GPRS - are enhancements to GSM to provide a mobile service more suited to data.

UMTS, the 3rd generation of mobile systems, promises to allow data communications at up to 2 Mbit/s.

Considerable effort is underway to reconcile the different standards, typically by using multimode terminals and interworking devices. However, this approach does not seem to have

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all the ingredients to make the multiple existing and emerging mobile access technologies appear to the user as a single, seamless, and homogeneous network.

A possible way forward is the development of an open radio-access concept; ie. an access network which on one hand is based on a versatile air interface, and on the other hand is capable of satisfying different applications in different radio environments, when combined with IP-based backbone networks.

Besides flexibility in the air interface, such an open network paradigm requires a corresponding redefinition of layers above the physical one. In order to integrate heterogeneous mobile access networks, it is necessary to break the tie between mobile users and networks, and to move towards ways of operating that are:

- compatible with IP-based networks
- scalable; and
- distributed.

The resource management should provide an independent performance calibration ("tuning knobs") allowing network operators to set target levels, tailored to user needs, on a unified IP-based access interface.

There will be a lot of different technologies and systems that will be used for the cellular communications. Therefore in the future, software radio solutions will be developed to enable dynamic reconfiguration (for all layers) and to offer a multifrequency and multimode system.

The IP protocol will be used by all types of terminals and by all networks. The 4G terminals will be a mobile and a wireless terminal with integrated Mobile IP and Cellular IP protocols.

### *6.1.2.3 Dynamic handover between wireless networks*

In wireless networks, terminal devices make connections to base-stations. By enabling handover, consumers are offered improved mobility. We discriminate between horizontal and vertical hand-over.

Horizontal handover is a transition of this connection from one base station to another, within the same type of network. This may be necessary to deal with situations such as the motion of the mobile terminal, interference or a request for a different service.

A difference can be made between hard horizontal handover and soft horizontal handover between base stations:

- A hard horizontal handover is described as a horizontal handover involving a frequency change. The transition occurs in one instance, ie. the mobile will give up its connection to one base station completely before it established a connection to the second. In a well-managed network it should know where to find the second connection but unfortunately calls can be lost. Hard handover is also called 'break-before-make' handover.
- A soft horizontal handover is described as a handover where the second connection is established before the first is dropped, using the same frequency. In this way a mobile may during this period be communicating simultaneously with two base stations, and calls should not be dropped. Soft handover is also called 'make-before-break' handover.

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Vertical handover is the process of handover between different types of networks. This may be a handover between standards of the WAN/cellular type, like GSM and UMTS, but also of the LAN/hot-spot type, like WiFi, and the PAN/personal type, like Bluetooth. This type of handover typically is hard (involving a frequency change).

Multi-band (via hard horizontal handover) and multi-standard (via vertical handover) mobile terminals are already available on the market, although they only cover the second-generation (2G) GSM mobile cellular standards that operate at 900 MHz and 1.8 GHz with the addition of 1.9 GHz for use in the USA. Currently, terminals are being developed that will also support the third-generation (3G) standard UMTS, that operates at 2 GHz, together with some of the aforementioned 2G standards.

Roaming (via soft horizontal handover) is possible with all contemporary terminals. Regarding the multi-band, the benefit offered to the user by the hard-horizontal handover is an extended service provision in terms of geographical area, since the services offered by each network (on a different band) are very similar (voice, SMS and in some cases data if GPRS is involved).

Regarding the multi-standard, in all these terminals the system operates using only one standard at any one time, since components are shared within a single radio architecture. This limits their handover to hard vertical handover between the various standards.

Terminals that can operate simultaneously on more than one wireless standard are not yet available. Simultaneous operation may however only be a perception by the user and achieved within the terminal using soft vertical handover between the various standards.

An additional need arises to support wireless LAN standards within the terminal in addition to the existing mobile cellular 2G and emerging 3G standards. Work has already commenced in the ETSI BRAN project and in the 3GPP on the inter-working between the 3G and Hiperlan/2 standards. The reason behind this is that basically LANs provide support for higher data rates that are offered by the cellular networks. They tend, however, to be restricted to short-range and mobility, implying no contiguous coverage and not suitable for high speeds of mobility. So, cellular WANs and “hot-spot” LANs can be seen as complementary, in terms of data rates but also service provisioning.

The following challenges can be seen for dynamic handovers:

- Develop terminals that can operate simultaneously on more than one wireless standard
- Enable seamless handover between WAN/cellular, LAN/“hot-spot”, and PAN/personal networks

#### *6.1.2.4 Wireless LAN Market Trends*

Most WLANs are employed to augment rather than replace wired LANs. They provide connectivity to a LAN in places where wiring is difficult, costly or inconvenient to employ. Common applications for WLANs may include the following:

- Museums and archaeological places
- Hospitals, recording patient information at bedside

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- Car rental companies, to input car-return information
- Warehouse and retail shops, to keep inventories
- Restaurants placing orders
- Offices that extend networks into boardrooms and libraries
- Schools
- Wireless meeting rooms
- Wireless business centres
- Wireless small offices

The total WLAN revenue was \$839 million in 2000 and \$1,056 million in 2001 (IDC).

#### *6.1.2.5 Fixed-Wireless Access Technologies*

Fixed wireless access (eg. LMDS) - systems use radio links to provide connections to customers in fixed locations. It is suitable for broadcast applications as well as broadband telecommunications.

The wireless Internet markets are opening quickly after 2001. Although most of the attention has been focused on cellular telephony, the fixed wireless Internet will be also extremely important market area. In fact, the fixed wireless will be the first technology that is implementing a real wireless IP connectivity. The transitional technologies such as WAP or UMTS are not inherently TCP/IP-compatible in the sense that they do not allow for the transparent flow of Internet traffic. The large bandwidth, relatively good channel conditions with fixed wireless etc. will make it possible to build IPv6 compatible wireless links well before actual mobile Wireless Internet is possible.

Overall, LMDS compares favourably with competing options on the basis of both performance and cost, but it lacks the wide support and financial backing which other platforms possess. Industry support has flooded behind cable modem and ADSL technologies, and this could prove to be significant.

The computing industry also seems to be supporting ADSL, and to a lesser extent cable modems, as a means of delivering multimedia content to homes and businesses. This industry has a lot to gain from the success of broadband delivery, and logic suggests, that its members will go to great lengths to bring the most likely broadband technologies to the mass market. ADSL seems to be that technology.

Only a few companies have publicly committed to supporting LMDS platform and those, which have, lack the distribution, name-brand awareness, and financing which supporters of ASDL and cable modems possess. This difference is likely to result in an LMDS CPE that costs more than - and lacks the distribution of - cable and ADSL modems. In addition, there

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will be lower visibility for LMDS. Time could also be an issue. If cable modems and ADSL services become widely accessible within the next two years, then the deployment of LMDS could prove unattractive in areas that already possess other alternatives.

There are a number of variables that could drastically alter the market and the fortunes of LMDS providers. ADSL and cable modem deployment could lag considerably behind expectations, and satellite and many LMDS operators may not even build out their networks. However, developments in the market today suggest that leading LMDS auction winners will deploy networks, and that these Service Providers will concentrate their efforts on business and well-to-do residential customers. The high-cost of CPE will preclude deployment to other residential areas, at least initially.

- Geostationary satellites and terrestrial broadcasting - can now provide broadband (asymmetric) interactive capability using the fixed network (eg ISDN) for the upstream path.
- Low Earth Orbit satellites and High Altitude Platform Stations – considerably reduce the problems caused by the transmission time to and from geostationary satellites but have not yet been proven commercially viable.

In the near future, residential access is expected to remain copper-based, using technologies such as xDSL to boost the capacity of traditional copper lines. However, for business offices, optical technology is already being used to bring high bandwidth to the end-user, with ATM and SDH access equipment at the customer premises. The next step is to use WDM technology for these environments. WDM will first be used in industrial and campus LAN environments. The DWDM network at the Microsoft headquarters in Redmond is a good example of a trial of these latest technologies, which use DWDM in the enterprise environment. This will become technically and economically feasible due to the very large number of wavelengths that a single fibre can carry, thus spreading the cost to more subscribers. Introducing more wavelengths per fibre can also lead to new topologies for home access by using ring or bus like structures with an add/drop port per home so that each home has its own wavelength.

Nevertheless, the point-to-point optical fibre star structure is preferred for business customers with critical security requirements. In major cities, fibre already connects most big business offices (FTTO) and some residential buildings with ring or star structures. Fibre is getting closer to small business customers and residential customers with double star or tree-branch structures. Fibre to the cabinet (FTTCab) and fibre to the curb (FTTC) are becoming more common, also fibre to the town (FTTT) and fibre to the village (FTTV) are increasingly popular.

### 6.1.3 The evolution of home networks

Homes contain many kinds of network technologies, for example:

- analogue/ISDN/ADSL/CATV/Ethernet/WLAN for communicative, interactive services
- CATV, satellite links, etc. for entertainment services

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- various low speed smart devices, interconnected and controlled by radio, fixed, infrared, ... types of network.

### 6.1.3.1 Fixed home networks

A lot of in-home networking standards require cabling between the devices. One option is to install new cabling in the form of galvanic twisted-pair or coaxial wires, or optical fibres. The alternative is to use existing cabling, like power-lines and phone-lines. Especially for the existing cabling a wide range of proprietary standards exist, but we will limit ourselves to the more interesting open standards.

Using existing cabling in the home is very convenient for end-users: «no new wires!». For in-home networking via the phone-line, HomePNA22 has become the de-facto standard, providing up to 10 Mbit/s, where 100 Mbit/s is expected. For power-line networking, low-bandwidth control using X1023, and (high) bandwidth data transfer using CEBus and HomePlug are the most prominent ones, offering from 10 kbit/s up to 14 Mbit/s.

Premium performance is obtained when using new cabling. New cabling requires an additional effort of installation, but has the advantage that premium-quality cabling can be chosen, dedicated to digital data-transport at high rates. The IEEE-1394a standard (also called Firewire and i.Link) defines a serial bus that allows for data transfers up to 400 Mbit/s over a twisted-pair cable, and extension up to 3.2 Gbit/s using fibre is underway. Similarly, USB defines a serial bus that allows for data transfers up to 480 Mbit/s over a twisted-pair cable, but using a master-slave protocol instead of the peer-to-peer protocol in IEEE-1394a. Both standards support hot plug-and-play and isochronous streaming, via centralised media access control, which are of significant importance for consumer-electronics applications. A disadvantage is that this sets a limit to the cable lengths between devices.

Another major player is the Ethernet (also known as IEEE 802.3) which has evolved via 10 Mbit/s Ethernet and 100 Mbit/s Fast Ethernet, into Gigabit Ethernet, providing 1 Gbit/s using fibre. Ethernet notably does not support isochronous streaming since it lacks centralised medium-access control. Also it does not support device discovery (plug-and-play). It is however widely used, also because of the low cost.

Currently there is no dominant wired networking standard for in the home, and networks are likely to be heterogeneous, incorporating multiple standards, both wired and wireless.

### 6.1.3.2 Wireless home networks

As opposed to wired networks, wireless systems are far easier to deploy. Already widely deployed in Europe is the well-known DECT technology, notably for voice communication. For services other than voice, they can be divided into two categories: Wireless PANs and LANs.

Wireless Personal Area Networks (PANs) typically have a short range-of-use (10-100 meters), and are intended to set up connections between personal devices. The most widely

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deployed standard in this class is Bluetooth. Its capability is providing 1 Mbit/s for few connected devices in a small network, called piconet. Its range is between 10 and 100 meters depending on the transmission power. The used transmission-band for Bluetooth lies in the 2.4 GHz ISM band (license-free).

The IEEE 802.15 standard is intended to go a step further. It integrates the Bluetooth standard and harmonizes it with the IEEE 802 family, such that it is IP and Ethernet compatible. The objectives are a high-bit rate solution (IEEE 802.15.3) providing up to 20 Mbit/s, and a low bit-rate one (IEEE 802.15.4, also known as ZigBee).

The HomeRF standard, like Bluetooth, also works in the 2.4 GHz ISM band. From an initial maximum data rate of 1.6 Mbit/s, it has been extended to 10 Mbit/s. HomeRF has a range of 50 meters at this speed. It is not interoperable with its strongest competitor, IEEE 802.11b (see below), however.

Wireless local area networks (LANs) have a broader application area: their purpose is to provide a wireless connection for networked devices like laptops or even handheld devices, not restricted to one person. The IEEE 802.11 series of standards are leading in this area: The IEEE 802.11b (WiFi) standard uses the 2.4 GHz band, and the IEEE 802.11a standard the 5 GHz band. Notably the 802.11b standard is gaining market share. Capabilities of 802.11 are to provide up to 54 Mbit/s over 300 meters distance. ETSI former Hiperlan2 standard has now merged with 802.11a, giving some features that were already considered like power control and QoS.

Concerning wireless networks to the home, the driving and most deployed systems are DVB-based access networks. Currently, they are mainly deployed through satellite transmission, for Digital TV broadcasting services. Interactive services are provided through the use of eg. telephone-lines for the (narrow-band) return channels. The technology has the main characteristic to be a broadcast and reliable (with very low error rate) link supporting around 1Gbit/s in total, and thereby able to transport hundreds of compressed TV programs. In parallel, some data-based services can be carried, adding extra features around the TV programs, such as electronic program guides (EPGs) and encryption keys. For terrestrial transmission of digital TV, the DVB-T standard has been standardised and will be deployed in the near future progressively. Its purpose is the same, but the number of carried TV programs will be limited to about 40.

Some wireless fixed broadband-access solutions have also been standardised, with relatively poor success. The local multipoint distribution service (LMDS) is being used for point-to-multipoint applications, like Internet access and telephony. It only has a 3-mile coverage radius, however. The multichannel multipoint distribution service (MMDS) was initially used to distribute cable television service. Currently it is being developed for residential Internet service. However, installations have not been profitable and service delays have been widespread. Currently, new standards have being defined: e.g. the IEEE 802.16 (WirelessMAN) standard addresses metropolitan-area networks; amendment 802.16a expands the scope to licensed and license-exempt bands from 2 to 11 GHz. ETSI is following a similar track for Europe.

The following challenges can be seen for wireless home networks:

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- To deal with governmental regulations that vary widely throughout the world, and prevent interference, especially in the license-free spectrum bands, to ensure optimal network performance.
- Power consumption for mobile devices: since wireless networks enable mobile applications, their success relies on the duration and limited weight of the devices batteries. One of the requirements driving the development of Bluetooth was to have low-cost, low power consumption devices.
- To enable the use of wireless networks in consumer applications of every day life, seamless integration of new devices is critical. This involves interoperability for both low level protocols (plug-and-play devices) as well as higher-level functionality.
- Wireless networks have specific features such as loss of packets and bit rate modifications that have a significant impact on some applications requiring a constant QoS such as video. Adaptation of data transport to the constraints of wireless networks with techniques such as error resilience, scalability or joint source-channel coding is therefore critical.

Interworking and interoperability, as well as the seamless provision of services, independent of the underlying networks is the most challenging topic to be addressed in the access and home network environments. The standards arena of home networks is another area, which is currently too diversified and hence there is a number of proprietary technologies and interfaces. This is not a cost-effective solution that can exist in the long term.

#### 6.1.3.2.1 Heterogeneous in-home networks

From the previous sections it is clear that several technologies for in-home networking exist. These standards and technologies differ in:

- Application domain (home control, communication, infotainment, entertainment)
- Middleware technology (HAVi, UPnP, Jini, etc.)
- Connection technology (based on new wiring (coax, twisted-pair, fibre), on existing wiring like power-line and phone-line, or wireless).

At least for the coming years, but even in the long run, there will not be a clear winner, and it is expected that several technologies will co-exist. Moreover, since there is no main player dominating the home infrastructure, all kind of technology combinations will co-exist within a single home network making it fully heterogeneous. This implies that networked devices, services and applications will only be successful, if they are prepared to run within a heterogeneous environment. Therefore, a strong research need arises to develop bridges and gateways that can couple the different clusters in a heterogeneous home network.

The heterogeneity can appear both at the lower (data transport focused) and higher (middleware) layers of the ISO OSI protocol stack.

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An overview of the various wired and wireless data transport focused standards we provided before. Here we focus on heterogeneity at the middleware layer, which means that different middleware standards are present dealing diversely with fundamental issues like:

- Device models and definitions
- Resource management
- Event management
- Stream management
- Plug-and-Play mechanism
- User-interface concepts

The available (combinations of) middleware standards heavily influence both the architecture of the devices, as well as the architecture of services and applications in the network.

To make a proper architectures for devices and applications it is essential to have adequate knowledge of the various middleware technologies they may end up working on. The state-of-the-art middleware technologies for entertainment/infotainment are: HAVi, UPnP, Jini, Bluetooth, WAP. They vary in the protocol stack, some of them like UPnP or Jini, are bound to a specific layer (network, eg. IP) in the OSI stack. Others, like HAVi, Bluetooth and WAP, are tightly coupled to a specific communication medium but stretch out far into the application layers.

There is a pervasive use of sensors in all areas of our lives, and these will be increasingly miniaturised, equipped with embedded intelligence and capabilities for being networked so that they can communicate with other devices.

Besides the in-home networks, there are the various access networks to the outside world, via telephone, cable, satellite, etc. These will have different characteristics and have an impact on the provided external services. To make good architectures for devices and applications it is essential to have good knowledge of the properties from the different access networks and the services offered through them.

The following challenges can be seen for heterogeneous in-home networks:

- To deal with heterogeneity at lower layers requires development of bridging solutions, or a common network abstraction layer like IP
- To deal with heterogeneity at higher layers requires development of gateways coupling different middleware standards

### 6.1.3.3 *Ad-hoc Networks*

Ad-hoc networking enables users to co-operatively form dynamic and temporary networks without any pre-existing infrastructure, using capabilities of the underlying, mostly wireless, network. This contrasts with infrastructure-based networks.

In its most primitive form, ad-hoc networking enables direct communication between any two mobile nodes that are in the wireless transmission range. This may be the only way of communicating. This is, for instance, the case for Bluetooth, which facilitates ad-hoc connections for stationary and mobile communication environments. On the other hand, the long-range IEEE 802.11 standard defines two modes of operation: base-station mode (BSS, basic service set), and ad-hoc mode (IBSS, independent basic service set).

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Every mobile node operating in the BSS mode must be in the transmission range of one or more base stations, which are responsible for buffering and forwarding traffic between nodes. Nodes can send outgoing traffic to the base station anytime and periodically poll the base station to receive incoming traffic, while being in the sleep mode the remaining time. The ad hoc operation mode does not use any base station infrastructure; nodes communicate directly with all other nodes that are in the wireless transmission range. Because there is no base station to moderate communication, nodes must always be ready to receive traffic from their neighbours.

Ad-hoc routing protocols extend the basic one-hop ad-hoc networking by managing the routing of messages among mobile nodes. Proposed protocols are typically implemented over IEEE 802.11 and maintain a routing table from which the path of mobile nodes, to be followed for sending a message from one mobile node to another, may be retrieved. The main issue to be addressed in the design of an ad-hoc routing protocol is to compute an optimal communication path between any two mobile nodes. This computation must minimise the number of control messages that are exchanged among mobile nodes in order to avoid network congestion but also to minimise energy consumption.

There exist two basic types of ad-hoc routing protocols: proactive and reactive. Proactive protocols (eg. OLSR [JMQL+01]) update their routing table periodically. Reactive protocols (eg. AODV, DSR, TORA) a-priori reduce the network load due to the traffic of control messages, by checking the validity of, and possibly computing, the communication path between any two mobile nodes only when a communication is requested between the two. ZRP is a hybrid protocol that combines the reactive and proactive modes. The design rationale of ZRP is that it is considered advantageous to accurately know the neighbours of any mobile node (ie. mobile nodes that are accessible in a fixed number of hops, whose optimal value is of 3-4). Hence, ZRP implements both a proactive protocol for communicating with mobile nodes in the neighbourhood (referred to as the zone), and a reactive protocol for communicating with the other nodes.

Ad-hoc networking is a very cost-effective solution. In general, it is very convenient for accessing services and data that are present in the local (physically close) area, and for possibly reaching a WLAN base station, all at little or no cost for the user. Ultimately, the user may decide to pay for communication using (global) mobile-service networks, if the connectivity using the ad-hoc network connection to a wireless LAN is of poor quality.

The following challenges can be seen for ad-hoc networks:

- Middleware over ad hoc networks. Ad-hoc networking allows for setting up collaborative networks among mobile nodes based on their geographical proximity and/or sharing of interest. However, middleware that sets up such a collaborative environment still needs to be devised, offering in particular base services for the management of ad hoc grouping and of security. In addition, the middleware must be designed so as to minimise energy consumption by and optimise the performance of the devices involved in the collaboration.

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- Setting up an ad hoc group of mobile nodes using the underlying ad hoc network relies on the design of adequate services for service discovery and lookup and for dynamic group configuration. These issues are further discussed in the sections on Lookup and discovery of services and devices and Service composition.
- Ad-hoc networking raises the issue of ensuring end-to-end privacy and integrity of the users' data. However, strong security enforcement must be balanced with consumption of resources and in particular of energy.
- The increasingly powerful hardware embedded in mobile nodes and the relatively slow increase of battery capacity require devising adequate solutions to energy saving on the mobile nodes for all the constituents of the mobile environment, ie. application software, network operating system and hardware. In particular, communication is one of the major sources of energy consumption. This has thus led to the design of wireless communication protocols that reduce energy consumption. However, most of the communication protocols that have been proposed for ad hoc networks are assessed in terms of bandwidth usage and not energy consumption. There are actually few protocols that are specifically aimed at reducing energy consumption, which cannot be managed by simply optimising bandwidth usage between the sender and the receiver. In addition, it is mandatory for these protocols to be coupled with distributed application software (ie. application and middleware) that are designed so as to minimise energy consumption, including the one associated with communication.
- It is crucial to design the middleware with performance improvement in mind regarding both resource usage and response time, which are often contradictory. Such a concern relates in particular to how the aforementioned open issues are addressed. In addition, it requires integrating well-known techniques for performance improvement such as caching.
- Integrating ad-hoc and base-station modes.

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## 6.2. New network technologies

### 6.2.1. Information carrying and routing

#### 6.2.1.1 Next Generation IP (IPv6)

IPv6 is the next generation protocol designed by the IETF to replace the current version of the Internet Protocol, IPv4. Most of today's Internet uses IPv4, which is now more than twenty years old. IPv4 has been remarkably resilient in spite of its age, but it is beginning to have problems.

##### 6.2.1.1.1 Introduction to IPv4

The Internet Engineering Task Force published the IPv4 specification (RFC 791) in the fall of 1981. When the IPv4 specification was released, the Internet was a community of approximately one thousand systems. The IPv4 specification called for every IP address to be represented by a 32-bit number made up of four groups of eight-bit numbers. This provides a total of just over four billion addresses, although only a few hundred million are actually available due to hierarchic allocation schemes.

Since the release of IPv4, the Internet population has grown to over 100 million computers, increasing far faster than anticipated. As the pool of available addresses decreases, it will become increasingly difficult to obtain IPv4 addresses.

Furthermore, the pace of this growth is expected to continue for years to come. The bottom line is this: *The Internet is running out of addresses.* And by some hard estimates, this could happen as soon as 2002. Early IP assignments reserved addresses for some corporations and institutions in very large blocks. These "Class A" and "Class B" network assignments were issued in the early days when the current growth was not anticipated. While some early adopters may still have addresses available for internal usage, the pool of unissued addresses is becoming smaller every day. The addresses that were handed out to some of the early large corporate networks cannot now be reissued to other users.

##### 6.2.1.1.2 Introduction to IPv6

According to population estimates from the US Census Bureau, the world will be home to about 9 billion people in 2050. Whatever the economic constraints may be, we must clearly plan technically for all of these people to have potential Internet access. It would not be acceptable to produce a technology that simply could not scale to be accessible by the whole human population, under appropriate economic conditions. Furthermore, pervasive use of networked devices will probably mean many devices per person, not just one. Simple arithmetic tells us that the maximum of 4 billion public addresses allowed by the current IP version 4, even if backed up by the inconvenient techniques of private addresses and address translation, will simply be inadequate in the future. If the Internet is truly for everyone, we need more addresses, and IP version 6 is the only way to get them.

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IP version 6 (IPv6) is a new version of the Internet Protocol, designed as a successor to IP version 4 (IPv4) [RFC-791], the predominant protocol in use today. The changes from IPv4 to IPv6 are primarily in the following areas: expanded addressing capabilities; header format simplification; improved support for extensions and options; flow labeling capability; and consolidated authentication and privacy capabilities. Summarized key features between IPv4 and IPv6 are as follows:

**Table 6.2.1 Key features of IPv4 and IPv6**

		IPv4	IPv6
Packet Format	Size of Basic header size	Variable size	Fixed size
	Optional headers	Optional headers	Extension headers and options
Addressing	Addressing spaces	Lack of address spaces	Large address spaces
	End-to-end communications	No	Yes
	Types of addresses	Unicast, multicast and broadcast	Unicast, multicast and anycast
	Scopes of addresses	Local and global	Link-local, local and global
	Address configuration to an interface	A address	Multiple addresses
	Address allocation to an equipment	Multiple interface/addresses	Multiple interfaces/addresses
	Address Autoconfiguration	Using private addresses	Using public addresses
	Hierarchical addressing	-	Yes
	Address Renumbering	-	Yes
QoS	Management of service conflicts	ToS field	Traffic class field
	Identification of traffic flows	None	Flow label field
	Recognition of control/expedite data	None	Hop-by-Hop extension header
Security	AH header	Optional	Mandated
	ESP header	Optional	Mandated
Mobility	Detection of new networks	-	RA messages
	Generation of new addresses	-	Auto-configuration
	Mobility headers	-	Mandated
	Option header: Destination option, routing and etc.	Optional	Mandated

Comparing to the IPv4, the key features such as addressing schemes, QoS, security and mobility, etc., are specified as following:

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- Flexible Packet Format: Changes in the way of IP header options are encoded allows for more efficient forwarding, less critical limits on the length of options, and greater flexibility for introducing new options for the future use.
- Expanded Addressing Scheme: IPv6 addressing schemes have a large addressing space due to an increased size of the IP address field. To demonstrate that IPv6 really does have enough addresses for everyone, consider that it has 128-bit long addresses. Superficially that appears to offer an enormous number of addresses: about 340 trillion, trillion, trillion ( $3.4 \times 10^{38}$ ). It seems to be enough for 9 billion people in the world.
- Quality of Service: A new IPv6 header field is added to enable the labeling of packets belonging to particular traffic "flows" for which the sender requests special handling, such as non-default quality of service or "real-time" service. The addition of the flow label field enables IPv6 flow identification independent of transport layer protocols. This means that new types of quality-guaranteed services can be introduced more easily in IPv6 environments.
- Security Support: IPv6 supports built-in IPsec services using AH and ESP extension headers. This enables end-to-end security services via global IP addresses even though intermediate nodes do not understand the IPsec headers.

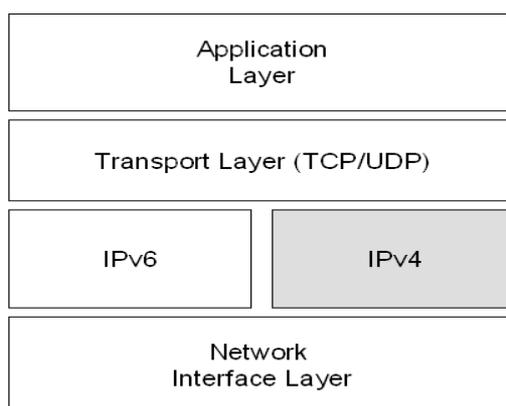
### ***6.2.1.2 Transition Strategies from IPv4 to IPv6***

The IPv6 specification introduces major modifications comparing with IPv4. Not only has the IP address length been extended to 128 bits but also the IP header format and the way header information is processed have been modified. Moving from IPv4 to IPv6 is not straightforward and mechanisms to enable coexistence of and transition between the two versions have to be standardised. There are three general strategies to deal with transitioning to IPv6 from IPv4. They can be used independently of each other, or in combination.

#### ***6.2.1.2.1 Dual-Stack***

Dual Stack is an implementation of the TCP/IP suite of protocols that includes both an IPv4 and an IPv6 Internet layer. This approach requires hosts and routers to implement both IPv4 and IPv6 protocols. This enables networks to support both IPv4 and IPv6 services and applications during the transition period. At the present time, the dual-stack approach is a fundamental mechanism for introducing IPv6 in existing IPv4 architectures. This mechanism will remain heavily used in the near future, but the drawback is that an IPv4 address must be available for every dual-stack machine. Figure 6.2.1 shows dual IP layer architecture.

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**Figure 6.2.1 Dual IP Layer Architecture**

#### 6.2.1.2.2 Tunneling

Tunneling means encapsulation of IPv6 packets within IPv4 packets for transmission over IPv4-only network infrastructure. For instance, separate IPv6 networks can be interconnected through a native IPv4 connection by means of a tunnel. IPv6 packets are encapsulated by a border router before transportation across an IPv4 network and decapsulated at the border of the receiving IPv6 network. Tunnels can be statically or dynamically configured, or implicit (IPv6 to IPv4 or IPv6 over IPv4). The TB (Tunnel Broker) approach has been proposed to automatically manage tunnel requests coming from the users and ease the configuration process. ISATAP (Intra-Site Automatic Tunnel Addressing Protocol) is a technique to avoid tunnel manual configuration. Finally, in later stages of transition, tunnels will also be used to interconnect remaining IPv4 clouds through the IPv6 infrastructure. If tunneling is used, an enterprise's security and network management infrastructure still needs to be upgraded for IPv6. The following shows comparison between various tunneling methods.

**Table 6.2.1 Comparison between tunneling methods**

	Name	Applicability	Drawbacks
IPv6 over IPv4	IPv6 configured tunnel	IPv6 hosts/islands to communicate with each other or with the native IPv6 network through IPv4 networks.	- Manual configure
	Tunnel Broker	IPv6 hosts/islands to communicate with each other or with the native IPv6 network through IPv4 networks.	- Single point of failure - Communication Bottleneck
	6to4	Isolated IPv6 sites (domains/hosts) attached to an IPv4 network to communicate with each other or with the native IPv6 network.	- Special 6to4 prefix - Difficult to control and management - Security threats
	ISATAP	IPv6 hosts inside the IPv4 site to communicate with each other or with the native IPv6 network.	- Difficult to control and management - Security threats
IPv4 over	configured tunnel	IPv4 hosts/networks to connect with each other through IPv6 networks	- Manual configure

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IPv6	DSTM	Hosts in native IPv6 network which need to maintain connectivity with hosts/ applications that can only be reached through IPv4	- Single point of failure - Communication bottle- neck
IPv4 over UDP over IPv6	Teredo	Hosts located behind one or more IPv4 NATs to obtain IPv6 connectivity by tunneling packets over UDP	- No support for Symmetric NAT
	Silkroad	Hosts located behind one or more IPv4 NATs to obtain IPv6 connectivity by tunneling packets over UDP	- Single point of failure - Communication bottleneck
	TSP	Establish tunnels of various inner protocols (e.g., IPv6, IPv4), inside various outer protocols packets (e.g., IPv4, IPv6, UDP)	- Single point of failure - Communication bottle- neck

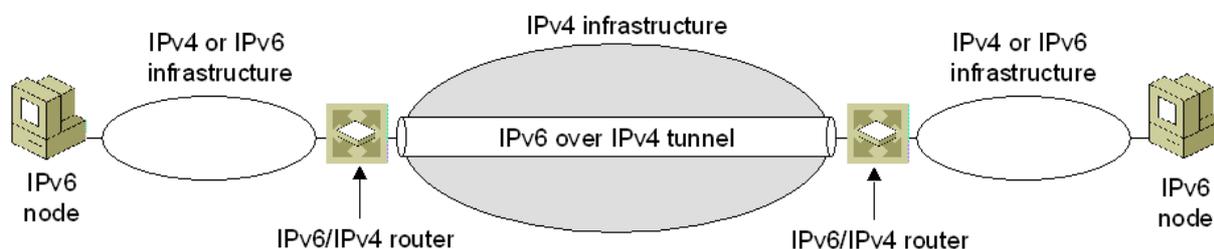
RFC 2893 in IETF defines the following three types of possible tunneling configurations with which to tunnel IPv6 traffic between IPv6/IPv4 nodes over an IPv4 infrastructure:

- Router-to-Router
- Host-to-Router or Router-to-Host
- Host-to-Host

#### 6.2.1.2.2.1 Router-to-Router

In the router-to-router tunneling configuration, two IPv6/IPv4 routers connect two IPv4 or IPv6 infrastructures over an IPv4 infrastructure. The tunnel endpoints span a logical link in the path between the source and destination. The IPv6 over IPv4 tunnel between the two routers acts as a single hop. Routes within each IPv4 or IPv6 infrastructure point to the IPv6/IPv4 router on the edge. For each IPv6/IPv4 router, there is a tunnel interface representing the IPv6 over IPv4 tunnel and routes that use the tunnel interface.

Figure 6.2.2 shows router-to-router tunneling.



**Figure 6.2.2: Router-to-Router Tunneling**

Examples of this tunneling configuration are:

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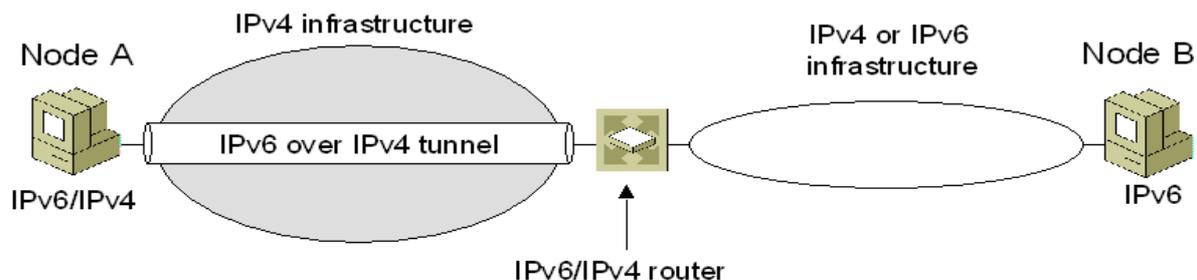
- An IPv6-only test lab that tunnels across an organization's IPv4 infrastructure to reach the IPv6 Internet.
- Two IPv6-only routing domains that tunnel across the IPv4 Internet.
- A 6to4 router that tunnels across the IPv4 Internet to reach another 6to4 router or a 6to4 relay router.

#### 6.2.1.2.2.2 Host-to-Router and Router-to-Host

In the host-to-router tunneling configuration, an IPv6/IPv4 node that resides within an IPv4 infrastructure creates an IPv6 over IPv4 tunnel to reach an IPv6/IPv4 router. The tunnel endpoints span the first segment of the path between the source and destination nodes. The IPv6 over IPv4 tunnel between the IPv6/IPv4 node and the IPv6/IPv4 router acts as a single hop. On the IPv6/IPv4 node, a tunnel interface representing the IPv6 over IPv4 tunnel is created and a route (typically a default route) is added using the tunnel interface. The IPv6/IPv4 node tunnels the IPv6 packet based on the matching route, the tunnel interface, and the next-hop address of the IPv6/IPv4 router.

In the router-to-host tunneling configuration, an IPv6/IPv4 router creates an IPv6 over IPv4 tunnel across an IPv4 infrastructure to reach an IPv6/IPv4 node. The tunnel endpoints span the last segment of the path between the source node and destination node. The IPv6 over IPv4 tunnel between the IPv6/IPv4 router and the IPv6/IPv4 node acts as a single hop. On the IPv6/IPv4 router, a tunnel interface representing the IPv6 over IPv4 tunnel is created and a route (typically a subnet route) is added using the tunnel interface. The IPv6/IPv4 router tunnels the IPv6 packet based on the matching subnet route, the tunnel interface, and the destination address of the IPv6/IPv4 node.

Figure 6.2.3 shows host-to-router (for traffic traveling from Node A to Node B) and router-to-host (for traffic traveling from Node B to Node A) tunneling.



**Figure 6.2.3: Host-to-Router and Router-to-Host Tunneling**

Examples of host-to-router and router-to-host tunneling are:

- An IPv6/IPv4 host that tunnels across an organization's IPv4 infrastructure to reach the IPv6 Internet.
- An ISATAP host that tunnels across an IPv4 network to an ISATAP router to reach the IPv4 Internet, another IPv4 network, or an IPv6 network.
- An ISATAP router that tunnels across an IPv4 network to reach an ISATAP host.

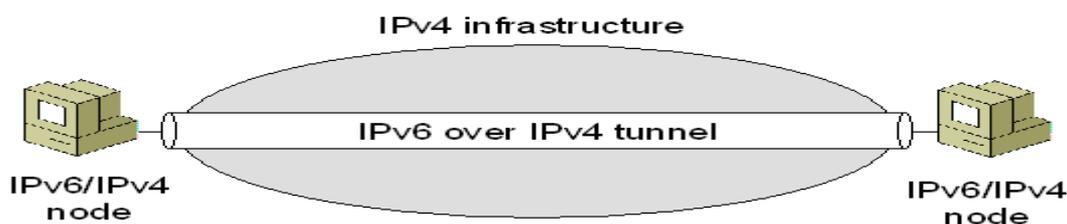
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### 6.2.1.2.2.3 Host-to-Host

In the host-to-host tunneling configuration, an IPv6/IPv4 node that resides within an IPv4 infrastructure creates an IPv6 over IPv4 tunnel to reach another IPv6/IPv4 node that resides within the same IPv4 infrastructure. The tunnel endpoints span the entire path between the source and destination nodes. The IPv6 over IPv4 tunnel between the IPv6/IPv4 nodes acts as a single hop.

On each IPv6/IPv4 node, an interface representing the IPv6 over IPv4 tunnel is created. Routes might be present to indicate that the destination node is on the same logical subnet defined by the IPv4 infrastructure. Based on the sending interface, the optional route, and the destination address, the sending host tunnels the IPv6 traffic to the destination.

Figure 6.2.4 shows host-to-host tunneling.



**Figure 6.2.4: Host-to-Host Tunneling**

Examples of this tunneling configuration are:

- IPv6/IPv4 hosts that use ISATAP addresses to tunnel across an organization's IPv4 infrastructure
- IPv6/IPv4 hosts that use IPv4-compatible addresses to tunnel across an organization's IPv4 infrastructure.

### 6.2.1.2.3 Translation

Neither dual stack nor tunneling approaches work for communications between an IPv6-only node and an IPv4-only node. Such communication requires a translation mechanism at either the network, transport, or application layer. Translation is necessary when an IPv6 only host has to communicate with an IPv4 host. At least, the IP header has to be translated but the translation will be more complex if the application processes IP addresses; in fact such translation inherits most of the problems of IPv4 Network Address Translators.

ALGs(Application-Level Gateways) are required to translate embedded IP addresses, recompute checksums, etc. SIIT(Stateless IP/ICMP Translation) and NAT-PT(Network Address Translation - Protocol Translation) are the associated translation techniques. A blend of translation and the dual stack model, known as DSTM(Dual Stack Transition Mechanism), has been defined to allow for the case where insufficient IPv4 addresses are available. Like tunnelling approaches, translation can be implemented in border routers and hosts.

#### 6.2.1.2.3.1 SIIT (Stateless IP/ICMP Translation)

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SIIT specifies a key translation algorithm for enabling interoperation between IPv6-only and IPv4-only hosts. In SIIT, temporarily assigned IPv4 addresses are used for IPv4-translated IPv6 addresses. Packets travel through a SIIT translator, which converts the packet headers between IPv4 and IPv6, and translates the header addresses between IPv4 on one side and IPv6 on the other.

#### *6.2.1.2.3.2 NAT-PT (Network Address Translation - Protocol Translation)*

NAT-PT builds on the common IPv4 NAT device to provide an IPv4–IPv6 translation tool. NAT-PT binds the internal network's IPv6 addresses with the external network's IPv4 addresses to transparently translate packets. As sessions are initiated, NAT-PT uses a pool of IPv4 addresses for dynamic assignment to IPv6 nodes. NAT-PT keeps state information on each session, and thus session packets must pass through the same NAT-PT device. For the actual header translation, NAT-PT relies on SIIT functionality. NAT-PT also supplies a range of application-layer gateways (ALGs), including DNS and FTP, for more complicated protocol translation involving embedded IPv4 addresses.

#### *6.2.1.2.3.3 BIS/BIA*

The BIS(Bump in the Stack) adopts a unique translation approach, moving it inside the individual hosts rather than translating in a centralized server. All hosts translate between IPv4 and IPv6 internally by adding the necessary segments to their IP stack. BIS is an extreme extension of NAT-PT, in that IPv4 addresses are dynamically allocated to hosts from a pool.

The BIA(Bump in the API) mechanism is similar in spirit to BIS, but it does not translate between IPv4 and IPv6 headers. Instead, it inserts an API translator between the socket API and the host stack's TCP/IP modules, allowing translation to occur without the overhead of translating every packet's header.

#### *6.2.1.2.3.4 DSTM*

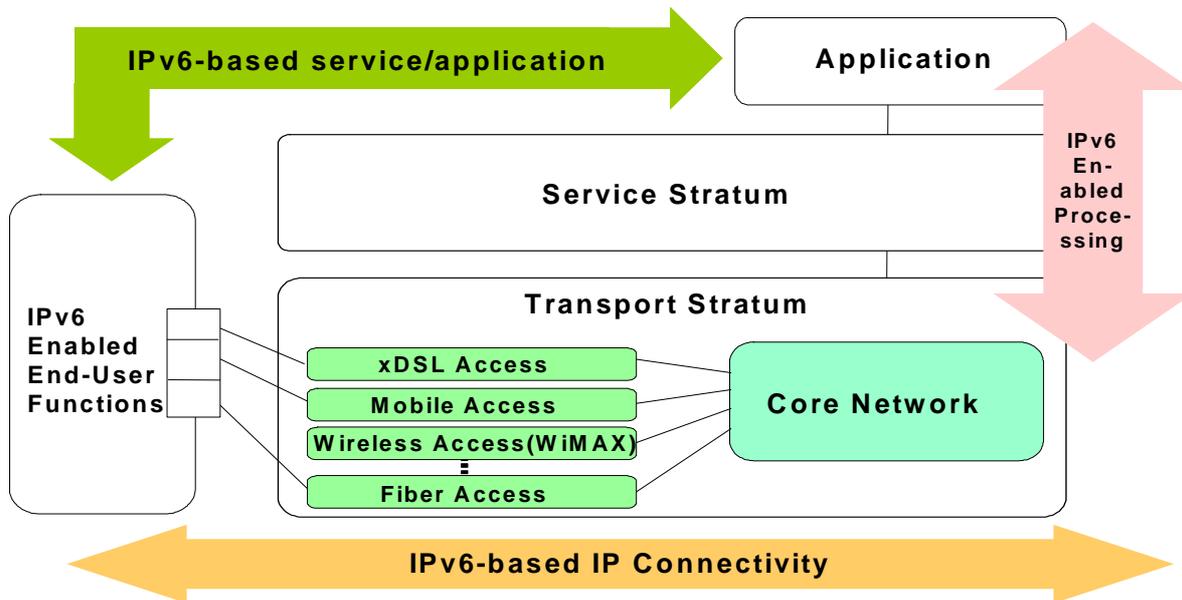
DSTM(Dual Stack Transition Mechanism) is targeted to help the interoperation of IPv6 newly deployed networks with existing IPv4 networks, where the user wants to begin IPv6 adoption with an IPv6 dominant network plan, or later in the transition of IPv6, when IPv6 dominant networks will be more prevalent. When DSTM is deployed in a network, an IPv4 address can be allocated to a Dual IP Layer IPv6/IPv4 capable node to connect with IPv4 only capable nodes. DSTM permits dual IPv6/IPv4 nodes to communicate with IPv4 only nodes and applications, without modification to any IPv4 only node or application, or the IPv4 only application on the DSTM node. This allocation mechanism is coupled with the ability to perform IPv4-over-IPv6 tunneling of IPv4 packets inside the IPv6 dominant network.

### **6.2.1.3 IPv6 based NGN**

Recently there are significant progress on standardization works for IPv6 based NGN which supports addressing, routing, protocols and services associated with IPv6. This applies not only to transport aspects in access and core networks but also includes other functions such as end user, transport control and application/service support functions.

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Taking consideration of these definition, the IPv6 based NGN could be identified as following Figure 6.2.5.



**Figure 6.2.5 – Overview of IPv6-based NGN**

IPv6-based NGN which is being developed by ITU-T SG13 Q9/13 allows flexible use of various access infrastructures to maximize benefits of using IPv6. One of example of the benefits is a using multihoming feature. That means that IPv6-based NGN user terminal or equipment has a capability to handle multiple heterogeneous access interfaces and/or multiple IPv6 addresses through single or multiple access interfaces. IPv6 based NGN defines not only relationship between End-user functions and applications, but also the relationship between application stratum and transport stratum. More concrete requirements and functionalities for IPv6 based NGN could be defined in line with the NGN Release 2.

#### 6.2.1.3.1 IPv4/IPv6 transition in NGN

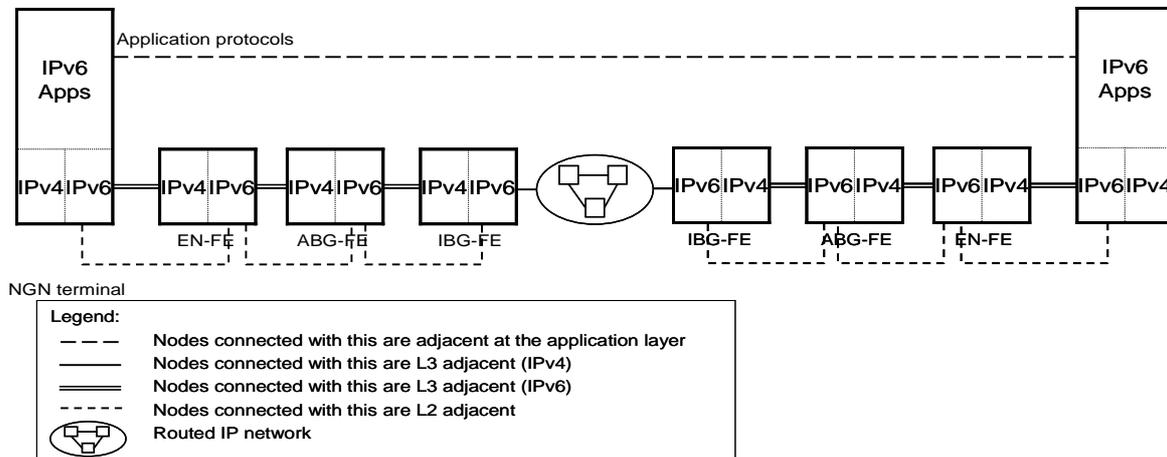
In NGN all services are carried over IP, and the current NGN assumes no specific version of IP. It means that IPv4 and IPv6 could co-exist in the NGN while IPv4 is being replaced with IPv6. Therefore the interim solution for coexistence of IPv4 and IPv6 is required. Considering IPv6 transition mechanisms into NGN, there could be various migration scenarios satisfying application's requirements and/or service providers' requirements.

The NGN functions are divided into service stratum functions and transport stratum functions as described in Recommendation Y.2011 of ITU-T. The transport stratum provides IP connectivity to the NGN service stratum and users under the control of transport control functions. This means that IP takes the key role of transport function of the NGN. In NGN, all services are carried over IP although IP itself may in turn be carried over a number of underlying technologies like ATM, Ethernet and so on. The IETF introduced several IPv6 transition mechanisms as recommendations for migration to IPv6. These mechanisms could also be recommended for the NGN which uses IP network as transport function, however, the current NGN has not considered migration to IPv6 enough.

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The Question 9 of ITU-T SG13 are dealing with several IPv6 based requirements to an NGN and the draft recommendation named Y.ipv6-transit is being covered the IPv6 transition mechanisms such as dual stack, configured tunnelling, and NAT-PT.

### 6.2.1.3.1.1 Dual Stack



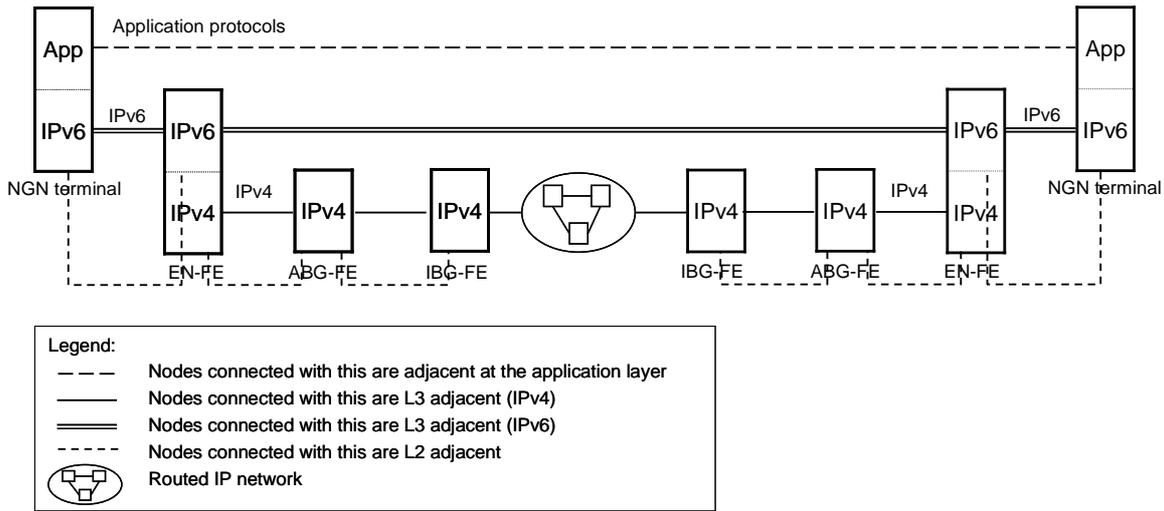
**Figure 6.2.6** An example communication scenario with full dual stack

Dual stack approach is the most straightforward way for the IPv6 transition. Dual stack nodes have the ability to send and receive both IPv4 and IPv6 packets. They can directly interoperate with IPv4 nodes using IPv4 packets, and also directly interoperate with IPv6 nodes using IPv6 packets. Figure 6.2.6 shows dual stack transition scenario from the NGN point of view.

### 6.2.1.3.1.2 Configured tunnel

In initial stage of IPv6 transition, most of the nodes are IPv4 only. Thus a small set of routers in core transport network have IPv6 capabilities. The use of configured tunnel is adequate during this step. IPv6 applications runs on both end nodes communicate on IPv6 stack and IPv6 packets are delivered over IPv4 stack of core transport network. From this point of view, the L3 adjacency of EN-FE (Edge Node-Functional Entity), tunnel end-point, is other EN-FE. In this scenario, the EN-FE aggregates traffic of IPv6 NGN terminals and it is dual stack node. Some of NGN terminals attached to the EN-FE want to take IPv6 service. The configured tunnel is the adequate way to provide IPv6 service to them because most of core transport functional entities are IPv4 only. The two tunnel end points are EN-FEs in this case. The EN-FE aggregates tunnel end points from several NGN terminals which want to use IPv6 service. Figure 6.2.7 shows an example communication scenario with configured tunnel.

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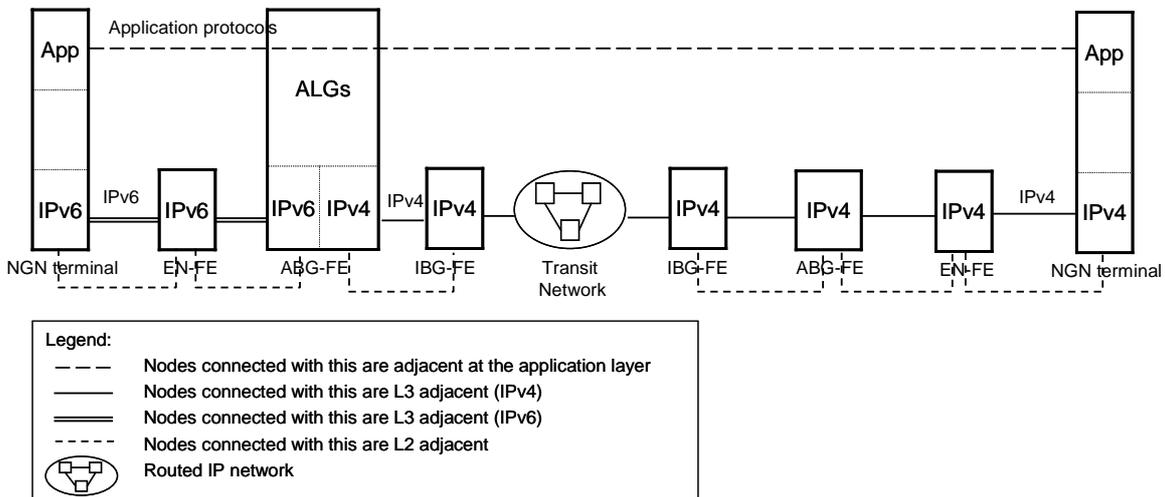


**Figure 1.2.7 An example communication scenario with configured tunnel**

6.2.1.3.1.3 NAT-PT

The NAT-PT mechanism is usually for edge IPv6 island subnets. The IPv6 NGN terminals behind the NAT-PT can communicate with other IPv6 NGN terminals or other IPv4 NGN terminals through it.

The NAT-PT translates IPv6 header into IPv4 header or vice versa. The ALG translates application protocol header if it contains any IP layer information. All packets which pass through NAT-PT will be reconstructed if each end-node of the connection has different version of IP stack. This results in the decline of performance. So the NAT-PT mechanism usually doesn't be used in core network. Figure 6.2.8 shows an example of communication scenario with NGN-PT.



**Figure 6.2.8 An example deployment scenario with NAT-PT**

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#### 6.2.1.4 MPLS (*Multiprotocol Label Switching*)

MPLS is an end-to-end forwarding paradigm; it essentially establishes a tunnel across the network. When a Datagram arrives at the ingress edge device; it is tagged with a "label". The label represents the path or Route the datagram will take to reach its destination. At each node in the path, only the label is used by Devices to make forwarding decisions about the datagram. In contrast, unlabeled datagrams require each Node to extract and interpret several fields in the datagram's encapsulation to make forwarding decisions, some requiring several look-ups and computations to be performed.

MPLS networks use labels to forward packets . The ingress MPLS node assigns a packet to a particular Forwarding Equivalence Class(FEC). The FEC to which the packet is assigned is encoded as a short fixed-length value known as a label. The packets are labeled they are forwarded. At subsequent hops, there is no further analysis of the packets network layer header . The label is used as an index in to a table, which specifies the next hop, and a new label. The old label is replaced with the new label , and the packet is forwarded to it's next hop.

In MPLS networks, labels drive all forwarding. This has a number of advantages over conventional network layer forwarding:

- MPLS forwarding can be performed by switches, which can do label lookup and replacement but can't analyze the network layer headers. ATM switches perform a similar function by switching cells based on VPI/VCI values found in the ATM header. If the VPI/VCI values are replaced with label values, ATM switches can forward cells based on label values. The ATM switches would need to be controlled by an IP based MPLS control element such as Label Switch Controller(LSC). This forms the basis of integrating IP with ATM using MPLS.
- A packet is assigned to a FEC when it enters the network. The ingress router may use any information it has about the packet, such as ingress port or interface,even if that information cannot be obtained from the network layer header. A packet that enters the network at a particular router can be labeled differently than the same packet entering the network at a different router. As a result, forwarding decisions that depend on the ingress router can be made easily. This cannot be done with conventional forwarding, because the identity of a packet's ingress router does not travel with the packet. For example, packets arriving on different interface connected to CPE routers might be assigned to different FECs. The attached labels would represent the corresponding FECs. This functionality forms the basis for the building of MPLS Virtual Private Networks.
- Traffic-engineered networks force packets to follow a particular path, such as an underutilized path. This path is explicitly selected when or before the packet enters the network, rather than being selected by normal dynamic routing algorithm as route, so the identity of the explicit route need not be carried with the packet. This functionality forms the basis of MPLS traffic engineering.
- A packet's "class of service" may be determined by the ingress MPLS node. An ingress MPLS node may then apply different discard thresholds or scheduling disciplines to police different packets. Subsequent hops may enforce the service policy using a set of

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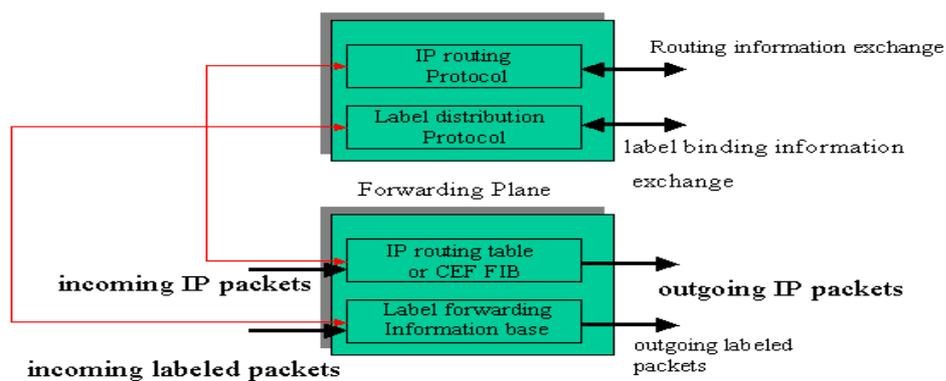
per-hop behaviors (PHBs). MPLS allow (but does not require) the precedence or class of service to be fully or partially inferred from the label. In this case, the label represents the combination of a precedence or class of service. This functionality forms the basis of MPLS Quality of Service (QoS).

#### 6.2.1.4.1 MPLS Node Architecture

MPLS nodes have two architectural planes:

- 1-the MPLS forwarding plane
- 2-the MPLS control plane.

MPLS nodes can perform Layer 3 routing or Layer 2 switching in addition to switching labeled packets. Figure 6.2.9 shows the basic architecture of an MPLS node.



**Figure 6.2.9** MPLS Node Architecture with Forward and Control

##### 6.2.1.4.1.1 Forwarding plane

The MPLS forwarding plane is responsible for forwarding packets based on values contained in labels. This forwarding plane uses a label forwarding information base (LFIB) maintained by the MPLS node to forward labeled packets. The algorithm used by the label switching forwarding component uses information contained in the LFIB as well as the information contained in the label value. Each MPLS node maintains two tables relevant to MPLS forwarding:

- the label information base (LIB)
- the label forwarding information base (LFIB)

The LIB contains all the labels assigned by the local MPLS node and the mapping of these labels to labels received from its MPLS neighbors. The LFIB uses a subset of the labels contained in the LIB for actual packet forwarding.

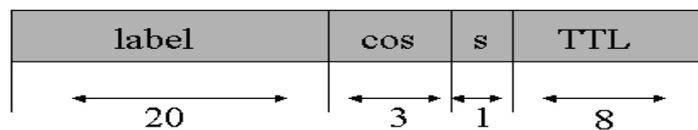
### 1) MPLS Label

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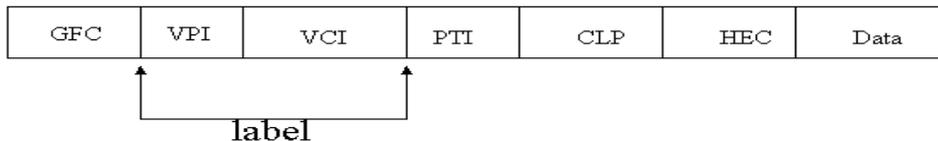
The label is a condensed view of the header of an IP packet, although contained within it is all of the information needed to forward the packet from source to destination. Unlike the IP header, it does not contain an IP address, but rather a numerical value agreed upon by two MPLS nodes to signify a connection along an LSP. The label is a short, fixed-length, physically contiguous identifier that is used to identify a FEC, usually of local significance.

A packet assigned to a given FEC is usually based on its destination address, either partially or completely. The label, which is put on a particular packet, represents the FEC to which that packet is assigned. Within some transport mediums, there are existing labels that can be used by MPLS nodes when making forwarding decisions, such as ATM's virtual path identifier/virtual circuit identifier (VPI/VCI) field and frame relay's data link connection identifier (DLCI). Other technologies, such as Ethernet and point-to-point links, must use what is called a shim label, shown in Figure 6.2.10 The shim label is a 32-bit, locally significant identifier used to identify a FEC.

MPLS label format



ATM cell header



Shim header

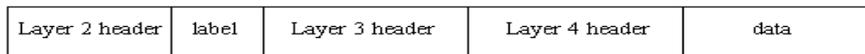


Fig. 6.2.10 Format of Shim Label

- Label: MPLS label
- COS: Class of service
- S: Bottom of stack
- TTL: Time to Live

The MPLS lable contains the following fields:

Lable Field (20 bits)	carries the actual value of the MPLS lable.
CoS Field (3 bits)	affects the queing and discard algorithms applied to the packet as it is transmitted through the network.
Stack Field (1 bit)	supports a hieraachical label stack.

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TTL (Time-to-Live) Field (8 bits)	provides conventional IP TTL functionality.
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## 2) Label Stack

The label stack mechanism allows for hierarchical operation in the MPLS domain. It basically allows MPLS to be used simultaneously for routing at the fine-grain. Each level in a label stack pertains to some hierarchical level. This facilitates a tunneling mode of operation in MPLS. unicast IP routing does not use stacked labels, but MPLS VPNs and traffic engineering utilize stacked labels for their operation.

## 3) Time to Live(TTL)

The TTL field is similar to the time-to live carried in the IP header. The MPLS node only processes the TTL field in the top entry of the label stack. The IP TTL field contains the value of the IPv4 TTL field or the value of the IPv6 Hop Limit field whichever is applicable.

## 4) Label Forwarding Information Base(LFIB)

The label forwarding base(LFIB) maintained by an MPLS node consists of a sequence of entries. As illustrated in figure 6.2.11 each entry consists of an incoming label and one or more subentries. The LFIB is indexed by the value contained in the incoming label. Each subentry consists of an outgoing interface and next hop address. Subentries within an individual entry may have the same or different outgoing labels. Multicast forwarding requires subentries with multiple outgoing labels, where an incoming packet arriving at one interface needs to be sent out on multiple outgoing interfaces. In addition to the outgoing label, outgoing interface and next hop information an entry in the forwarding table may include information related to resources the packet may use such as an outgoing queue that the packet should be placed on. An MPLS node can maintain a single forwarding label per each of its interfaces, or a combination of both. In the case of multiple forwarding table instances packet forwarding is handled by the value of incoming label as well as the ingress interface on which the packet arrives.

Incoming label	First subentry	No subentry
Incoming label	Outgoing label Outgoing interface Next hop address	Outgoing label Outgoing interface Next hop address
Incoming label	Outgoing label Outgoing interface Next hop address	Outgoing label Outgoing interface Next hop address
Incoming label	Outgoing label Outgoing interface Next hop address	Outgoing label Outgoing interface Next hop address

**Figure 6.2.11 Label Forwarding Information Base.**

## 5) Labels and Label Bindings

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A label, in its simplest form, identifies the path a packet should traverse. A label is carried or encapsulated in a Layer-2 header along with the packet. The receiving router examines the packet for its label content to determine the next hop. Once a packet has been labeled, the rest of the journey of the packet through the backbone is based on label switching. The label values are of local significance only, meaning that they pertain only to hops between LSRs.

Once a packet has been classified as a new or existing FEC, a label is assigned to the packet. The label values are derived from the underlying data link layer. For data link layers (such as frame relay or ATM), Layer-2 identifiers, such as data link connection identifiers (DLCIs) in the case of frame-relay networks or virtual path identifiers (VPIs)/virtual channel identifiers (VCIs) in case of ATM networks, can be used directly as labels. The packets are then forwarded based on their label value.

Labels are bound to an FEC as a result of some event or policy that indicates a need for such binding. These events can be either data-driven bindings or control-driven bindings. The latter is preferable because of its advanced scaling properties that can be used in MPLS

#### *6.2.1.4.1.2 Control Plane*

The MPLS control plane is responsible for populating the LFIB. All MPLS nodes must run an IP routing protocol to exchange IP routing information with all other MPLS nodes in the network. MPLS enabled ATM nodes would use an external Label Switch Controller (LSC) such as 7200 or 7500 router or use a built-in Router Processor Module (RPM) in order to participate in the routing process. The labels exchanged with adjacent MPLS nodes are used to build the LFIB. MPLS use a forwarding paradigm based on label swapping that can be combined with a range of different control modules. Each control module is responsible for assigning and distributing a set of labels, as well as for maintaining other relevant control information. IGP is used to define reachability, binding and mapping between FEC and next-hop addresses.

MPLS control modules include the following:

##### **1) Unicast routing module**

The unicast routing module builds the FEC table using conventional Interior Gateway Protocol (IGPs) such as OSPF, IS-IS, and so on. The IP routing table is used to exchange label bindings with adjacent MPLS nodes for subnets contained in the IP routing table. The label binding exchange is performed using LDP.

##### **2) Multicast routing module**

The multicast routing module builds the FEC table using a multicast routing protocol such as protocol Independent Multicast (PIM). The multicast routing table is used to exchange label binding with adjacent MPLS nodes subnets contained in the multicast routing table. The label binding exchange is performed using the PIMv2 protocol with MPLS extensions.

##### **3) Traffic engineering module**

The traffic-engineering module lets explicitly specified label-switched paths be set up through a network for traffic engineering purposes. It uses MPLS tunnel definitions and extensions to IS-IS or the OSPF routing protocol to build the FEC table. The label-binding exchange is performed using the Resource Reservation Protocol (RSVP) or Constraint-based Routing LDP (CR-LDP), which is a set of extensions to LDP that enables constraint-based routing in an MPLS network.

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#### **4) Virtual Private Network (VPN) module**

The VPN module uses per VPN routing table for the FEC tables, which are built using routing protocols run between the CPE routers and service provider edge MPLS nodes. The label binding exchange for the VPN-specific routing table is performed using extended multiprotocol BGP inside the service provider network.

#### **5) Quality of service(QoS) module**

The QoS module builds the FEC table using conventional Interior Gateway Protocols(IGPs) such as OSPF, IS-IS, etc. The IP routing table is used to exchange label bindings with adjacent MPLS nodes for subnets contained within the IP routing table. The label binding exchange is performed using extension to LDP.

#### *6.2.1.4.2. MPLS Components*

In MPLS, data transmission occurs on label-switched paths (LSPs). LSPs are a sequence of labels at each and every node along the path from the source to the destination. LSPs are established either prior to data transmission (control-driven) or upon detection of a certain flow of data (data-driven). The labels, which are underlying protocol-specific identifiers, are distributed using label distribution protocol (LDP) or RSVP or piggybacked on routing protocols like border gateway protocol (BGP) and OSPF. Each data packet encapsulates and carries the labels during their journey from source to destination. High-speed switching of data is possible because the fixed-length labels are inserted at the very beginning of the packet or cell and can be used by hardware to switch packets quickly between links.

##### *6.2.1.4.2.1 LSRs and LERs*

The devices that participate in the MPLS protocol mechanisms can be classified into label edge routers (LERs) and label switching routers (LSRs). An LSR is a high-speed router device in the core of an MPLS network that participates in the establishment of LSPs using the appropriate label signaling protocol and high-speed switching of the data traffic based on the established paths.

An LER is a device that operates at the edge of the access network and MPLS network. LERs support multiple ports connected to dissimilar networks (such as frame relay, ATM, and Ethernet) and forwards this traffic on to the MPLS network after establishing LSPs, using the label signaling protocol at the ingress and distributing the traffic back to the access networks at the egress. The LER plays a very important role in the assignment and removal of labels, as traffic enters or exits an MPLS network.

##### *6.2.1.4.2.2 FEC(Forward Equivalence Class)*

The forward equivalence class (FEC) is a representation of a group of packets that share the same requirements for their transport. All packets in such a group are provided the same treatment en route to the destination. As opposed to conventional IP forwarding, in MPLS, the assignment of a particular packet to a particular FEC is done just once, as the packet enters the network. FECs are based on service requirements for a given set of packets or simply for

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an address prefix. Each LSR builds a table to specify how a packet must be forwarded. This table, called a label information base (LIB), is comprised of FEC-to-label bindings.

#### 6.2.1.4.2.3 Label Creation

There are several methods used in label creation:

Topology-based Method	uses normal processing of routing protocols (such as OSPF and BGP),
Request-based Method	uses processing of request-based control traffic (such as RSVP), and
Traffic-based Method	uses the reception of a packet to trigger the assignment and distribution of a label. The topology- and request-based methods are examples of control-driven label bindings, while the traffic-based method is an example of data-driven bindings.

#### 6.2.1.4.2.4 Label Distribution

MPLS architecture does not mandate a single method of signaling for label distribution. Existing routing protocols, such as the border gateway protocol (BGP), have been enhanced to piggyback the label information within the contents of the protocol. The RSVP has also been extended to support piggybacked exchange of labels. The Internet Engineering Task Force (IETF) has also defined a new protocol known as the label distribution protocol (LDP) for explicit signaling and management of the label space. Extensions to the base LDP protocol have also been defined to support explicit routing based on QoS and CoS requirements. These extensions are captured in the constraint-based routing (CR)-LDP protocol definition.

A summary of the various schemes for label exchange is as follows:

LDP	maps unicast IP destinations into labels,
RSVP and CR-LDP	used for traffic engineering and resource reservation,
Protocol-Independent Multicast (PIM)	used for multicast states label mapping, and
BGP	external labels (VPN).

#### 6.2.1.4.2.5 Label-Switched Paths (LSPs)

The LSP setup for an FEC is unidirectional in nature. The return traffic must take another LSP.

A collection of MPLS	enabled devices represents an MPLS domain. Within an MPLS domain, a path is set up for a given packet to travel based on an FEC. The LSP is set up prior to data transmission. MPLS provides the following two options to set up an LSP.
Hop-by-Hop Routing	Each LSR independently selects the next hop for a given FEC. This methodology is similar to that currently used in IP networks. The LSR uses any available routing protocols, such as OSPF, ATM private network-to-network interface (PNNI), etc.
Explicit Routing	Explicit routing is similar to source routing. The ingress LSR (i.e., the LSR where the data flow to the network first starts) specifies the

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	list of nodes through which the ER–LSP traverses. The path specified could be nonoptimal, as well. Along the path, the resources may be reserved to ensure QoS to the data traffic. This eases traffic engineering throughout the network, and differentiated services can be provided using flows based on policies or network management methods.
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#### 6.2.1.4.2.6 *Label Spaces*

The labels used by an LSR for FEC–label bindings are categorized as follows:

Per Platform	The label values are unique across the whole LSR. The labels are allocated from a common pool. No two labels distributed on different interfaces have the same value.
Per Interface	The label ranges are associated with interfaces. Multiple label pools are defined for interfaces, and the labels provided on those interfaces are allocated from the separate pools. The label values provided on different interfaces could be the same.

#### 6.2.1.4.2.7 *Label Merging*

The incoming streams of traffic from different interfaces can be merged together and switched using a common label if they are traversing the network toward the same final destination. This is known as stream merging or aggregation of flows.

If the underlying transport network is an ATM network, LSRs could employ virtual path (VP) or virtual channel (VC) merging. In this scenario, cell interleaving problems, which arise when multiple streams of traffic are merged in the ATM network, need to be avoided.

#### 6.2.1.4.2.8 *Label Retention*

MPLS defines the treatment for label bindings received from LSRs that are not the next hop for a given FEC. Two modes are defined.

Conservative Mode	In this mode, the bindings between a label and an FEC received from LSRs that are not the next hop for a given FEC are discarded. This mode requires an LSR to maintain fewer labels. This is the recommended mode for ATM–LSRs.
Liberal Mode	In this mode, the bindings between a label and an FEC received from LSRs that are not the next hop for a given FEC are retained. This mode allows for quicker adaptation to topology changes and allows for the switching of traffic to other LSPs in case of changes.

#### 6.2.1.4.2.9 *Label Control*

MPLS defines modes for distribution of labels to neighboring LSRs.

Independent Mode	In this mode, an LSR recognizes a particular FEC and makes the decision to bind a label to the FEC independently to distribute the
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	binding to its peers. The new FECs are recognized whenever new routes become visible to the router.
Ordered Mode	In this mode, an LSR binds a label to a particular FEC if and only if it is the egress router or it has received a label binding for the FEC from its next hop LSR. This mode is recommended for ATM-LSRs.

#### 6.2.1.4.2.10 Signaling Mechanisms

Label Request	Using this mechanism, an LSR requests a label from its downstream neighbor so that it can bind to a specific FEC. This mechanism can be employed down the chain of LSRs up until the egress LER (i.e., the point at which the packet exits the MPLS domain).
Label Mapping	In response to a label request, a downstream LSR will send a label to the upstream initiator using the label mapping mechanism.

#### 6.2.1.4.2.11 Label Distribution Protocol (LDP)

The LDP is a new protocol for the distribution of label binding information to LSRs in an MPLS network. It is used to map FECs to labels, which, in turn, create LSPs. LDP sessions are established between LDP peers in the MPLS network (not necessarily adjacent). The peers exchange the following types of LDP messages:

Discovery Messages	announce and maintain the presence of an LSR in a network
Session Messages	establish, maintain, and terminate sessions between LDP peers
Advertisement Messages	create, change, and delete label mappings for FECs
Notification Messages	provide advisory information and signal error information, and
Traffic Engineering.	

Traffic engineering is a process that enhances overall network utilization by attempting to create a uniform or differentiated distribution of traffic throughout the network. An important result of this process is the avoidance of congestion on any one path. It is important to note that traffic engineering does not necessarily select the shortest path between two devices. It is possible that, for two packet data flows, the packets may traverse completely different paths even though their originating node and the final destination node are the same. This way, the less-exposed or less-used network segments can be used and differentiated services can be provided.

In MPLS, traffic engineering is inherently provided using explicitly routed paths. The LSPs are created independently, specifying different paths that are based on user-defined policies. However, this may require extensive operator intervention. RSVP and CR-LDP are two possible approaches to supply dynamic traffic engineering and QoS in MPLS.

#### 6.2.1.4.2.12 CR(Constraint-based routing)

Constraint-based routing (CR) takes into account parameters, such as link characteristics (bandwidth, delay, etc.), hop count, and QoS. The LSPs that are established could be CR-LSPs, where the constraints could be explicit hops or QoS requirements. Explicit hops dictate

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which path is to be taken. QoS requirements dictate which links and queuing or scheduling mechanisms are to be employed for the flow.

When using CR, it is entirely possible that a longer (in terms of cost) but less loaded path is selected. However, while CR increases network utilization, it adds more complexity to routing calculations, as the path selected must satisfy the QoS requirements of the LSP. CR can be used in conjunction with MPLS to set up LSPs. The IETF has defined a CR-LDP component to facilitate constraint-based routes.

#### 6.2.1.4.3 *MPLS Resource and Admission Control Function (RACF) for Quality of Service (QoS)*

The architecture and framework of the next generation networks (NGN) overall define the resource management in a general viewpoint. According to the first release of Resource and Admission Control Functions (RACF) for NGN, the resource control mainly focuses on the admission control in transport independent aspect. Therefore, the resource control in transport dependent aspect still needs to be defined. MPLS is considered as one of important transport technology in the core network

##### 6.2.1.4.3.1 *Traffic Engineering (TE) for MPLS RACF*

The role of the access network aggregates the data traffic to the core network in the MPLS based core network architecture. In the MPLS architecture, the edge nodes of the core network are connected by pre-provisioned LSPs or TE tunnels. Moreover, at the edge of each regional network, the traffic of multiple flows is aggregated into these pre-provisioned LSPs or TE tunnels.

The admission decision by RACF is made based on the available bandwidth in the pre-provisioned LSPs or tunnels in the core. In the MPLS architecture, RACF determines the mapping of the individual flow to the pre-provisioned LSP in the core. The flow level QoS can be monitored in the aggregated LSP level, and RACF monitors the network resource in LSP and TE tunnels.

The MPLS based traffic engineering (TE) provides better reliability than that of traditional IP networks, and further, the MPLS OAM functions provide necessary performance monitoring features. Therefore, the operational status of the MPLS network can be obtained from these OAM based performance monitoring features.

##### 6.2.1.4.3.2 *Differentiated Service (DiffServ) for MPLS QoS*

QoS in the core network is enhanced by the traffic engineering capabilities of MPLS based TE (MPLS/TE). Specifically, MPLS/TE networks with DS-TE capabilities have the potential for delivery of true Quality of Service (QoS). The DiffServ (DS) provides a treatment of QoS to traffic aggregates. It is scalable, but does not require any kind of per-flow signaling. Therefore, it cannot guarantee QoS and it does not influence the path of a packet. MPLS can force packets into specific paths and, in combinations with constraint-based routing, can

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guarantee bandwidth for Forwarding Equivalency Classes (FEC). However, MPLS by itself cannot specify class-based differentiated treatment of packet flows.

Combining DiffServ and MPLS-based TE can lead to true QoS in IP packet backbones. To achieve this functionality, networks have to be carefully engineered with traffic engineering applied on a per-class basis – DiffServ-Aware MPLS Traffic Engineering (DS-TE). The goal of DS-TE is to guarantee bandwidth separately for critical traffic types (e.g., emergency telecommunications) such that the QoS requirements compliance for that traffic type is improved and optimized. It is assumed that the majority of traffic is of the “Best Effort” traffic class. Under congestion or failure conditions, this traffic class will have reduced bandwidth available in order to ensure that more critical traffic classes have the required bandwidth to meet their priority and QoS requirements.

An aggregated grouping of Traffic Trunks based on the class of service requirements such that they share the same bandwidth reservation is called Class Type (CT). Up to eight Class Types are allowed. Each CT has two attributes:

Bandwidth Constraint (BC)	A limit on the percentage of a link’s bandwidth that a particular CT may request. Three Bandwidth Constraint models have been developed: Maximum Allocation Model (MAM), Maximum Allocation with Reservation Model (MAR), and Russian Dolls Model (RDM). Note that each MPLS network domain can be provisioned to support only one of these BC models. All tunnels in a domain have to be governed by the rules of one model only.
Preemption Priority (p)	The relative importance of a given CT compared to others. This priority enables the DS-TE bandwidth constraint models to release shared bandwidth occupied by a lower priority CT when higher priority CT traffic arrives during conditions of congestion or failure.

Additional attributes associated with incoming flows are as follows:

DiffServ Code Point (DSCP)	The desired QoS of an incoming flow can be characterized by delay, packet loss, and jitter requirements. These requirements can be summarized by assigning appropriate DSCP values to the media stream. For example, stringent delay, loss, and jitter requirements are characteristics of Voice over IP (VoIP) services. These services can then be assigned by the Expedited Forwarding (EF) DSCP as this code point refers to stringent QoS requirements.
Restoration/Re-route Priority	This is the priority with which an LSP/tunnel can be restored or specifically, the MPLS Fast Re-route priority.

From the perspective of admission control, an incoming service or application seeking entry into the MPLS network needs to be “mapped” into the TE tunnel of the appropriate Class Type. Such a mapping can be done by linking the service CAC with the priority attribute of

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the appropriate Class Type that supports the desired QoS requirements of the incoming service.

Admission control policy enforcement for unicast real-time applications (e.g., Voice over IP calls, video services) may be accomplished for MPLS-TE networks based on functionality. The underlying premise is the setup of TE Tunnels between pairs of Edge Routers with sufficient bandwidth such that a significant number of calls/sessions for various applications can traverse these tunnels without additional processing of signaling messages on the intermediate routers along the path of the tunnel.

#### *6.2.1.4.3.3 End-to-End Flow Control with RACF for MPLS QoS*

A network that is DiffServ-enabled and is RSVP-aware offers several mechanisms to support topologically aware admission control that can be per-flow control or on aggregated flows. The advantage of aggregated RSVP reservations is that it offers dynamic admission control without the per-flow reservations and associated RSVP signaling in the DiffServ core. With DiffServ-aware MPLS Traffic Engineering (DS-TE) tunnels, different types of services/applications can be directed into designated tunnels identified by a unique Class Type. Further, appropriate bandwidth allocation/constraints can be enforced for these different Class Type tunnels such that service/application QoS requirements are satisfactorily met.

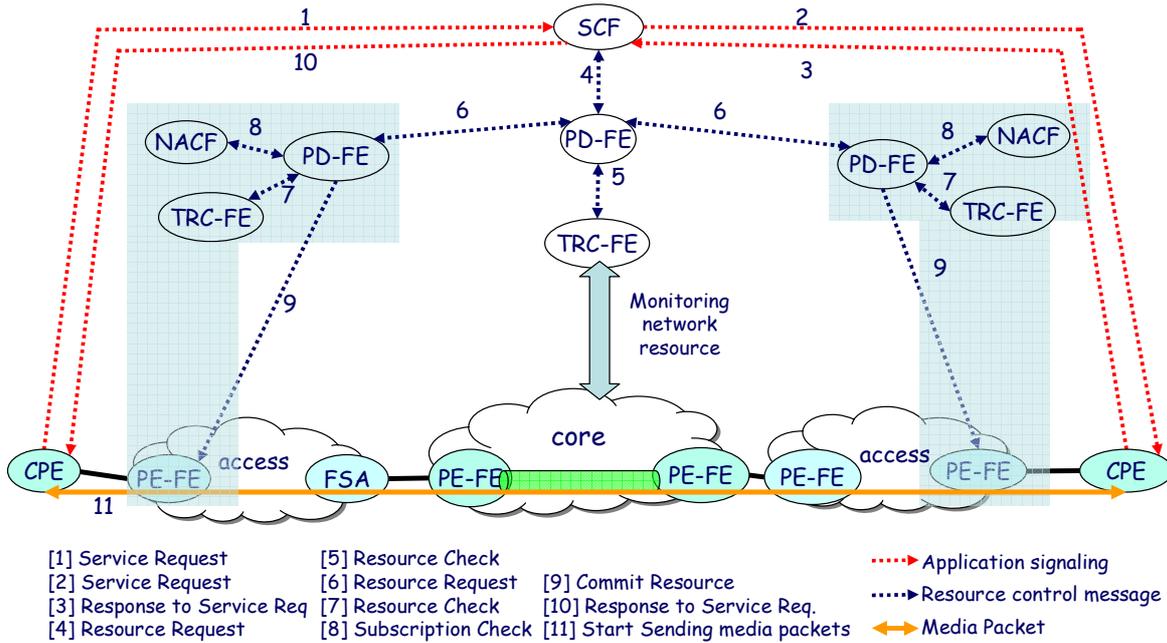
As shown in Figure 6.2.12, the benefits of aggregating end-to-end RSVP reservations over TE Tunnels are as follows:

RSVP signalling messages for bandwidth reservations are ignored by intermediate routers along the tunnel path. RSVP message processing is further minimized by initiating them for aggregated reservations as opposed to per-call reservations.

Core scalability is unaffected because the core has to simply maintain aggregated TE tunnels. Aggregate reservations can be network engineered with Constraint Based Routing taking advantage of alternate paths when needed.

Aggregated reservations over TE Tunnels can be protected against failure via MPLS Fast Reroute.

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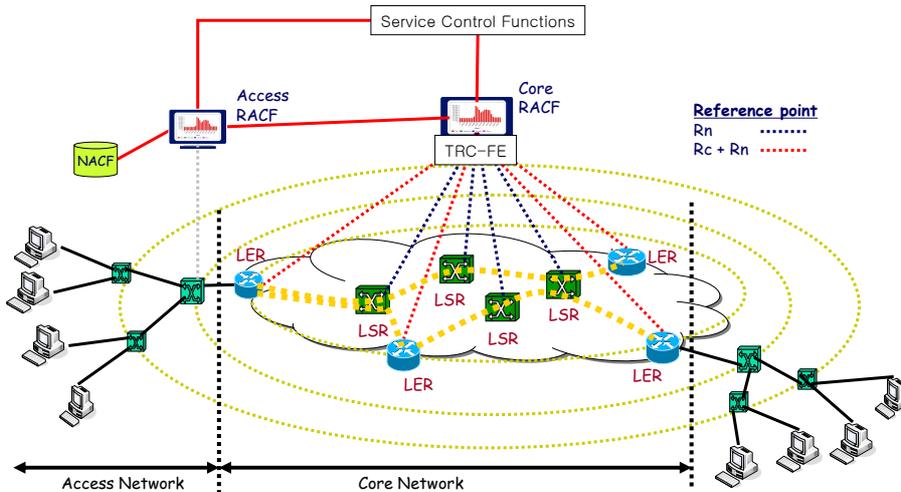
**Figure 6.2.12: End-to-End Flow Control Procedure with RACF in MPLS Core Network.**

6.2.1.4.3.4 RACF Architectures in MPLS Networks

The resource and admission control function (RACF) of MPLS network can be centralized in the centralized control platform or distributed among the transport edge routers.

**1) Centralized RACF Architecture**

In the centralized RACF architecture as shown in Figure 6.2.13, the transport resource control functional entity (TRC-FE) is located in the centralized platform and monitors the resource status of the network and triggers the control of the bandwidth of the aggregate traffic. TRC-FE interacts with LERs and collects the network resource and status information. LER has the performance monitoring and connectivity verification capability.

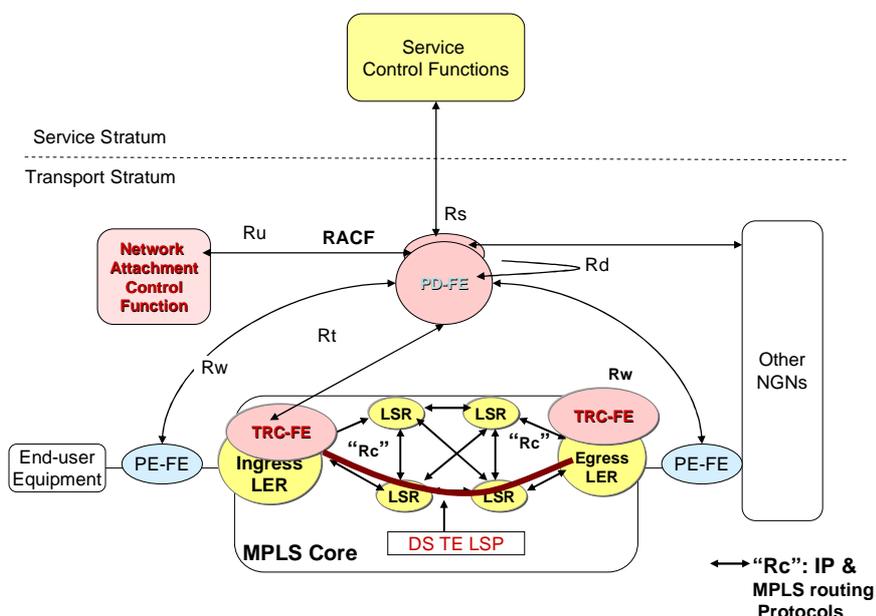


**Figure 6.2.13: Centralized RACF Architecture in MPLS Networks.**

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## 2) Distributed RACF Architecture

The resource and admission control function (RACF) of MPLS network can be distributed among the transport edge routers. In the distributed RACF architecture, most of resource monitoring tasks of TRC-FE can be distributed to the edge routers. Figure 6.2.14 shows a possible implementation example of the distributed architecture.



**Figure 6.2.14: Distributed TRC-FE Architecture in MPLS Networks.**

This architecture utilizes RSVP-TE based aggregated reservations for bandwidth in pre-established TE tunnels between Edge nodes that are connected to Gateways. Reservation requests for bandwidth are made by the Gateway's based on pre-determined policy rules. Bandwidth and QoS requirements for incoming flows are submitted to the Gateways' by the PD-FE. If bandwidth is available in the appropriate tunnels, the Gateway/SBC admits the media flow. If not, then the Gateway submits aggregated reservation for additional bandwidth prior to admitting the flow. In this context, the Gateway in conjunction with the Edge Node acts as the PE-FE. To summarize this process:

- DS-TE Tunnel establishment is subjected to availability of resources over the MPLS network.
- Aggregated RSVP reservations are subjected to availability of bandwidth in the DS-TE tunnels.
- Individual calls/sessions are subject to CAC policy enforcement by the Gateway in conjunction with RSVP aggregation at the Edge Nodes.

### 6.2.1.4.3.5 Functions and Requirements with MPLS RACF for QoS

#### 1) Resizing Established LSP

Dynamic resizing of bandwidth in an LSP and tunnel may be done via aggregated RSVP reservations. Based on resource status of MPLS network or rejection ratio of the admission request, TRC-FE may request the LSP resource adjustment to the MPLS transport. TRC-FE

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interacts with the MPLS transport to request bandwidth adjustment when the resource status of the network significantly changes. Based on management policy, LSP may be created for distributing the traffic into two LSPs or the bandwidth of existing LSPs can be increased.

## **2) Mapping Flow to the LSP**

At the edge of the LSP network, the flow should be mapped into the aggregated LSP. For better controllability, flow-to-LSP mapping can be controlled.

Mapping flow to LSP can be done in the ingress LER. The FTN (Forwarding Equivalence Class To Next Hop Label Forwarding Entry (FEC-To-NHLFE)) table defines the mapping rule from the data flow to the LSP. The mapping rule is combination of 5-tuple (in IPv4 case source address, destination address, source port, destination port, and protocol) and DSCP code. The FTN table can be setup by the management server or by TRC-FE using the L2 control capability.

TRC-FE maintains LSP/TE tunnel information, and when resource request of a session comes from PD-FE, TRC-FE selects the right LSP/TE tunnel that can best provide the desired priority and QoS, instruct TRE-FE updating FTN table and maps the flow into that LSP/TE tunnel, and response PD-FE with success. Mapping of flow to LSP is enforced by TRE-FE at the head end of the LSP, which is also the ingress LER, based on FTN table which is created and maintained in TRE-FE under the instruction of TRC-FE.

## **3) Interacting with MPLS OAM**

Resource control in the MPLS network should be dependent on the resource status of the network. The resource status can be obtained from management system or embedded OAM capability of the transport equipment.

The MPLS OAM function provide the connectivity verification and performance information. TRC-FE should receive the periodic report about the performance monitoring information and/or event report when the network defect is occurred or cleared. This report can be received directly from the MPLS transport or indirectly through the management system.

## **4) Admission Control Methodology**

The number of the admission requests in the core network is high. Admission control mechanism in the core network should be scalable. Usually the congestion rarely happens in the core network. CAC method in the core network should be simplified to process the high number of resource request. The resource checking between PD-FE and TRC-FE should be simple.

## **5) Required Function in TRC-FE to Support MPLS QoS**

The functions such as monitoring the resource state, controlling the bandwidth, interaction with management system and OAM, and necessary function related with the recovery procedure are described as following:

Interacting with various network monitoring function	TRC-FE interacts with network management system, OAM function in the transport, or transport equipment MIB agent to collect the resource and network status information of the MPLS network.
Initiate the LSP setup	TRC-FE can trigger LSP setup.

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Resizing bandwidth of existing LSP	TRC-FE can trigger the resizing of bandwidth of existing LSP/TE tunnels.
Controlling mapping flow to LSPs	TRC-FE controls the setup of FTN (Forwarding Equivalence Class to Next Hop Label Forwarding Entry (FEC-To-NHLFE)) table and controls mapping flow to LSP.
Determining the preemption and reroute priority for the resource request and the established LSP.	
Performing CAC and indicating the mapping of the accepted service flow to appropriate CT or LSP.	
Generating appropriate action triggers (e.g., resize LSP/tunnel).	

### **6) Required Function in TRE-FE to Support MPLS QoS**

The functions such as classification, mapping traffic class and QoS control profile, FTN updating scheme, and interworking with QoS signalling are described as following.

Setting up of LSPs	TRE-FE locates at each LSR along the LSP. They run transport QoS signals and inter-work with each other to setup the LSP under the instruction of TEF.
Mapping of flow to LSP	TRE-FE at the head end of the LSP will maintain the FTN table under the control of TRC-FE and maps flow to LSP base on FTN table.
Reporting the resource and network status information of the MPLS core network.	
Enforcing the transport resource policy rules instructed by the TRC-FE, such as mapping a service flow to an appropriate LSP, FTN updating scheme.	

### **7) Requirement for Rc and Rn Reference Points**

- **Rc Reference Point**

Rc reference point to collect the network topology and resource information from the MPLS transport. Note that Rc is not needed for the case where the TRC-FE is distributed at the Edge Router. Rc collects the resource status and topology of LSP. The Rc shall interface to either LER/LSR or management system. Rc shall collect the basic performance parameters per LSP – i.e., number of sent packet, number of byte sent, and number of dropped packet - for a MPLS tunnel. When MPLS network supports OAM function, Rc may collect more information on quality of LSP such as connectivity and delay performance of LSP.

- **Rn Reference Point**

Rn reference point is to control for the transport element (i.e., LER and LSR) for LSP. Rn is used for following functions:

Controlling Mapping of Flow to LSP	TRC-FE controls the setup of FTN table in TRE-FE at the head end of the LSP through Rn reference point. TRC-FE tells which flow should be mapped into the LSP, and TRE-FE maintains his FTN table
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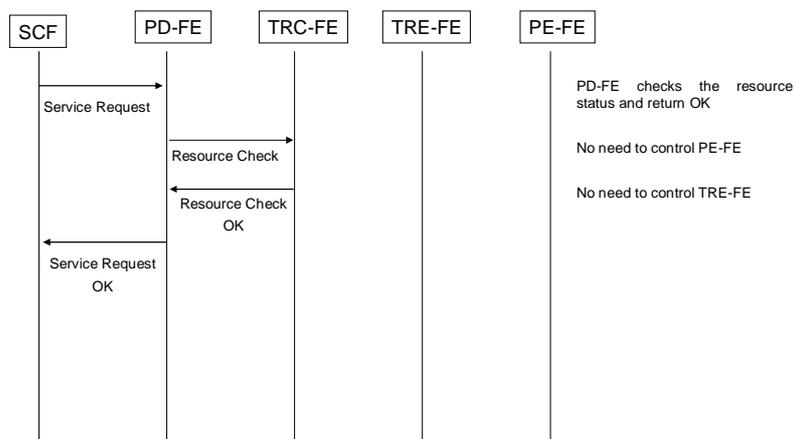
	accordingly.
Aggregate Resource Control for LSP	In the transit node of the traffic aggregation, the traffic resource is defined by the traffic parameters. TRC-FE shall control the aggregate resource. The resource parameter for LSP includes the maximum rate, mean rate, max burst, mean burst, resource weight, and excess burst size.

#### 6.2.1.4.3.6 RACF Procedure in MPLS Network

LSPs and tunnels are setup with normal NMS and OA&M processes between pairs of edge routers according to pre-determined network traffic patterns. Bandwidth reservation in the LSPs and tunnels may be done in two modes:

Dynamic Bandwidth Reservation	The bandwidth in the tunnels is reserved in aggregated fashion to support multiple sessions in the LSP and tunnel per pre-established policy rules. The bandwidth can be also adjusted.
Static Bandwidth Reservation	A pre-determined amount of bandwidth is reserved when the LSP or tunnel is pre-established. The amount of bandwidth is estimated from historical traffic patterns. It is assumed that all bandwidth would be utilized by simultaneous flows very rarely. In the latter case, some incoming flows may be rejected.

Resource control when the network resource status is normal. Figure 6.2.15 shows the simple case of resource and admission control when the network status is normal. By interacting with TRE-FE or management system, TRC-FE already knows that the network has no congestion. When the service request is received from SCF, PD-FE checks the resource status from TRC-FE. When the resource control status is normal, PD-FE returns OK to SCF. There is no additional control on PD-FE in this because the part of enforcement policy is already embedded in the TRE-FE in the form of FTN table.



**Figure 6.2.15: Simple Resource and Admission Control Procedure in MPLS Networks.**

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### 6.2.1. On the mobile technology: Edge, 3G, etc.

This section refers to 6.1.2.2 *Mobile Access Network Technologies*

### 6.2.3. On the access segment: xDSL, FTTC, FTTP, FTTH, etc.

This section refers to 6.1.2.1 *Fixed Access Network Technologies*

### 6.2.4. On the transmission technology: FO, WDM, SDH, Ethernet

#### 6.2.4.1. Ethernet Technologies

##### Abstract

The term *Ethernet* refers to the family of local-area network (LAN) products covered by the IEEE 802.3 standard that defines what is commonly known as the CSMA/CD protocol. Four data rates are currently defined for operation over optical fiber and twisted-pair cables:

- 10 Mbps—10Base-T Ethernet
- 100 Mbps—Fast Ethernet
- 1000 Mbps—Gigabit Ethernet
- 10-Gigabit Ethernet

##### The Ethernet Physical Layers

Because Ethernet devices implement only the bottom two layers of the OSI protocol stack, they are typically implemented as network interface cards (NICs) that plug into the host device's motherboard. The different NICs are identified by a three-part product name that is based on the physical layer attributes.

The naming convention is a concatenation of four terms indicating the transmission rate, the transmission method, and the media type/signal encoding. For example, consider this:

- 10Base-T = 10 Mbps, base band, over two twisted-pair cables
- 100Base-T2 = 100 Mbps, base band, over two twisted-pair cables
- 100Base-T4 = 100 Mbps, base band, over four-twisted pair cables
- 1000Base-LX = 100 Mbps, base band, long wavelength over optical fiber cable

##### 10-Giga Ethernet Technology

10 Gigabit Ethernet might well become the technology of choice for enterprise,

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Metropolitan and wide area networks. In terms of physical media, 10 Gigabit Ethernet will support distances to 300 meters on multimode fiber and 40 km or more on single mode fiber. With 10 Gigabit Ethernet, enterprise network managers and service providers will be able to build LANs, MANs, and

WANs using Ethernet as the end-to-end Layer 2 transport. Long-distance reach on single mode fiber enables enterprise network managers and service providers to build simple, low-cost, metropolitan sized Networks with Layer 3-4 switches and 10 Gigabit Ethernet backbones. In addition, 10 Gigabit

Ethernet will support an optional SONET/SDH-friendly PHY to enable transmission of Ethernet over the SONET/SDH transport infrastructure.

For enterprise LAN applications, 10 Gigabit Ethernet will enable network managers to scale their Ethernet networks from 10 Mbps to 10,000 Mbps, while leveraging their investments in Ethernet as they increase their network performance. For service provider metropolitan and wide-area applications, 10 Gigabit Ethernet will provide high-performance, cost-effective links that are easily managed with Ethernet tools. 10 Gigabit Ethernet matches the speed of the fastest technology on the WAN backbone, OC-192, which runs at approximately 9.5 Gbps. 10-Gigabit Ethernet (IEEE 802.3ae) will define a standard that guarantees interoperation between different vendors' implementations. Essentially, the standard will specify physical layers (PHY); only a very slight change will be made to the medium access control (MAC). A major theme of earlier versions of Ethernet has been the pragmatic adoption of cost effective but robust technologies. In large part, this enabled Ethernet to dominate the LAN market. One of the major challenges addressed by the standards effort has been the development of specifications that are friendly to directly modulated lasers—it is believed this will facilitate very cost effective implementations. It is important to note that 10-Gigabit Ethernet represents the coming together of both data communications and telecommunications. Some of the important features adopted by 10-Gigabit Ethernet are:

- Wide range of cost/reach options
- much longer maximum reach than previous Ethernets
- a four bit wide electrical bus extender (XAUI)
- a very low overhead, scrambler-based, 64B66B code
- an option for transport in SONET/SDH like frames
- two serial physical layer types
- a coarse or wide wavelength division multiplexed (WDM) physical layer
- line rates of 10.3125 (LAN), 9.95328 (WAN, OC-192 rate) and 3.125 (LAN, 4 wavelengths) GBd

### **10-Gigabit Ethernet Standard**

The 10-GE standard specifies seven port types as listed in Table 1. Six of the port types use bit serial optical transmission whilst the remaining port type multiplexes MAC data across

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four wavelengths. The WDM physical layer can support both multimode and singlemode fiber.

### ***10-Gigabit Ethernet Port Types***

As can be seen from Table 6.2.1, two categories of port types are defined:

- LAN PHY for native Ethernet applications
- WAN PHY for connection to the installed base of SDH/SONET 10 Gb/s networks

### ***10-Gigabit Ethernet MAC***

Obviously, the normal MAC data rate (the rate at which the MAC transfers its information to the PHY) for 10-Gigabit Ethernet is 10 Gb/s

<b>Description</b>	<b>Name</b>	<b>Comment</b>
850 nm serial LAN PHY	10 GBASE-SR	Directly Modulated VCSEL ,MMF,2-300m
1310 nm serial LAN PHY	10 GBASE-LR	Directly Modulated DFB Laser,SMF,2-10KM
1550 nm serial LAN PHY	GBASE-ER	Modulator , DFB Laser , SMF ,2-40km
1310 nm WDM LAN PHY	10 GBASE-LX4	Directly Modulated VCSEL ,MMF,2-300m
850 nm serial LAN PHY	10 GBASE-SW	Directly Modulated VCSEL ,MMF,2-300m
1310 nm serial LAN PHY	10 GBASE-LW	Directly Modulated DFB Laser , SMF , 2-10 km
1550 nm serial LAN PHY	10GBASE-EW	Modalator, DFB Laser, SMF, 2-40KM

*Table 6.2.1. 10-Gigabit Ethernet Port Types.*

### **Layered model for 10-Gigabit Ethernet**

The layered model for 10-Gigabit Ethernet is shown in Fig. 6.2.5. Sublayers for the two families of PHY (LAN and WAN) are included in the diagram.

Also shown are the specified interfaces as follows:

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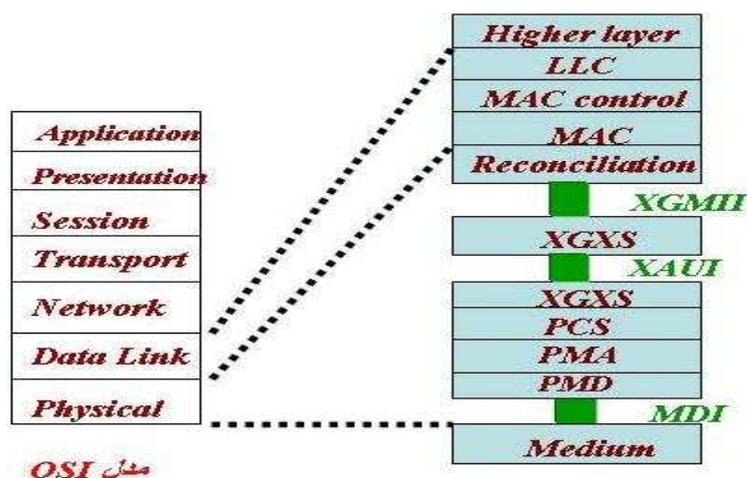


Figure 6.2.5: Layered model for 10 GE

**MDI:** Medium Dependent Interface

**XGMII:** 10 Giga bit Media Independent Interface

**XAUI:** 10 Giga bit Attachment Unit Interface

**PCS** : Physical Coding Sub Layer

**XGXS:** XGMII Extender Sub layer

**PMA:** Physical Medium Attachment

**PHY:** Physical Layer Service

**XSBI:** 10-Gigabit 16-bit Interface

**PMD:** Physical Medium Dependent

The reconciliation sublayer (RS) adapts the protocol of the Ethernet MAC into the parallel encoding of the 10 Gb/s PCS. Although the physical implementation of the XGMII is optional, for the purposes of specifying 10-Gigabit Ethernet, the XGMII is assumed to be the interface between the RS and PCS sublayers. The XGMII uses 32 bit data paths that are partitioned into four transmit and four receive lanes, 8 bits per lane. Also, each lane has a control bit associated with it. The RS maps MAC data octets to (from) the lanes of the XGMII in round-robin order. At the request of the MAC or PHY the RS also maps MAC control signals to (from) the XGMII. Optionally, the transmission distance of the XGMII can be extended using the XGXS and XAUI. Both XGXS and XAUI use the 10GBASE-X (see Fig. 6.2.5), PCS and PMA. XAUI associates one of its serial 8B10B lanes, operating at a data rate of 3.125 Gb/s, to each XGMII lane. Essentially, the XGXS and the XAUI interface provide a narrow 4 bit wide, self timed, full duplex, data bus. Repetitive XAUI control signals (for example, idle) are scrambled to prevent excessive electromagnetic interference. The optional sixteen bit wide interface between the serial PCS or WIS and the serial PMA is called the 10-Gigabit sixteen-bit interface (XSBI). The XSBI is a fully differential, LVDS, clocked interface that is very similar to the SFI-4 interface of the Optical Internetworking Forum (OIF). For specification convenience the standard is written in terms of the XSBI.

## The application's of 10-Gigabit Ethernet

Initially, 10-Gigabit Ethernet will be a switch-to switch interconnection for statistically multiplexing packet traffic from lower data rate (10/100/1000 Mb/s) Ethernets. Therefore, 10-

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Gigabit Ethernet is primarily a backbone technology that is targeted at the enterprise LAN or the telecom WAN. 10 Gigabit Ethernet targets three Application spaces: the LANs (including storage area networks), MANs, and WANs.

### LAN Applications

10 Gigabit Ethernet has many potential applications for both service provider and enterprise networks. Figure 6.2.6 shows the standard LAN applications for 10 Gigabit Ethernet, which includes the following:

- Storage area networking (SAN) applications - Server interconnect for clusters of servers.
- Aggregation of multiple 1000BASE-X or 1000BASE-T segments into 10 Gigabit Ethernet downlinks.
- Switch-to-switch links for very high-speed connections between switches in the equipment room, in the same data center, or in different buildings.

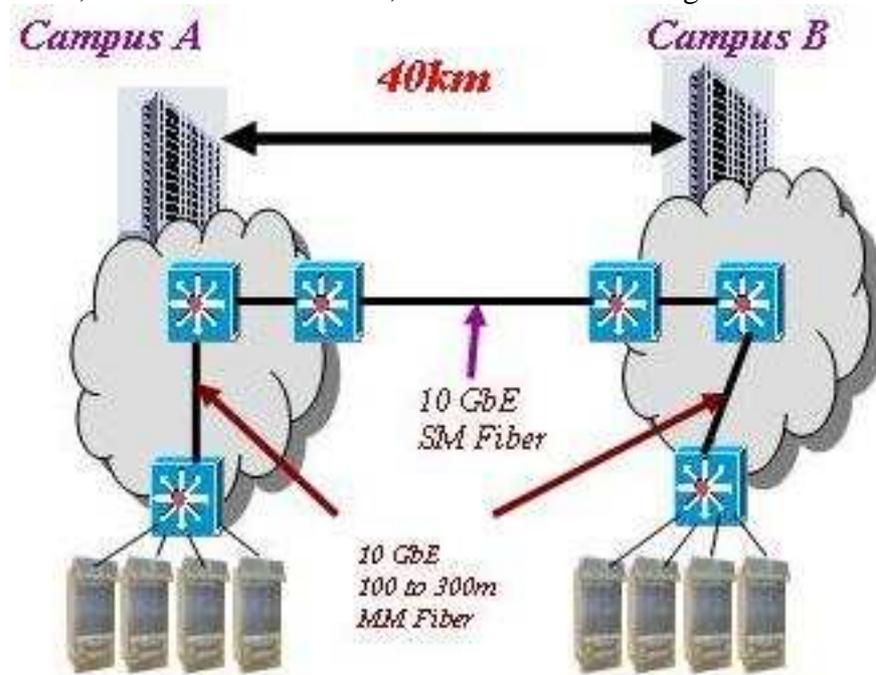


Figure 6.2.6: LAN application

### Dark Fiber Metro Applications

One of the most exciting innovations in the Gigabit space has been the growth of the deployment of long distance Gigabit Ethernet using long wavelength optics on dark fiber to build network links that reach metropolitan distances.

10 Gigabit Ethernet, as a fundamental transport for facility services, will be deployed in MAN applications over dark fiber, and over dark wavelengths. The term “dark fiber” refers to unused singlemode fiber capacity from fiber that has been installed for long distance applications that usually reach up to 100 kilometers without amplifiers or optical repeaters. This fiber is not currently “lit,” meaning that it is not carrying traffic and is not terminated to equipment. 10 Gigabit Ethernet metropolitan networks will enable service providers to reduce the cost and complexity of their networks while increasing backbone capacity to 10 Gbps.

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This will be accomplished by eliminating the need to build out an infrastructure that contains not only several network elements required to run TCP/IP and data traffic, but also the network elements and protocols originally designed to transport voice. Reduction in the number of network elements and network layers lowers equipment costs, lowers operational costs, and simplifies the network architecture. With 10 Gigabit Ethernet backbone networks, service providers will be able to offer native 10/100/1000/10,000 Mbps Ethernet as a public service to customers, namely offering the customer twice the bandwidth of the fastest public MAN services OC-3 (155 Mbps) or OC-12 (622 Mbps) with no need for the added complexity of SONET or ATM, nor protocol conversions.

### **Dark Wavelength Metro Applications with DWDM**

10 Gigabit Ethernet will be a natural fit to the dense wave division multiplexing (DWDM) equipment, which is deployed for metropolitan area applications. For enterprise networks, access to 10 Gigabit Ethernet services over DWDM will enable serverless buildings, remote backup, and disaster recovery. For service providers, 10 Gigabit Ethernet in the MAN will enable the provisioning of dark wavelength gigabit services at very competitive costs. The terms “dark wavelength” or “dark lambda” refer to unused capacity available on a DWDM system. WDM is a long established technology in the WAN backbone that enables multiple data streams to be transformed into multiple, independent wavelengths. DWDM refers to systems that apply the tight wavelength spacing specified by the International Telecommunications Union (ITU), which is normally less than a nanometer (nm). Coarse or wide wavelength division multiplexing (CWDM or WWDM) refers to less costly optics that use wider spacing between wavelengths. The WDM device then multiplexes the multiple (16, 32, and 64) streams into one stream of “white light” across one fiber pair, increasing the bandwidth capacity of the link by a factor of 16, 32, or 64. At the opposite end, the multiple wavelengths are demultiplexed into the original data streams. Many MANs and much of the WAN backbone today contain installed DWDM equipment that has unused capacity or dark wavelengths.

### **10 Gigabit Ethernet WAN Applications**

WAN applications for 10 Gigabit Ethernet look very similar to MAN applications: dark fiber, dark wavelength, and support for SONET infrastructure. 10 Gigabit Ethernet in WAN application is included multilayer switches and terabit routers attached via 10 Gigabit Ethernet to the SONET optical network, which includes add drop multiplexers (ADMs) and DWDM devices. When dark wavelengths are available, 10 Gigabit Ethernet can be transmitted directly across the optical infrastructure, reaching distances from 70 to 100 km. SONET/SDH is the dominant transport protocol in the WAN backbone today, and most MAN public services are offered as SONET OC-3 (155 Mbps) or OC-12 (622 Mbps). Most of today’s installed optical infrastructure is built out with a specific architecture and specific timing requirements to support OC-192 SONET. To make use of the SONET infrastructure, the IEEE 802.3ae Task Force specified a 10 Gigabit Ethernet interface (WAN PHY) that attaches to the SONET-based TDM access equipment at a data rate compatible with the payload rate of OC-192c/SDH VC-4-64c. This is accomplished by means of a physical layer link based on the WAN PHY between Gigabit or Terabit switches and Ethernet line-terminating equipment (LTE), which is attached to the SONET network. The WAN PHY

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interface does not attach directly to a SONET OC-192 interface. The WAN PHY interface will allow the construction of MANs and WANs that connect geographically dispersed LANs between campuses or POPs through the SONET transport network. In other words, 10 Gigabit Ethernet interfaces that are compatible with SONET OC-192 payload rate facilitate the transport of native Ethernet packets across the WAN transport network, with no need for protocol conversion. Reducing the need for protocol conversion increases the performance of the network, makes it simpler and easier to manage, and less costly, because protocol conversion is CPU intensive, adding complexity and additional elements to the network.

## 10 Gbps Ethernet Physical Layer Specifications

The 10 Gigabit Ethernet physical layer specifications, referred to as the “PHY”, provides the network manager and cabling distribution designer with the basic information required to select the appropriate optical transceiver types based on their network distance requirements, cabling performance, and types of network connections. The 10 Gigabit Ethernet Standard defines two unique physical layer specifications associated with the types of network connections: the LAN physical layer (LAN PHY) and the WAN physical layer (WAN PHY).

The physical layer (PHY) contains the types of transmitters and receivers and the functions that translate the data into signals (encoding), which are compatible with the cabling type used. The encoding function is performed in the physical coding layer (PCS) of the PHY. The LAN PHYs use 64B/66B encoded data; the WAN PHYs implement an encapsulation of the 64B/66B encoded data for compatibility with OC-192c/SDH VC-4-64c. The encapsulation is performed in the wide area network interface sublayer (WIS).

In Ethernet-speak, the transceiver types, which are cabling media dependent, are referred to as the physical media dependent (PMD) types. Examples of Ethernet optical fiber PMD types are 10BASE-F (10 Mbps ), 100BASE-FX (100 Mbps ), and 1000BASE-SX (1000 Mbps ).

The 10 Gigabit Ethernet PMDs include both serial and wavelength division multiplexing (WDM) fiber optic transceiver types.

10 Gigabit Ethernet operating distances are specified for both multimode and single mode fiber. The minimum operating distance for each option is associated with the targeted operating environment, i.e., LAN/MAN/WAN.

### 6.2.4.2. Next Generation SDH

This section refers to 6.1.1. *Core and Edge Network Technologies*

#### **Introduction**

There is no doubt that most of the present transmission networks are based on SDH/SONET technology. Although the demand growth for higher bit rates and the increase in traffic growth in communication networks have caused the introduction of WDM/DWDM technology so it can cover most the demands, but still traffic aggregation is continuously done

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by SDH/SONET systems. Even in networks with more than 500Gb/s capacity, almost 90% of the traffic is aggregated on STM-16 interfaces (Fig.6.2.7).

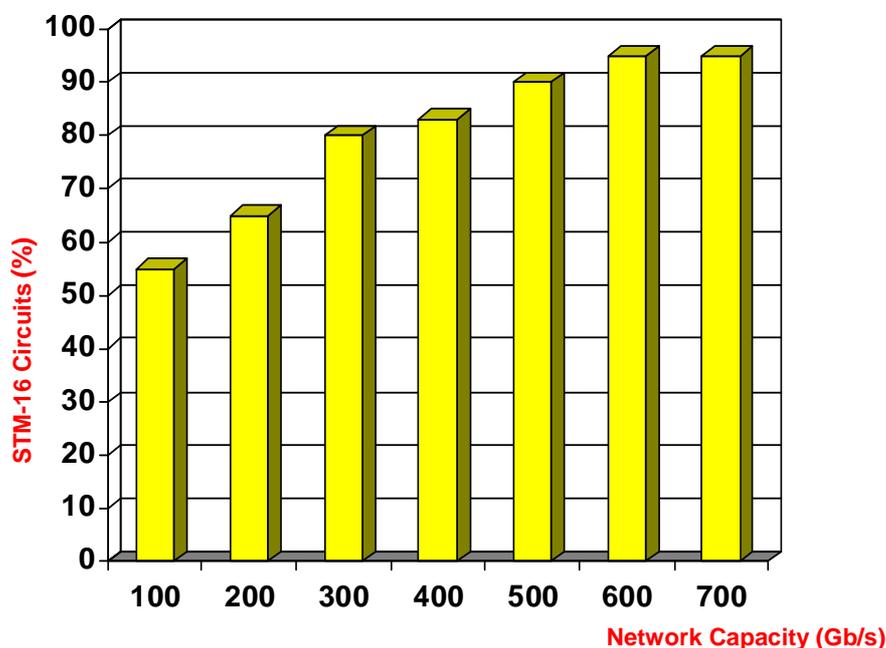


Fig .6.2.7-Fraction of circuits STM-16 of aggregated network capacity

In addition, most of the present and future service's request from the transmission networks has been forecasted over STM-1 and STM-4 interfaces. This shows the importance of SDH/SONET systems in the future.

On the other hand, one of the important challenges in developing transmission networks is the growth of data traffic compared with voice traffic. This challenge has become evident when most of data traffic produced by subscribers is done via Ethernet protocol. Ethernet optimizes traffic transport, in other words the role of SDH systems in future transmission networks has been adapted with Ethernet. At the present time, the transport of Ethernet over SDH systems has the following problems:

- Lack of flexibility

The defined bit rates for Ethernet are 10Mb/s, 100Mb/s, 1Gb/s and 10Gb/s and for SDH the bit rates are 155Mb/s, 622Mb/s, 2.5Gb/s and 10Gb/s.

If Ethernet traffic has carried on SDH system, part of the capacity will become useless. For example (Fig.6.2.8), a fast Ethernet service (100Mb/s) should be carried via STM-1 interface, which means that 30% of the transmission network capacity is lost.

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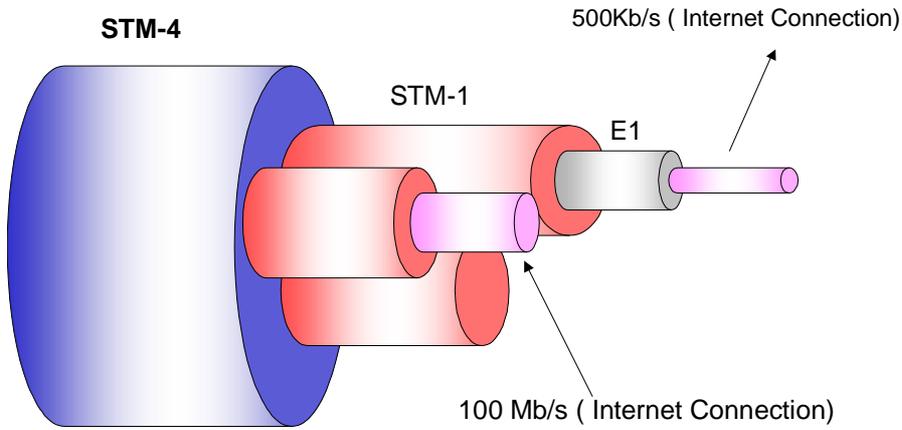


Fig.6.2.8-Lack of flexibility

- Low band with utilization over a ring

In an SDH ring, to transport certain traffic on part of the ring between two nodes, the needed capacity will occupy the whole ring. This causes low utilization of bandwidth (Fig.6.2.9).

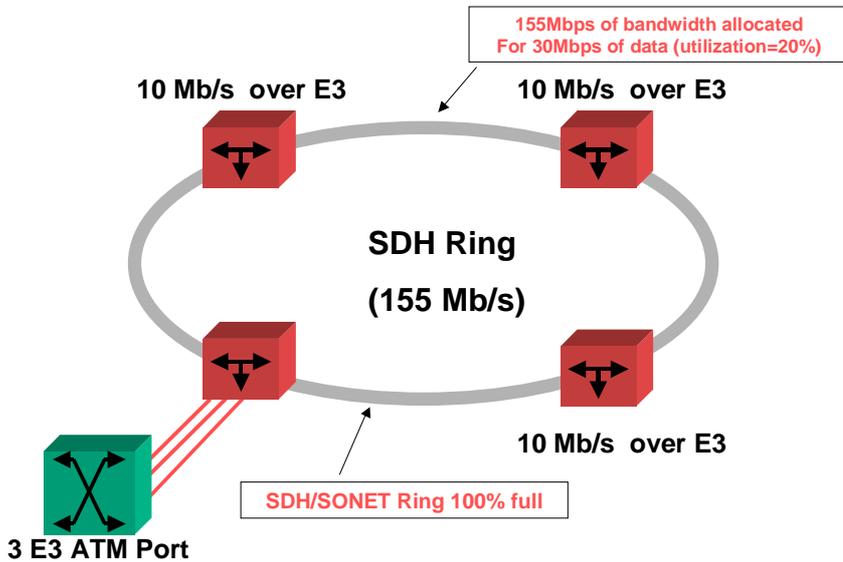


Fig. 6.2.9 - Low bandwidth utilization

- Variety in platforms

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A variety in services comes from various technologies and hardware. In other words, new services in central offices add a new set of hardware on a rack that results in increase of auxiliary costs.

### **Next Generation SDH**

The above-mentioned problems introduce a new aspect to solve them, which is called “Next Generation SDH”. The development and deployment of SDH system offers new services using new protocols such as RPR, GFP, VC and LCAS.

Changing services landscape shows that Ethernet services have its importance in the future. The evolved Ethernet offers higher bit rates (10Mb/s, 100Mb/s, 1Gb/s, 10Gb/s), but speed is only part of the story. Ethernet still has its own disadvantages:

Poor facility utilization

No edge to edge Qos

Slow services restoration

Standard capacity (spanning tree)

In addition, in a transmission network some transparent disadvantages appear in transport circuits and the number of nodes over SONET/SDH ring is limited up to 16 nodes.

### **Ethernet architecture**

- Meshed Ethernet

In a meshed Ethernet architecture, STP (Spanning Tree Protocol) limits protection response to minutes, and Qos is applied at each hop.

- Ethernet Rings

In Ethernet ring, there is a limitation in the number of nodes and protection schemes. Also, packets are processed at each hop and no high-priority transit allowed. The attempt to solve the above problems or offer Ethernet services on present ring architectures has resulted in emergence of RPR (Resilient Packet Rings).

- RPR

RPR is a new media access control protocol based on a ring topology that has developed by IEEE802.17 working group. The goal behind it is to provide an efficient use of network bandwidth and a resilient network with < 50 ms recovery time. Also, it supports up to 128 nodes in a ring.

In RPR, packets take the shortest path to the destination. The entire ring belongs to one subnet; this reduces many of the inter-subnet issues. RPR supports multicasting such that targeted multicast group nodes will copy the multicast source and pass them through the ring to the next node. Also, using RPR, the multicast source nodes will remove the multicast packets.

The resilience or proactive span protection automatically avoids failed spans within 50 ms. RPR supports both latency/jitter sensitive traffic such as voice & video services and committed information rate (CIR) services. Another RPR feature is the high efficiency that

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comes from spatial reuse. Unlike SDH/SONET, bandwidth is consumed only between the source and destination nodes. Packets are removed at their destination, leaving this bandwidth available to down stream nodes on the ring. RPR supports topologies of more than 100 nodes per ring and automatic topology discovery mechanism.

### **Packet over SDH**

At the present time, transports of Ethernet traffic over SDH via HDLC protocols are not quiet efficient. The main protocols that encapsulate and frame data traffic for transport over next generation SDH infrastructure are as follows:

#### **GFP (Generic Framing Procedure)**

GFP is a traffic adaptation protocols, which is an ITU-T standard (ITU-T G704I). It enables mapping of any data type to a SONET/SDH byte-synchronous channel. The GFP recommendation defines procedures for transporting various variable length client frames over legacy SDH transport and enables multiplexing of different client signals on to a single transport.

#### **VC (Virtual Concatenation)**

This protocol allows, instead of making a continuous allocation for a client signal, the transport path is created using a concatenation of smaller transport channels with a defined capacity like STM-1. VC compensates differential network delays up to 32ms. Only termination nodes need to support this feature.

#### **LCAS (Link Capacity Adjustment Scheme)**

It is a method to modify VCG size at the end points of transport path by using a specific signaling procedure. The signaling messages are transported in H4 byte. LCAS controls hitless addition/ removal of STM-N's (VC-n's) to/from VCG under management control. It also addresses the dynamic management of bandwidth for data transport services over SONET/SDH. LCAS works best on point-to-point links and supports virtual channel protection through "load sharing" on STM-n's.

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TrafficType	SONET		SDH	
	Contiguous	Virtual	Contiguous	Virtual
10Mbps Ethernet	STS-1 (20%)	VT-1.5-7v (89%)	VC-3 (20%)	VC-12-5v(92%)
1Gbps Fibre Channel	STS-21c (85%)	STS-1-18v (95%)	VC-4-16c (35%)	VC-4-6v(95%)
100Mbit/s FastEthernet	STS-3c (67%)	STS-1-2v (100%)	VC-4 (67%)	VC-3-2v (100%) VC-12-46v 100%)
200Mbit/s (ESCON)	STS-6c (66%)	STS-1-4v (100%)	VC-4-4c (33%)	VC-3-4v (100%) VC-4-2v (66%)
1Gbit/s Ethernet	STS-24c (83%)	STS-1-21v (92%)	VC-4-16c (42%)	VC-4-7v (95%)

Tabele.6.2.2 GFP, Virtual Concatenation &amp; LCAS Transport Efficiency

### New architecture of SDH/SONET platform

As mentioned so far, rapid change in services result in deployment of various systems and hardware at central offices. This made the suppliers to offer new platforms for (ATM, IP, Ethernet services) that are capable of producing various signals in the transmission network (STM-n or  $\lambda$ ).

These architectures are as follows:

#### *Single switch architecture*

In this case a single fabric switch is defined on a system and interface adaptation is used over input/output card.

#### *Hybrid multi-switch Architecture*

In this case I/O traffic directed to a fabric switch based on service type.

#### *Multi layer SONET/SDH architecture*

In this case ATM, IP switching is identified on I/O cards. This architecture identifies the cross connect and add/drop function over one platform and introduces new topology for new SDH metropolitan networks.

### Conclusion

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In the evolution of networks, the significant principle is to save and utilize the existing infrastructure. Fiber ring network is the most deployed network and the infrastructure should adapt with evolved trends. Traffic patterns are changing from voice towards data, and networks based on SONET/SDH inherent planned and implemented for transport of voice traffic (or circuit service). Saving and utilization of SONET/SDH network depends on the change of transport capabilities in data traffic.

Next generation SDH includes RPR implementation, utilization of VC, GFP, LCAS protocols, and same platforms can play effective role in development and operation of SONET/SDH networks.

#### **6.2.5. On the Radio technologies: TDMA, CDMA, WI-FI, etc.**

This section refers to 6.1.2.2 *Mobile Access Network Technologies*

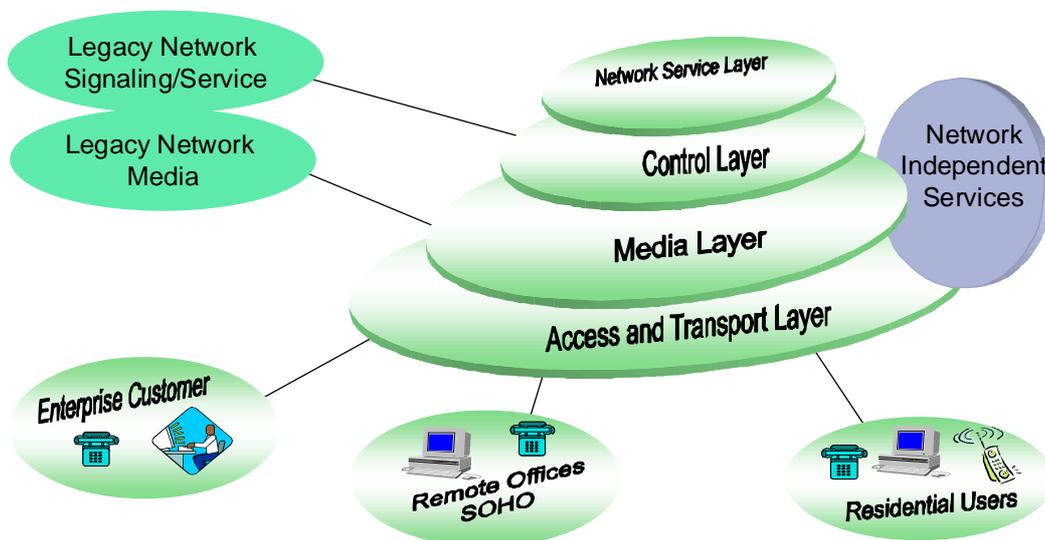
#### **6.2.6. On the service and applications platforms**

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### 6.3. NGN solutions and migration steps

#### 6.3.1. NGN concepts definition and NEs

- The Next Generation Network is understood to be defined by a network fulfilling the following capabilities:
    - A multi-service network able to support voice, data and video
    - A network with a control plane (signalling, control) separated from the transport/switching plane
    - A network with open interfaces between transport, control and applications
    - A network using packet technology (IP) to transport of all kind of information
    - A network with guaranteed QoS for different traffic types and SLAs
- and being organized in a layered structure as described in the figure:



#### Access Gateways

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- Allows the connection of subscriber lines to the packet network
- Converts the traffic flows of analogue access (Pots) or 2 Mb/s access devices into packets
- Provides subscriber access to NGN network and services

#### Trunking Gateways

- Allows inter-working between classical TDM telephony network and Packet-based NGN networks,
- Converts TDM circuits/ trunks (64kbps) flows into data packets, and vice versa

#### Packet networks for NGN

- Trend is to use IP networks over various transport possibilities (ATM, SDH, WDM...)
- IP networks for NGN must offer guarantees of Quality of Service (QoS) regarding the real time characteristics of voice

#### - Softswitch/MGC

- Referred to as the Call Agent or Media Gateway Controller (MGC).
- Provides the “service delivery control” within the network
- In charge of Call Control and handling of Media Gateways control (Access and/or Trunking) via H.248 protocol
- Performs signalling gateway functionality or uses a signalling gateway for interworking with PSTN N7 signalling network
- Provides connection to Intelligent Network /applications servers to offer the same services as those available to TDM subscribers

#### - H.248 Protocol

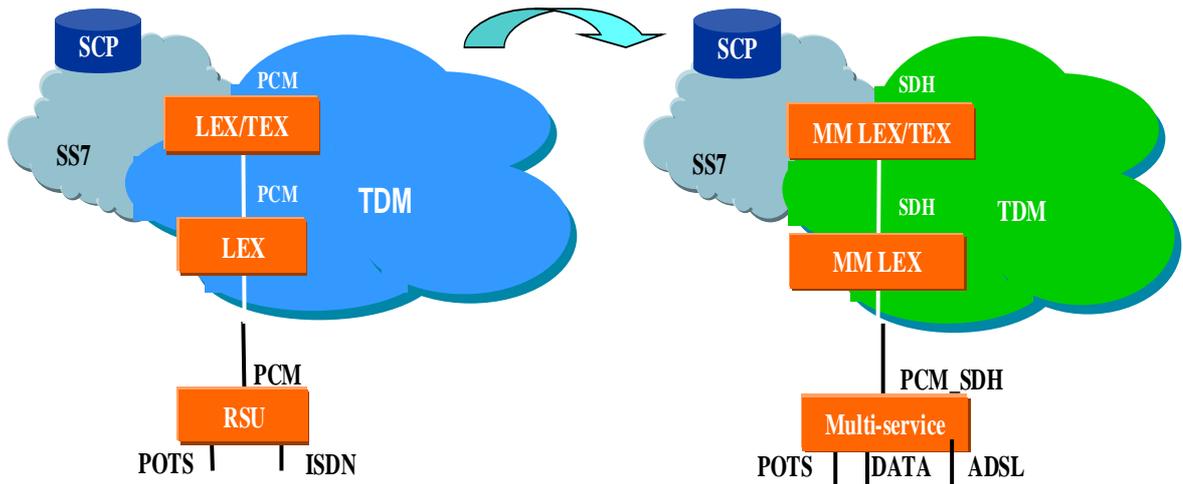
- Known also as MEGACO: standard protocol, defined by ITU-T, for signalling and session management needed during a communication between a media gateway, and the media gateway controller managing it
- H.248/MEGACO allows setting up, keeping, and terminating calls between multiple endpoints as between telephone subscribers using the TDM

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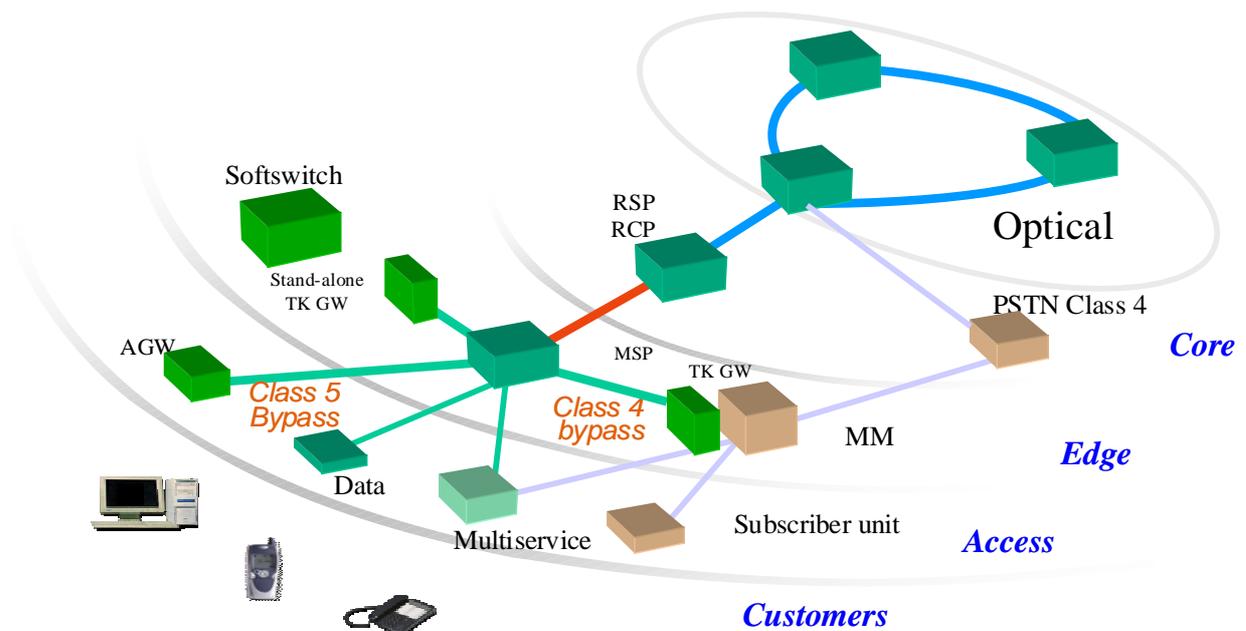
### 6.3.2. NGN solutions and migration steps

Network migration from today existing TDM towards full NGN is defined in three major steps as indicated:

**Fig 6.1 : Step1. Network consolidation and optimization at topological level**

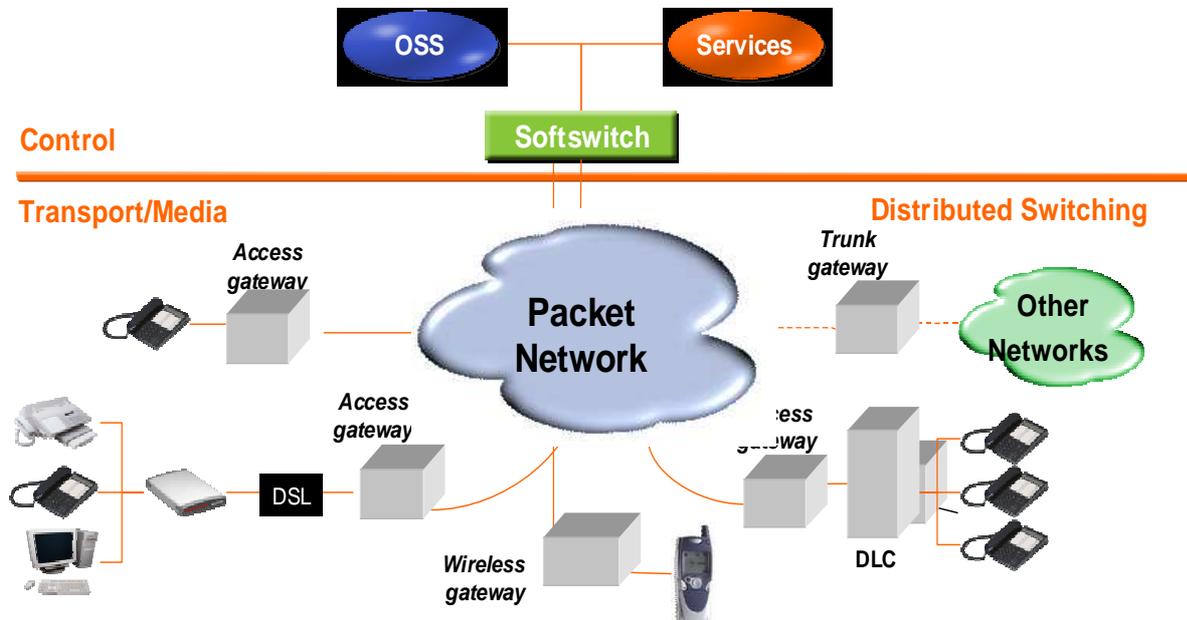


**Fig 6.2 : Step2. Network migration at C4 first and C5 with service compatibility**



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**Fig 6.3 : Step3. Converged Network at all layers**



This is a purpose for step by step migration from a TDM-based public switched telephone network (PSTN) to a packet-based next generation network, from an economic point of view, it identifies the drivers and benefits for an established carrier to consolidate its current network and to migrate to an NGN from a technology point of view.

In a more detailed manner the following migration phases could be defined:

#### Phase 1:

The starting point for the migration to NGN is today's public switched telephone network. In TDM and SS7 network all voice traffic is transported over TDM, and controlled by a hierarchy of local (Class 5) and transit (Class 4) circuit switches. The voice-related signaling network (ISUP and INAP) is handled by the SS7 signaling network. Value-added services are provided inside the switches, or through the intelligent network (IN). Widely spread IN services include calling card services, number translation and routing services (such as free phone, premium rate and universal access number), and enterprise network services such as virtual private networks (VPNs). With the growing number of Internet users, carriers are providing connectivity to Internet service providers (ISP) either through narrowband (PSTN or ISDN) dialup services, or through introduction of broadband ADSL (with voice split off as a separate service).

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### Phase 2:

In the evolutionary move to multimedia and other next generation applications, the next step is to boost processing power by consolidating the TDM infrastructure. Network infrastructure optimization will reduce carriers' operational expenses and allow them to generate additional revenues. Deployment of a small number of large exchanges (local and transit) with increased switching capacity, and high speed interfaces (SDH, ATM) reduces the operator's and enables faster deployment of new services. "Redundant" switches may be converted to additional remote access concentrators.

Introduction of new technology with smaller footprint, or packet fabrics inside the exchanges, allows the carrier to reduce expenses and reuse the switching infrastructure for new data services. Adding new access nodes and upgrading the existing ones lets the carrier capitalize on his PSTN, while extending the coverage area and the bandwidth offered to individual subscribers (fiber closer to the end user). New access technology provides seamless multiservice access to voice (POTS, ISDN) and data (ADSL, ATM, IP, FR, etc.) services and paves the way to NGNs. Optimization of the ADSL access infrastructure is realized through introduction of voice over DSL (VoDSL) loop-emulation services (inverse gateway, with a V5.2/GR303 connection to the LEX).

### Phase 3:

As one of the basic goals of NGN introduction is to move to a unique, packet-based infrastructure voice transport will smoothly migrate to IP or ATM technology. Initially, carriers will focus on trunking scenarios to offload long-distance voice from their TDM network. The first step toward VoP migration is extending the existing local exchanges with integrated trunking gateways (TGW) for converting TDM voice into packets (ATM or IP). This approach guarantees full protection of TDM investments, while providing the operator with a full fledged trunking-over-packet solution, as well as continued access to switch based and IN-based value-added services. In order to address existing switches without integration of a gateway, external trunking gateways, controlled by a Class 4 softswitch (through the H.248 or Megaco protocol), may be added. From a functional point of view, the softswitch performs like a Class 4 (Toll/Transit) exchange, with similar features (e.g., screening and routing), signaling interfaces (ISUP, INAP) and access to value-added services (IN).

### Phase 4:

In fast growing and deployment of broadband access (ADSL, LMDS, cable) operators may introduce voice-over-packet technology to capture growth in the access network, or as a means to offload the local exchanges from DSL. The Class 5 softswitch with local features (e.g., CLASS, custom calling) will be a shared control element, but several alternatives for voice gateways (depending on end user topology, density, service requirements, etc.) may be deployed. Just as in the Class 4 case, the softswitch will address the gateways using the H.248 or Megaco protocol. ADSL subscribers may install a residential gateway (RGW) or integrated access device (IAD) with VoP coding capability. Contrary to the ADSL with split-off voice or VoDSL loop emulation solutions, the RGW provides the broadband user with end-to-end voice-over-packet. As an alternative to upgrading the CPE of its subscribers, an ADSL operator may choose to extend the DSLAMs with VoP gateway functionality. Another solution for connecting voice subscribers directly to the data network is to introduce new

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access gateways [AGW] or to upgrade the existing access nodes with AGW functionality. In order to address new generation voice terminals (IP phones), the Class 5 softswitch can also terminate emerging user-to-network signaling protocols such as H.323 and SIP.

#### Phase 5:

There is no doubt that, in the near (and even midterm) future, voice will be the predominant service, even in NGNs. The introduction of broadband access in the network, however, enables the deployment of a new range of data and multimedia services. These new services will allow carriers to differentiate and compete with new entrants. A prerequisite for the deployment of multimedia services is the general availability of appropriate terminals. Today's personal computers are a good starting point, but it is expected that the convergence of computer, consumer and communications technology will result in a number of new multimedia devices. These new terminals will communicate with the softswitch through emerging multimedia signaling protocols such as H.323 and SIP. In order to fully support the new network and terminal capabilities, the softswitch is extended with mixed-media session and QoS control. With the introduction of new business models and new players (e.g., virtual network operators, third party application providers, content providers), there is a need for application access (for authentication, authorization, accounting, roaming, subscriber profiles, etc.) and service brokering platforms (terminal capabilities negotiation, bandwidth brokering, content aggregation, etc.).

Such portals not only provide the network operator with new business opportunities as a service retailer, but also clearly separate network control from services functionality. In a full-fledged NGN architecture, applications and network will interface through standardized protocols (e.g., SIP) and APIs. It is even assumed that voice services offered on VoP networks will have fewer features than the ones on circuit networks (especially in an H.323 environment).

#### Phase 6:

As a final migration step toward the full NGN, the remaining legacy PSTN equipment is transformed to or replaced by NGN 'compliant' network components. The aim of this ultimate (though optional) transformation, is to capitalize on access concentrators connected to local exchanges while further reducing the packet-only network for transport and signaling. At the end of their life, remaining TDM exchanges and access nodes are gracefully transformed to or replaced by trunking gateways, access gateways and softswitches as outlined in the previous sections. While keeping the upper layers (SCCP, ISUP, TCAP, INAP), the lower layers of the SS7 signaling network are replaced by a packet-based equivalent, as defined by the IETF.

The "migration steps" towards NGN could be presented in a macroscopic way, in which the migration steps implies major changes in topology/architecture (giving 3 major migration steps) or in a more detailed way as the second one, where are considered also applications (as phase 5) which may be parallel to the others.

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According to the level of detail and considering all underlying technologies and layers we may also define many more steps/phases.

Main role for the planner is to define those "migration steps" in a coordinated manner for each scenario and country ensuring the objectives of the business plan for the corresponding Services, Capacity, Quality and Economy.

#### **6.4. Converged Networks**

Convergence at telecom networks is driven by a number of motivations for the customers, the operators and the equipment suppliers. From the overall economical perspective for all of them, the major advantage of convergence is the economical savings due to the important economies of scale by:

- Larger systems capacities and sizes are cheaper per unit and new convergent technologies facilitate those larger capacities
- Higher traffic efficiency of bigger groups due to better system utilization for a given GoS
- Higher density of customers per geographical area will produce infrastructure savings with a quadratic rule
- Higher volumes of purchasing imply significant volume related discounts

From the service provider's point of view:

- Higher utilization of the installed infrastructure capacity
- Better customer's retention by providing multiple service types
- Better utilization of capital when modernizing the network
- Coordinated management and operation for the multiple domains

From the equipment provider's industry point of view:

- Lower complexity due to the alignment of requirements for fixed, mobile, nomadic, etc.
- Harmonized solutions avoiding multiple parallel developments

From the customer's point of view:

- Utilization of multiple services with same terminals at different domains
- Personalization of user profiles across domains
- Service usage simplification for subscription, billing, etc.
- Accessibility to new multimedia services

From the industry and operators initiatives, a number of developments and implementations are being developed that form important pillars for the network convergence. The IP multimedia system, the Fix Mobile Convergence and Mobile Broadcasting convergence are fundamental for the convergence.

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### 6.4.1 IMS architecture for convergence

The IP Multimedia Subsystem (IMS) standard defines a generic architecture for offering multimedia services with generic applications for many technologies and access systems like: GSM, WCDMA, CDMA2000, Wire line broadband access, WiMAX, etc.. It is an international recognized standard, first specified by the Third Generation Partnership Project (3GPP/3GPP2) and involving key actors like operators, equipment suppliers and standard organizations like ETSI/TISPAN, ITU-T, ANSI, and IETF. Protocols initially developed for mobile applications are extended and generalized for fixed networks implying effort and time saving for all multimedia services.

Specific functionalities to be provided include:

- Delivery of person-to-person real-time IP-based multimedia communications, Person-to-person, person-to-machine
- Integration of real-time with non-real-time multimedia communications like live streaming and chat
- Interaction of functionalities for different services and applications like combined use of presence and instant messaging
- Enabling easy user setup of multiple services in a single session, or multiple synchronized sessions
- Facilitation of better control by operators of service value chain and end-to-end QoS.

Extensions of original IMS in the FMC for a wider NGN include:

- The control of IP Connectivity Access Networks (QoS, admission control, authentication, etc.);
- The co-ordination of multiple control components to a single core transport for resource control;
- The inter-working and interoperability with legacy and other networks;
- Mutual de-coupling of the applications from the session/call control and the transport;
- Access technology independence of session/call control and applications.

From the supplier's design and operator's point of view, IMS expands the layered architecture by defining a horizontal architecture, where service enablers and common functions for many services can be reused for multiple applications. The horizontal architecture in IMS provides bearer control and also specifies interoperability, roaming, charging and security. These functionalities position IMS as a fundamental enabler for fixed-mobile convergence and for the other convergence dimensions, including the ones at the IT domain.

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ITU-T have defined, in the Focussed group for NGN, a global structure and functionality for an NGN transport and services network that has that functional blocks, interfaces and interrelation flows as indicated in the figure below. Standardization of those functional blocks and interfaces will be a facilitator for the reusability, third party developments and exploiting the associated economies of scale.

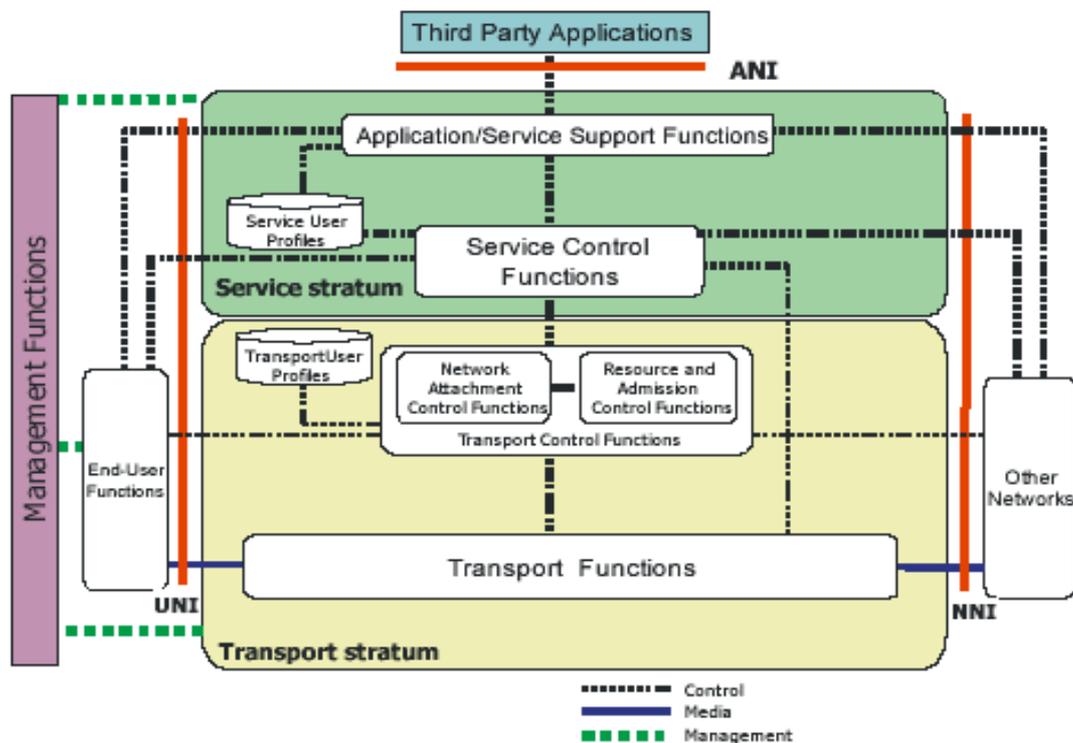


Fig: 6.4.1 Global structure and functional blocks for NGN transport and services by the ITU-FGNGN

From the IT point of view and with more level of detail, the layered architecture of the IMS is organized in three levels as follows:

- The “application layer” that comprises application and content servers to execute the value-added services for the user. IMS defines 3 types of Application Servers:
  - SIP Application Server
  - OSA/Parlay Service Capability Server
  - Application Server for IN-like services

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- The “control layer” comprises network control servers for managing call or session set-up, modification and release. The most important of these is the CSCF (Call Session Control Function), also known as a SIP server. This layer also contains a full suite of support functions, such as provisioning, charging and operation & management (O&M). Interworking with other operators’ networks and or other types of networks is handled by border gateways.

- The “media-connectivity layer” comprises media conversion and protocol adaptation for the different gateways, routers and switches, at the different network segments either backbone, local or access.

Diagram below illustrates the most typical resources and functionalities related to the IMS:

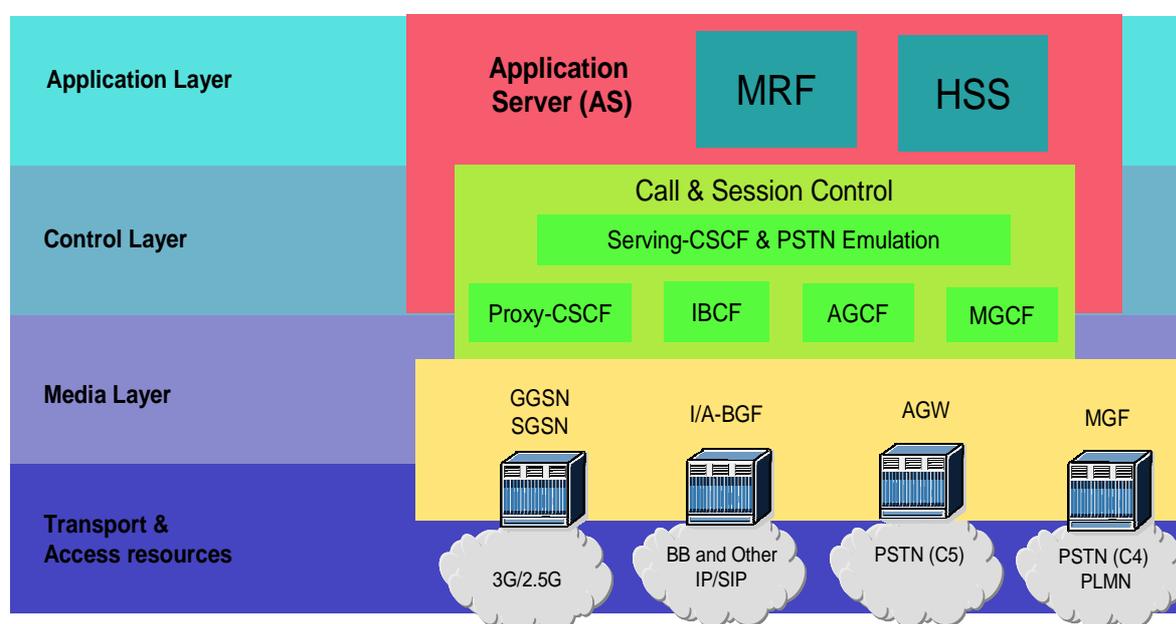


Fig: 6.4.2 Example of typical structure of IMS for the most common functions

- Application Server (AS), implements the value-added services

- Home Subscriber Server (HSS) with a unique service profile for each user and the AAA functionality.

- Multimedia resource function (MRF), which controls media stream resources

- The “S-CSCF & PSTN emulation” (Serving CSCF) is the serving call state session control function for IMS and PSTN/ISDN simulation system subscribers. Its main function is to control the session states

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- The Proxy-CSCF supports roaming and nomadism by supporting SIP-based registration of terminals from different accesses
- Interconnecting border control function (IBCF) converts signalling protocols when inter-working with other application service provider networks is necessary. It also provides the function of information hiding and call filtering to prevent illicit use of the network.
- Border gate function (BGF) is a packet-to-packet gateway for access (A) and for interconnection (I)
- Access gateway control function (AGCF) converts SIP signalling from the S-CSCF to MGCP/H.248 towards an RGW or AGW
- Media gateway control function (MGCF) provides inter-working between ISUP and other PSTN NNI protocols and SIP used inside the SP network

#### 6.4.2 Fixed Mobile convergence

FMC is essential for seamless delivery of services and allows two key telecom industries to share experiences. However, FMC must not create “disruptive dynamics” but cater for an evolutionary path taking into account competitive environment FMC is essential for high level “vision” to help resolve societal, business and standardization issues of NGN in a multi-operator environment.

Main topics here are the integration at the level of Applications and Interfaces to the NGN at IP mode.

Fixed Mobile Convergence (FMC) is concerned with the provision of network capabilities which are independent of the access technique. This does not imply necessarily the physical convergence of networks. It is concerned with the development of converged network architecture and supporting standards. This set of standards may be used to offer fixed, mobile or hybrid services.

An important feature of fixed mobile convergence is the separation of the subscriptions and services from individual access points and terminals and to allow users to access a consistent set of services from any fixed or mobile terminal.

An extension of this principle is related to inter-network roaming; users should be able to roam between different networks and to be able to use the same consistent set of services through those visited networks. Both, levels of mobility and variety of networks to be integrated in the FMC are illustrated in the figures below:

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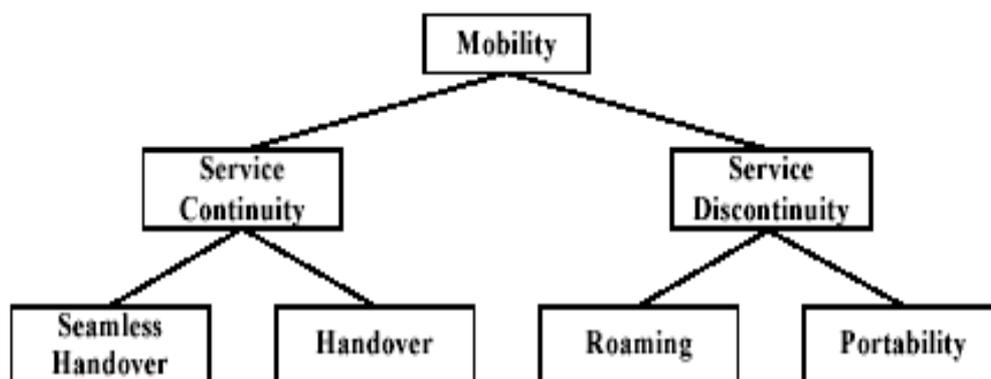


Fig: 6.4.3. Different levels of mobility to be managed in convergence

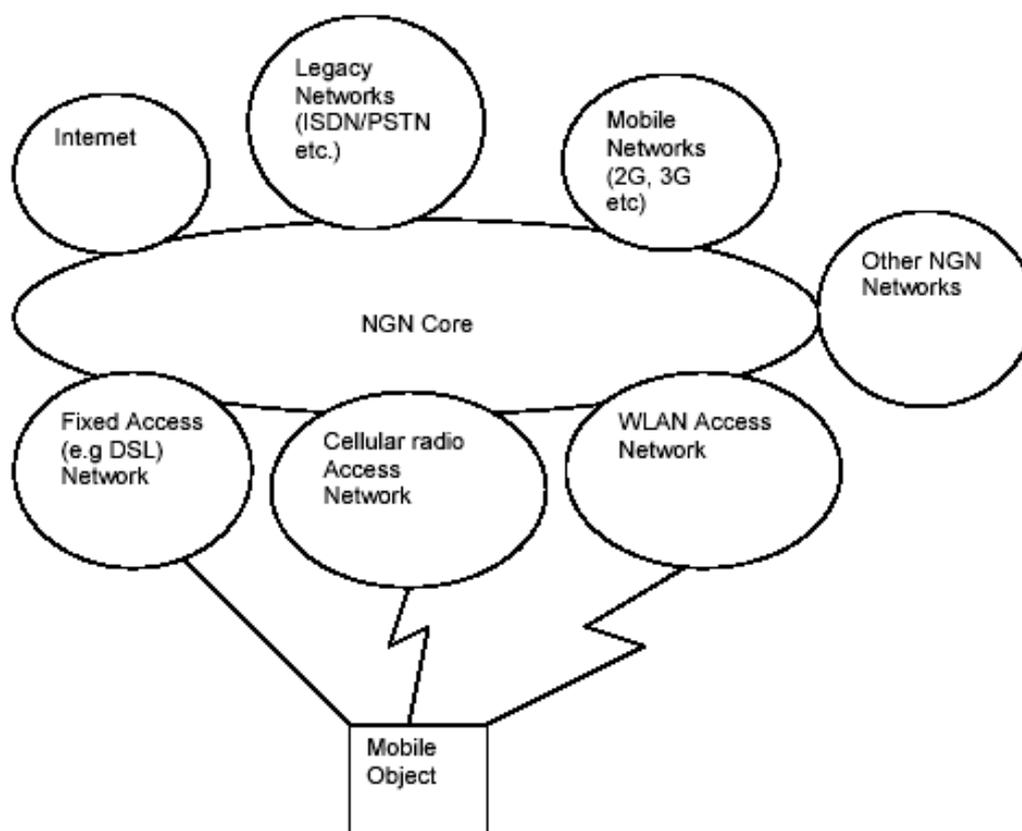


Fig: 6.4.4. Variety of network types coexisting in the FMC

In addition to the generic driving factors for all convergence solutions related to the economies of scale, specifically for the FMC additional facilitators are the user interest in

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service ubiquity, availability of mobile facilities also in the fixed terminals, single billing, same handset, etc. The fact of high penetration of mobile and wireless services is another factor that motivates a common trend towards the convergence.

Convergence level from the current status should evolve according to the standardization process at the level of applications, services and interfaces. An initial stage is expected at the first releases of IMS definition including SIP for control session, IMS authentication, security, charging and QoS. At further stages more functionalities will be standardized like the inter-working with no-IMS networks, IMS Group Management, IMS conferencing, Lawful Interception, emergency calls, etc.

The implementation of convergent applications at the network resources will be a function of the initial status of the network modernization: Some applications will be implemented at the Softswitches (SSW) in those networks where the SSW were implemented before the standardization of the IMS functionalities while at a later stage and when convergence takes place at the same time than evolution towards NGN, most applications will be implemented at the IMS itself. Due to the lifecycle of the different types of network resources, it is expected a quicker convergence at the application and services layers than at the overall network infrastructure and physical level.

### 6.4.3 Broadcasting convergence

The evolution of broadcasting technologies towards digital and the generalization of multimedia services in all domains, paves the way for another convergence of services between the mobile solutions and the broadcast solutions. Several benefits will be obtained from the synergies and complementarities of both alternatives.

In addition to the generic convergence and economy of scale advantages given at the convergence chapter, in a more specific manner for broadband services that require the availability of spectrum, sharing of spectrum and related network resources will allow optimization of media and higher capacities.

- Mobile networks are characterized by the bidirectional one-to-one communication with full mobility, on-demand call establishment and billed as a function of utilization. Content in 3G and further versions evolves to Broadband applications reach in video applications were many ones related to TV channels, films, events, etc. coincide with the distributive contents.

- Broadcast networks are characterized by the one-to-many unidirectional communication, restricted mobility, high capacity content and time independent low cost. When evolving to digital (DVB), content is compatible with other media and expand the number of distribution alternatives, but with the requirement of an additional return channel to enable interactive services.

- Mentioned evolution from both sides: incorporating video related applications in mobile and incorporating interactivity in broadcasting prepares the path for a convergence in which “synergies” and “complementarities” of the two alternatives may collaborate for a better service provision, capacity increase and savings by the derived economies of scale.

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- The diagram below illustrates the structure of a cooperating platform between a broadcast network operator and a mobile network operator as proposed by the Digital Video Broadcast project that is an industry-led consortium of over 270 broadcasters, manufacturers, network operators, software developers and regulatory bodies. TM-CBMS subgroup on Technical Module for Convergence Broadcast Mobile Services specific located for convergence. Digital Video Broadcast Handheld (DVB-H) technology as an enhancement of the DVB-T for terrestrial digital TV is used to transmit video content to hybrid 3G-DVB terminals that use one or other media as a function of availability and efficiency according to the content type. DVB-T is IP based and allows handheld portable and mobile reception with low consumption and mobility at high data rates.

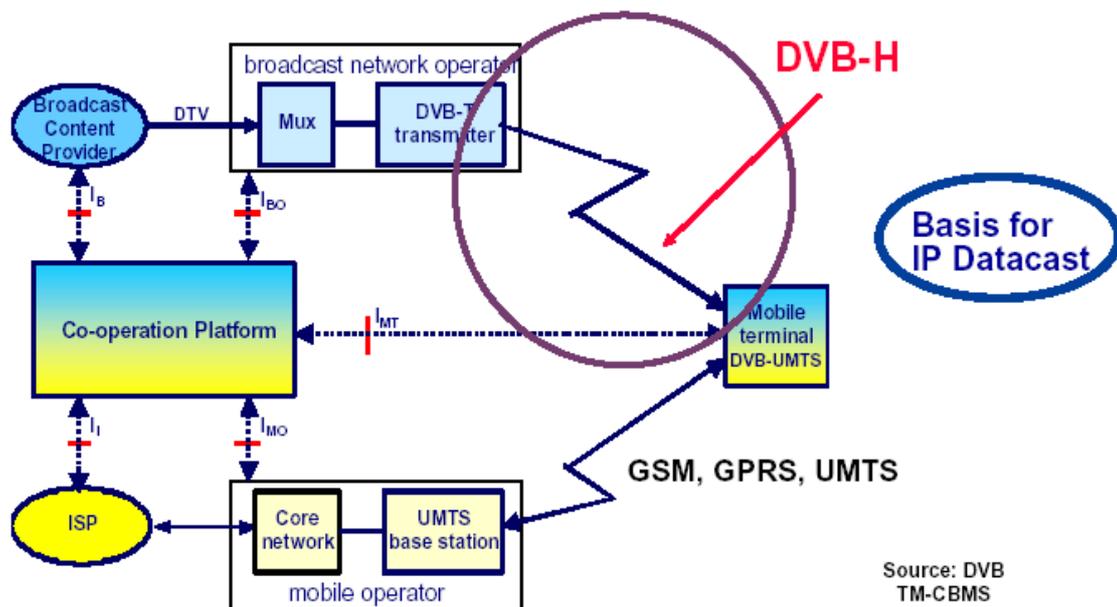


Fig: 6.4.5. Example of functional architecture for hybrid mobile and DVB-H networks

- Convergence in this case between mobile and broadcast will imply a set of benefits as indicated:

- Customers will increase the capacity by the use of downstream heavy traffic flows and decrease cost by the utilization of best media according to application type.

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- Mobile operators will increase the set of services and content, extend the business field, unload the 3G networks of heavy downstream flows, optimize the investments on infrastructures and enhance positioning to attract customers in a competitive environment.
- Broadcast operators also benefit from the extension of new services, level of interactivity, new sources of revenue and accessibility to a wide population of customers derived from the ones of the mobile operators.

#### 6.4.4. IMS development in NGN and benefits

Currently, several trials and initial deployments are being implemented for the transition from PSTN towards IMS and specific extensions of IMS are being developed for NGN either to serve the provision of full SIP-based multimedia services to NGN terminals or the provision of PSTN/ISDN simulation services for existing legacy technologies that still will stay during all transition period. Among those extensions we have the following ones:

- The control of IP Connectivity Access Networks (QoS, admission control, authentication, etc.)
- The co-ordination of multiple control components to a single core transport for resource control
- The interworking and interoperability with legacy and other networks
- Mutual de-coupling of the applications from the session/call control and the transport
- Access technology independence of session/call control and applications.

##### 6.4.4.1 Functionalities

Functional entities of an IMS may be used by an operator in support of network scenarios in the transition phases. For instance, the routing may be performed based on signalling information, configuration data, and/or data base lookup as a function of the traffic type and the entity being used.

IMS, as defined within ITU-T, is comprised of a number of functional entities that together can provide support for the capabilities of the service stratum of NGN as described in section 6.4.1 above. The current IMS functional entities and their environment are illustrated in the following figure with a short description of main ones afterwards:

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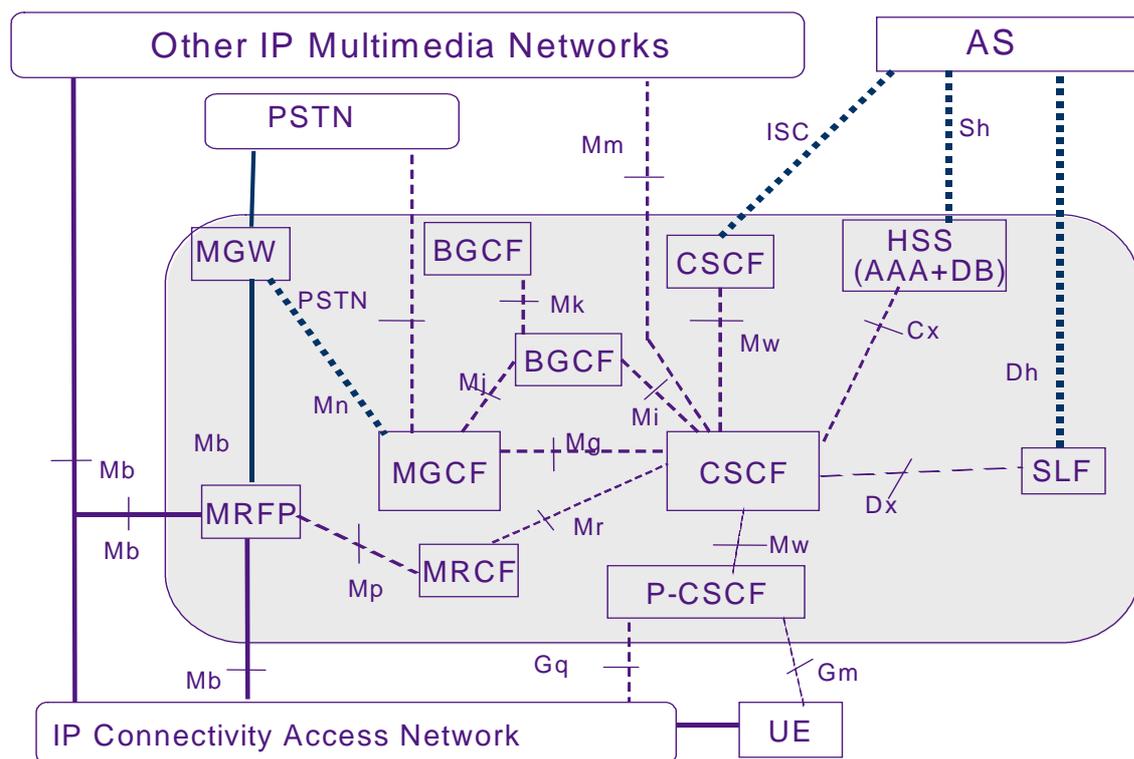


Figure 6.4.4.1: Current logical functionalities and interfaces of the IMS

#### - Call Session Control Function (CSCF)

The Call Session Control Function (CSCF) establishes, monitors, supports and releases multimedia sessions and manages the user's service interactions. The P-CSCF or Proxy CSCF is the first contact point within the IMS that forwards the SIP messages received from the User Equipment (UE). The CSCF interfaces through SIP with the Application Servers (AS) that host and execute the services.

#### - Media Gateway Control Function (MGCF)

The Media Gateway Controller Function (MGCF) provides the ability to control a trunking media gateway functional entity through a standardized interface. Such control includes allocation and deal location of resources of the media gateway, as well as modification of the usage of these resources. The MGCF communicates with the CSCF, the BGCF, circuit-switched networks and performs protocol conversion between ISUP and SIP. It also supports interworking between SIP and non-call related SS7 signalling (i.e. TCAP-based signalling for supplementary services such as Call Completion Busy Subscriber).

In case of incoming calls from legacy networks, the MGCF determines the next hop in IP routing depending on received signalling information. In case of transit the MGCF may use necessary functionality for routing transit traffic. A node implementing this functional entity in an NGN network and a node implementing it in a 3GPP network may differ in terms of supported resources (e.g. codecs) and configuration.

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- *Multimedia Resource Function Controller (MRFC)*

The Multimedia Resource Function Controller (MRFC), in conjunction with a Media Resource Processing Functional Entity (MRP-FE) located in the transport layer, provides a set of resources within the core network for supporting services. The MRFC, in conjunction with the MRP-FE, provides e.g., multi-way conference bridges, announcement playback, media transcoding.

- *Multimedia Resource Function Processor (MRFP)*

The Multimedia Resource Function Processor (MRFP) processes the mixes of media streams and transcoding when interworking is required under the control of the MRFC.

- *Breakout Gateway Control Function (BGCF)*

The Breakout Gateway control function (BGCF) selects the network in which PSTN breakout is to occur and - within the network where the breakout is to occur - selects the MGCF. In case of transit the BGCF may have extra functionality for routing transit traffic.

- *Subscriber locator Function (SLF)*

The Subscriber Locator Function (SLF) identifies a user's Home Subscriber Server when multiple HSSs are being used and each one maintains a unique collection of users.

#### 6.4.4.2 *Convergence to IMS and phasing*

A common IMS for all services of mobile and fixed networks is an ambitious target with disruptive implementations that imply a phasing approach from the current network status. The following issues have to be solved by the planner:

- How IMS functionalities will impact the network architecture?
- What services will be the first to be implemented with IMS?
- Which will be the impact of the IMS deployment on the network flows and load?
- How the functions of IMS will be distributed through the network?
- At what phases and speed will the services be implemented at IMS?
- What will be the benefits for the service provider and for the customer of an IMS based solution?

Due to the initial stages of IMS implementations, a phased approach is required that will take, as in all network transitions, several years. It has to be taken into account that availability of a core NGN IP based network is a prerequisite for an IMS solution and an end to end all IP needed for a fully fledged IMS solution. The following diagram illustrates a feasible scheme for migrating from current networks towards a fully based IMS case.

- Open Service architecture and a basic Home Subscriber Server (HSS) are mandatory from the starting process in the so called Pre-IMS or Early-IMS that will implement the easiest

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services for the coexisting networks in fixed and mobile technologies without the need of the user entity supporting IPv6. PSTN emulation and simulation are used in order to extend services to all customers either connected to the full IP mode NGN or conventional TDM. Services expected to have priority in this phase include VoIP, Location Based Services (LBS), Presence Based Services (PBS), Instant Messaging (IM) and Push to Speak PtS).

- An ambitious fully fledged IMS solution requires, in addition, a more complete end to end NGN infrastructure, complete coverage of SIP with a full functionality of the Application Servers and HSS. User entities need to support IPv6 and the corresponding facilities of the IPsec are exploited. Services expected at this stage include Peer to Peer video (P2P), Service Broker (SBr) function to manage interactions among applications, Service Blending (SBle) for services grouping and personalization, Resource Acceptance Control Function (RACF) to ensure QoS with a common network policy for resource management across network subsystems and Intelligent Content Delivery (ICD).

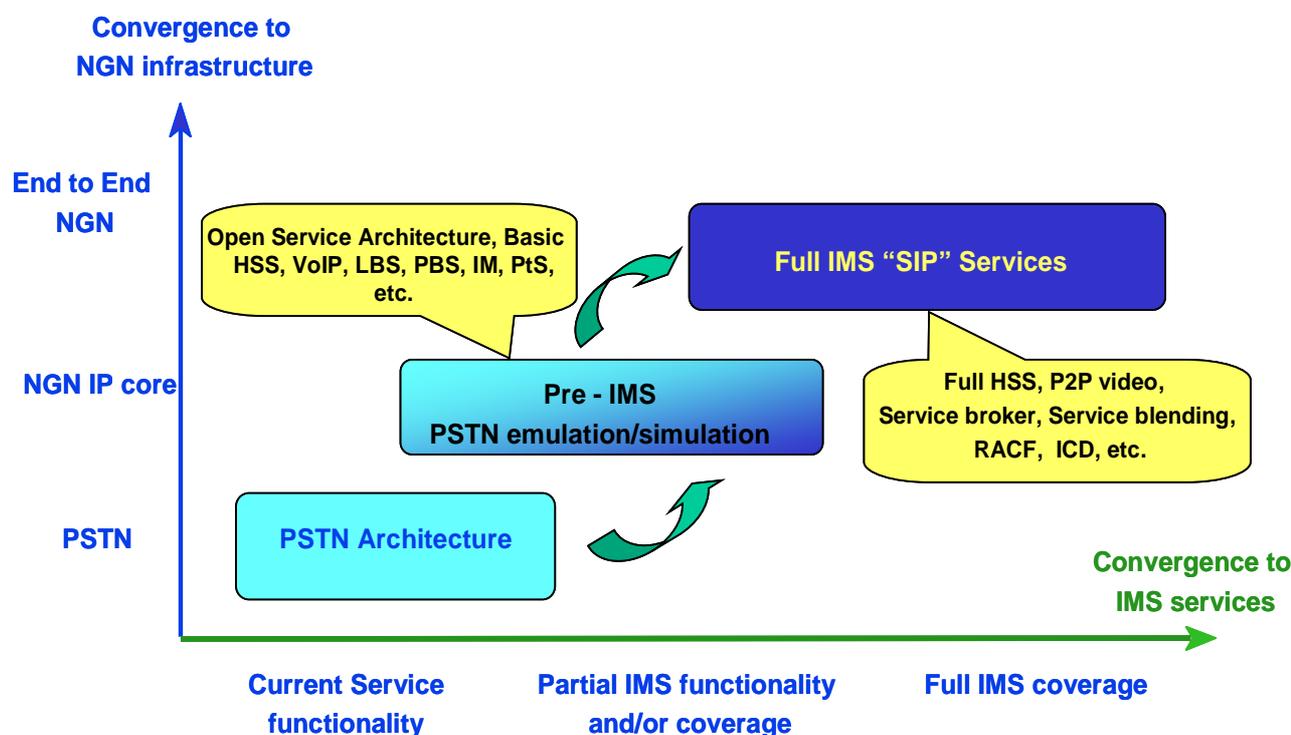


Figure 6.4.4.2: Phased approach for an evolution towards IMS services implementation

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### 6.4.4.3 IMS Benefits

- Service delivery with IMS integrated architecture provides important advantages over the classical “pile” separated applications and functionalities once that the structure is implemented. First advantage is the higher flexibility of the IMS functionality to adapt to the customer services, irrespective of the technology they use and the access method to reach the network.
- Saving in effort and time for the development and deployment of a new service is considerably reduced once the architecture is ready at the network, implying economic savings and better Time to Market for a given service provider in a competitive market. This advantage in the Time to Market will allow the service provider a higher capture of new customers, better market share and reduction of churn.
- Efficient introduction on new services at a lower cost will increase the service provider revenues, ARPU and profitability which is the major business driver for the healthy operation, market grow and financial results.
- From the end customers’ point of view, a common use and feel for all services and applications will facilitate the higher utilization of services and better personalization of functions to specific requirements.

### 6.4.5. Convergence in Operations

Management and operations for the legacy networks has been very much tied to each network technology, to each service category and to each market type. Different functionalities were applied to the access loop, central offices, transit network, transmission systems, etc. From the point of view of the network operations, separate platforms were implemented for PSTN, mobile and data networks as well as for customer’s category as residential, business or corporations.

In line with that segmentation, traditional Operation Support Systems (OSS) and Business Support Systems (BSS) also had multiple platforms to perform the several applications of OSS systems organized in silos for each service like voice, leased lines, internet, VPN, etc. and for each network type.

Typical functions for the OSS imply a vast set of activities in current networks like:

- Inventory management,
- Network engineering,
- Order management,
- Service activation,

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- Service creation,
- Network elements supervision,
- Application monitoring,
- Traffic measurement and post processing,
- Performance supervision,
- Capacity augmentation,
- Routing planning,
- Trouble ticketing,
- Repair management,
- Workforce management, etc.

For the BSS a large variety of activities are applied as a function of the operator business strategy, being the most common tasks:

- Customer Relations Management (CRM),
- Rating,
- Billing,
- Invoicing,
- Accounting management,
- Pricing agreements,
- Support to Marketing & Sales, etc.

Within the current environments there is a set of either common functions to both BSS/OSS or functionalities that acquire higher priority within the new technologies and services such as:

- Service Level Agreements (SLA) management,
- Churn and customer attraction management,
- Customer equipment inventory,
- Service offering,

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- Fraud management,
- Security policy management,
- Content management,
- Service upgrading management, etc.

When operators face the rapid evolution on technologies, faster creation of new services and a more competitive market, a set of issues and constraints appear when trying to fulfil previous tasks as summarized with the legacy arrangement of operations:

- High cost of systems and operational laborforce with long times to react
- Lack of flexibility to accommodate new service types
- Lack of functionality for the new market requirements
- Problem for updating and interrelating multiple OSS/BSS platforms.

Additionally, new requirements are needed in the converged networks and the NGN IP mode technology as follows:

- Managing support to multimedia services with voice, data and video
- Managing resource provisioning at any network layer
- Managing functionalities for the coexistence of legacy and new technologies
- Implementing new business procedures associated to bundled offers and customer retention
- Managing interdomain operational activities
- Focus on common processes to all support functions

In order to overcome the above mentioned limitations and to address the new requirements, the OSS/BSS solutions have also to evolve from a set of vertical piles per technology to a common integrated platform with a series of transformations that should converge in line to the NGN network evolution.

To assure the service continuity through the migration of both the network itself and the operation support systems, a sequence of steps have to be planned for the OSS/BSS evolution that are a function of the initial operator status and the target network architecture. A typical sequence of six steps is proposed:

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- Step 0 - Starting point with multiple different OSS and BSS platforms for PSTN, Data and Mobile networks
- Step1- Integrate OSS and BSS functionalities at each network type
- Step3- Integrate PSTN and Data platforms interrelating to the IP mode network
- Step4 - Link integrated platforms to the pre-IMS NGN network solution using the Open Service Architecture and middleware components.
- Step5 - Integrate fixed and mobile networks support systems
- Step6 - Incorporate full functionality for new multimedia services and interrelate functionalities with the IMS “SIP” services in the Next Generation Support System (NGSS). Make extensive use of the Service Oriented Architecture SOA with loosely coupled service interactions.

In the Figure 6.4.5.1 it is illustrated the first integration step in which the variety of IT platforms for different applications at OSS and BSS are integrated into a common platform with the corresponding OSS middleware to aggregate functionalities. The middleware applications provide a separation of common processes from the specific network technologies and interfaces, facilitating also the operation with multivendor solutions. This step provides an important saving in IT platforms investment and could be done before the major evolutions towards NGN are implemented.

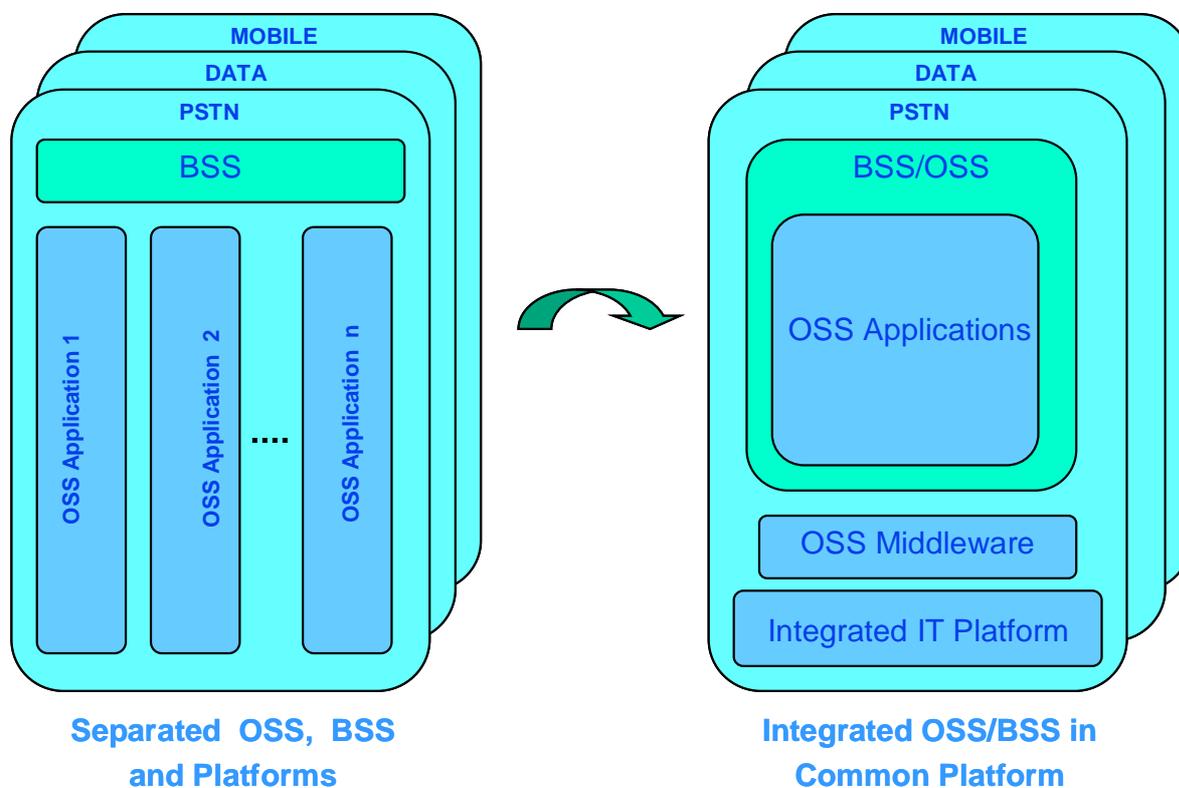


Fig. 6.4.5.1 Migration from legacy support systems towards integrated OSS/BSS

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The other steps of the sequence may be implemented one by one or grouped as a function of the speed in the evolution towards the full NGN with a complete availability of full IMS. The figure 6.4.5.2 illustrates the final migration for the OSS/BSS functions and the relation to the IMS architecture. When all the functionalities of the IMS are ready, the interrelation of the control functions within IMS and the support functions within OSS/BSS is stronger than in previous architectures and some on the functionalities will need a cooperative interworking like within the federated platforms. Those changes will originate much higher and flexible capabilities of the support systems that could be also called a Next Generation of Support Systems (NGSS)

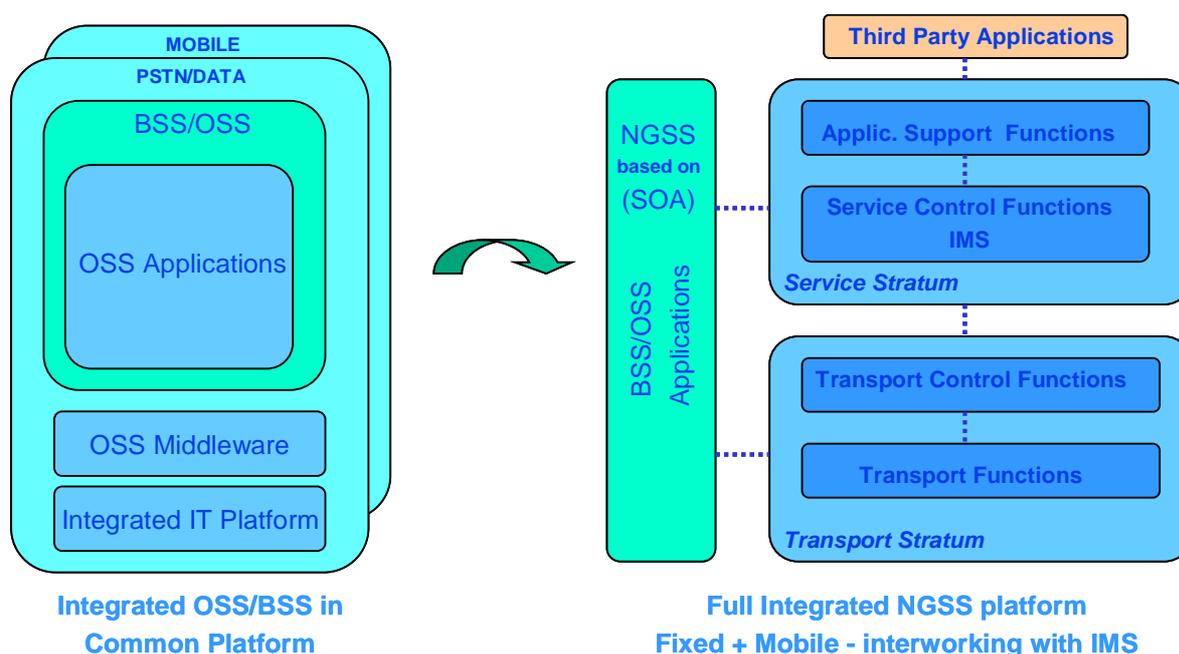


Fig. 6.4.5.2 Migration from separated platforms per network towards a common multiservice NGN platform.

In order to be able to perform all the support functionalities with the same degree of flexibility and evolution than the one at the IMS platform, a generic service modelling for distributed computing is followed like the Service Oriented Architecture (SOA) with a design as described in the figure 6.4.5.3 by the Organization for the Advancement of Structured Information Standards (OASIS). This common modelling and description allows an explicit definition of services, applications and encapsulated reusable processes that may be valid for all the variety of multimedia services, allows working under the control of different ownership domains and facilitating the interworking with multiple suppliers.

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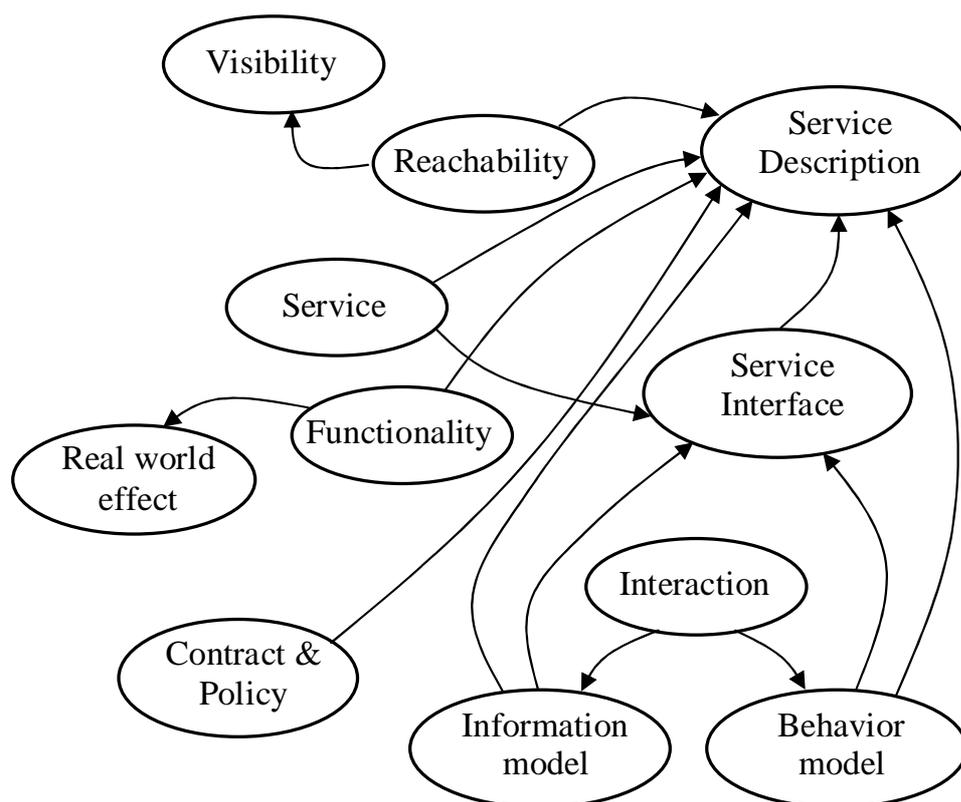


Fig. 6.4.5.3 General service modelling and description with the SOA principles (by OASIS)

OSS and BSS platforms evolutions have also to be planned in relation to the network itself towards a Next Generation Support System in order to assure the service continuity and obtain the corresponding saving in investments along the convergence process. First integration for the OSS and BSS platforms may start very early and do not require the implementation of an NGN architecture. At this stage operational savings may be reached at very low investment cost.

A coordinated evolution between the network itself and the support systems is illustrated in the figure 6.4.5.4. As soon as the NGN starts at the core network and partial IMS functionalities are ready, the Open Service Architecture may be expanded for the OSS/BSS systems and higher interaction will be obtained between the network and the support systems. When full IMS “SIP” based services are available in an end to end NGN, all the support processes based on SOA may exploit the complete operational functions in an integrated platform.

Converged OSS/BSS applications will provide a series of benefits of the same type than the ones obtained by the IMS within the network itself but related to the overall company operational activities external to the network with additional advantages such as:

- Short time reaction to new services introduction

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- Laborforce reduction for the operation
- Common look & feel for the support services with easier training
- Incorporation of facilities for agile reaction to business competitive forces
- Increase for the ARPU
- Quick reaction to customer complaints and contract updates.

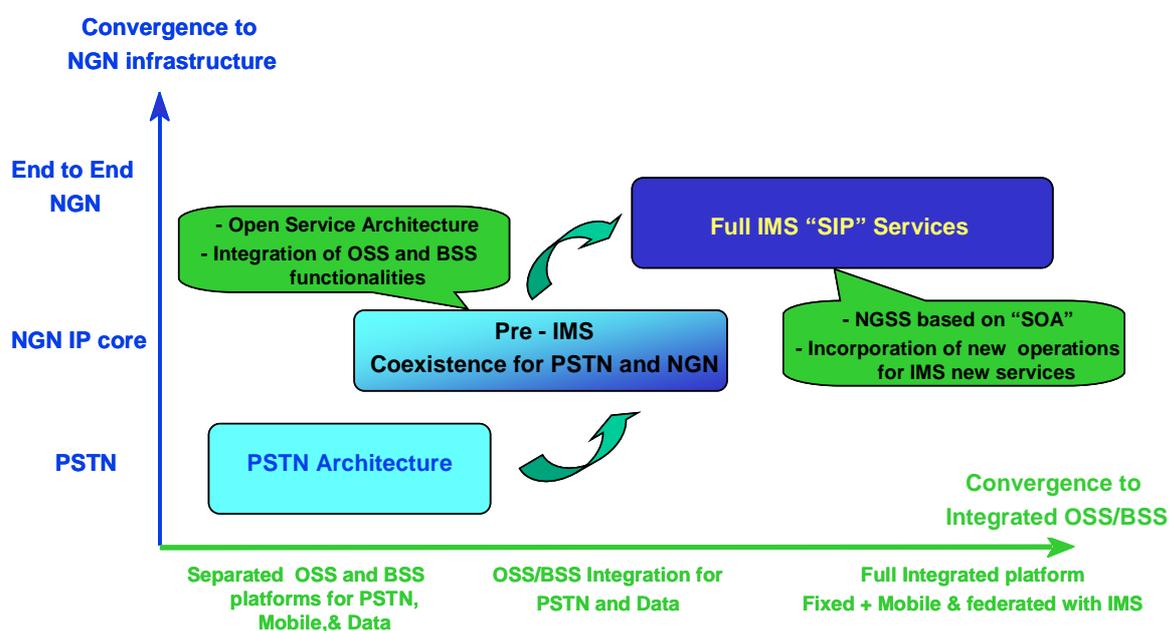


Fig. 6.4.5.4 Coordinated evolution for NGN-IMS and convergence of OSS/BSS

## 6.5. Charging and billing aspects of NGN

Basic information on charging and billing aspects of NGN could be found in document “A guideline for the Charging and accounting principles for NGN”, provided in section **Additional References** of the ITU-D web site for **Network Planning Manual: Draft Version 05 (2008)**.

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## Chapter 7 – Network design, dimensioning and optimization

Heterogeneous networks require a variety of planning methods in order to assure the conformance of a composite network with its specification while keeping network costs low. In this chapter an overview on the diverse models and methods used in the telecommunication network planning is given. Network design and planning is based on mathematical theories related to optimization and operations research. In fact, the most important mathematical framework for formulating and resolving network design problems is called the theory of multi-commodity flow networks. The presentation of Sections 7.1 and 7.2 (partly) is based on this framework. In these sections we introduce a number of mathematical models related to most important telecommunication network design problems. The basic optimization methods applicable for network design are presented in Section 7.3.

### 7.1. Core Network

By core networks we roughly mean wide-area networks, usually spread over a large geographical area, and connecting a set of access/local networks. In this section we shall make a concise survey of problems related to core network design. The presentation will use the multi-commodity flow network design and is based on book [7.1] (which means that all problems considered below are discussed in detail in [7.1]). Basic optimization methods applicable for the discussed problems are described in Section 7.3.

#### 7.1.1. Single layer design

In this subsection we shall discuss selected optimization models related to single-layer networks, applicable for the classical dimensioning and allocation problems of core communication networks involving the nominal (normal) state of network operation. We start with classical problems in Paragraph 7.1.1.1. Then, in Paragraph 7.1.1.2, we will demonstrate how these models can be extended to the shortest-path routing of the OSPF type.

##### 7.1.1.1. Classical problems

#### Dimensioning Problems

Dimensioning problems (also called capacitated problems) require simultaneous optimization of flows and link capacities. We start the presentation with a simple dimensioning problem, which we will further extend in various directions throughout Subsection 7.1.1. The problem is referred to as DP1-LP (Dimensioning Problem 1 - Linear Programming formulation) and assumes that the lists of candidate paths for the demands are given in advance.

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**DP1-LP** (Dimensioning Problem 1 - Linear Programme)

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#### indices

$d=1,2,\dots,D$  demands  
 $j=1,2,\dots,m(d)$  candidate paths for flows realizing demand  $d$

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$e=1,2,\dots,E$  links

### constants

$a_{edj}$  = 1 if link  $e$  belongs to path  $j$  realizing demand  $d$   
= 0 otherwise

$h_d$  volume of demand  $d$ ,  $\mathbf{h} = (h_1, h_2, \dots, h_D)$

$c_e$  marginal (unit) cost of link  $e$ ,  $\mathbf{c} = (c_1, c_2, \dots, c_E)$

### variables

$x_{dj}$  non-negative continuous flow allocated to path  $j$  of demand  $d$ ,  
 $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$

$y_e$  non-negative continuous capacity of link  $e$ ,  $\mathbf{y} = (y_1, y_2, \dots, y_E)$

### objective

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.1a)$$

### constraints

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.1b)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.1c)$$

Objective function (7.1.1a) is interpreted as the cost of the link capacity. Constraint (7.1.1b) is called the demand constraint; it assures that all demand volumes are realized by means of flows assigned to their paths (of course, not all flows have to be non-zero). Constraint (7.1.1c) is called capacity constraint and it requires that the link load (left hand side) does not exceed the link capacity. As indicated by its name, problem DP1-LP is a linear programming problem, since all the functions defining cost (7.1.1a), demand constraints (7.1.1b), capacity constraints (7.1.1c), and the non-negativity constraints (7.1.1d) are linear, and all variables are continuous. It is quite easy to see that problem (7.1.1) can be solved in a straightforward way, by allocating the demand volumes to their shortest paths with respect to the link unit costs. To demonstrate this, we first note that for any optimal solution  $(\mathbf{x}^0, \mathbf{y}^0)$  of the problem all constraints (7.1.1c) become equalities (otherwise we would unnecessarily pay for unused capacity of links). Then, we can eliminate the capacity variables, inserting the left hand sides  $\sum_d \sum_j a_{edj} x_{dj}^0$  of (7.1.1c) (link loads) instead of  $y_e$  into (7.1.1a). The reduced problem (only in variables  $\mathbf{x}$ ) reveals that the non-zero optimal flows  $x_{dj}^0$  can be assigned only to the paths with the minimum length  $\sum_e a_{edj} c_e$  (we leave the details as an easy exercise for the reader). Thus, an optimal solution of problem (7.1.1) can be easily found by using the *shortest path allocation*. Observe, that if demand  $d$  has several shortest paths, then its volume  $h_d$  can be split into the flows assigned to the shortest paths in an arbitrary way.

In the sequel, unless stated otherwise, we will assume non-negativity of all optimization variables.

In most cases the link capacities are not continuous, since the link capacity in majority of network technologies is composed of certain capacity modules. For instance, in an SDH/SONET network, links are typically dimensioned in STM-1 (OC-48) modules corresponding to the transmission rate of 155.52 Mbps. Then we have to change accordingly

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the formulation of DP1-LP by imposing the requirement of integrality (modularity) of the link capacity variables and changing constraint (7.1.1c) into:

$$\sum_d \sum_j a_{edj} x_{dj} \leq M y_e \quad e=1,2,\dots,E \quad (7.1.1c')$$

where  $M$  is the given module size. The resulting, modified problem will be referred to as DP1-MIP (Dimensioning Problem 1 - Mixed Integer Programming formulation). The name, MIP, reflects the fact that some variables (flows) are continuous, and some (link capacities) are integral. It is important to note that the above, seemingly simple, modification makes the resulting problem very difficult to solve in the exact way, especially for large networks. It is well known that problem DP1-MIP is NP-complete (NP-complete problems as DP1-MIP are very difficult to solve exactly in a computationally effective way; see [7.2] and Appendix B in [7.1] for the discussion of the notion of NP-completeness), which means that all exact algorithms for resolving the problem have exponential complexity, i.e., the time required to find the exact solution grows exponentially with the size of the problem. In practice, the applicable exact methods are based on the branch-and-bound approach [7.3], especially on its modification called branch-and-cut [7.4]. We should emphasize that the branch-and-cut algorithms are pretty complicated and require generating the so called valid inequalities in the nodes (subproblems) of the branch-and-bound tree (see [7.5]), in order to effectively account for the integrality of link capacities. Such equalities can be obtained by Benders' decomposition, or by some special, problem-specific methods (cf. [7.6]). For approximate solutions one can always try to use the shortest path allocation approach (applied for the unit module costs  $c$  used as the link metrics for the shortest paths computation), and then dimension the links for the resulting link loads. This approach, however, may sometimes result in quite poor solutions, with the cost (7.1.1a) much higher than optimal.

In many cases, also the demand volume is modular. For instance, if the demand for digital telephone circuits (64 kbps each) is to be realized in the STM-1 links, then, for the European version of the PCM system, we assume that one demand volume unit (DVU) corresponds to 30 circuits, and then  $M = 63$ , since one STM-1 transport module can carry 63 VC-12 containers, each carrying one PCM basic module. Then, DP1-MIP is simply modified by the requirement that the flows must be non-negative integers and assuming  $M = 63$ . In effect, we arrive at an all-integer problem DP1-IP, referred to as Dimensioning Problem 1 - Integer Programming formulation. DP1-IP can be approached in a similar way as DP1-MIP, i.e., with the branch-and-cut algorithms or by linear approximation.

In many cases, the modularity of the link capacity may be more complicated than being the multiple of just one module  $M$ . First of all, the link capacity can be built from more than one type of the module, as for example in an SDH network with transmission systems STM-1, STM-4 and STM-16. In such case we have three modules:  $M$ ,  $4M$  and  $16M$ , for  $M = 155.52$  Mbps. In the general case we assume that there  $K$  module types with module sizes  $M_k$ ,  $k=1,2,\dots,K$ . Then, we have to introduce more link capacity variables and this leads to the following problem.

---

## DP2-MIP (Dimensioning Problem 2 - Mixed Integer Programme)

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### indices

$d=1,2,\dots,D$                   demands

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$j=1,2,\dots,m(d)$	candidate paths for demand $d$
$e=1,2,\dots,E$	links
$k=1,2,\dots,K$	number of different link capacity modules

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$M_k$	capacity of module no. $k$ expressed in DVU's
$c_{ek}$	cost of one module of type $k$ on link $e$

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
$y_{ek}$	integer number of modules of type $k$ realized on link $e$ , $\mathbf{y} = (y_{ek}: e=1,2,\dots,E, k=1,2,\dots,K)$

**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e \sum_k c_{ek} y_{ek} \quad (7.1.2a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.2b)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq \sum_k M_k y_{ek} \quad e=1,2,\dots,E. \quad (7.1.2c)$$

Problem (7.1.2) is more complicated than DP1-MIP, still the optimization approaches for DP1-MIP can be extended to DP2-MIP. Obviously, integer flows can be assumed as well.

The next, more general type of modularity, can be introduced using a general step-wise dimensioning function in the following way.

<b>DP3-MIP</b>	(Dimensioning Problem 3 - MIP)
----------------	--------------------------------

**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	candidate paths for demand $d$
$e=1,2,\dots,E$	links
$k=1,2,\dots,K$	number of incremental link capacity modules

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$m_k$	incremental capacity of module no. $k$ expressed in DVU's
$c_{ek}$	incremental cost of one module of type $k$ on link $e$

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ ,
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$\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$   
 $\varepsilon_{ek}$  binary variable indicating whether incremental module of type  $k$  is realized on link  $e$ ,  $\boldsymbol{\varepsilon} = (\varepsilon_{ek}: e=1,2,\dots,E, k=1,2,\dots,K)$

**objective**

$$\text{minimize } C(\boldsymbol{\varepsilon}) = \sum_e \sum_k c_{ek} \varepsilon_{ek} \quad (7.1.3a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.3b)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq \sum_k m_k \varepsilon_{ek} \quad e=1,2,\dots,E \quad (7.1.3c)$$

$$\varepsilon_{e1} \geq \varepsilon_{e2} \geq \dots \geq \varepsilon_{eK} \quad e=1,2,\dots,E. \quad (7.1.3d)$$

Note that the new constraint (7.1.3d) makes sure that if, for some  $k$ , incremental module of type  $k$  is installed, then also all modules of type  $i$ ,  $i < k$ , are installed. Hence, the actual capacity of link  $e$  is the sum of all  $m_k$  with  $k=1,2,\dots,k_{max}$ , where  $k_{max}$  is the greatest index  $k$  such that  $\varepsilon_{ek} = 1$  (cf. constraint (7.1.3c)). Of course, it is assumed that  $\sum_k m_k$  is the maximal capacity of each link. It may seem that problem DP3-MIP is harder to solve than problem DP2-MIP, due to additional “monotonicity” constraints (7.1.3d). In practice the opposite holds. Additional constraints allow for more effective use of the branch-and-bound tree and lead to shorter execution times.

Finally, we note that in some cases we may need to use concave dimensioning functions  $y_e = F_e(y_e)$  in the problem formulations ( $y_e$  denotes load of link  $e$ ). For instance, if the link load  $y_e$  is expressed in Erlangs (1 DVU = 1 Erl.), then its capacity can be computed as the number of circuits  $y_e$  such that

$$B_e = E_{y_e}(y_e) \quad (7.1.4)$$

where is  $E_{y_e}(y_e)$  the Erlang loss formula giving the link call blocking probability when traffic of  $y_e$  Erlangs is offered to  $y_e$  circuits, and  $B_e$  is the assumed fixed link call blocking. The resulting dimensioning function  $y_e = F_e(y_e)$  is the inverse of (7.1.4) for fixed  $B_e$ , and is known to be a concave function. With concave dimensioning function the dimensioning problem DP1-LP takes the form:

**DP4-CV** (Dimensioning Problem 4 - Concave Programming formulation)**constants**

$a_{edj}$  = 1 if link  $e$  belongs to path  $j$  realizing demand  $d$   
 = 0 otherwise

$h_d$  volume of demand  $d$ ,  $h = (h_1, h_2, \dots, h_D)$

$F_e(\cdot)$  concave dimensioning function for link  $e$

$c_e$  marginal (unit) cost of link  $e$ ,  $c = (c_1, c_2, \dots, c_E)$

**variables**

$x_{dj}$  continuous flow allocated to path  $j$  of demand  $d$ ,

$\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$

$y_e$  continuous load of link  $e$ ,  $\mathbf{y} = (y_1, y_2, \dots, y_E)$

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**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e F_e(\mathbf{y}_e) \quad (7.1.5a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.5b)$$

$$\sum_d \sum_j a_{edj} x_{dj} = y_e \quad e=1,2,\dots,E. \quad (7.1.5c)$$

The concave programming problems are very difficult to solve for global minimum, as they are usually characterized by enormous number of local minima. In fact, as discussed in detail in Section 4.3 of [7.1], problem DP4-CV can be transformed to a MIP problem and solved accordingly (by branch-and-cut). Also, we may try use stochastic meta-heuristics discussed in Section 7.3.3.

Another type of extensions of the basic problem DP1-LP is obtained when flow routing is constrained in some way (so far we have not imposed any constraint on the flows). The first requirement which constraints the flow distribution is the path diversity requirement: the demand volume must be split among at least a certain number of disjoint paths.

**DP5-PD-LP** (Dimensioning Problem 5 - Path Diversity - LP)
**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	candidate disjoint paths for demand $d$
$e=1,2,\dots,E$	links

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$n_d$	minimal number of paths for splitting volume $h_d$ (e.g. $n_d = 3$ )
$c_e$	marginal (unit) cost of link $e$ , $\mathbf{c} = (c_1, c_2, \dots, c_E)$

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
$y_e$	continuous capacity of link $e$ , $\mathbf{y} = (y_1, y_2, \dots, y_E)$

**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.6a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.6b)$$

$$x_{dj} \leq h_d / n_d \quad d=1,2,\dots,D \quad (7.1.6c)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.6d)$$

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Path diversity is assured jointly by the requirement that the candidate paths are disjoint (link or node disjoint) and by constraint (7.1.6c) which does not allow to put more than  $1/n_d$  of the demand volume on one path. This requirement is a commonly used means for protecting the demands against link (node) failures.

The next problem requires that the entire demand volume of each demand is assigned to only one path.

---

**DP6-SPR-MIP** (Dimensioning Problem 6 - Single-Path Routing - MIP)

---

**variables**

$x_{dj}$  flow allocated to path  $j$  of demand  $d$   
 $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$   
 $\varepsilon_{dj}$  binary variable associated with flow variable  $x_{dj}$   
 $\boldsymbol{\varepsilon} = (\varepsilon_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$   
 $y_e$  integer capacity of link  $e$ ,  $\mathbf{y} = (y_1, y_2, \dots, y_E)$

**objective**

minimize  $C(\mathbf{y}) = \sum_e c_e y_e$  (7.1.7a)

**constraints**

$x_{dj} = h_d u_{dj} \quad d=1,2,\dots,D \quad j=1,2,\dots,m(d)$  (7.1.7b)

$\sum_j \varepsilon_{dj} = 1 \quad d=1,2,\dots,D$  (7.1.7c)

$\sum_d \sum_j a_{edj} x_{dj} \leq M y_e \quad e=1,2,\dots,E.$  (7.1.7d)

---

Note that since link capacities are modular, the single-path allocation to the shortest paths with respect to link weights  $\mathbf{c}$  does not in general solve the problem, so the single-path routing must be forced explicitly. This is done by the binary variables  $\boldsymbol{\varepsilon}$  and constraint (7.1.7c).

Observe also that the flow variables are auxiliary in formulation (7.1.7) since they can be eliminated by substituting  $x_{dj}$  in (7.1.7d) with the right hand side of (7.1.7b). DP6-SPR-MIP is an example of another NP-complete problem, and hence is difficult to solve. Again, for exact solutions the branch-and-cut approaches are applicable here [7.7]. For approximate solutions meta-heuristic methods are applicable [7.8].

Other routing restrictions can also be taken into account by appropriate MIP formulations. For instance, we may require that non-zero flows must be greater than a certain fraction of the demand volume (not to use too small flows), or that the demand volume must be split among at most  $n_d$  paths. Such formulations can be found in Chapter 4 of [7.1].

**Allocation Problems**

In allocation problems, called also capacitated problems, link capacities are given (installed) and fixed; the task is to allocate flows for given demand volumes in such a way that the resulting link loads do not exceed link capacities. Although certain additional objective function can be added to allocation problems, the main issue is to find a feasible solution, i.e., to be able to allocate demands in the existing link capacity, as in the following problem.

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**AP1-LP** (Allocation Problem 1 - Linear Programme)
 

---

**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	candidate paths for flows realizing demand $d$
$e=1,2,\dots,E$	links

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$y_e$	capacity of link $e$ , $\mathbf{y} = (y_1, y_2, \dots, y_E)$

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
----------	---

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.8a)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.8b)$$


---

Note that the above problem has no objective function. There is no such a simple way to solve AP1-LP as the shortest path allocation for DP1-LP, as there are no link unit costs involved in the problem and also optimal solutions may have to be bifurcated (the reader is asked to find an example). In fact, AP1-LP must be solved by the general LP methods (simplex algorithm). A typical objective that can be added to problem (7.1.8) accounts for the cost of flows:

$$\text{minimize } C(\mathbf{x}) = \sum_d \sum_j c_{dj} x_{dj} \quad (7.1.9)$$

where  $c_{dj}$  is the cost of realizing of one DVU of demand  $d$  on its path  $j$ . Another example of an additional objective is to maximize the total unused capacity of links left after feasible allocation of flows - formulation of this objective is left for the reader as an exercise.

Certainly, additional routing restrictions such as path diversity or single-path routing can be added to the problem in the same way as for the dimensioning problems. Also integral (modular) demand volumes can be assumed; then, however, the problem may become NP-complete.

Finally let us notice that in the allocation case it can be important to have access to all the paths in the network graph in order to be able to use the available capacity of the links with no limitations. One way to do it is to use the so called *column generation method* of LP (called path generation in our context) to adjust the candidate path lists (cf. [7.6]).

Another (and somewhat simpler for a reader not used to more sophisticated use of linear programming) is to differently formulate the optimization problem, using the so called *node-link formulation* given below. We point out here that so far we have used the *link-path*

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*formulations*, with candidate path lists given explicitly in the problem. The node-link formulation assumes the directed graph, so that the links (often called arcs in this case) are directed and this direction must be followed when the link is used in a path. The node-link formulation can be easily adapted for undirected links (see Chapter 4 in [7.1]). Note that in the link-path formulation it is not important if links are directed or undirected; what is important is only whether the paths are correctly constructed.

---

**API-NL-LP** (Allocation Problem 1 - Node-Link formulation - LP)

---

**indices**

$d=1,2,\dots,D$  demands  
 $v=1,2,\dots,V$  nodes  
 $e=1,2,\dots,E$  links

**constants**

$A_{ev}$  = 1 if link  $e$  originates at node  $v$ , 0 otherwise  
 $B_{ev}$  = 1 if link  $e$  terminates in node  $v$ , 0 otherwise  
 $s_d$  source node of demand  $d$   
 $t_d$  sink node of demand  $d$   
 $h_d$  volume of demand  $d$   
 $y_e$  capacity of link  $e$ ,  $\mathbf{y} = (y_1, y_2, \dots, y_E)$

**variables**

$x_{ed}$  continuous flow realizing demand  $d$  allocated to link  $e$   
 $\mathbf{x} = (x_{de}: d=1,2,\dots,D, e=1,2,\dots,E)$

**constraints**

$$\begin{aligned} \sum_e A_{ev} x_{ed} - \sum_e B_{ev} x_{ed} &= h_d && \text{if } v = s_d \\ &= 0 && \text{if } v \neq s_d, t_d \quad v=1,2,\dots,V \quad d=1,2,\dots,D \\ &= -h_d && \text{if } v = t_d \end{aligned} \quad (7.1.10a)$$

$$\sum_d x_{ed} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.10b)$$


---

This time the flows realizing a particular demand  $d$  are associated with links, not with the paths pre-allocated to the demand. Hence the capacity constraints and link loads take a different form, see (7.1.10a). Also, demand constraints are different, and take the form of the flow conservation law (cf. (7.1.10b)). We note that the node-link formulation (7.1.10) usually has more constraints than the link-path formulation (when candidate path lists are limited). Another important remark here is that there exist more sophisticated node-link formulations involving less flow variables (e.g. with link flows associated only with destination nodes, not with the demands), see Chapter 4 in [7.1].

## Topological Design

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We end this paragraph by defining two versions of the topological design problem. The problem assumes that there are two components of the link cost: fixed cost of installing the link, and the capacity dependent factor considered so far.

---

**TDP1-LP** (Topological Dimensioning Problem 1 - Mixed Integer Programme)
 

---

**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	candidate paths for flows realizing demand $d$
$e=1,2,\dots,E$	links

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$c_e$	unit of the capacity-dependent cost factor of link $e$ , $\mathbf{c} = (c_1, c_2, \dots, c_E)$
$\kappa_e$	installation cost of link $e$ , $\mathbf{\kappa} = (\kappa_1, \kappa_2, \dots, \kappa_E)$
$\Delta$	an upper limit for link capacity (usually a large number)

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
$y_e$	continuous capacity of link $e$ , $\mathbf{y} = (y_1, y_2, \dots, y_E)$
$\varepsilon_e$	binary variable if link $e$ is installed ( $\varepsilon_e = 1$ ) or not ( $\varepsilon_e = 0$ ), $\boldsymbol{\varepsilon} = (\varepsilon_1, \varepsilon_2, \dots, \varepsilon_E)$

**objective**

$$\text{minimize } C(\mathbf{y}, \boldsymbol{\varepsilon}) = \sum_e c_e y_e + \sum_e \kappa_e \varepsilon_e \quad (7.1.11a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.11b)$$

$$y_e \leq \Delta \varepsilon_e \quad e=1,2,\dots,E \quad (7.1.11c)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.11d)$$

We note that there appears a new type of constraint, (7.1.11c), which forces that the capacity  $y_e$  of a non-installed link  $e$  (with  $\varepsilon_e = 0$ ) is equal to 0. A variant of the above problem introduces the budget constraint for the installation cost.

---

**TDP2-LP** (Topological Dimensioning Problem 2 - MIP)
 

---

**additional constant**

$B$	budget limit for the installation cost
-----	--

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
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$y_e$  continuous capacity of link  $e$ ,  $\mathbf{y} = (y_1, y_2, \dots, y_E)$   
 $\varepsilon_e$  binary variable if link  $e$  is installed ( $\varepsilon_e = 1$ ) or not ( $\varepsilon_e = 0$ ),  $\varepsilon = (\varepsilon_1, \varepsilon_2, \dots, \varepsilon_E)$

**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.11a)$$

**constraints**

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.11b)$$

$$y_e \leq \Delta \varepsilon_e \quad e=1,2,\dots,E \quad (7.1.11c)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E \quad (7.1.11d)$$

$$\sum_e \kappa_e \varepsilon_e \leq B. \quad (7.1.11e)$$

Both variants of the topological design problem are NP-complete. In fact, problem TDP1-MIP is similar to the modular dimensioning problem DP1-MIP (problem (7.1.1) with integral link capacity variables and constraint (7.1.1c)), and can be solved by similar optimization techniques (see [7.9]).

**7.1.1.2. Shortest-Path Routing Allocation Problems**

The OSPF (Open Shortest Path First) packet routing protocol is one of the most commonly used Interior Gateway Protocols in today's IP networks. OSPF uses shortest paths for routing the packets and applies the Equal-Cost Multi-Path (ECMP) principle to deal with multiple shortest paths. The packet routing mechanism is relatively simple, and can essentially be summarised as follows: all the packets arriving at an intermediate node  $v$  and destined for node  $t$  are directed to the next hop along the shortest path from  $v$  to  $t$ , regardless of the packets' originating nodes. If there is more than one link outgoing from node  $v$  and belonging to the shortest paths from  $v$  to  $t$ , then the traffic is distributed evenly among these links. The shortest paths to destinations are identified at the network nodes on the basis of the current links' weight (metric) system  $\mathbf{w}$ : each link  $e$  is assigned a positive number  $w_e$  (weight) and, as a result of the OSPF link-state flooding mechanism, all the nodes are aware of the weights  $\mathbf{w} = (w_1, w_2, \dots, w_E)$  of all network's links.

In this paragraph we consider the issue of the existence of a feasible OSPF link weight system for given demand matrix and link capacities. In other words, we ask whether there exists a weight system  $\mathbf{w}$  that generates flows realising the demands such that the resulting link loads do not exceed the given link capacities. We consider the following Allocation Problem for the Shortest-Path Routing.

**AP2-SPR** (Allocation Problem 2 - Shortest-Path Routing)**indices**

$d=1,2,\dots,D$  demands  
 $j=1,2,\dots,m(d)$  candidate paths for flows realising demand  $d$   
 $e=1,2,\dots,E$  links

**constants**

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$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ = 0 otherwise
$h_d$	volume of demand $d$ , $\mathbf{h} = (h_1, h_2, \dots, h_D)$
$y_e$	capacity of link $e$ , $\mathbf{y} = (y_1, y_2, \dots, y_E)$
$W$	set of admissible weight systems

**variables**

$x_{dj}$	continuous flow allocated to path $j$ of demand $d$ , $\mathbf{x} = (x_{dj}: d=1,2,\dots,D, j=1,2,\dots,m(d))$
$w_e$	weight of link $e$ , $\mathbf{w} = (w_1, w_2, \dots, w_E)$

**constraints**

$$x_{dj} = x_{dj}(\mathbf{w}) \quad d=1,2,\dots,D \quad j=1,2,\dots,m(d) \quad (7.1.12a)$$

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.12b)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E \quad (7.1.12c)$$

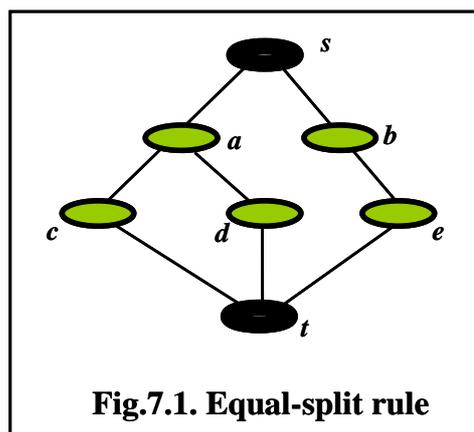
$$\mathbf{w} \in W. \quad (7.1.12d)$$

Above,  $x_{dj}(\mathbf{w})$  denotes the flow realising demand  $d$  on path  $j$ , implied by the link weight system  $\mathbf{w}$ . For a given weight system  $\mathbf{w}$ , the flows  $x_{dj}(\mathbf{w})$  are computed according to the ECMP rule. The rule is illustrated in Figure 7.1.3: the shortest paths  $s$ - $a$ - $c$ - $t$  and  $s$ - $a$ - $d$ - $t$  realise 0.25 of the total demand volume between nodes  $s$  and  $t$ , while the shortest path  $s$ - $b$ - $e$ - $t$  realises the remaining 0.5 of the volume. Note that the flow functions  $x_{dj}(\mathbf{w})$  are not given explicitly and hence problem AP2-SPR is not an optimization problem in the standard form (optimization problems in the standard form are called mathematical programmes). In order to make the ECMP flow splitting procedure consistent, we assume that the link weights are positive, which eliminates loops in the shortest paths. Consequently, constraints (7.1.12b) guarantee that all demands are realised, and constraints (7.1.12c) - that links' loads do not exceed their capacities. The weight system space  $W$  in constraint (7.1.12d) limits the set of link weights systems; for instance, a state space assuring the consistency of the weight systems is:

$$1 \leq w_e \leq K \text{ and } w_e \text{ - integer, } e=1,2,\dots,E \quad (7.1.13)$$

for some integer  $K$ .

As shown in Chapter 7 of [7.1], problem (7.1.12) is NP-complete. Recently, several approximate (and exact, based on the branch-and-cut approach) methods for solving this problem appeared, as well as for its various modifications (for a survey see Chapter 7 in [7.1]).



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## 7.1.2. Multi-state restoration/protection design

An important extension in the nominal design of single-layer networks is to take into account failure situations at the design stage and plan the installation of link (and node) capacity sufficient not only for the nominal state of network operation (i.e., the state when all resources are available) but also for the assumed major failure states (e.g., cable cuts) when some part of link capacity is failed and not available. Needless to say such a design will need more capacity than for the nominal design considered in Section 7.1.1, as spare capacity (on top of the nominal capacity) to be used in failure situations to restore failed demands is required.

### 7.1.2.1. Failure situations

Following [7.1], we shall label the considered failure situations with  $s = 0, 1, \dots, S$  where  $s = 0$  denotes the nominal (normal) state. Each failure situation  $s$  is characterized by a vector of link availability coefficients  $\alpha_s = (\alpha_{1s}, \alpha_{2s}, \dots, \alpha_{Es})$  with  $0 \leq \alpha_{es} \leq 1$ . Coefficient  $\alpha_{es}$  specifies the fraction of the nominal capacity  $y_e$  of link  $e$ ,  $\alpha_{es}y_e$ , that is available on link  $e$  in situation  $s$ . As we will see, in certain problems it will be important to assume that the availability coefficients are binary, i.e.  $\alpha_{es} \in \{0, 1\}$ . In any case, we in general assume that more than one link can fail at a time (in a particular situation  $s$ ). Note that  $\alpha_{e0} = 1$  for  $e = 1, 2, \dots, E$ , i.e., in the nominal state  $s = 0$  all links are fully available.

It is important that the demand in failure situation  $s$  can be different (typically reduced) from nominal. Hence, we denote the demand volume of demand  $d$  in situation  $s$  by  $h_{ds}$  (with  $h_{ds} \leq h_d$ ). Note that link availability coefficients can be used to model node failures. If a node  $v$  fails, we simply put  $\alpha_{es} = 0$  for all links incident with the failed node  $v$ , and, what can be important,  $h_{ds} = 0$  for all demands  $d$  incident with the failed node (node  $v$  is one of the end nodes of  $d$ ).

### 7.1.2.2. Restoration (protection) mechanisms

Restoration (protection) mechanisms are responsible for restoring (protecting) demand volumes into the assumed degree (for demand  $d$  and situation  $s$  this degree is determined by the difference of the nominal demand volume  $h_d$  and the situation-dependent demand volume  $h_{ds}$ ). Roughly speaking, the protection mechanisms are “passive” and provide protection of flows by splitting (path-diversity) or duplicating (hot-standby) all, or a part of nominal flows.

In turn, the restoration mechanisms are “active” and can reroute failed flows around the failed links. Here two basic types of mechanisms are used: link protection and path protection. Link protection is used to protect networks against single (but total) link failure; when a link fails its capacity is re-routed on a “detour” path (in this way all demand flows that use the failed link are restored automatically). Path protection is more complicated: when one or more link fails, the affected flows are re-routed (individually, on the end-to-end basis) using the spare capacity installed for this purpose. Certainly, the latter mechanism in general requires less protection capacity than the former; on the other hand path protection is more complicated to implement.

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Spare capacity may be dedicated to resources (when for example a path-flow has a dedicated capacity to protect it in all situations) or shared (when the whole pool of spare capacity can be used for restoring all flows/links in all situations). Below, we shall present most representative design problems related to networks robust to failures.

### 7.1.2.3. Path diversity

Probably the simplest way to achieve some degree of robustness is path-diversity. Recall that path diversity is a requirement to split demand volumes into several (link or node disjoint) paths and has been discussed in Problem DP5-PD-LP (7.1.6). An assumed degree of protection can be achieved through path-diversity at the expense of realizing more nominal demand than really required, as illustrated below:

---

#### RDP-GPD-LP (Robust Dimensioning Problem - Generalised Path Diversity - LP)

---

##### indices

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	link- or node-disjoint candidate paths for demand $d$
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations ( $s = 0$ denotes the nominal state)

##### constants

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ ; 0, otherwise
$h_{d0}$	nominal volume of demand $d$ , $h_{d0} = h_d$
$h_{ds}$	demand volume of demand $d$ in situation $s$
$c_e$	marginal (unit) cost of link $e$
$\alpha_{es}$	binary availability coefficient of link $e$ in situation $s$ ( $\alpha_{es} \in \{0,1\}$ )
$\delta_{djs}$	binary availability coefficient of path $(d, j)$ in situation $s$ , $\delta_{djs} = \prod_{e: a_{edj}=1} \alpha_{es}$

##### variables

$x_{dj0}$	continuous nominal flow allocated to path $j$ of demand $d$
$y_e$	continuous capacity of link $e$

##### objective

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.13a)$$

##### constraints

$$\sum_j \theta_{djs} x_{dj0} \geq h_{ds} \quad d=1,2,\dots,D \quad s=0,1,\dots,S \quad (7.1.13b)$$

$$\sum_d \sum_j a_{edj} x_{dj0} \leq y_e \quad e=1,2,\dots,E. \quad (7.1.13c)$$


---

Crucial to understanding the above problem are the path availability coefficients  $\delta_{djs}$ . Such a coefficient for situation  $s$  is equal to 1 if, and only if, all links composing the considered path no.  $j$  of demand  $d$  (denoted in the sequel by  $P_{dj}$ ) are fully available in situation  $s$ . For that to work we need binary link availability coefficients  $\alpha_{es}$ .

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Certainly, modular link capacities and/or modular flows can be assumed instead of continuous quantities. This, as usual, makes the problem much more difficult to solve.

#### 7.1.2.4. Hot-standby

With hot-standby, basic, nominal flows are protected by their “copies” realized on dedicated paths capacities. This mechanism is simple to realize, yet expensive in terms of additional spare (dedicated) link capacity required.

---

### RDP-HS-MIP (Robust Dimensioning Problem - Hot-standby - MIP)

---

#### indices

$d=1,2,\dots,D$	demands
$k=1,2,\dots,m(d)$	candidate nominal paths for demand $d$
$l=1,2,\dots,n(d,k)$	candidate backup paths for nominal path $P_{dk}$ (each path $Q_{dkl}$ is disjoint with path $P_{dk}$ )
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations

#### constants

$a_{edk}$	= 1 if link $e$ belongs to nominal path $P_{dk}$ ; 0, otherwise
$b_{edkl}$	= 1 if link $e$ belongs to backup path $Q_{dkl}$ protecting nominal path $P_{dk}$ ; 0, otherwise
$h_d$	volume of demand $d$
$c_e$	marginal cost of link $e$
$\alpha_{es}$	binary availability coefficient of link $e$ in situation $s$ ( $\alpha_{es} \in \{0,1\}$ )
$\delta_{dks}$	binary path availability coefficient indicating whether nominal path $P_{dk}$ is available in situation $s$ , $\delta_{dks} = \prod_{e: a_{edk}=1} \alpha_{es}$

#### variables

$x_{dkl0}$	continuous nominal flow of demand $d$ allocated to pair $(P_{dk}, Q_{dkl})$
$u_{dkl}$	binary variable corresponding to flow $x_{dkl0}$
$y_e$	continuous capacity of link $e$

#### objective

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.14a)$$

#### constraints

$$\sum_k x_{dkl0} = h_d \quad d=1,2,\dots,D \quad (7.1.14b)$$

$$\sum_l u_{dkl} \leq 1 \quad d=1,2,\dots,D \quad k=1,2,\dots,m(d) \quad (7.1.14c)$$

$$x_{dkl0} \leq h_d u_{dkl} \quad d=1,2,\dots,D \quad k=1,2,\dots,m(d) \quad l=1,2,\dots,n(d,k) \quad (7.1.14d)$$

$$\sum_d \sum_k \sum_l (\delta_{dks} a_{edk} + (1-\delta_{dks}) b_{edkl}) x_{dkl0} \leq \alpha_{es} y_e \quad e=1,2,\dots,E \quad s=0,1,\dots,S. \quad (7.1.14e)$$


---

Note that the above formulation is pretty complicated although the mechanism itself is simple. The formulation assures that for each nominal flow is routed simultaneously on exactly one of its backup paths.

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### 7.1.2.5. Link protection

For the link protection mechanism it is guaranteed that the network demands are fully protected in the case of any total failure of any of the links. In such a case all the failed capacity is restored using spare capacity, which is shared for restoring of all links (in different situations).

---

#### RDP-LP-LP (Robust Dimensioning Problem - Link Protection - LP)

---

##### indices

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	allowable paths for flows realizing demand $d$
$e,f=1,2,\dots,E$	links
$k=1,2,\dots, n(e)$	restoration paths for link $e$

##### constants

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ ; 0, otherwise
$h_d$	volume of demand $d$
$c_e$	marginal (unit) cost of link $e$
$b_{fek}$	= 1 if link $f$ belongs to path $k$ restoring link $e$ ; 0, otherwise

##### variables

$x_{dj0}$	continuous nominal flow allocated to path $j$ of demand $d$
$y_e$	continuous nominal capacity of link $e$
$z_{ek}$	continuous flow restoring nominal capacity of link $e$ on restoration path $k$
$y_e'$	continuous spare, protection capacity of link $e$ (not used in the nominal state)

##### objective

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e(y_e + y_e') \quad (7.1.15a)$$

##### constraints

$$\sum_j x_{dj0} = h_d \quad d=1,2,\dots,D \quad (7.1.15b)$$

$$\sum_d \sum_j a_{edj} x_{dj0} \leq y_e \quad e=1,2,\dots,E \quad (7.1.15c)$$

$$\sum_k z_{ek} = y_e \quad e=1,2,\dots,E \quad (7.1.15d)$$

$$\sum_k b_{fek} z_{ek} \leq y_f' \quad f=1,2,\dots,E \quad e=1,2,\dots,E \quad f \neq e. \quad (7.1.15e)$$


---

### 7.1.2.6. Path protection

The path protection mechanism is more complicated than link protection. It does not assume any particular type of failures (as single link failures) and consists in restoring the demand

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volumes on the path-flow basis. There are several variations of path protection. Below we will discuss three of them.

The first variation assumes that in case of failure all flows can be disconnected and restored from scratch (into the assumed degree) in the surviving link capacity.

---

**RDP-PP1-LP** (Robust Dimensioning Problem - Path Protection 1 - LP)

---

**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	allowable paths for flows realizing demand $d$
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ ; 0, otherwise
$h_{ds}$	volume of demand $d$ in situation $s$
$c_e$	unit cost of link $e$
$\alpha_{es}$	fractional availability coefficient of link $e$ in situation $s$ ( $0 \leq \alpha_{es} \leq 1$ )

**variables**

$x_{djs}$	continuous flow allocated to path $j$ of demand $d$ in situation $s$
$y_e$	continuous capacity of link $e$

**objective**

$$\text{minimize } F = \sum_e c_e y_e \quad (7.1.16a)$$

**constraints**

$$\sum_j x_{djs} = h_{ds} \quad d=1,2,\dots,D \quad s=0,1,\dots,S \quad (7.1.16b)$$

$$\sum_d \sum_j \delta_{edj} x_{djs} \leq \alpha_{es} y_e \quad e=1,2,\dots,E \quad s=0,1,\dots,S. \quad (7.1.16c)$$


---

The second variation assumes that the unaffected flows are not moved and only the broken flows are restored (individually). Note that the surviving capacity “released” by broken flows is used for the restoration. Also, only total link failures are assumed.

---

**RDP-PP2-LP** (Robust Dimensioning Problem - Path Protection 2 - LP)

---

**indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	candidate paths for demand $d$
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations

**constants**

$a_{edj}$	= 1 if link $e$ belongs to path $j$ realizing demand $d$ ; 0, otherwise
-----------	---

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$h_{ds}$	volume of demand $d$ in situation $s$
$c_e$	marginal (unit) cost of link $e$
$\alpha_{es}$	binary availability coefficient of link $e$ in situation $s$ ( $\alpha_{es} \in \{0,1\}$ )
$\delta_{djs}$	binary availability coefficient of path $(d, j)$ in situation $s$ , $\delta_{djs} = \prod_{e: aedj=1} \alpha_{es}$

**variables (all continuous non-negative)**

$x_{dj0}$	nominal flow allocated to path $j$ of demand $d$
$x_{djs}$	flow allocated to path $j$ of demand $d$ in situation $s$ (these flows are provided on top on the surviving nominal flows)
$y_e$	capacity of link $e$
$z_{ds}$	volume of demand $d$ surviving in failure situation $s$
$y_{es}'$	capacity of link $e$ not occupied by surviving nominal flows in situation $s$ (provided $e$ is not failed in situation $s$ )

**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.17a)$$

**constraints**

$$\sum_j x_{dj0} = h_{d0} \quad d=1,2,\dots,D \quad (7.1.17b)$$

$$\sum_d \sum_j a_{edj} x_{dj0} \leq y_e \quad e=1,2,\dots,E \quad (7.1.17c)$$

$$z_{ds} = \sum_j \delta_{djs} x_{dj0} \quad d=1,2,\dots,D \quad s=1,2,\dots,S \quad (7.1.17d)$$

$$\sum_j x_{djs} \geq h_{ds} - z_{ds} \quad d=1,2,\dots,D \quad s=1,2,\dots,S \quad (7.1.17e)$$

$$y_{es}' = y_e - \sum_d \sum_j a_{edj} \delta_{djs} x_{dj0} \quad e=1,2,\dots,E \quad s=1,2,\dots,S \quad (7.1.17f)$$

$$\sum_d \sum_j a_{edj} x_{djs} \leq \alpha_{es} y_{es}' \quad e=1,2,\dots,E \quad s=1,2,\dots,S. \quad (7.1.17g)$$

Finally, the simplest (by not in terms of the formulation) path protection mechanism assumes that each broken nominal flow is restored only one link, common to all situations. Thus, it is assumed that the nominal (basic) paths and their backup paths never fail simultaneously.

**RDP-PP3-LP (Robust Dimensioning Problem - Path Protection 3 - LP)****indices**

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	pair $(P_{dj}, Q_{dj})$ of situation disjoint paths for flows realizing demand $d$ , nominal path $P_{dj}$ , and backup path $Q_{dj}$ (each such pair is disjoint)
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations

**constants**

$a_{edj}$	= 1 if link $e$ belongs to nominal path $P_{dj}$ ; 0, otherwise
$b_{edj}$	= 1 if link $e$ belongs to backup path $Q_{dj}$ ; 0, otherwise
$h_d$	volume of demand $d$
$c_e$	marginal (unit) cost of link $e$
$\alpha_{es}$	binary availability coefficient of link $e$ in situation $s$ ( $\alpha_{es} \in \{0,1\}$ )
$\delta_{djs}$	binary availability coefficient of path $P_{dj}$ in situation $s$ , $\delta_{djs} = \prod_{e: aedj=1} \alpha_{es}$

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**variables**

$x_{dj0}$  continuous flow allocated to basic path  $j$  of demand  $d$  in the nominal state  
 $y_e$  continuous capacity of link  $e$

**objective**

$$\text{minimize } C(\mathbf{y}) = \sum_e c_e y_e \quad (7.1.18a)$$

**constraints**

$$\sum_j x_{dj0} = h_d \quad d=1,2,\dots,D \quad (7.1.18b)$$

$$\sum_d \sum_j (a_{edj} \delta_{djs} + b_{edj}(1 - \delta_{djs})) x_{dj0} \leq \alpha_{es} y_e \quad e=1,2,\dots,E \quad s=0,1,\dots,S. \quad (7.1.18c)$$

This completes our presentation of the restoration/protection design problems. Of course, many other valid variants of the presented problems can be considered. For example, such elements as modular link capacity, modular flows or single-path routing can be taken into account.

**7.1.3. Design of Multi-Layer Networks**

In this subsection we shall present selected problems on multi-layer design, involving more than one layer of resources (one layer of resources has been assumed in Subsections 7.1.1 and 7.1.2). In fact, we will consider the case of two resource layers plus the demand layer.

**7.1.3.1. Nominal design of multi-layer networks**

In this section we will present two nominal design problems for three-layer networks: a dimensioning problem and an allocation problem.

The following formulation is a counterpart of the simple single-layer design problem DP1-LP (7.1.1). Although the considered model actually involves only two layers of resources (Layers 1 and 2) we refer to it as a three-layer network, including the auxiliary Layer 3 used for modelling the demands. This allows for the unified interpretation of the constraints.

**TLDP-LP** (Three-Layer Design Problem - Linear Programme)**indices**

$d=1,2,\dots,D$  demands (links of Layer 3)  
 $j=1,2,\dots,m(d)$  allowable paths in Layer 2 for flows realizing demand  $d$   
 $e=1,2,\dots,E$  links of Layer 2  
 $k=1,2,\dots,n(e)$  allowable paths in Layer 1 for flows realizing link  $e$   
 $g=1,2,\dots,G$  links of Layer 1

**constants**

$h_d$  volume of demand  $d$   
 $a_{edj}$  = 1 if link  $e$  of Layer 2 belongs to path  $j$  realizing demand  $d$ , 0 otherwise

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$b_{gek}$  = 1 if link  $g$  of Layer 1 belongs to path  $k$  realizing link  $e$  of Layer 2, 0 otherwise  
 $c_g$  unit cost of link  $g$  of Layer 1

**variables**

$x_{dj}$  continuous flow allocated to path  $j$  realizing volume of demand  $d$   
 $y_e$  continuous capacity of link  $e$   
 $z_{ek}$  continuous flow allocated to path  $k$  realizing capacity of link  $e$   
 $u_g$  continuous capacity of link  $g$ ,  $\mathbf{u} = (u_1, u_2, \dots, u_G)$

**objective**

minimize  $C(\mathbf{u}) = \sum_g c_g u_g$  (7.1.19a)

**constraints**

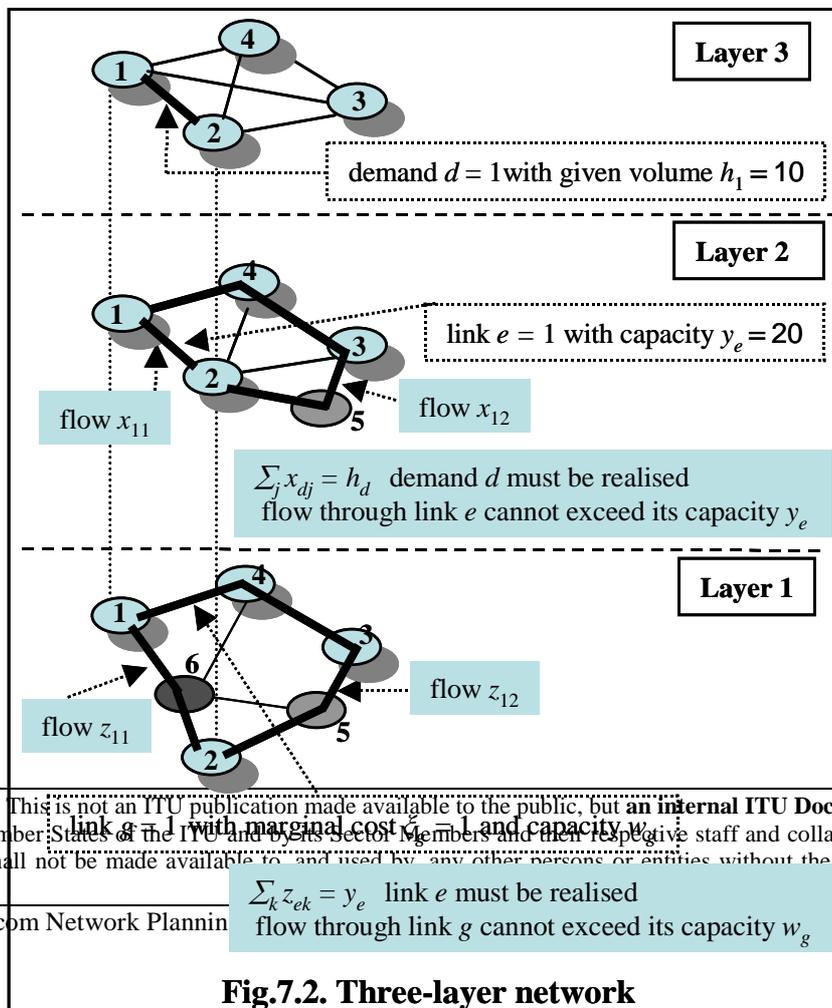
$\sum_j x_{dj} = h_d$   $d=1,2,\dots,D$  (7.1.19b)

$\sum_d \sum_j a_{edj} x_{dj} \leq y_e$   $e=1,2,\dots,E$  (7.1.19c)

$\sum_k z_{ek} = y_e$   $e=1,2,\dots,E$  (7.1.19d)

$\sum_e \sum_k b_{gek} z_{ek} \leq u_g$   $g=1,2,\dots,G$ . (7.1.19e)

Because of the presence of two upper layers there are two sets of demand-flow constraints (7.1.19b and 7.1.19d), and because of two lower layers there are two sets of load-capacity constraints (7.1.19c and 7.1.19e). The rule is that the capacity of links of the upper layer are realized by means of the path flows in the neighbouring lower layer; this is expressed by the demand constraints. Also, both resource layers (Layers 1 and 2) are networks on their own, so the link capacity constraints must be obeyed in each of them.



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**Fig.7.2. Three-layer network**

Problem TLDP-LP is illustrated in Figure 7.2 which shows that the volume  $h_1$  of demand  $d = 1$  between nodes 1 and 2 can be realized by means of two Layer 2 flows (direct flow  $x_{11}$  and flow  $x_{12}$  on path 1-4-3-5-2). Then the capacity of link  $e = 1$  resulting from its load (the sum of all flows through the link) can be realized by means of two Layer 1 flows (flow  $z_{11}$  on path 1-6-2 and flow  $z_{12}$  on path 1-4-3-5-2). The resulting loads of the Layer 1 links determine their capacities and hence the network cost.

As DP1-LP, Problem TLDP-LP can be easily and effectively solved using the generalized version of the shortest path allocation rule described in Section 7.1.1 for the former problem. (In fact it can be generalized to arbitrary number of layers.)

In practice, certain requirements on links' modularity in one of the layers, or in both layers can be imposed, as well as on the integral flows. The IP problem resulting from such full integrality requirements is obtained when the constraints

$$\sum_d \sum_j a_{edj} x_{dj} \leq M y_e \quad e=1,2,\dots,E \quad (7.1.19f)$$

$$\sum_e \sum_k b_{gek} z_{ek} \leq N u_g \quad g=1,2,\dots,G \quad (7.1.19g)$$

$$\text{all variables are non-negative integers} \quad (7.1.19h)$$

are used. Above,  $M$  (Layer 1) and  $N$  (Layer 2) are link capacity modules. The integrality of variables makes the considered problems NP-complete.

The next generalization is the counterpart of the single-layer allocation problem AP1-LP (7.1.8) for the case of two layers of resources.

---

### TLAP-LP (Three-Layer Allocation Problem - LP)

---

#### constants

$h_d$	volume of demand $d$
$a_{edj}$	= 1 if link $e$ of Layer 2 belongs to path $j$ realizing demand $d$ , 0 otherwise
$b_{gek}$	= 1 if link $g$ of Layer 1 belongs to path $k$ realizing link $e$ of Layer 2, 0 otherwise
$u_g$	capacity of link $g$

#### variables

$x_{dj}$	continuous flow allocated to path $j$ realizing volume of demand $d$
$y_e$	continuous capacity of link $e$
$z_{ek}$	continuous flow allocated to path $k$ realizing capacity of link $e$

#### constraints

$$\sum_j x_{dj} = h_d \quad d=1,2,\dots,D \quad (7.1.20a)$$

$$\sum_d \sum_j a_{edj} x_{dj} \leq y_e \quad e=1,2,\dots,E \quad (7.1.20b)$$

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$$\sum_k z_{ek} = y_e \quad e=1,2,\dots,E \quad (7.1.20c)$$

$$\sum_e \sum_k b_{gek} z_{ek} \leq u_g \quad g=1,2,\dots,G. \quad (7.1.20d)$$

Note that in TLAP-LP capacities of the Layer 1 links are fixed, whilst the Layer 2 links' capacities are variables. TLAP-LP as an LP problem and can be solved accordingly. In general, there are instances of TLAP-LP with only bifurcated feasible solutions.

Observe that in the considered case, modularity of the link capacity variables in Layer 2 can be required (and possibly integrality of the flow variables in both layers). The IP problem resulting from such full integrality requirements is obtained when the constraint

$$\sum_d \sum_j \delta_{edj} x_{dj} \leq M y_e \quad e=1,2,\dots,E. \quad (7.1.20e)$$

is used.

### 7.1.3.2. Restoration design for three-layer networks

In this paragraph we present an example of a restoration design three-layer problem. The concerns designing a three-layer network robust to failures, where flows of Layers 1 and 2 are assumed to be reconfigurable, and the reconfiguration is unrestricted. As will become clear in a while, this assumption implies that the capacities of the links of the upper layer (Layer 2) are flexible, and in general situation-dependent. Links of the lowermost Layer 1 are not flexible: what can only happen is that a part or entire of their nominal capacity can be lost in a failure situation.

#### TLRDP-LP (Three-Layer Restoration Design Problem - LP)

**indices** as in TLDP-LP (7.1.19), and  
 $s=1,2,\dots,S$  failure-demand situations (including the nominal state)

#### constants

$h_{ds}$  volume of demand  $d$  in situation  $s$   
 $a_{edj}$  = 1 if link  $e$  of Layer 2 belongs to path  $j$  realizing demand  $d$ , 0 otherwise  
 $b_{gek}$  = 1 if link  $g$  of Layer 1 belongs to path  $k$  realizing link  $e$  of Layer 2, 0 otherwise  
 $\alpha_{gs}$  fractional availability coefficient of link  $g$  of Layer 1 in situation  $s$  ( $0 \leq \alpha_{gs} \leq 1$ )  
 $c_g$  unit cost of link  $g$  of Layer 1

**variables** (all variables are continuous and non-negative)

$x_{djs}$  flow allocated to path  $j$  of demand  $d$  in situation  $s$   
 $y_{es}$  capacity of link  $e$  in situation  $s$   
 $z_{eks}$  flow allocated to path  $k$  realizing capacity of link  $e$  in situation  $s$   
 $u_g$  capacity of link  $g$

#### objective

$$\text{minimize } C(\mathbf{u}) = \sum_g c_g u_g \quad (7.1.21a)$$

#### constraints

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$$\sum_j x_{djs} = h_{ds} \quad d=1,2,\dots,D \quad s=1,2,\dots,S \quad (7.1.21b)$$

$$\sum_d \sum_j a_{edj} x_{djs} \leq y_{es} \quad e=1,2,\dots,E \quad s=1,2,\dots,S \quad (7.1.21c)$$

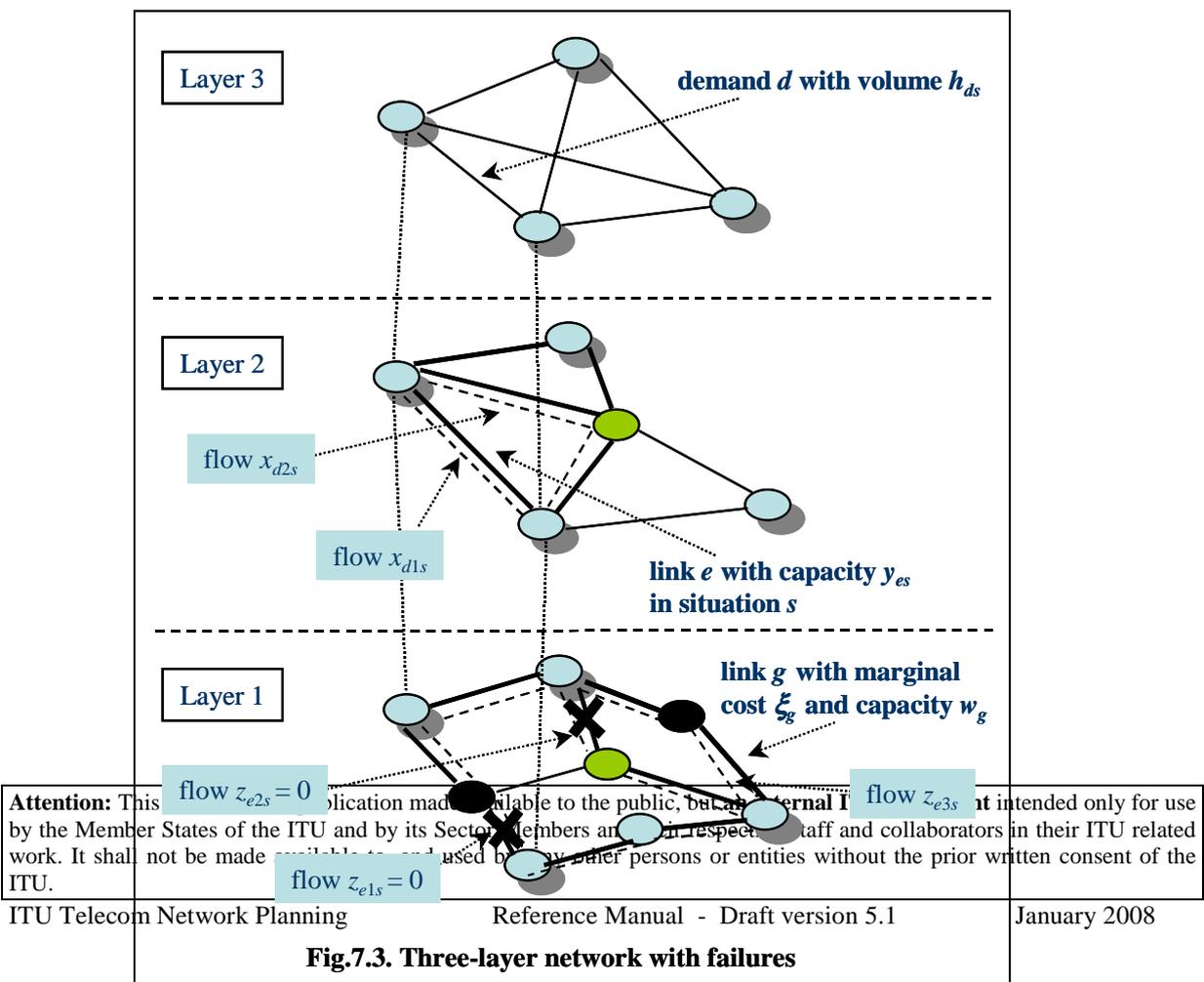
$$\sum_k z_{eks} = y_{es} \quad e=1,2,\dots,E \quad s=1,2,\dots,S \quad (7.1.21d)$$

$$\sum_e \sum_k b_{gek} z_{eks} \leq \alpha_{gs} u_g \quad g=1,2,\dots,G \quad s=1,2,\dots,S. \quad (7.1.21e)$$

The demand-flow constraints assure that the situation-dependent demand volumes  $h_{ds}$  (which are equal to the capacities of the corresponding Layer 3 links) are realized by the situation-dependent flows in Layer 2 (constraints (7.1.21b)), and that the demand imposed on Layer 1 and specified by the Layer 2 links' capacities  $y_{es}$  is realized by the situation-dependent Layer 1 flows (constraints (7.1.21d)). The load-capacity constraints (7.1.21c) and (7.1.21e) take care about the feasibility of flows in Layers 2 and 1, respectively, i.e. they assure that the situation-dependent loads of links do not exceed their capacities. Observe that although for any optimal solution to TLRDP-LP (which is an LP problem) in constraints (7.1.21c) equalities will always hold, this is not the case for constraints (7.1.21e). In the latter case some links may not be saturated in some situations even for an optimal solution.

Problem TLRDP-LP is illustrated in Figure 7.3. You can notice that the volume  $h_{ds}$  of demand  $d$  in situation  $s$  can be realized by means of two flows  $x_{d1s}$  and  $x_{d2s}$  in Layer 2. In the considered situation two of the Layer 1 links fail totally, so the capacity  $y_{es}$  can be realized only by flow  $z_{e3s}$  in Layer 1 since the two remaining flows,  $z_{e1s}$  and  $z_{e2s}$ , use failed links.

As before, many other valid variants of the problems presented in this subsection can be considered. Besides such elements as modular link capacity, modular flows or single-path routing, the extensions to more layers, the use of different restoration mechanisms, etc., can be taken into account.



## 7.2. Access Network

The role of access network is the transfer of services originating at the core network to user terminals and vice versa. Access networks (AN) are the most costly part of the network (typically 70-80% of the overall network cost). This factor imposes a strong pressure on the optimization in AN planning and design. Unfortunately because of many factors of technological and economical nature, and despite many efforts [7.2.1], [7.2.2], [7.2.3], [7.2.6], [7.2.26], there is no unified and efficient approach to access network design, planning and dimensioning. Generally the planning methodology described in chapters 7.4 and 7.3 can be tailored to access networks planning. In practice, due to multiple constraints, even simple AN planning tools handled by experienced experts are of practical value.

### 7.2.1 Key factors and constraints in access networks deployment

Typically the access network design contains a large number of different problems. During the access network planning process the network optimization procedure has to be supplied by a number of input parameters. Some of them come from operator's service oriented targets, some are imposed by the selection of access network technology, some are area dependent, and some are of economic meaning.

Typically, the factors that have to be taken into account in access network planning include:

- the service portfolio to be handled by the designed access network (narrowband, broadband) – in fact specific access network solutions can impose limitations on the set of offered services;
- access network technology (copper, fiber, coax, wireless);
- the assumed strategy of evolution of the already installed access network;
- traffic demands forecast;
- geographical subscribers dislocation and the area type on which AN is to be installed (rural, urban);
- segmentation of subscribers in the business context (large business, small business, residential customers);
- topological constraints of access network solutions (star, bus, tree);
- greenfield approach or upgrade of the existing (legacy) AN infrastructure;
- regulatory issues;
- time framework required to access network deployment, incremental deployment possibility;
- the relative cost of different access network technologies (CAPEX);
- the access network operation and maintenance cost (OPEX);
- the compatibility with already installed solutions;
- assumed access network availability/reliability;
- the overall cost of AN deployment.

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The relative importance of a specific item from the above list is operator or project dependent. In some cases decision about the preferred choices should be taken at the start of the access network planning process, and in some cases project specific constraints has to be taken into account.

The operator service offer has strong impact on the technology choice for AN. The classical, narrowband AN solutions are designed for telephone voice services. Broadband solutions require much more bandwidth and should be able to handle high quality video communication of point-to-point, point-to-multipoint or distributive nature for example for broadcasting of video services. The service convergence is seen as key factor in modernization of access of networks in developed countries. This convergence is often referred as Triple Play i.e. the convergent network operator is able to offer Internet services, VoIP and VoD/TV services using the same network infrastructure. In practice the operator should has the possibility to offer a rich service mix, which has to be considered during the network planning and dimensioning process.

The complex service model makes the broadband access network design process much harder than in narrowband case. The traffic optimization for broadband services may require the placement of active/service nodes (servers and so on). That approach has a strong impact on network planning.

An overview of the factors and constraints that have to be considered during access network planning is presented in the following sections. As it was stated before it is the operator's role to assign the weights to the mentioned factors according to its preferences and the project specific constraints.

## **7.2.2 Access networks - technology specific issues**

There are many technological solutions of access networks, and to every solution appropriate design and network planning methods has to be chosen and applied. There is a fundamental difference in planning methodology between wired and wireless AN solutions. In wireless systems not only the capacity is a subject of optimization but also the radio coverage. A specific kind of planning has to be applied to mobile networks, in which the users mobility has to be taken into account.

### ***7.2.2.1 Impact of the physical layer on the access network design***

#### **7.2.2.1.1 Wired access solutions**

The wired access networks are classics of the fixed access. Typically two types of medium are used for access networks – copper wires and optical fibres.

In the last years access networks have evolved significantly and the technology progress made possible the use of cable TV networks (so called hybrid fibre-coax solution) and power grid networks as access solutions for telecommunications and data services (see chapter 61.2.1). In these cases the mentioned access network functionality is provided as a kind of overlay to the existing infrastructure.

At present, in most fixed access networks there is a combination of the copper part and the optical fibre based part. Such hybrid solution makes the planning more complicated than in the homogeneous case. The fibre part typically uses point-to-point, ring or tree topology,

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while the copper part is based on the star topology with dedicated wires to every subscriber. Such an approach is economically viable and provides possibility of smooth and scalable introduction of fibres into AN area. Because the conversion between optical and electrical signals introduces a significant cost the number of conversions has to be minimized. The common problem with wired AN deployments is a long time framework and the cost of the cable installations (civil works). The problem is especially important in urban areas where the digging is hard to perform (for example in city centres). The possibility of the use of existing ducts (the upgrade case) is of greatest importance, because it reduces the cost of the cabling infrastructure significantly. Thus the reuse of existing ducts has the highest priority in network planning. The planning tools should use all the information related to the existing infrastructure (ducts, masts etc.) in order to limit civil works and to speed up the access network deployment, which is another important factor for AN deployment.

#### 7.2.2.1.1.1 Copper networks

Twisted pairs based copper networks are typically used as a basic solution for access networks. In access networks based on the pure copper infrastructure a star network topology is common. The drawback of the copper cabling is the limited bandwidth and the susceptibility to electromagnetic interferences. The subscriber line quality is decreasing with the subscriber loop length (signal attenuation, interferences) and the maximum access network range must be taken into account during network planning using this medium. The most important constraint that has to be taken into account during copper network planning is thus the length of the local loop, which in a typical twisted pair based access solution is a dedicated medium (non shared).

Because of broadband services there is also a requirement to implement or rebuild the legacy access infrastructure with gradually increasing the part based on the fibre (hybrid copper-fibre solutions).

The use of unshielded twisted pairs for broadband data transmission is possible due to the use of xDSL modems. In this approach the bandwidth bottleneck of the network part based on the copper medium is removed. The shortening of the local loop is in this case of great importance – shorter loops provide higher data rates. This approach is mostly applied to existing infrastructure as a short or medium term access network upgrade. The specific constraint of this approach is the placement of the broadband concentrator at the centre of the copper cabling star topology.

#### 7.2.2.1.1.2 Optical networks

Last years the optical fibre technology has been successfully deployed for the long-distance communication and now is the technology of choice in this area. The most important fibre properties, which make them so popular, are: the capability to transmit information at very high bit rates, insensitivity to electromagnetic interferences, which provides very low bit error rates, high reliability, low the optical signal attenuation and a small diameter and weight of the optical cables. The cost of optical fibres has reached an acceptable value and is no more a prohibition factor for the deployment of fibre based access networks [7.2.5]. In practice, due to high bandwidth, fibres are used as a shared communication medium.

Dedicated point-to-point fibre access networks are too costly, and except Ethernet based solutions (for example the MAN case, which is described in section 6.1.1), ring or tree topologies are widely used for all-optical and hybrid copper-fibre access solutions.

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In optical ANs critical is the number of splitting points, due their significant cost and the introduced signal attenuation. In hybrid optical-copper based solution the cost of electro-optical transceivers is also important, so during planning their number should be minimized.

Planning of optical networks is less critical in the context of dimensioning - the cabling introduces no bandwidth limit and a quite simple bandwidth increase can be done by the use of so called Coarse Wave Division Multiplexing technology (CWDM) designed especially as a cheap WDM technology for broadband access and metropolitan networks.

In typical, copper based ANs with a dedicated medium there was generally no protection. In fibre based ANs of tree topologies, due to high possible traffic aggregation levels, the protection of links should be considered, however such protection is not the operators present practice.

### 7.2.2.1.2 Fixed wireless access

The main advantage of the radio access is fast network deployment and potentially low initial investment (CAPEX). In opposite to CAPEX, OPEX of wireless networks is generally more significant than in wired case due to the cost of the radio license. The main disadvantage of radio networks is relatively small bandwidth.

The wireless AN approach (Fixed Wireless Access – FWA, characterized in chapter 6.1.2.5) has to cope with radio propagation problems in the access system specific band, which have influence on the system capacity and the quality of radio links. In order to increase the system capacity it is possible to use mechanisms like: multipath mitigation, directional antennas, advanced link quality improving mechanisms and so on.

The planning target in FWA case is to find the localization of base stations, which will provide the requested coverage and traffic capacity. It is realised by appropriate allocation of radio channels radio, selection of antennas etc. The transmission between base stations is typically provided by the core network (via radio point-to-point links or fibres). It is a common vendor practice to deliver radio network planning tools for their FWA systems, thus no generic planning rules can be provided. The description of mobile network planning and cell dimensioning in WCDMA case is presented in chapter 7.4.

### 7.2.2.2 Impact of networking technology on the access network design

#### 7.2.2.2.1 TDM networks

In TDM networks, which were designed mainly for voice services, an important requirement is to determine the number of voice circuits needed for a given call traffic demand while meeting a certain grade-of-service (GoS). Fortunately, there is an elegant result due to Danish mathematician A. K. Erlang that he developed almost a hundred years ago. In this context, the demand is often referred to as offered traffic or offered load, and is given in the dimensionless unit, Erlang. The traffic offered can be best characterized in Erlangs by the following product:

$$\text{Offered traffic } (a) = \text{Average call arrival rate} * \text{average call duration time}$$

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Then, for  $c$  circuits, the call blocking probability is given by the following Erlang-B loss formula:

$$E(a, c) = a^c / c! / (\sum_k (a^k / k!)) \quad (7.2.1)$$

where the summation is from  $k=0$  to  $c$ . It may be noted that this formula is developed under the assumption that the arrival traffic follows a Poisson Process, while the result being insensitive to the actual statistical distribution of the call duration time. It is easy to see that this result is applicable to a network link.

Often, we're interested in determining the number of circuits if the offered traffic and the acceptable grade-of-service (in blocking probability threshold) is given. It is not hard to see that a simple iterative test method can be employed using (7.2.1) so the proper number of circuits required can be determined. A commonly used value for the grade-of-service is 1% call blocking probability. Thus, for 100 Erl of offered traffic, and for 1% call blocking probability, we can iteratively use Formula (7.2.1) to determine that 117 circuits are needed.

Nowadays, the teletraffic software includes the Erlang-B calculation. The interested reader may also use the freely usable web-based Erlang calculator available at <http://www.erlang.com>

In many cases, we're primarily interested in busy-hour offered traffic and its impact on performance. In many networks, the average Erlang offered traffic per customer can be determined from operational measurements. For example, if average offered traffic per customer is 0.03 Erl, then for an offered traffic of 100 Erl, the average number of customers that can be supported with 117 circuits is a little over 3,300 customers (An astute reader may note that Eng-set model may be more appropriate since a finite population is eventually considered due to 0.03 Erl per subscriber; however, since the population size is large, the Erlang-B loss formula still turns out provide a very good approximation.).

In many practical networks, the offered traffic is hard to estimate. Only, measured traffic, or carried load can be determined. Interestingly, it can be shown that the carried traffic is nothing but the average number of busy circuits. Thus, for a measured carried load  $a'$  and given number of circuits,  $c$ , we have the following relation

$$a' = a ( 1 - E(a, c) ) \quad (7.2.2)$$

The above equation can be iteratively solved to determine the offered traffic,  $a$ .

To summarize, the advantage of the Erlang-B loss formula is that it gives us the relation between offered traffic, call blocking, and the number of circuits. This model is applicable to any single link design problem; in particular, the formula can be applied for designing access network links, both aggregated wired and wireless.

#### 7.2.2.2.2 ATM Networks

The Asynchronous Transfer Mode (ATM) network is a session oriented cell switching network, capable of carrying many different services. It is based on virtual connections (VC), and each of the virtual connection of the ATM network is characterized by a set of parameters such as maximum required bitrate, burstiness and different quality requirements (QoS) with respect to allowable delay and cell loss rate. In opposite to the IP network, in the ATM

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network call (session) admission mechanisms are implemented in order to prevent the network congestion. A set of services attributes for ATM-based networks has been defined by ITU-T. The following list consist the most important ones in the context of the ATM network design and dimensioning.

- The type traffic, which has to be handled by the network: Constant Bit Rate (CBR), Variable Bit Rate (VBR), etc. When the access network performs the traffic aggregation of VBR connections the aggregation gain is obtained. If no concentration of the traffic is used or all of the virtual connections are considered as CBR then the TDM dimensioning rules can applied.
- The traffic attributes of ATM networks specify the character of the traffic and can be represented as:
  - Peak Cell Rate (PCR)
  - Cell Delay Variation Tolerance (CDVT)
  - Sustainable Cell Rate (SCR)
  - Burst Tolerance (BT)
  - Minimum Cell Rate (MCR)

The CBR traffic is described by Peak Cell Rate attribute only.

- Establishment of communication (dynamic, static). This attribute should be taken into account in the access network dimensioning process.
- The traffic symmetry level (traffic: unidirectional, bi-directional symmetric, bi-directional asymmetric).
- Communication configuration (point-to-point, multipoint, broadcast). In most applications only point-to-point links are used.
- Quality of Service (QoS) defines the transport quality of ATM based access networks as well as the availability level. The QoS can be specified by the following parameters:
  - Maximum Cell Transfer Delay (MCTD)
  - Mean Cell Transfer Delay (Mean CTD)
  - Cell Delay Variation (CDV)
  - Cell Loss Rate (CLR)

Initially the ATM technology was used as a core network technology for IP and Frame Relay access/edge networks. At present there are also popular solutions as xDSL, which are native ATM access solutions, thus there is possibility to construct end-to-end native ATM networks. The methodology, which is used for designing and dimensioning of ATM core networks, can be successfully adopted for broadband, full-service ATM access networks.

### 7.2.2.2.3 Frame Relay Networks

Frame Relay (FR) is a medium-speed (up to 2 Mbps) connection-oriented packet data transfer service. It uses permanent virtual connections (PVCs) to establish logical connections between terminals to provide end-to-end FR services. The typical parameters that describe the FR connection are: the interface bit rate, Committed Information Rate (CIR), which describes the guaranteed mean bitrate and the total information transfer delay.

It is a common operators practice to use ATM as a core network for the Frame Relay traffic aggregation and to use ISDN layer 2 technologies in order to reach end-users (HDSL). So, the

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design of Frame Relay networks combines the design of the core/edge ATM networks and the classical narrowband design for the ISDN network.

#### 7.2.2.2.4 Native IP networks

The design and dimensioning of IP networks is a troublesome process due to lack of native IP long-range access solutions and the lack of user models. The best effort approach is at present applied to all Internet services. No resource reservation is used and the congestion is a typical behaviour in IP networks. These factors make hard or impossible to use advanced mathematical tools for IP networks dimensioning. There is however a common opinion that in Internet the access part is the network bottleneck. As Internet access widely used are all existing narrowband networks (PSTN, ISDN) and broadband networks like Frame Relay or ATM (including xDSL) . In opposite to the generic telecommunications architecture in the IP network there is no strict distinction between the access and the core.

Sometimes the placement of edge routers makes such separation.

As a native IP access technology the metropolitan networks (MANs) can be considered. The design and the dimensioning of mesh-like MANs is similar to the design and dimensioning of IP core networks. There are ongoing works on introducing of different class of services using advanced IP network mechanisms (the DiffServ model). At the time of writing of this document there are no indications related to dimensioning of such a network.

#### 7.2.2.3 The impact on density of population on network design

The density of population has important influence on the access network design. Typically the area which has to be covered by AN can be defined according to the following parameters:

- the number of potential users (business and residential),
- the area size to be covered (km<sup>2</sup>),
- the type of urban infrastructure on the AN area (residential buildings, multi-flat buildings and so on).

A common practice in modern designs of access network is the use of GIS information, which should include all required by planning tools information about the density of population and its distribution within the interested area. Some assumption about future network development has to be taken into account a priori.

Using density of population as the main criterion we may identify the following types of areas (EURESCOM):

1. Downtown area, which is characterized by a short average copper loop length, typically 500 m - 1.000 m, corresponding to density of 9,200 -2,300 subscribers/km<sup>2</sup>.
2. Urban area, where the average copper loop length is in range 1,000 - 2,000 m. It corresponds to 2,300 -570 subscribers/km<sup>2</sup>.
3. Suburban area, 2,000 - 3,000 m average copper loop length. It corresponds to 570 -250 subscribers/km<sup>2</sup> respectively. The subscribers are located typically in single house dwellings.

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4. Rural area. This area is characterized by average copper loop longer than 3,000 m and corresponds to less than 250 subscribers./km<sup>2</sup>. The subscribers are located in single house dwellings.

Radio access deployment planning requires some additional information with respect to the average number of buildings, the average number of flats per building, the average number of floors per building and the average number of flats per floor.

#### ***7.2.2.4 Possible access networks evolution strategy***

All installed access networks should take into account future growth in the sense of number of served customers and services. Another aspect of the evolution is a smooth migration towards broadband, typically fibre based networks. The evolution toward the target access network should be studied techno-economically [7.2.4], [7.2.27].

#### ***7.2.2.5 The time to deploy target access network***

The time to deploy of access networks is in many cases of premium importance. In classical wired systems the most important factors responsible for long installation times are civil works and the installation of cables. Using of trenchless approaches or using of existing ducts gives a possibility to reduce the AN installation time significantly. So in order to speed up the network installation all the existing infrastructure, which can be used for cable installations, should be evaluated carefully.

Radio access networks solutions are solutions of choice when the time to network deploy is the most important factor. They however possess some limitations (low BER of channels, limited bitrate) and generally they are not the solution of choice in a long-term perspective.

#### ***7.2.2.6 Access Networks availability***

The core and the access networks are involved in providing services to end-users. Typically the less reliable is the access part of the network, and typically there is no redundancy and the link protection within the access area. A failure of an individual link has impact on one or several subscriber lines only, which justifies the lack of AN protection mechanisms.

The high reliability of the access network is however important in the context of OPEX reduction and customer satisfaction. The reliability level of the access network can be typically increased by the deployment of advanced diagnostics mechanisms built in AN solutions, which are able to provide detailed and early reporting of cabling and devices failures. Of a special importance are failures of AN links, which carry the aggregated traffic. In such a case (wireless or wired) protection mechanisms should be installed in order to eliminate a single point of failure.

The important factor in the context of active access devices is the high availability of the power supply and the installation of batteries as back-up sources of electricity is recommended. The placement of access devices should take into account environmental conditions.

#### ***7.2.2.7 Greenfield access network installation versus network upgrade***

There are typically two different scenarios of the access network deployment. The first one is a greenfield approach i.e. building of the access infrastructure from scratch, whilst the other

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one is an upgrade of the existing infrastructure. The network upgrade can be motivated by the increase in number of subscribers, the introduction of new services, the conversion a narrowband access infrastructure to a broadband one or modernization of existing access solutions using different access technology than previously installed. Both approaches differ significantly in the context of planning, dimensioning, deployment time frame and the cost. The cost of the upgrade of access networks is sought minimized, constrained by dependability and traffic requirements, i.e. QoS requirements, from each end-user.

In the context of planning the upgrade approach introduces many additional constraints related to maximum reuse of existing infrastructure for new subscribers, and potential rebuilding of the existing infrastructure while adding new lines. Such the network modernization can be performed via gradual installation of fibres in the access area and shortening of the copper part of the network (FTTx solutions). The upgrade policy is operator strategy dependent and should be made as rare as possible via significant and over-dimensioned steps [7.2.23], [7.2.24], [7.2.25].

In case of increased demands in wireless access networks to provide the higher network capacity it is recommended to upgrade already installed base stations, rather than installing of new ones. This approach typically provides the best economy.

#### **7.2.2.8 Access network deployment cost**

The access network deployment cost is the most significant part of the network overall costs, thus minimizing this cost is of premium importance and the problem was a subject of many studies [7.2.30], [7.2.31], [7.2.33], [7.2.32]. The deployment cost of fixed access networks can be divided into the part related to civil works, the cost of the cabling, the cost of the active access equipment and other costs. The mutual relation between mentioned costs are country, area type and system dependent and should be checked in the preliminary phase of the network design.

The average civil works cost related to cable installations depends on the surface type and the method used for cable deployment. The labour cost is typically country and even region dependent. The cable deployment techniques include digging trenches in asphalt roads, digging trenches in tarmac-free areas, no-dig cable installation techniques and the suspension of aerial cables.

Generally there are four main types of cable deployment:

1. Digging trenches in asphalt roads. This deployment technique is the most expensive one.
2. Digging trenches in tarmac-free area. In this case the cost of the civil work can be reduced about 2 times, comparing to the previous case.
3. Digging of shallow trenches with direct burial of cables in the tarmac-free area. This approach provides about 2 times reduction of the cost of civil works than in the previous case.
4. Suspension of aerial cables. The is the fastest and the cheapest technique of cable installation.

The use of no dig techniques in telecommunications had been for many years limited to the use of railways/metro and roads for the deployment of the cabling infrastructure. From several years the use of ducts created for other purposes, for example sewer ducts is also possible for installation of fibre-based cables. In some cases due to the use of no dig techniques the ducts

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can be installed underground without digging deep trenches. In such tunnels fibres are subsequently pulled.

In wireless access systems the typical approach is to maximize the number of subscribers served by each base station during the first stage of the radio network deployment.

The minimizing of number of different access networks devices and configurations, plays essential role in the overall cost management and speeds up the network deployment

#### **7.2.2.9 Access networks OA&M costs**

That implementation of access networks involves operations, maintenance and administrative running costs (OPEX) for the network operator.

The operations costs are generated by operational staff, which operate and manage the access networks. Using modern access technologies with intrinsic enhanced diagnostics the maintenance cost can be significantly reduced in comparison to older ones. Thus network modernization can be motivated by the reduction of the OA&M costs.

#### **7.2.2.10 Market oriented issues**

For operators the speed of the network and services rollout is a critical factor in the competing market. The return of investment (ROI) in case of access networks takes typically many years, so the deployment strategy of the network and services is extremely important. The network operator has to make a proper decision that should shorten the ROI time, but which will also address all present and future customers needs and enable a simple and cost-effective network growth in number of access network terminations (customers). To make the correct choice a market analysis, which will assume the potential interest in offered services and ARPU is required. The widely used approach, which makes that type of analysis more accurate, is to divide the subscribers into several categories. Each of the categories should describe customer's potential interest in specific services and the potential intensity of the use of services. The following classification of customers is common:

- Business customers divided into two groups: Small and Medium-size Enterprises (SME) and large businesses.
- Residential customers (next divided into urban, suburban and rural)

The more detailed statistical information about subscribers can be also processed by the marketing tools. Such statistical information about the average subscribers income value, subscriber's occupation and education, demographic characteristics, (e.g. age of residents and family composition), etc. can help in the estimation on the money amount, which the customers might spend on new services.

In order to keep the initial costs at the low level operators may introduce basic services with limited quality in the first place. The more advanced and high quality services can be introduced later in a gradual manner.

The increasing competition has not been until recently taken into account as a factor important in the access network design. Latest technology progress has made possible of the use of cable TV networks, power-lines or data transmission networks (in a Voice over IP manner) for telecommunication services. This situation has led to the reduction of prices of

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the telecommunication services and positively stimulated the market by making a further increase of demands [7.2.23], [7.2.34]. This phenomenon, called “price elasticity” has to be taken into account in demand analysis. Mobile communication systems may in a sense cannibalize classical telecommunication, reducing the usage and ARPU of the wireline access.

### 7.2.3 Access network planning methodology

The deployment of access networks with a reasonable cost requires planning and implementation of the design in a well-organized manner. Generally there are two basic approaches to the network planning.

The classical approach, which is currently used for the planning of narrowband networks, is based on the forecast of demands and the dimensioning of the network in order to minimize the required network resources (cabling, equipment). This approach is oriented towards the minimization of the investments required to provide a given amount of resources and is very suitable for situations where the traffic and number of subscribers increases smoothly.

The new transport technologies, like DWDM have made the optimization of resources less critical - the operators have obtained a technology, which provides the ability to rapid and substantial increase of the network capacity at the moderate cost level. On the other hand the growing popularity of the Internet has led to the fast and substantial traffic increase in short time frame and problems with reliable forecasting of demands. In this situation, the uncertainty in the demand forecast and the relatively low cost of the bandwidth have limited the applications of the traditional planning - it produces a network that is optimized for a given demand matrix, but it does not guarantee that the network is ready for upgrade in case the demands were underestimated or growing [7.2.28], [7.2.29].

The second design approach is to build a network that can provide a considerable excess of resources (transport, switching or routing) thus providing nearly seamless network upgrade at the price of higher initial cost.

The presented network design approaches can be combined together in order to find the solution that better fits the operator's needs and strategy.

Network planning should address aspects related to the network evolution. Traditionally the planning activities can be divided into Short Term Planning (STP), Medium Term Planning (MTP) and Long Term Planning (LTP) as described in chapter 2.4.1.

Short term planning is realized in a response to present needs and generally should be applied for solutions characterized by a short deployment time, for example for the wireless access.

Middle term planning takes into account the network upgrade in the context of capacity upgrading of network links and nodes.

LTP's objective is to design and dimension the network in a long time-frame [7.2.31].

The relation between LTP, MTP and STP is extremely important in network evolution - all planning methods should act coherently. The coherency is in practice hard to obtain and operators of the access networks are often applying a more pragmatic and simpler approach for the network design.

A planning process of access networks is strongly dependent on the network technology, network architecture, offered functionality and resource allocation strategies. As more

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technological solutions are available on the market, the operator has more options for the design of a suitable and cost-effective access network. Unfortunately it makes the access network design process more complicated.

#### 7.2.4 Mathematical foundations of access network planning

It is possible to formulate mathematically most of the network optimization problems. The mathematical formulation of the problem has to use appropriate network models, necessary simplifications and general assumptions. In practice there is hard to find the optimal solution for the network, but the obtained solutions can be close to the optimum. The applicability of a particular solving technique is in close relation with the size of the problem, which depends on the type and number of input variables and constraints, and on the type of the used cost/energy function, which is minimized during the optimization process [7.2.7]. Some of input variables are to be subject of change in a long or medium term.

In order to keep the network optimization process reasonable complex it is advisable to:

- simplify the planning problems via reduction of number of input parameters and creation of appropriate network models;
- the acceptance of the suboptimal planning - the uncertain growth of the traffic and the number of customers justifies it.

Choosing appropriate design techniques is non trivial and generally cannot be done automatically. Every access network problem is unique and requires operator's knowledge about the overall network planning methodology and optimization tools. Some of access network solutions allow the use of a specific category of planning algorithms only.

There are several models that have been traditionally used in network optimization: flow formulation for multi-commodity flow model, path-flow formulation and path formulation. To solve the network optimization problem the following classes of algorithms can be applied:

- mathematical programming - usually based on multi-commodity flow formulation of the capacitated routing problem;
- simulated annealing approach and it's variant of simulated allocation, which is the simulated annealing idea applied for capacitated network planning problems;
- simple heuristic algorithms - these algorithms are applied in order to reduce the complexity of the multi-commodity flow problem. Heuristic algorithms are based on the extraction of practical rules from the way an expert solves a specific problem. These rules may not have a mathematical proof as they are based on good results obtained in the practice.

Table 7.2.1 consists of mentioned above models with applicable optimization algorithms. All they have been described in details in chapter devoted to the core network planning. They are fully reusable in the context of the access network planning. Detailed network optimization models and algorithms description can be found in [7.2.1], [7.2.3], [7.2.4] and [7.2.6].

**Table 7.2.1 Summary of the available planning techniques**

<i>Models</i>	<i>Optimization Algorithms</i>
Multi commodity flow model	Enumeration

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<b>Path-flow model</b>	Branch and bound
<b>Path formulation model</b>	Relaxation techniques
	Marginal improvement techniques
	Simulated annealing [7.2.8], [7.2.9], [7.2.10], [7.2.11]
	Simulated allocation [7.2.12] [7.2.13]
	Tabu search [7.2.14], [7.2.15]
	Stochastic geometry
	Successive smooth cost approximation
	Evolutionary algorithms [7.2.16], [7.2.17], [7.2.18], [7.2.19]
	Heuristics

### 7.2.5 A pragmatic approach to access network design

The access network design process is a process that has to cope with many initial assumptions and also with many constraints. Some of them are based on the strategic assumptions while others are related to the existing infrastructure and technological solutions, which have been chosen a priori. The access network solutions, even if belong to the same class differ significantly in technical details and parameters which should be set up during the planning process. So in practice vendors of access networks solutions offer planning tools, which are tailored to their solutions. In many cases relatively simple spreadsheets can be effectively used for network planning. Of a great importance is the use of GIS databases, but such information is typically available in developed countries only.

Heuristic optimization is very popular in the operators practice, due to their practical basis.

### 7.2.6 Access network planning tools

Network planning tools are offered by the access network solution vendors, planning tools vendors and academic institutions [7.2.19]. Some of them are described in Annex 1 (STEM, NetWORKS, VPIlifecycleManager). This issue was also a subject of several European level projects [7.2.20]. The most important one are: RACE 2087/TITAN project, ACTS 226 OPTIMUM, and ACTS 364 TERA. All mentioned projects were focused on techno-economic analyses of networks and were developed in evolutionary manner (i.e. there is a evolution from TITAN through OPTIMUM to TERA).

RACE 2087 TITAN project developed a methodology and a tool for the techno-economic evaluation for the introduction of new narrowband and broadband services for both residential and SME customers.

The TITAN project started in 1992 and ended in 1996. The developed within this project TITAN network optimization tool is dedicated for techno-economic analysis, and a demand forecast for access network. The tool is based on generalized access network models and utilizes the geometrical model for the calculation of cable lengths and the cost of civil works.

It covers (non exhaustive list) the following aspects:

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- the evaluation of access network evolution scenarios based on existing networks and fibre/radio/copper access technologies;
- the comparison of scenarios and strategies for introducing the fibre in the loop (FITL) for residential customers;
- the calculation of the life-cycle cost and the overall system budget.

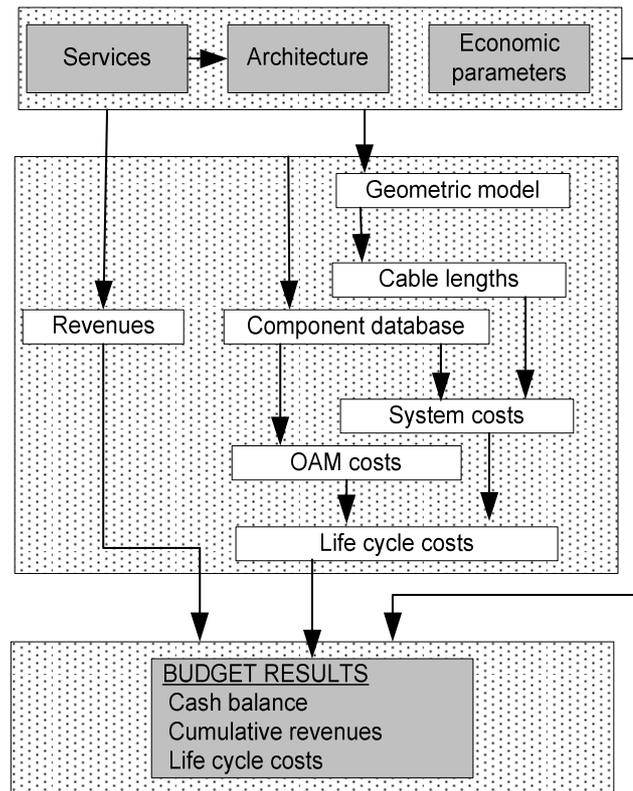
The TITAN tool is based on the Excel<sup>®</sup> spreadsheet. It has two operating modes - the main mode and the database mode. The database mode is used for the estimation of the cost of components and services, while the main mode is used for the definition of the network architecture, services and performing all calculations.

The TITAN database contains several sections:

- cost components, containing all component specific information;
- learning curve classes, which define a specific learning curve behaviour;
- volume classes, which define a specific market volume evolution;
- OA&M classes, which define a certain operations, administration and maintenance;
- write-off period class which defines a component lifetimes for calculation of depreciation;
- uncertainty class, which defines the relative uncertainty for the risk assessment.

The objective of another European project, AC226/OPTIMUM was the calculation of the overall financial budget of all kinds of access solutions. In result a network-planning tool has been developed, which takes into account: the system cost, operation and maintenance costs, life-cycle costs and the cash balance of the project. In the OPTIMUM project the network evolution costs are also considered. The tool combines low level, detailed network parameters with high level parameters, which is seen as the key feature of the OPTIMUM methodology and the tool. The structure of the OPTIMUM tool is shown in the figure 7.2.1.

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**Figure 7.2.2 The OPTIMUM tool structure**

TERA was a project realized within the ACTS Programme (1994-2000). Compared to its predecessor, the TERA tool aims at the study of architectures spanning the whole telecom network, not only the access network part (<http://www-nrc.nokia.com/tonic/description/bg.htm>).

The framework of the TERA techno-economic evaluations is shown in the Figure 7.2.2. The geometric planning model is an optional part of the TERA tool. The model is used to estimate the amount of cable/fibre and ducting required in the network. On the conceptual level the geometric model is a function that takes several inputs such as subscriber density, network topology (star, ring, bus), average cable over length, duct availability, etc. and gives two outputs, which are the total amount of cable/fibre required in the network and the total amount of new duct required. The TITAN network model is a part of the TERA tool.

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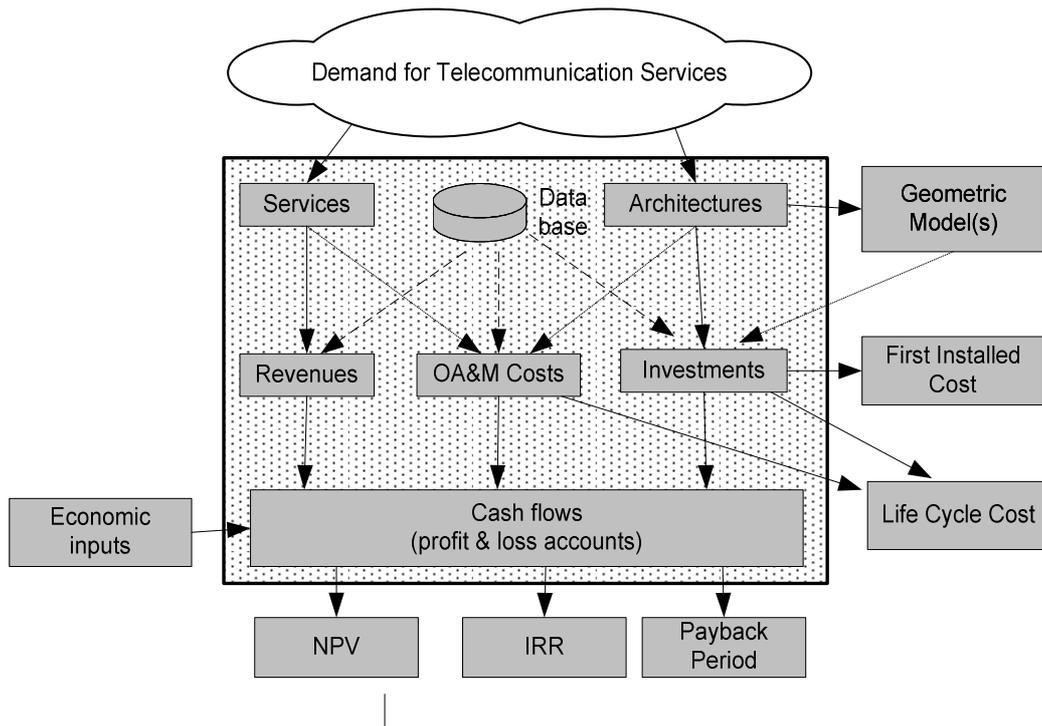


Figure 7.2.2. The TERA information flow.

### 7.2.7 Example of the access network design algorithm

In this section, we present an optimization model for cost-effective design of a generic access network that can be applicable for both wire-line and wireless access networks. Simply put, the design problem is: we are to connect  $N$  sites through a list of  $M$  possible concentrator locations so that the total access network cost is to be minimized. We are given the cost information for connecting each site to each possible concentrator location. Secondly, we are given that any concentrator location, if opened, can handle only up to a certain number of site terminations and that each site needs to be connected to only one concentrator location, means there is only a single access link for a site to the network. Mathematically, we are given the following cost information

$$\begin{aligned}
 c_{ij} &:= \text{cost of connecting site } i \text{ to possible location } j \ (i=1,2,\dots,N; j=1,2,\dots,M) \\
 b_j &:= \text{cost of location } j, \text{ if opened } \ (j=1,2,\dots,M)
 \end{aligned}$$

We have two sets of unknowns, one is the decision (binary) variable that is used for identifying sites to locations

$$\begin{aligned}
 x_{ij} &:= 1, \text{ if site } i \text{ is connected to location } j; 0, \text{ otherwise} \\
 y_j &:= 1, \text{ if location } j \text{ is chosen}; 0, \text{ otherwise}
 \end{aligned}$$

We also need another piece of information, the capacity of each location (if opened), given by  $K_j$ .

Then, the cost-effective design formulation for the access network design (to determine decision variables,  $x$  &  $y$ ) is written as follows:

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$$\begin{aligned}
& \text{minimize} && \sum_i \sum_j c_{ij} x_{ij} + \sum_j b_j y_j \\
& \text{subject to} && \\
& && \sum_j x_{ij} = 1, && i=1,2,\dots,N \\
& && \sum_i x_{ij} \leq K_j y_j, && j=1,2,\dots,M \\
& && x_{ij} = 0/1 \\
& && y_j = 0/1.
\end{aligned}$$

We now explain the constraints described above. The first constraint  $\sum_j x_{ij} = 1$  says that one site can be connected to only one of the locations since the decision variable take only the 0/1 values. The constraint,  $\sum_i x_{ij} \leq K_j y_j$ , says that multiple sites can be connected to a location 1) if the location is open ( $y_j = 1$ ), and 2) the capacity of the location is not violated; if the location is not open, so sites are connected. Finally, the cost in the objective function is the cost of both the connectivity and location opening cost.

The above problem is classified as an integer programming problem. While commercial available software such as CPLEX or XPRESS-LP can be used for solving moderate size problems, we have given below an Add Heuristic which is computational efficient.

Algorithm: Add Heuristic

Step 0 Select an initial location  $j'$  and assume that all sites are connected to this location. Compute total cost  $F^0$  with this configuration. Set  $S_0 = \{j'\}$  and iteration count to  $k = 0$ . Set  $c_i' = c_{ij}$   $i=1,2,\dots,N$ . Let  $M$  denote the set of locations.

Step 1 For  $j$  in  $M \setminus S_k$ , do

$$F^{k+1}_j = F^k_j + \sum_{\{i \text{ in } I_j\}} (c_{ij} - c_i') + b_i, \quad \text{where } I_j = \{i \mid c_{ij} - c_i' < 0\}$$

Step 2 Determine a new  $j$  such that

$$F^{k+1}_{j'} = \min_{\{j \text{ in } M \setminus S_k\}} F^{k+1}_j < F^k$$

If there is no such  $j'$ , go to Step 4.

Step 3 Update

$$S_{k+1} = S_k \text{ union } \{j'\}$$

and

$$c_i' = c_{ij'} \quad \text{for } i \text{ in } I_{j'}$$

Set

$$F^{k+1} = F^{k+1}_{j'}, \text{ and } k := k + 1, \text{ and go to step-1.}$$

Step 4 No more improvement possible; stop.

### 7.2.6.1 An example of planning of a wireline access network

In this section, we discuss the applicability of the models described in Section 7.2.1.

First, for a single wireline access link, link dimensioning is required – this is where the

Erlang-B loss formula is applicable when offered traffic estimate is determined, and a

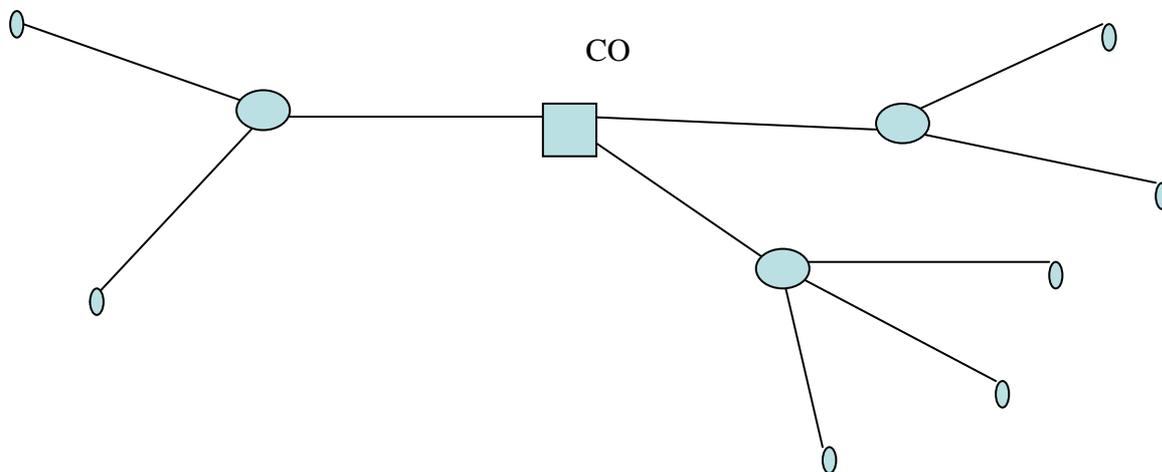
grade-of-service is selected. Typically, for wireline networks, an acceptable grade-of-

service value is 1% or 0.1% call blocking probability.

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Another important problem in wireline access networks is the local loop plant design that connects to the central office switch. In this network design, the goal is to do cost effective design so that an access network layout with concentrators can be used. Interestingly, the access network design model presented in 7.2.1.2 is applicable here.

In order to use this model, we first set the very first index of the location  $j=1$  to be the site of the central office; furthermore, we assume that, for the access design purpose, its site cost,  $b_1$ , is set to zero. Note that in actuality, the central office does have a cost. Since, in the access design part, we want this to be a selected site anyway, we need to adjust the location cost accordingly so that this is enforced in the design model. With this special treatment, the access design can be performed which will select a subset of concentrator location in the optimality along with the central office. Obviously, all the concentrator locations are connected eventually to the central office. Pictorially, the eventual design would look as shown in the following figure:



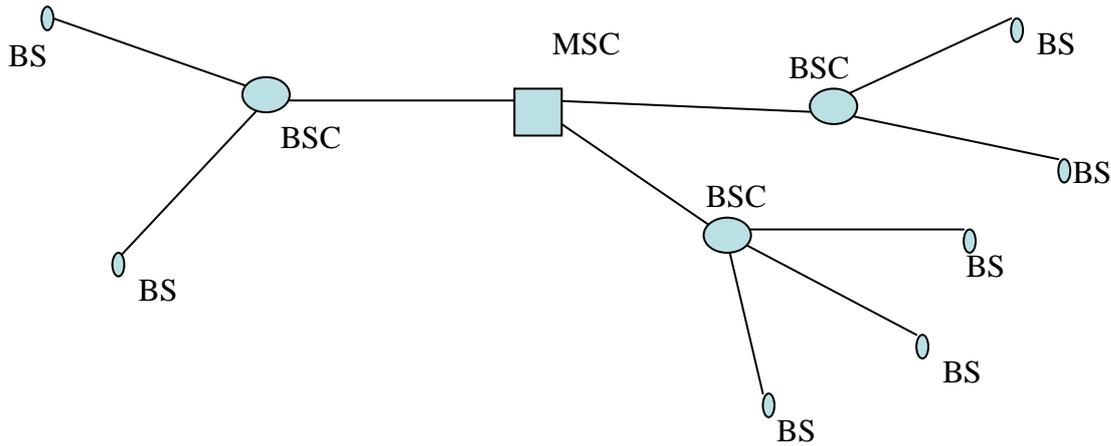
**Fig. 7.2.3 Sample wireline network topology**

Certainly, this is only a possible access network design layout. More complex design can be developed where there is a tertiary network starting from one of the concentrator nodes (acting as core connect node like the role of the central office, without its functionality) which itself can be designed using the above access network design model for the tertiary access network design.

### **7.2.6.2 Access Planning Example for Wireless Access Networks**

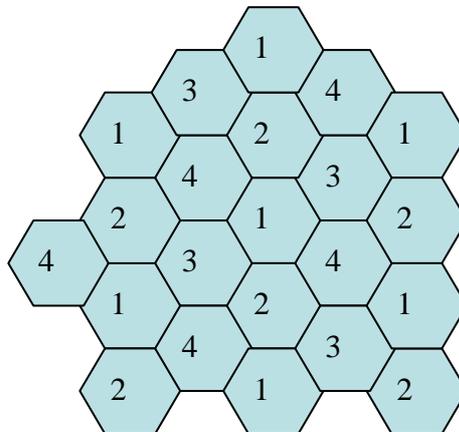
The access network design model is also applicable in wireless access networks. In this case, we have a Mobile Switching Centre (MSC), sites for Base Stations (BS), and possible locations for Base Station Controllers (BSC). Furthermore, the MSC can be indexed as the first location  $j=1$  with location cost  $b_1 = 0$  since the MSC needs to be in the network, regardless. In this sense, this set up is similar to what has been discussed for the wireline case. Topologically, the layout looks the same (with renaming of different entities):

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**Fig. 7.2.4 Sample wireless network topology**

An important issue in the case of wireless networks is the fact that there is limited frequency space. Since the actual frequency allocation can conceivably be different from one country to another, which will impact how many voice channels, this will translate to (and depending on TDMA or CDMA technology), we'll show a simple general case to illustrate the point here. Suppose, for a given frequency space, 100 circuits may be the limit. Then, with the help of the Erlang-B loss formula, we can find that for 1% call blocking GoS, the maximum offered traffic that can be handled is 84.06 Erl. If we assume 0.03 Erlang per customer busy-hour usage, then the maximum number of subscribers that can be handled is 2800.



**Fig. 7.2.3 Frequency allocation example for wireless systems**

On the other hand, the frequency space can be better utilized through spectrum efficiency through the re-use factor process. Typically, re-use factor of 4 (or 3) is suitable for current generation wireless networks. Assume that the re-use factor to be 4; then, the frequency space will lend us in four groups, each of 25 circuits. Now the area which could serve earlier only 100 circuits of capacity (which translated to 2800 subscribers), can be now 22 times for the same geographical area (see figure above, for the frequency re-use layout with  $N=4$  to avoid frequency interference). In each cell area, at 1% blocking GoS and with 0.03 Erl per subscriber, we can accommodate  $16.12/0.03 = 537$  subscribers; this translates to being able to

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accommodate about  $537 \times 22 = 11,814$  subscribers in the same geographical region due to spectrum efficiency.

It is important to point out that with the re-use factor based layout, each cell (hexagon) will have a base-station – they will be connected through base station controllers to the Mobile Switching Centre (MSC) – this backhaul part (from the base station onward) can be accomplished through the access design approach discussed earlier in this section.

Finally, as the customer base grows, the size of each cell can be made smaller by tuning the power range to create more smaller cell sites, and thereby increase the capacity of the overall system (by again taking advantage of re-use factor).

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### 7.3. Basic optimisation methods

In this section we shall discuss selected optimization methods applicable to the design problems discussed in Sections 7.1 and 7.2 of this chapter. The presented methods are discussed in many operation research books and papers on optimization. In particular, an extended survey of these methods can be found in Chapter 5 of [7.1].

#### 7.3.1. Linear Programming

Many problems defined in Section 7.1 are linear programming problems (linear programmes, LP, in short). This is denoted in the acronyms by "LP". Such problems are commonly known and by far the most frequently used. A general form of a LP problem is as follows:

$$\text{minimize} \quad z = \sum_i c_i x_i \quad (7.3.1a)$$

$$\text{subject to} \quad \sum_i a_{ji} x_i \leq b_j \quad j=1,2,\dots,J \quad (7.3.1b)$$

$$\sum_i x_i = e_k \quad k=1,2,\dots,K. \quad (7.3.1c)$$

In the above formulation  $z$  and  $x_i$  ( $i=1,2,\dots,N$ ) are continuous variables (unknowns). There are  $J$  non-equality constraints (with the left-hand side coefficients  $a_{ji}$ ,  $j=1,2,\dots,J$ ,  $i=1,2,\dots,N$  and right-hand sides  $b_j$ ,  $j=1,2,\dots,J$ ) and  $K$  equality constraints (with the left-hand side coefficients  $d_{ki}$ ,  $k=1,2,\dots,K$ ,  $i=1,2,\dots,N$  and right-hand sides  $e_k$ ,  $k=1,2,\dots,K$ ).

For LP problems a very efficient (in practice) method, simplex algorithm, is well known. This algorithm is implemented in all commercially available LP solvers (there are also freeware LP solvers available on the Web) and can be easily used for solving the LP design problems formulated in Section 7.3. It should be noted that most of these implementations (as CPLEX or XPRESS) are able to deal with large linear programmes with several thousands of variables and constraints, yielding exact optimal solutions in acceptable time.

Still, for large telecommunication core networks with several tens of nodes, the resulting LP problems (especially for the restoration/protection problems) can have too many variables and constraints even for the most advanced LP solvers. In such a case, appropriate LP decomposition methods of column generation and Benders' decomposition (see [7.6] and any modern handbook on LP) can be used.

To summarize: if the problem at hand can be formulated (or its reasonably approximated) as a linear programme then there is very good chance to solve in an exact way using commercial (or freeware) solvers. Otherwise, in general we may face serious problems.

#### 7.3.2. Branch-and-Bound method for Mixed-Integer problems

Recall that mixed-integer programming problems (MIP), already considered in Section 7.1, are obtained from LP formulation when variables in a certain subset of all variables  $\mathbf{x} = (x_1, x_2, \dots, x_N)$  are allowed to assume only integral (binary) values. When we cannot formulate a problem in an LP form and we are forced to use an integral MIP formulation then in most cases of network design this means that we are dealing with a difficult (likely NP-complete) problem. Still, if we have a MIP formulation then we can again use commercial MIP solvers

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(as CPLEX or XPRESS), although this time their efficiency can be very limited only to small networks. Roughly speaking, MIP solvers are based on the branch-and-bound approach, in many cases extended to the so called branch-and-cut approach (we will not discuss the later extension since it is a rather advanced one, see [7.1] and [7.10]).

The branch-and-bound (B&B) method (see [7.1] and [7.11]) is based on scanning the nodes of the so called B&B tree. These nodes correspond to all possible (partial) combinations of the values assumed by integral variables (note that the number of such nodes can be enormous as it grows exponentially with the number of integral constraint). In each such node, certain integral variables are fixed (if all these variables are fixed then the corresponding node is a leaf of the B&B tree) and the rest are assumed continuous and they define a relaxed LP sub-problem, which is solved by an LP solver. The basic feature of a good B&B algorithm is that it does not visit all the nodes but rather does not enter many branches of the B&B tree, substantially reducing the total number of visited nodes (and the number of relaxed LPs that have to be solved). This feature of B&B is based on the observation that if the optimal solution of a relaxed LP problem corresponding to a B&B tree node has a value larger than or equal to the best solution of the MIP problem achieved so far, then we can skip the branch emanating from the considered node. This in turn is implied by the fact that the optimal solution of each relaxed problem is a lower bound of the original MIP problem.

In fact, the branch-and-cut enhancements of B&B are based on certain ways of improving the lower bounds in question by generating additional constraints for the relaxed problems imposed by the nature of the MIP problem.

We end this subsection with listing a Pascal-like pseudo-code of version of the recursive B&B algorithm presented in Chapter 5 of [7.1]. We assume that all decision variables  $x$  are binary:  $x_i \in \{0,1\}$ ,  $i=1,2,\dots,N$ . In the following description we use the following notation:

- $N_U \subseteq \{1,2,\dots,N\}$  set of indices corresponding to unspecified values of binary variables, the binary requirement for these variables is relaxed so that for  $i \in N_U$ ,  $x_i$  is a continuous variable from interval  $[0,1]$
- $N_0 \subseteq \{1,2,\dots,N\}$  set of indices corresponding to binary variables equal to 0
- $N_1 \subseteq \{1,2,\dots,N\}$  set of indices corresponding to binary variables equal to 1.

Function  $objective(N_0, N_1)$  used in the algorithm returns the optimal solution  $z^0 = C^0$  of the LP sub-problem being a relaxed, LP version of the original MIP problem defined by (7.3.1) and the following variable constraints:

- $0 \leq x_i \leq 1$ ,  $x_i$  continuous for  $i \in N_U$
  - $x_i = 0$  for  $i \in N_0$
  - $x_i = 1$  for  $i \in N_1$ .
- (7.3.2)

If for given  $N_0$  and  $N_1$  such a sub-problem is infeasible (which can frequently happen) then, by definition,  $objective(N_0, N_1) = +\infty$ . To initialize the procedure we put  $N_0 = N_1 = \emptyset$ ,  $N_U = \{1,2,\dots,N\}$ , and assign a large number (greater than the expected optimal solution of the problem (7.3.1) and (7.3.2)) to  $C^0$ . Note that during execution of B&B, it always holds that  $N_0 \cap N_1 = \emptyset$  ( $N_0$  and  $N_1$  are disjoint) and that  $N_U = \{1,2,\dots,N\} \setminus (N_0 \cup N_1)$ . Any such triple

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$(N_0, N_1, N_U)$  is a node of the BB tree; each such node is associated with the LP problem defined by (7.3.1) and (7.3.2).

---

```

procedure Branch_and_Bound( $N_U, N_0, N_1$ )
begin
  if  $N_U = \_$  and objective( $N_0, N_1$ ) <  $C^0$  then
    begin
       $C^0 := \text{objective}(N_0, N_1)$ ;  $N_0^0 := N_0$ ;  $N_1^0 := N_1$ 
    end
  else {  $N_U$  is not empty }
    if objective( $N_0, N_1$ )  $\geq C^0$  then
      return
    else
      begin
        choose  $i \in N_U$ ;
        BBB( $N_U \setminus \{i\}, N_0 \cup \{i\}, N_1$ );
        BBB( $N_U \setminus \{i\}, N_0, N_1 \cup \{i\}$ )
      end
    end { procedure }

```

---

In the introduced procedure the lower bounds used for “pruning” the BB tree are computed by solving the node LP sub-problems (function *objective*( $N_0, N_1$ )). Still, for particular problems the lower bounds can be found with other, specific (and more effective) means. Generally, the quality of the lower bounds (the greater the better) and the time required for their computation is decisive for the efficiency of the approach.

### 7.3.3. Stochastic Meta-heuristics

Stochastic meta-heuristic methods can be used for approximate solution of the network design problems such as MIPs and concave problems. Such meta-heuristics include such methods as simulated annealing (SA), evolutionary (genetic) algorithms (EA), tabu search (TS) and others. For a survey of these methods refer to [7.2] and [7.3]. Stochastic heuristics can be pretty effective in such cases as modular dimensioning problems DP2-MIP (7.1.2) and DP3-MIP (7.1.3), concave dimensioning DP4-CV (7.1.4) or single-path dimensioning DP6-SPR-MIP (7.1.7).

Below, as an example, we will present a Pascal-like pseudo-code of a version of SA specified in Chapter 5 of [1]. The procedure assumes the following discrete combinatorial optimization problem:

$$\text{minimize } C(x) \quad \text{subject to } x \in X, \quad (7.3.3)$$

where  $X$  is a finite set of feasible solutions  $x$ . The procedure uses the notion of “neighbourhood” of point  $x$ ,  $N(x)$  with the properties  $N(x) \subseteq X$  and  $x \notin N(x)$ . The choice of the neighbourhood is problem-dependent and is a very important element in problem solving with SA.

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```

procedure Simulated_Annealing
begin
  choose_initial_point( $\mathbf{x}$ );
   $C^0 := C(\mathbf{x}); \mathbf{x}^0 := \mathbf{x}$ ;
  set_initial_temperature( $t$ );
  while stopping_criterion not true
    begin
       $l := 0$ ;
      while  $l < L$  do
        begin
           $\mathbf{y} := \text{random\_neighbor}(N(\mathbf{x}))$ ;
           $\Delta C := C(\mathbf{y}) - C(\mathbf{x})$ ;
          if  $\Delta C \leq 0$  then
            begin
               $\mathbf{x} := \mathbf{y}$ ;
              if  $C(\mathbf{x}) < C^0$  then begin  $C^0 := C(\mathbf{x}); \mathbf{x}^0 := \mathbf{x}$  end;
            end
          else if  $\text{random}(0,1) < e^{-\Delta C/t}$  then  $\mathbf{x} := \mathbf{y}$ ;
           $l := l + 1$ 
        end
       $t := \tau \times t$ 
    end
  end { procedure }

```

---

The procedure starts with selecting an initial point  $\mathbf{x} \in X$  and setting the initial temperature  $t$  (initial temperature is a parameter, usually a large number). Then the algorithm proceeds to the main outer **while-end** loop for which the temperature is fixed. Then the inner **while-end** loop is executed  $L$  times ( $L$  is another parameter of the algorithm, also a large number). Each execution of the inner loop consists in selecting a neighbour  $\mathbf{y}$  of the current point  $\mathbf{x}$  ( $\mathbf{y} \in N(\mathbf{x})$ ) at random and performing a test in order to accept a move from  $\mathbf{x}$  to  $\mathbf{y}$  or not. The move is always accepted if it does not increase the objective function  $C(\mathbf{x})$ . Moreover, the (uphill) move is accepted with probability  $e^{-\Delta C/t}$  even though it results in an increase of  $C(\mathbf{x})$ . For a fixed  $t$ , the acceptance probability is an exponentially decreasing function of  $\Delta C$  so the acceptance probability quickly becomes very small with the increase of  $\Delta C$ . The use of the test makes it possible to leave local minima encounter during the process of wondering around the solution space within the inner loop. Once  $L$  steps of the inner loop are performed the temperature is decreased ( $t := \tau \times t$ , for some fixed parameter  $\tau$  from interval  $(0,1)$ , e.g.,  $\tau = 0.95$ ) and the inner loop started again. An example of the temperature reduction function is, for some parameter  $\tau$  from). For fixed  $\Delta C$  the acceptance probability decreases, so in the consecutive executions of the inner loop the uphill moves are more and more rare. The stopping criterion can be the lack of significant improvement of the objective function in two consecutive executions of the outer loop.

Now we will show how to apply SA to the concave problem DP4-CV (7.1.5). Since it can be shown that in the optimal solution set of DP4-CV there are always single-path (non-bifurcated) solutions, the solution space  $X$  is finite and its points can be coded as vectors  $\mathbf{x} = (x_1, x_2, \dots, x_D)$  where for  $d=1,2,\dots,D$ ,  $1 \leq x_d \leq m(d)$ , and  $x_d$  denotes the number of the path on the

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candidate path list actually used to allocate demand volume  $h_d$ . A neighbourhood of  $\mathbf{x} \in X$  is defined as:

$$N(\mathbf{x}) = \{ \mathbf{y} \in X: \mathbf{x} \text{ and } \mathbf{y} \text{ differ exactly at one position } \}. \quad (7.3.3)$$

Having defined the neighbourhood structure, the SA procedure can be run from some starting point  $\mathbf{x}^0 \in X$  with some fixed parameters  $t$ ,  $L$  and  $\tau$ .

### 7.3.4. Other Optimization Methods

Besides general approaches of LP, B&B, and stochastic meta-heuristics, there exist optimization methods specialized for convex problems (such as reduced gradient method and gradient projection method, see [7.6]) and for concave problems (such as iterative algorithms of [7.12] and [7.9]). The methods for convex optimization problems are discussed in any general book on optimization as the convex problems play a central role in the optimization theory. Algorithms for concave problems are less known (and much less efficient). For a survey of both types of methods see Chapter 5 of [7.1].

### 7.3.5. Shortest Path Algorithms

For the link-path problem formulations used throughout Section 7.1 we need to generate the lists of candidate paths. This can pose some problems but in general a reasonable way is to generate, for each demand  $d$ ,  $m(d)$  shortest paths in terms of weights being the link marginal costs ( $c_e$ ,  $e=1,2,\dots,E$ ) for dimensioning problems of the DP type, or in terms of unit weights ( $c_e = 1$ ,  $e=1,2,\dots,E$ ) for allocation problems of the AP type. This can be achieved by using a  $K$ -shortest path algorithm which generates a list of consecutive  $K$  shortest paths  $P_{d1}, P_{d2}, \dots, P_{dK}$  with the property that  $P_{d1}$  is the shortest path demand  $d$ ,  $P_{d2}$  is the second shortest path, and so on. We point out that such an algorithm is not simple at all (refer to [7.13] and Appendix C in [7.1]).

In the  $K$ -shortest path algorithm we do not assume that the generated paths are disjoint. Disjoint paths are of interest for the problems involving path-diversity (see DP5-PD-LP (7.1.6) and RDP-GPD-LP (7.1.13)). An algorithm for finding the so called shortest sets of  $K$  link- or node-disjoint paths can be found in [7.14]. They are based on iterative use of any of classical shortest-path algorithms, as the famous Dijkstra algorithm (with which the reader should be familiar).

Still another type of problem is to generate a shortest path (or a set of  $K$ -shortest paths) with a limited number of hops (i.e., intermediate nodes). This can be done by a relatively simple modifications of the appropriate algorithms described above.

For a survey of the shortest paths algorithms relevant for network design refer to Appendix C in [7.1].

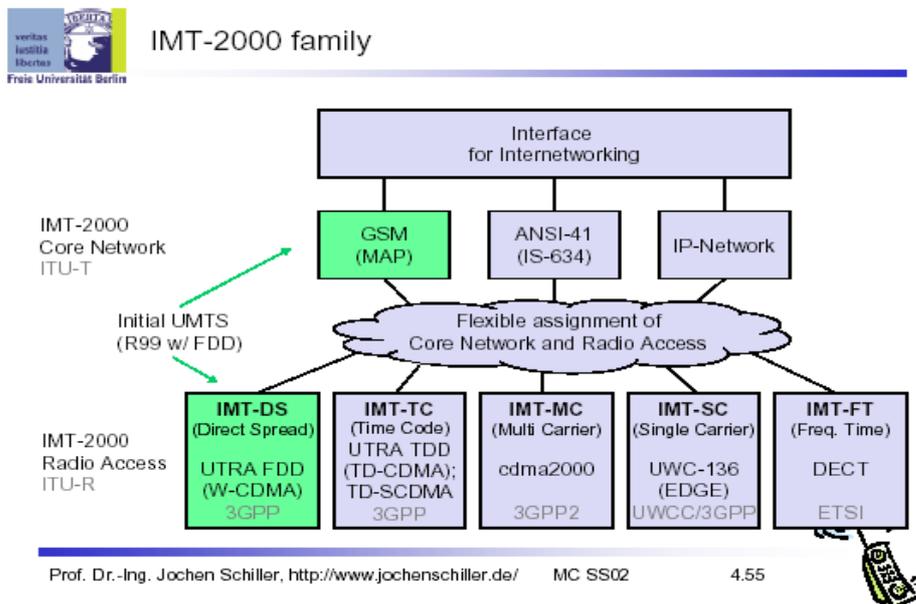
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## 7.4 Specific Issues of Radio Network Planning

### 7.4.1. Introduction to radio network planning

#### 7.4.1.1 Introduction to IMT2000

IMT-2000 [1], formerly called future public land mobile telecommunication system (FPLMTS), aimed to establish a common worldwide standard communication system allowing for terminal and user mobility, supporting the idea of universal personal telecommunication (UPT). Within this context, ITU has created several recommendations for FPLMTS systems, e.g., network architectures for FPLMTS (M.817), Requirements for the Radio Interfaces for FPLMTS (M.1034). The number 2000 in IMT2000 should indicate the start of the system (year 2000+x) and the spectrum used (around 2000 MHz). IMT-2000 includes different environments such as indoor use, vehicles, satellites and pedestrians. The World Radio Conference (WRC) 1992 identified 1885-2025 and 2110-2200 MHz as the frequency bands available worldwide for the new IMT-2000 systems. Within these bands, two times 30MHz have been reserved for the mobile satellites services (MSS). ITU originally planned to have a common global system, but after many political discussion and fights about the patents the idea of so-called family of 3G standards was adopted. What are the IMT-2000 family members? The ITU standardized five groups of 3G radio access technologies. The figure below gives an overview.



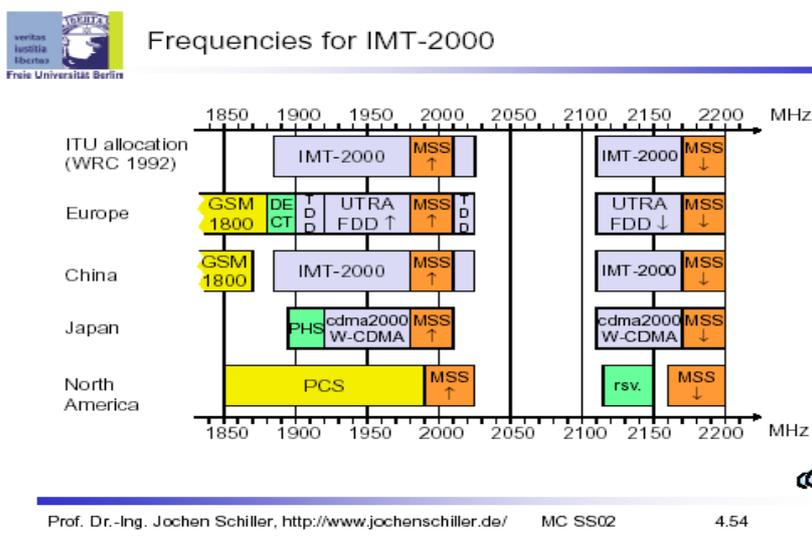
- IMT-DS: The direct spread technology comprises wideband CDMA (W-CDMA) systems. This is the technology specified for UTRA-FDD and used by all European providers and Japanese NTT DoCoMo for the 3G wide area services. To avoid complete confusion, ITU's name for this technology is IMT-DS, ETSI calls it UTRA-FDD in the UMTS context, and the technology used is W-CDMA (in Japan this is promoted as FOMA, freedom of mobile multimedia access). Today, standardization of this technology takes place in 3GPP (Third generation partnership project, 3GPP,

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- 3GPP2).
- **IMT-TC:** Initially, this family member, called time code, is contained only in the UTRA-TDD system which use the time-division CDMA (TD-CDMA). Later the Chinese proposal TD-synchronous CDMA was added. Now both standards have been combined and 3GPP fosters the development of these technologies. Up to now, it is still unknown what future perspectives this technology will introduce. The initial UMTS installations are based on W-CDMA.
  - **IMT-MC:** The American 3G standard cdma2000 is a multi-carrier technology standardized by 3GPP2 (Third generation partnership project 2, 3GPP2, 2002), which was formed shortly after 3GPP to represent the second main stream in 3G technology. Version cdma2000 EV-DO has been accepted as the 3G standard.
  - **IMT-SC:** The enhancement of US TDMA systems, UWC-136 is a single carrier technology originally promoted by the Universal Wireless Communications Consortium (UWCC). It is now integrated into the 3GPP efforts. This technology enhance the 2G IS 136 standard.
  - **IMT-FT:** As the frequency/time technology, an enhanced version of the cordless telephone standard DECT has also been selected for the applications that do not require high mobility. ETSI is responsible for the standardization Of DECT.

The main driving forces in the standardization process are 3GPP and 3GPP2. ETSI has moved its standardization process to 3GPP and plays a major there. 3GPP tends to be dominated by European and Japanese manufacturers and standardization bodies, while 3GPP2 is dominated by the company Qualcomm and CDMA network operators. The figure above shows more than just the radio access technologies. One idea of the IMT-2000 is the flexible assignment of a core network to a radio access system. The classical core network uses SS7 for signaling which is enhanced by ANSI-41 (cdmaOne, cdma2000, TDMA) or MAP (GSM) to enable roaming between different operators.

The figure below shows the ITU frequency allocation (from the world administrative radio conference. 1992) together with examples from several regions that already indicate the problems of worldwide common frequency bands.



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### 7.4.1.2 A brief look at cellular history

The history of mobile communications started with the experiments of the first pioneers in the area. In late 1800 century, the studies of Hertz inspired Marconi to search market for the new commodity. The needs for communication in the first and second world wars were also aiding the start of cellular radio, especially in terms of utilisation of ever higher frequency. Bell Laboratory first introduced the cellular concept as known today and demonstrated how the cellular system could be designed in 1971 [7.4.2].

The first operational cellular system in the world was in Tokyo, Japan, in 1979 and the network was operated by NTT. The system utilised 600 duplex channels in the 800 MHz band, with channel separation of 25 kHz.

Two years later, the cellular era reached Europe. The Nordic Mobile Telephone at 450 MHz band (NMT-450 system) started operation in Scandinavia. Total Access Communication System (TACS) was launched in United Kingdom in 1982 with an extended version deployed in 1982. Subsequently the C-450 cellular system was introduced in Germany in 1985.

Therefore, at the end of 1980s there were several different cellular systems in Europe, which are known as first generation (**1G**) cellular systems. One of the disadvantages of 1G is lack of interoperation in terms of different countries having different cellular standard. Thus, in the early 1990s, with the development of integrated circuit technology, the second generation cellular systems (**2G**) began to be deployed throughout the world. GSM intended to provide a single unified standard in Europe which enables seamless speech service throughout Europe in terms of international roaming. In United States the analogue first-generation system called Advanced Mobile Phone System (AMPS) was launched in 1983. In 1991 and 1996 respectively, the IS-54 and IS-136 was introduced as the first digital cellular system in US. The other standard IS-95, also known as CDMA-One was introduced in 1993. Both of these standards operate at the same band as AMPS.

Over the decade the world of telecommunications has been changed drastically for various technical and political reasons. The wide spread use of digital technology in telecommunications has brought about radical changes in services and networks. Furthermore, as time has been passing by, the world has become smaller: roaming in Japan, roaming in Europe or Roaming in the United States is not anymore enough. Globalisation is having its impact also in the cellular world. In addition to this, current strong drive towards wireless internet access through mobile terminals generates needs for universal standard, Universal Mobile Telecommunication Standard, **3G**. The third generation networks being developed by integrating the features of telecommunications and internet protocol (IP) based networks. Networks based on IP, initially designed to support data communications, have begun to carry streaming signals such as voice/sound traffic, although with limited voice quality and delay tolerance. Commentaries and predictions regarding wireless broadband communications and wireless internet services are cultivating visions of unlimited services and applications that will be available to customers ‘anywhere and anytime’. Consumers expect to surf the web, check the email, download files, have real time videoconferencing calls and perform various

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other tasks through wireless communication link. The consumers expects a uniform user interface that will provide access to wireless link whether shopping at the mall, waiting at the airport, walking around the town, working in the office or driving on the highway!

#### *7.4.1.3 Evolution of radio network planning—From 1G to 3G*

The radio network planning and its development have always been mapped to the development of the access technologies and requirements set by those [7.4.3]. Main characteristics such as: analogue transmission, high power transmitter, voice only, national wide usage, enables the first generation analogue mobile networks to be planned based on low capacity requirement. The radio network planning was based purely on coverage. Sites were high enough to keep the site density low and omni-directional antennas were used. The Okumura-Hata propagation model was and still is widely used for coverage calculation in the macro-cellular network planning. The model was developed by Y.Okumura in Tokyo based on the measurement at frequencies up to 1920 MHz combing with measurement result fit into the mathematical model by M.Hata. In the original model the path loss was computed by calculating the empirical attenuation correction factor for urban areas as a function of the distance between the base station and mobile station and frequency. Later on the factors were added to the free space loss. Further correction factors were provided for street orientation, suburban, open areas, and irregular terrain. The range of usability with different land use and terrain types and for different network parameters has made the Okumura-Hata propagation very useful in many different propagation studies.

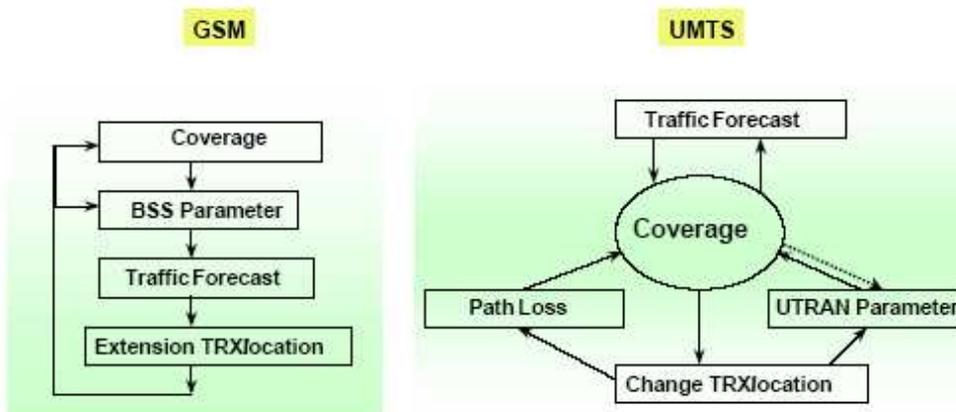
With the evolution of the second generation mobile system, site density was getting higher due to the increasing capacity requirements. The key characteristics of 2G mobile systems are digital transmission, dense site placement, low power transmitter, semi-compatible, and voice focus with data service support. All this forced the cellular network to replace the omni directional site structure and lead to the introduction of cell splitting, for example one site consisting of three sectors instead of just one. Owing to the increased spectral efficiency requirements, the interference control mechanism became more important. Such a mechanism like antenna tilting was introduced to reduce co-channel interference. Furthermore, the macro-cellular propagation model was no more accurate enough. New models were needed to support microcellular planning. The Walfisch-Ikegami is such a new model based on assumption that the transmitted wave propagates over the rooftop by a process of multiple diffraction. The buildings in the line between the transmitter and receiver are characterised as diffracting half screens with equal height and range separation.

The general planning process for GSM network can be divided into three main subsequent steps: (1) coverage, (2) parameter, and (3) capacity planning. Coverage planning consists of the selection of the location and configuration of the antennas. The coverage area achieved by a single antenna depends mainly on the propagation conditions as it is independent from other antennas in the network. During the following parameter planning process all radio parameters (frequency, hand-over configuration and power control parameters) are defined. Once a cell is in operation traffic measurements are made to yield to the prediction of required number of channels. The increased traffic does not affect the coverage area or the parameter settings – at least to a reasonable good approximation. In this case, an additional TRX has to be installed and new parameter settings for this TRX have to be provided. Only when an additional site may be required for capacity reasons the increase of traffic has an influence on

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the coverage area. For GSM well-developed algorithms both for the synthesis and analysis of the networks exist and a lot of appropriate planning tools are commercially available now.

In contrast, the situation for planning 3G mobile network such as UMTS is much more complicated. The cell range in a WCDMA system does not only depend on propagation conditions but also on the traffic load of the cell. Furthermore, the amount of interference received from other cells depends on their traffic load as well. Additionally, the traffic load of a cell is influenced by the soft hand-over areas, which are mainly defined during the parameter planning step. Coverage, parameter, and capacity are thus a highly coupled process requiring integrated planning of these three steps. The fundamental difference between the planning process in GSM and UMTS is displayed below.



#### 1.4 New Challenges in 3G/4G network planning

3G mobile network will be used to provide broadband communications and pervasive computing infrastructure and to form wireless mobile internet (WMI). 3G UMTS technology supports a large range of services with different bit rates and quality requirements, asymmetric links, mixed traffic scenarios, coverage and capacity dependency, making the design of the network a difficult and challenging task [7.4.2].

Before looking into more detail what actually will be new (and different) in WCDMA radio network planning and optimization, it is useful to summarise some of the defining characteristics of 3G multi-service radio network. One can characterise 3G radio access with the following attributes [7.4.2]:

- Highly advanced radio interface, aiming at great flexibility in carrying and multiplexing a large set of voice and in particular data services. Furthermore the throughput ranging from low to very high data rates, ultimately up to 2Mbit/s.
- Cell coverage and service design for multiple services with largely different QoS requirements. Due to the large difference in the resulting radio link budgets, uniform coverage and capacity designs as practised in today's voice-only radio network, can no longer be obtained. Traffic requirement and QoS targets will have to be distinguished among the different services.

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- A large set of sophisticated features and well-designed radio link layer. Example of this are: various radio link coding/ throughput adaptation schemes; support for advanced performance enhancing antenna concepts, such as BS transmission diversity, or the enabling of interference cancellation schemes.
- Efficient mechanism for interference averaging and robustness to operate in a strongly interference limited environment. High spectral efficiency operation will require good dominance of cells by proper choices for site locations, antenna beamwidths, tilts, orientation, ect.
- Extensive use of ‘best effort’ provision of packet data capacity, i.e. temporarily unused radio resource capacity shall be made available to the packet data connections in a flexible and fair manner.
- In order to be able to provide ultimately high radio capacity, 3G networks must offer efficient means for multi-layered network operation. Furthermore, seamless interoperation of 2G and 3G is required.
- Another very important aspect is the possibility of co-existence of 3G cells and 2G cells, reducing cost and overhead during site acquisition and maintenance. Consequently, 2G-3G co-site gives new challenges for radio network planners.

With those new characteristics in 3G mobile network, general challenges to face in 3G network planning are based on the fact that a lot of issues are interconnected and should be considered simultaneously.

- Planning methods should not only meet the current network demands, but also be adaptive to new and future requirement for the next generation mobile network. Furthermore, the network management mechanism must support the operators with the real time network performance and indicates not only the coverage or capacity limited area, but also identify the areas where new services could be introduced within the existing infrastructure GSM, EGPRS, IMT2000.
- Analysing the new traffic demands and distribution will be more and more important because of the uncertain of the traffic growth. This is not only a questions about the total amount of traffic growth, but also how to determine the distribution and characteristic of the new traffic mixed with previous traffic
- All CDMA systems (CDMA2000, WCDMA, TD-SCDMA) have an interconnection between capacity and coverage, and thus quality. Therefore the network planning will be based on both propagation estimations and interference situation in the network.
- There are also some practical constraints in 3G network planning. Due to economic issues or technical reasons, operators who already have a network tend to use the site-co-location. For the greenfield operator, there are more practical limitations set by site acquisition process.

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## 7.4.2 General Process of 3G radio network planning

### 7.4.2.1. Introduction

A cellular mobile communications network consists of radio access network (RAN) and core network (CN). Network planning is the most important issue when building a new network or expanding an existing network. The assistance of good and capable planning tools plays a very important role in cellular network planning. The planning of a cellular network can be divided into three stages [7.4.6]:

- **Cell planning:** The number, locations and parameters of the base stations are determined. It is the most important, the most challenging and the most tedious part of cellular network planning. The cell planning process can be divided in the order: cell dimensioning, detailed capacity and coverage planning and cell optimization. Nowadays, cell planning issue are most popular theme to which most research on radio network planning has been devoted [7.4.6].
- **Radio network controller (RNC) planning:** We need to decide the number and location of RNCs. We need to decide the link topology and capacity in each RNC area. One example is how to design primary and secondary routes that connect each BS to its RNC. RNC planning is a promising and potential research area in radio network planning [7.4.6].
- **Core network (CN) planning:** We need to decide CN transmission topology and capacity; we also need to dimension a number of CN interfaces. Most problems in CN planning can be found in previous chapter on traditional core network planning and thus we will not look into this [7.4.6].

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## Planning process

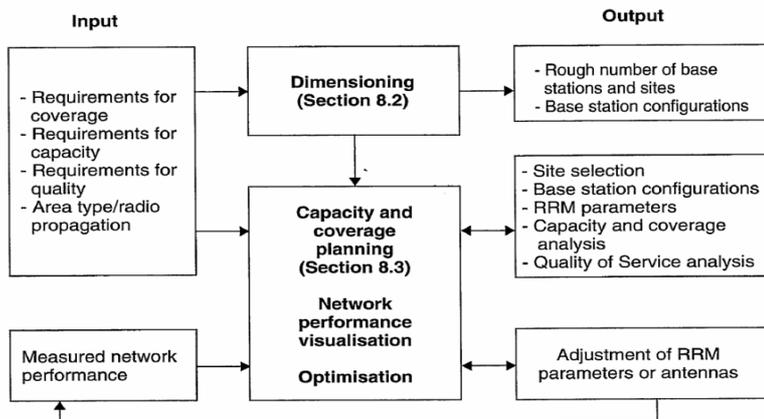


Figure 8.1. WCDMA radio network planning process

### 7.4.2.2 Cell dimensioning

3G radio network dimensioning is a process through which possible configurations and amount of network equipment are estimated, based on the operators' requirements related to the following [7.4.7]:

#### Coverage:

- coverage regions
- area type information
- propagation conditions

#### Capacity:

- spectrum available
- subscriber growth forecast
- traffic density information

#### Quality of Service:

- area location probability (coverage probability)
- blocking probability
- end user throughput

Dimensioning process includes the following steps:

1. Radio link budget (RLB) and coverage analysis
2. Capacity estimation
3. Estimations on the amount of sites and base station hardware, radio network controllers and core network elements.

Systematic dimensioning provides the first and rapid evaluation of the possible network configuration. This includes both the radio access network and the core network. Here we focus on the access network part dimensioning since core network part has been discussed in previous chapters. The radio link budget calculation is done for each service, and is the

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tightest requirement that determines the maximum allowed path loss. There are a big difference between uplink radio link budget and down link radio link budget in 3G UMTS mobile network because of the asymmetric traffic demands and WCDMA air interface property [7.4.7].

- Uplink Radio Link Budget
- Downlink Radio Link Budget
- Load factors
- Soft capacity

## 7.4.2. WCDMA capacity

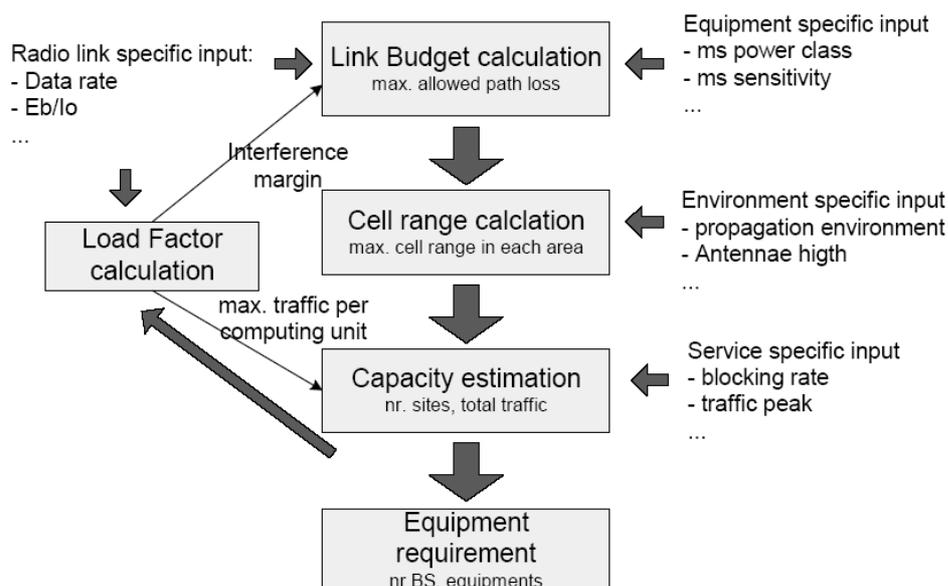
In this section, we mainly focus on studying the parameters used in the calculation of WCDMA capacity. Most of work is within the dimensioning process of WCDMA radio network planning [7.4.7].

### 7.4.2.1 Radio Link Budget

The purpose of calculating radio link budget is to find the allowed propagation loss coverage area. In WCDMA radio link budget, some new parameters have been defined. Interference margin is the counter for the maximum allowed load of the system. The higher the load is in the system, the more the interference margin will be, and the smaller the coverage will be in uplink. For coverage limited case, we should have a small interference margin, but for capacity limited case, a big interference margin is recommended. Fast fading margin is needed for low speed terminals to overcome fast fading by adding extra power, maintaining adequate closed loop fast power control. Below we show a particular table of link budget reference table. There are several steps for calculating it. First, we get the Max path loss between mobile and NodeBs according to the system parameters like interference margin, antenna gain, receiver sensitivity, transmission power, required E/N. We should notice that the max path loss includes indoor loss, allowed propagation loss, and normal fading loss. Or we can see the max path loss is predetermined at the beginning by the physical properties of the communication system, and (the indoor loss) + (allowed propagation loss)+(normal fading loss), which is caused by environment, cannot be more than the max path loss. Thus we get the allowed propagation loss, which is path loss due purely to propagation, by a simple calculation: allowed propagation loss = (max path loss) – (the indoor loss) – (normal fading loss). After that, based on a particular propagation model, we can get the distance which is used for calculating the cell range.

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## Dimensioning process



### Reference link budget for 12.2 kbps in WCDMA system

12.2 kbps voice service (120 km/h, in car)		
<b>Transmitter (mobile)</b>		
Max. mobile transmission power [W]	0.125	
As above in [dBm]	21	a
Mobile antenna gain [dBi]	0	b
Cable/Body loss [dB]	3	c
Equivalent Isotropic Radiated Power	18	d=a+b-c
<b>Receiver BS</b>		
Thermal noise density [dBm/Hz]	-174	e
Base station receiver noise figure [dB]	5	f
Receiver noise density [dBm/Hz]	-169	g=e+f
Receiver noise power [dBm]	-103.2	h=g+10*log10(3840000)
Interference margin [dB]	3	i
Receiver interference power [dBm]	-103.2	j=10*log10(10 <sup>h</sup> (h+1)/10)-10 <sup>h</sup> (h/10)
Total effective noise + interference [dBm]	-100.2	k=10*log10(10 <sup>h</sup> (h/10)+10 <sup>j</sup> (j/10))
Processing gain [dB]	25	l=10*log10(3840/12.2)
Required Eb/No [dB]	5	m
Receiver sensitivity [dBm]	-120.2	n=m-l+k
Base station antenna gain [dBi]	18	o
Cable loss in the base station [dB]	2	p
Fast fading margin [dB]	0	q
Max. path loss [dB]	154.2	r=d-n+o-p-q
Coverage probability [%]	95	
Log normal fading constant [dB]	7	
Propagation model exponent	3.52	
Log normal fading margin [dB]	7.3	s
Soft handover gain [dB], multi-cell	3	t
In-car loss [dB]	8	u
Allowed propagation loss for cell range	141.9	v=r-s+t-u

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### 7.4.2.2 Uplink Load factor and Uplink Capacity

CDMA defines two kinds of channels—“forward” and “reverse” channels. When signal transmits from Mobile Station to Base Station, this channel is called Reverse channel, which is uplink. When the Base station transmit signal to Mobile Station, it is called forward channel, which is downlink. The coverage is often limited by the uplink, while the capacity is downlink limited (Radio network planning). Furthermore, the load factor or load equation (both uplink and downlink) is commonly used to make a semi-analytical prediction of the average capacity of a WCDMA cell, without going into system level capacity simulation.

In the following, the capacity of a WCDMA cell with multiple services classes is calculated. Since the downlink capacity can be counted in the same way with different parameters, we can omit it. In the following considering a single UMTS cell for capacity analysis, the influence from neighbour cells is modelled as by the noise, which is expressed by neighbour cell interference ratio introduced below. The admission control is performed on the basis of measured noise rise. Noise rise is the ratio of the interference to the interference of an unloaded system, which corresponds to the thermal noise. The total interference density consists of own-cell interference, the other-cell interference, and also the thermal noise. The admission control estimates the increase of the noise rise that would be caused by accepting a new connection and blocks it if the result exceeds the pre-defined threshold value. The noise rise is a value that is actually measured by a Base Station.

The relevant WCDMA cell capacity defining parameters are the following:

– WCDMA chip rate,  $W=3.84\text{Mcps}$ . The chip sequence has a much faster data than the information signal and thus spread the signal bandwidth beyond its original bandwidth. The term chip is used so as to differentiate between coded bits and the longer encoded bits of the information signal. The digital information signal is directly multiplied by a code sequence with a very high chip rate, which is called the spreading process.

– Noise-rise is defined as the ratios of the total received wide-band power to the noise power; It is functionally related to the cell uplink utilization factor  $\eta_{\text{UL}}$ . The Value of 3dB noise-rise corresponds to  $\eta_{\text{UL}}=50\%$  utilization.

---Neighbor cell interference ratio  $i$  (explained below) :

$$i = \frac{\text{other\_cell\_interference}}{\text{own\_cell\_interference}} \quad (2.0)$$

Interference ratio depends on cell environment, types of antenna used, and other factors. Common assumed values are 0.55 or 0.65.

We first define the  $E_b/N_0$ , the energy per user bit divided by the noise spectral density, and the processing gain of user  $j$  is  $W/v_jR_j$ .

$$(E_b/N_0)_j = \text{Processing gain of user } j \bullet \frac{\text{Signal\_of\_user\_}j}{\text{Total\_received\_power(excl..own\_signal)}}$$

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This can be written as:  $(E_b/N_0)_j = \frac{W}{v_j R_j} \cdot \frac{P_j}{I_{total} - P_j}$

Where  $W$  is the chip rate (explained below),  $P_j$  is the received signal power from user  $j$ .  $v_j$  is the activity factor of user  $j$ .  $I_{total}$  is the total received wideband power including thermal noise power in the base station. By solving  $P_j$ , we can derive

$$P_j = \frac{1}{1 + \frac{(E_b/N_0)_j \cdot R_j \cdot v_j}{W}} \cdot I_{total}$$

We define  $P_j = L_j \cdot I_{total}$  and the load factor  $L_j$  of one connection

$$L_j = \frac{1}{1 + \frac{(E_b/N_0)_j \cdot R_j \cdot v_j}{W}}$$

The total received interference consisting of own-cell interference, other cell interference and the thermal noise can be written as the sum of the received powers from all  $N$  users in the same call.

$$I_{total} - P_N = \sum_{j=1}^N P_j = \sum_{j=1}^N L_j \cdot I_{total}$$

The noise rise is defined as the ratio of the total received wideband power to the noise power

$$\text{Noise rise} = I_{total} / P_N \quad (2.6)$$

Then by using the Equation (2.5), we can obtain:

$$\text{Noise rise} = I_{total} / P_N = \frac{1}{1 - \sum_{j=1}^N L_j} = \frac{1}{1 - \eta_{UL}}$$

The Noise rise approaches to infinity and the system reached its pole when  $\eta_{UL}$  becomes close to 1.

In addition, if we consider the interference from other cells, it can be calculated as the Ratio of other cell to own cell interference  $i$  defined in equation (2.0). What this equation actually does is comparing the interference intensity of other cells to own cell by giving a factor  $i$  which indicates other cells interference is only  $1/i$  times as strong as the original cell interference. And then it converts the other cells interference into the following equation:

$$\eta_{UL} = (1 + i) \cdot \sum_{j=1}^N L_j = (i + 1) \cdot \sum_{j=1}^N \frac{1}{1 + \frac{(E_b/N_0)_j \cdot R_j \cdot v_j}{W}} \quad (2.8)$$

$N$  is the total number of active users in the cell for all service. We can also define the service-related entities product by  $k_j$ :

$$k_j = (E_b/N_0)_j R_j v_j \quad (2.9)$$

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Table 2.1 Parameters used in uplink capacity calculation

	Definitions	Recommended values
N	Number of users per cell	
$v_j$	Activity factor of user j at physical layer	0.67 for speech, assumed 50% voice activity and DPCCH overhead during DTX 1.0 for data
$E_b/N_0$	Signal energy per bit divided by noise spectral density that is required to meet a predefined QoS (e.g. bit error rate). Noise includes both thermal noise and interference	Depend on service, bit rate, multipath fading channel, receive antenna diversity, mobile speed, ect
W	WCDMA chip rate	3.84 Mcps
$R_j$	Bit rate per user j	Depend on service
i	Other cell to own cell interference ratio seen by the base station receiver	Macro cell with omni directional antenna: 55%. Macro cell with 3 sectors: 65%

The maximum number of channels of service j in one cell is:

$$N_{\max,j} = \eta_{UL} \frac{1}{1+i} \left(1 + \frac{W}{k_j}\right) \quad (2.9), \text{ which can be derived from (2.8)}$$

In fact, the maximum number of channels of service j is calculated assuming that the cell only provide service j. The maximum number is set to guarantee the Quality of Service since  $\eta_{UL}$  is closely related to Noise rise. When all N users in the cell has a low bit rate of R (e.g. a classical all-voice-service network), we can get that

$$\frac{W}{E_b / N_0 \bullet R \bullet v} \gg 1, \Rightarrow \eta_{UL} = \frac{E_b / N_0}{W / R} \bullet N \bullet v \bullet (1+i)$$

In this case, we can simplify equation (2.9) to be

$$N_{\max,j} = \eta_{UL} \frac{1}{1+i} \bullet \left(\frac{W}{k_j}\right)$$

Finally, we define a parameter  $R_{s,j}$  the service j channel spread bit rate, the proportion of W utilized by one service  $R_j$  channel:

$$R_{s,j} = \frac{W}{N_{\max,j}} = \frac{1+i}{\eta_{UL}} \left(k_j - \frac{k_j^2}{k_j + W}\right)$$

The  $R_{s,j}$  is the bandwidth of each channel of the total  $N_{\max,j}$  channels. If we specify the total capacity and bandwidth of one cell by a common bandwidth unit, say 20.5 kcps, the  $R_{s,j}$  can be counted or quantized as numbers of unit channels. If we choose a smaller unit bandwidth, more accuracy will be achieved. The equations above give an approach to obtain unified

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measure unit for calculating traffic for in multi-service and multi-QoS WCDMA system. An example using the formulas above is provided below.

**Table 2.2** Capacity of a WCDMA cell. Assuming  $i=0.55$ ,  $\eta_{UL} = 0.5$ ,  $W=3840$  kcps

j	Service	$R_j$ [kbps]	$V_j$	$(E_b/S_0)_j$ (dB)	$(E_b/S_0)_j$	$k_j$	$N_{max,j}$	$R_{s,j}$ [kcps]
1	Voice	7.95	0.67	4	2.51	13.38	92.9	41
2	Voice/moving	7.95	0.67	7	5.01	26.70	46.7	82
3	Data	32	1	3	2.00	63.85	19.7	195
4	Data	64	1	2	1.58	101.43	12.5	306

The downlink load factor can be calculated in the same way. What we should notice is that in downlink MS suffers multiple access interference from both other users within one cell but also from other cells, which is the case in the uplink. The reason is that poor synchronization makes the orthogonality.

Finally, we come to compare the coverage and capacity relation in both downlink and uplink. Some interesting results come out. In uplink, the coverage remains too small although either we increase or decrease the load. Therefore, we should study how to enhance the uplink coverage in the future. On the contrary, the downlink is capacity limited case. Whatever we reduce the coverage, the capacity always has a limit value

But in general, the capacity and coverage always has a trade-off relation in both downlink and uplink. Increasing capacity will inevitable result in loss of coverage. We may solve the downlink capacity limited problem by power splitting between frequencies or power splitting between sectors.

### 7.4.2.3 Soft capacity for both WCDMA and GSM

The soft capacity can be explained as follows. We have a cell in the middle of neighbouring cells. The less interference is coming from the neighbouring cells, the more channels are available in the middle cell. When the service rates in the neighbouring cells are quite high, we may have a low spreading factor and thus small number of scrambling codes for each user. Therefore, number of the users in the cells is small. With a low number of channels per cell, the average load must be low to guarantee low blocking probability. Since the average loading is low, there is typically extra capacity available in the neighbouring cells, therefore interference gives soft capacity.

Also in GSM system, we have the outage-limited cell if the cell is micro-cell and with a low reuse factor. In this case, cells of the same frequency share the interferences, instead of the neighbouring cells, and one cell may borrow the capacity from other cells within the same frequency if load is low. Below we show the steps for calculating soft capacity

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- Soft capacity: the increase of Erlang capacity with soft blocking compared to that with hard blocking with the same maximum number of channels per cell.

$$\text{SoftCapacity} = \frac{\text{Erlang capacity with soft blocking}}{\text{Erlang capacity with hard blocking}} - 1$$

Algorithm for estimation:

- Calculate the number of channels per cell,  $N$ , in the equally loaded case, based on the uplink load factor.
- Multiply total number of channels by  $1+i$  to obtain the total pool in the soft blocking case.
- Calculate the maximum offered traffic from the Erlang B formula.
- Divide the Erlang capacity by  $1+i$ .

#### 7.4.2.4 Detailed cell planning and Optimization

##### 7.4.2.4.1 Iterative Capacity and Coverage Prediction

In the detail planning phase real propagation data from the planned area is needed, together with the estimated user density and user traffic. Also information about the existing base station sites is needed in order to utilize the existing site investments. The output of the detailed capacity and coverage planning are the base station locations, configurations and parameters. Network optimization includes: performance measurement, analysis of the measurement results, updates in the network configurations and parameters. A comprehensive treatment can be found in Chapter 3 in [7.4.6]. In this section, we only give general overview of cell planning; recent research on cell planning (e.g. automatic cell planning) will be discussed in detail in next section

Since in W-CDMA all users are sharing the same interference resource in the air interface, they cannot be analysed independently. Each user is influencing the others and causing their transmission to change. These changes themselves again cause changes, and so on. Therefore, the whole prediction process has to be done iteratively until the transmission power is stabilised. This iterative process is illustrated in Figure 8.16. Also, the mobile speeds, multi-path channel profiles, and bit rates and types of services used play a more important role in TDMA/FDMA systems. Furthermore, in W-CDMA fast power control in both uplink and downlink, soft/softer handover and orthogonal downlink channels are included, which also has impact on the system performance. In current GSM coverage planning processes the base station sensitivity is typically assumed to be constant and the coverage threshold is the same for each base station. On contrary, in the case of W-CDMA the base station sensitivity is cell and service specific since it depends on the number of users and used bit rates in all cells.

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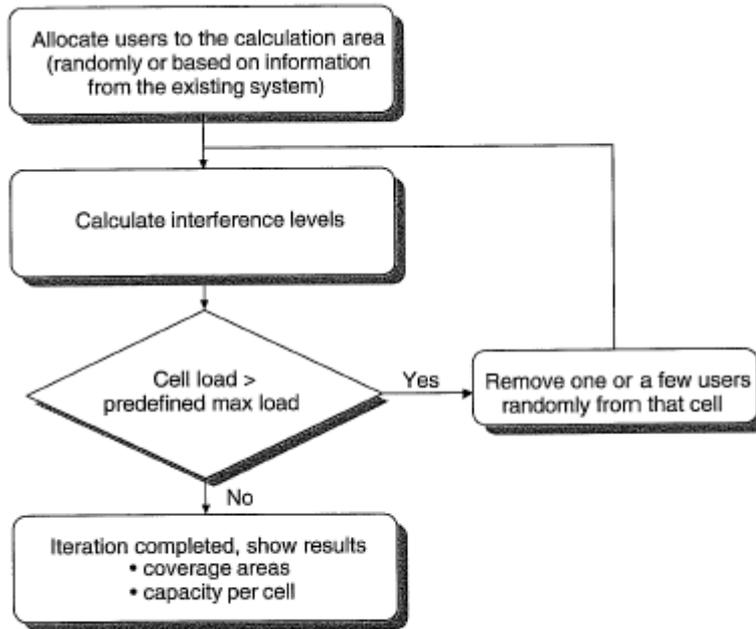


Figure 8.16. Iteration capacity and coverage calculations

#### 7.4.2.4.2 Planning Tool for radio network optimization

In third generation systems, a more detailed interference planning and capacity analysis than simply coverage optimization is needed. The tool should aid the planner to optimize the base station configurations, the antenna directions and even the site locations, in order to meet the quality of service and the capacity and service requirement at the minimum cost. To achieve the optimum result the tool must have knowledge of the radio resource algorithms in order to perform operations and make decisions, like the real network. Uplink and downlink coverage probabilities are determined for a specific service by testing the service availability in each location of planning area. A detailed description of one planning tool can be found in [7.4.7]. New planning methods, so-called automatic radio planning, have an important impact on radio network planning. In automatic radio network planning, the optimization process has to rely completely on the result of the propagation prediction. The accuracy of these propagation prediction methods has a crucial impact on the overall quality of the planning and optimization results. As an example, one of the aims in the IST project 'MOMENTUM' is to develop an adaptive propagation model for automatic cell planning [7.4.7].

The planning tool described here differs from the dynamic simulator introduced in radio resource management. The planning tool is a static simulator based on average conditions, and snapshots of the network can be taken. The dynamic simulator includes the traffic and mobility models which make it possible to develop and test the real-time radio resource management (RRM) algorithms. The dynamic simulations can be used to study the performance of the RRM algorithms in realistic environments and the results of those simulations can be used as an input to this network planning tool. For example, the practical performance of the handover algorithms with measurement errors and delays can be tested in the dynamic tool and the results fed into the network planning tool. Testing of RRM algorithms requires accurate modelling of WCDMA link performance, and therefore a time resolution corresponding to power control frequency of 1.5 kHz is used in the dynamic

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simulator. Such a high accuracy makes the dynamic simulation tool complex and simulations are still too slow – using current top-line high speed workstations – for practical network planning purpose. The accurate dynamic simulation tool can be used to verify and develop the more simple performance modelling in the network planning tool. When enough results from large-scale WCDMA networks are available, those results will be used in calibrating the network planning tool [7.4.7].

#### 7.4.2.4.3 Radio Network Optimization

Network optimization is a process to improve the overall network quality as experienced by the mobile subscribers and to ensure that network resources are used efficiently. Optimization includes: (1) Performance measurements. (2) Analysis of the measurement results. (3) Updates in the network configuration and parameters [7.4.7].

The optimization process is shown below in Figure below.

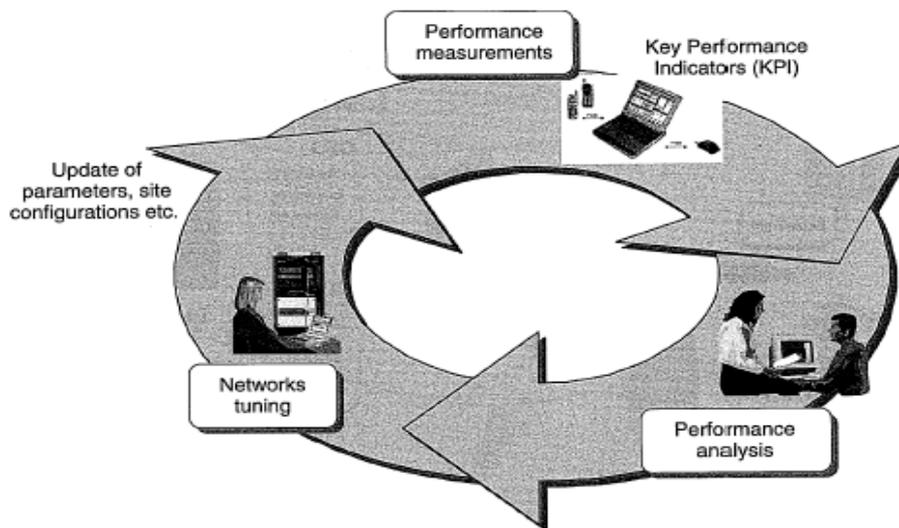


Figure 8.19. Network optimisation process

A clear picture of the current network performance is needed for the performance optimization. Typical measurement tools are shown in Figure 8.20. The measurements can be obtained from the test mobile and from the radio network elements. The WCDMA mobile can provide relevant measurement data, e.g. uplink transmission power, soft hand-over rate and probabilities, CPICH  $E_c/N_0$  and downlink BLER. Also scanners can be used to provide some of the downlink measurements, like CPICH measurements for the neighbourly optimizations. The radio network can typically provide connection level and cell level measurements. Examples of the connection measurements include uplink BLER and downlink transmission power. Connection level measurements, both from the mobile and from the network, are important to get the network running and provide the required quality of service for the end users. The cell level measurements may include the total received power and total transmitted power, the same parameters that are used by the radio resource management algorithms [7.4.7].

The measurement tools can provide lots of results. In order to speed up the measurement analysis it is beneficial to define the most important measurements called Key Performance

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Indicator (KPI). Examples of KPI include the total base station transmission power, soft handover overhead, drop call rate and packet data delay. The comparison of KPIs and desired target values indicates the problem areas in the network where the network tuning can be focused. The network tuning can include the updates of RRM parameters, e.g. handover parameters, common channel powers or packet data parameters. The tuning can also include changes of antenna directions. It may be possible to adjust the antenna tilts remotely without any site visits. With advanced Operations Support System (OSS) the network performance monitoring and optimization can be automated. OSS can point out the performance problems, propose corrective actions and even make some tuning actions automatically [7.4.7].

The network performance can be best observed when the traffic load is high. With low load some of the problems may not be visible. Therefore, we need to consider artificial load generation to emulate high loading in the network. A high uplink load can be generated by increasing the Eb/No. If we increase manually the Eb/No target, e.g. 10 dB higher than normal operation point, that uplink connection will cause 10 times more interference and converts 32 kbps connection into 320 kbps high bit rate connection from the interference point of view. Another load generation approach in downlink is to transmit dummy data in downlink with a few code channels even if there are no mobiles receiving that data. The approach is called Orthogonal Channel Noise Source, OCNS [7.4.7].

#### *7.4.2.5 Radio Network Subsystem (RNS) planning*

Radio Network Subsystem is also called base station access network or Cellular Transmission access network. This section highlights the main issues that should be taken into account when planning future microwave radio networks for base station access or radio network subsystem (RNS) in 3G. The base station access part of 3G cellular network basically consist of two types of network elements called RNS (Radio Network Controller) and BTS or Node-B (Base Station). The task of the RNC is to manage the radio channels of BTS connected to it, and it also concentrates the traffic flows of connections and trunks them to the upper level core network. The base station handles the radio channels and forwards the traffic of lower level BTS towards dedicated RNC. BTSs are connected to the RNC, either directly or via some other BTSs in a cascaded way [7.4.8].

With the introduction of 3G, the increased capacity requirement will affect both the individual radio network links and the network topology. GSM network BTS capacities are on average 0.5-1Mbit/s while in 3G BTS capacities are in range of 2-10 Mbit/s. This huge capacity increase will force mobile operators to introduce fibre based solutions in regional networks and possibly change the existing network structure towards a more star type of topology. The introduction of 3G will also force operators to use the existing frequency bands as efficient as possible and also to find new frequency band. One of the key issues in coming years is how to optimize the usage of radio spectrum and how to guarantee the required quality of service. Microwave access, based on point-to-point microwave radios, is the dominating technology in the base station access network. It offers the fastest means for the network roll-out and capacity expansion. When using microwave radio transmission, an operator saves on the operational expenses compared to laying his own cable or leasing connections. At least two-thirds of the base station connections area based on the microwave radios. The guidelines for radio network planning are similar to other telecommunication networks in terms of traffic demand/capacity analysis and network topology selection. Radio network are subject to two more restrictions: 1. In order to build a microwave link between two stations, there must exist a Line-of-Sight (LOS) between them. 2. There must be available frequency pairs between the

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two stations to be connected. Therefore LOS evaluation and link availability calculations are also essential steps in building a radio link [7.4.8].

The following facts effect to the access network and use of point-to-point radio links:

- Use of existing infrastructure; it is very costly and time consuming to modify network topology. Equipment should also be re-used as much as possible.
- Capacity often requires the use of certain media and equipment. Capacity depends on the topology and can not be chosen freely. The increase of capacity will force to change some topology models.
- Connectivity technology (TDM, ATM or IP) as such does not change the topology and the number of interfaces, etc.
- Frequency band for last mile media radio links are becoming difficult to get, driving to higher frequencies, i.e. also towards shorter hops.
- Fibres will be more and more available within few kilometres from any given base station in city area making star configuration more feasible in last mile connection.

The base station access network has currently a lot of tree and chain topologies, especially in rural areas. The requirement of increased capacities and use of radio link makes the last mile layer shorter – suggesting a wider use of fibre loops and big radio link stars, see in Figure one. This topology most probably will be the favourite one in the future, starting from city areas [7.4.8].

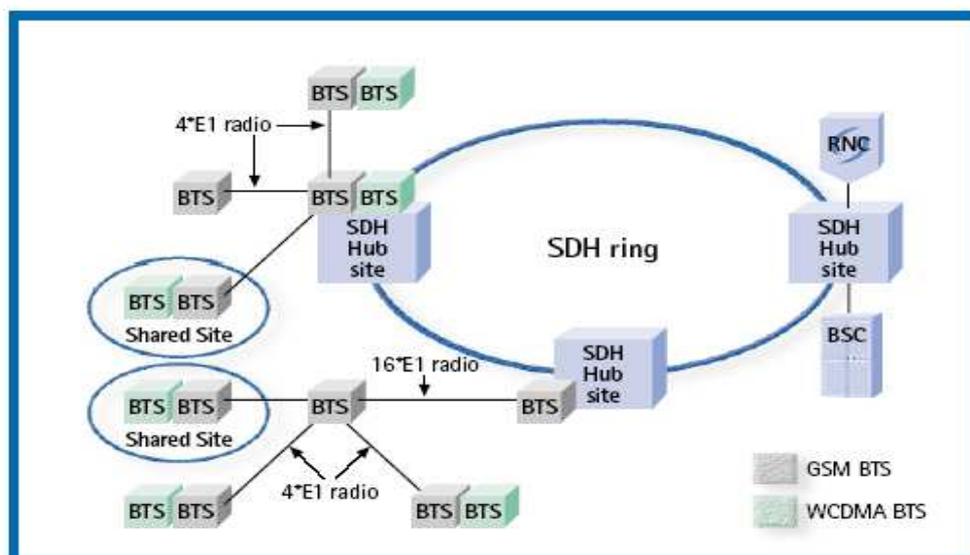


Figure 1. Example of combined GSM and 3G access network.

#### ● Planning of Point to Point Microwave

The designers often have to make the network meet some performance objectives under some limiting facts like available sites stations and spectrum band [7.4.8].

#### Operating band

The network planning is mainly based on the availability at frequencies above about 17GHz. Below 17GHz design is normally dominated by error performance. In the tropics or other areas of heavy rainfalls this limit frequency may be lower (near 10GHz). The lower

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frequencies allow longer hops, while at higher frequency high antenna gains are easier to achieve which makes handling of the interference easier [7.4.8].

#### Choice of frequency and polarization

Often it is advisable to choose higher frequency for shorter hops and use lower frequency for longer loops, if possible. One example is 30G Hz for hops below some 5-10 km. In particular, for very short hops below 1 km, we might use 58GHz radios as the interference is well under control due to high atmospheric attenuation. Besides, the unlicensed use of frequency band gives some flexibility to designers. The attenuation caused by the rain is lower for vertical polarization than for a horizontal one, so vertical polarization should be used for the long hops in the network while horizontal polarization may provide good network spectrum efficiency when used for shorter loops [7.4.8].

#### Path Design

Clearance for the hop is designed as usual, i.e. the first Fresnel zone should be free at normal k-value 1.33. It should be noted that relatively small obstructions, like a single tree in the radio path, might prevent signal reception at proper levels. Similarly, due to the high frequencies and corresponding small Fresnel zones, relatively small areas may act as reflecting surfaces. This is contrary to the design at lower frequencies (below 10 GHz) [7.4.8].

#### Modulation method

By choosing a modulation method with few states (for instance: 4QAM, MSK,ect.) or a system with good error correction capability, one might have relatively high tolerance against noise and interference, i.e. a low receiver threshold power  $P_{rxth}$ . That will allow longer hops to be built and lead to best areal spectrum efficiency independently of the hop lengths. In some cases, point to point can have more weight, which may justify using modulation methods with higher number of states. Combing coding and high state modulation, e.g. in trellis-coding modulation (TCM) – may sometimes give a good compromise between point to point and areal spectral efficiency [7.4.8].

#### Transmitter power $P_{tx}$

When selecting transmission power  $P_x$ , one should avoid using unnecessarily high power, although it is true that higher transmission power can improve availability and error performance of the system. Sometimes extra attenuators are needed to adjust the power. A more convenient way is to use transmitters with selectable or programmable power levels. Another effective way to avoid generating unnecessary interference into the network is to use adaptive transmitter power (ATP) where high power is used only during fading periods and otherwise a low power is used. A working ATP scheme requires that there is a return path in order to send information about receiving conditions to the transmitter. Use of error monitoring as a control parameters is crucial in achieving good network performance. At star points, where several paths converge to the same station, good rule of thumb for design is to have equal received powers for each path. Usually this means that at least some of the far and transmitter power should be adjusted. For very short hops one might even use somewhat smaller received levels than for the longer ones [7.4.8].

#### Receiver threshold power $P_{rxth}$

This is mainly dictated by the selected capacity, noise figure and used modulation method. In heavy interference environment the effective receiver threshold may degrade considerably—

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in tightly built networks about 3dB or even more. It should be reminded that low threshold powers enable longer hops if the transmission power remains the same. It also directly raises, in addition to filtering and other things, interference tolerance [7.4.8].

- **Current research on RNS planning and Optimization**

#### **Ericsson Research Hungary**

In the paper ‘Planning of Tree-Topology UMTS Terrestrial Access Network’, researchers at Ericsson Research, Hungary modelled each radio network subsystem as a tree, with the RNS node at the root. Basically in each tree there is an RNC as root node and given number of RBS. Due to some technical reasons there is a constraint on how many Base stations can be connected to an RNC, and on how many RBS can be connected to another one. In the paper these types of constraints are called degree constraints. There is also constraints on the depth of RBS sub-tree, which means how many other base stations, can be placed between any base station and the RNC, in other words how many base stations can cascade in the network. Further on this constraint is called cascading constraints. The level value of a base station means how many link hops are placed between itself and the RNC in case of the current network topology [7.4.9].

They suggest a method of planning a multi-constrained and capacitated sub-network tree with a previous dedicated root node. A heuristic planning algorithm that combines Simulated Annealing (SA) and a local improvement strategy was used to find a sub-optimal solution of a single RNS with a previous dedicated root node, i.e. they assumed the site of the RNC was already decided and its BSc already assigned. By detailed performance analysis of the proposed method using different network configurations and traffic demands, they get the conclusion that the proposal method is capable of planning the RNS or Base Station Access network in a cost-optimal way very close to global optimal. Furthermore, they demonstrate that, with optimization model and process, the algorithm can only work in UMTS technical background, equipment constraints and specific cost functions, but also be able to work in case of any other multi-constrained capacitated tree optimization problems with non-linear function. The drawbacks of this method is how to decide RNC locations and how to cluster BSs into RNC areas are not discussed, which are very important for RNS optimization and more challenging than optimizing a single RNC tree.

#### **Siemens Research**

In Siemens’ paper ‘Network Planning and Topology Optimization of UMTS Access Networks’, they also model each RNS as a tree. They divided RNS planning into two separate stages and develop algorithms to cluster BSs into RNC areas and algorithms for cluster internal optimization. Proximity graph (with the idea that BSs that are closed to each other should be clustered into the same RNC) is used for clustering, and greedy heuristic is used to find a cheap tree topology for each RNS. The disadvantage of their paper is there are no means to estimate the optimal cluster sizes, which are important guides when clustering BSs into RNCs. The separation of the clustering process and cluster internal optimization can speed up the optimization process, but it is less likely to find the optimal configuration [7.4.10].

#### **Automatic RNS planning proposed by Luton University**

In the paper ‘Automation and Optimization of 3G Radio Network Planning’ by Luton University proposed a automatic RNS planning method which make it possible to get the

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optimal configurations for network of realistic size in reasonable time frames. Basically there are two aspects to consider: (1) Estimation of optimal RNS sizes and (2) RNS internal optimizations. When deciding the optimal RNS size (i.e. RNC coverage), a trade-off between RNC cost and link cost should be found. With large RNCs, the RNC cost is small since there are fewer RNCs, but the link cost is big since averagely each BS will send more hops to reach its RNC [7.4.6]. See figure 2

In the RNS internal optimization, optimization algorithm such as simulated annealing (SA) and genetic algorithms (GA) can be used to optimize RNS internal connections, the constraints that need to be considered in the optimization process are as follows:

- The constraints on the number of hops between a BS and the RNC
- The constraints on how many BSs can be aggregated to an aggregation node.
- The constraints on how many BSs can be connected to a RNC.
- There must be a pair of frequency between two stations in order to establish a link.
- Link capacities are only available in discrete values. E.g. Mbps E1 link and 4Mbps E2 link.

They also have the following future prediction in 4G RNS planning

- Frequency planning will be a major focus in the future microwave networks planning.
- The topology of RNS can be not only tree, but also a hybrid of tree, star, and ring.
- Point-to-multipoint (PMP) links can be used in densely populated areas to reduce cost.

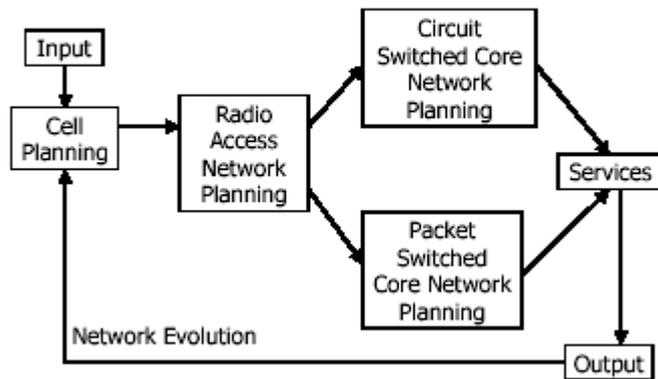
### 7.4.3. 2/2.5G Radio network planning for GSM /GPRS

#### 7.4.3.1 Introduction to general planning process

GSM is the most widespread, most commonly deployed and fastest growing system standard for mobile telephony in the world. Even though UMTS, the third generation mobile system, makes its entry into market, GSM undergoes continuous evolution and development. High Speed Circuit Switched Data (HSCSD), Enhanced Data for GSM Evolution (EDGE) and General Packet Radio Service (GPRS) can be added to GSM network resulting in new features, new functionality and increased data rates. A GSM system with implemented GPRS functionality provides the core network required also by UMTS. Hence, the platform is already prepared for the migration into third generation mobile system, UMTS.

Figure below shows the network planning process for GSM/GPRS network [7.4.1]. We will look at the input that will be required and then we will present each of the planning processes and the required information to build the network plan.

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## Input

We will start with the information that is used as input in the network planning process.

The requirement can be broken into three categories.

The first is the landscape which includes[7.4.13]:

- Geography
- Market information
- Size of the area to be covered by the wireless network
- Type of area (i.e. is this going to cover down town core area or rural or both)

The second category is the requirements that a subscriber puts on the network. They include:

- The subscriber (sub) profile
- Subscriber usage model
- Mobility model
- Data demand model
- Grade of Service (GOS)

Lately, the technology and operational requirements includes:

- Technology capabilities
- Component capabilities
- Cost to purchase the equipment
- Cost to obtain the facilities
- Building rental space may also be required

## Cell Planning

Cell planning is based on a number of models. This includes the frequency-planning model (depending on the type of technology used). This also includes the call traffic capacity model and spectrum efficiency that is used depending on the technology and the available spectrum. The cell coverage model is used to estimate the coverage of a cell based on the type of area. For example, a cell covers more area if there are no buildings in the way. [7.4.13]

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### **Radio Access Network Planning**

Radio access network planning consists of estimating the capacity of the base station controller (BSC), the physical location of the BSCs, and the planning of the backhaul of radio access network. This includes an optimization of the physical location of the BSC based on backhaul cost [7.4.13].

### **Circuit Switched Core network Planning**

Circuit Switch Core Network Planning includes the MSC and HLR capacity planning, the planning of the SS7 network, the planning of the transport facilities between the components, and the planning of the locations of the MSC and HLR, based on the cost of the network. [7.4.13].

### **Packet Switched Core Network Planning**

The packet switched core network planning includes the Packet Data Node (PDN), the data subscriber profile database (i.e., the HLR in GPRS and AAA server in CDMA 2000) capacity planning, the planning of the IP network, the planning of the ISP transport facilities between components, and the planning location of the packet data nodes based on cost [7.4.13].

### **Output**

The output of the network planning process is used by the network deployment and engineer teams to deploy the network. This output includes the network requirement and topology. With the provided topology, an estimate is provided of the network capacity and an analysis of the potential bottlenecks. The network and nodal performance, including the sensitivity analysis, is provided so that deployment engineering will know what area of network will need to be visited as the number of subscribers in the network increase [7.4.13].

### **Service Network Planning**

Service network planning is used to provision the number and type of service nodes that are required. This includes the location for the service nodes and the required transport facilities

### **Network Evolution**

As briefly mentioned with the network output, the number of subscribers will hopefully grow over time. This will force the Wireless Service Provider (WSP) to change the network to meet those needs. Some of the changes include future services (high speed packet data). The call model used to do all of the original planning was based on a number of assumptions (i.e. subscriber traffic patterns, mobility models, ect.) After the network is deployed, we are able to look at the specifics of real call model and may have to change the network to meet the real needs versus the projected needs. The technology of network will also evolves as the vendors increase the capacity based on the new processors and software optimizations. These will cause the capacity of the network increase without having add new components to the network and may potentially change bottlenecks of the network.[7.4.13].

#### ***7.4.3.2 Cell planning for GSM/GPRS***

In GSM/GPRS cellular network, the cell planning can determine how effectively the allocated spectrum is used dependent on the cell plan that includes: the number, the location, and the configuration of the base station. Poor cell planning will waste frequency spectrum a lot. Within a selected geographic area where the radio network must be installed or extended, operators define the number of frequency to assign to the area. These parameters are then

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used for radio site positioning and configuration and frequency assignment. The purpose of the Site Positioning and configuration is to optimize the radio coverage of an area. On the other hand, the main objective of the Frequency Assignment Problems is to minimize the electromagnetic interference due to multiple uses of frequencies in different parts of the network [7.4.14].

### Cell Planning Model

A complete cell model can be found in [7.4.15]. A radio access network is composed of three objects:

- A discrete geographical working area, where signals and traffic are measured:
- Receiver equipment. e.g. mobile telephone, which define the service requirements within the working area;
- Antenna, which can be located on some pre-defined sites within the geographical working area.

### Working area

A number of points are defined on the working area [7.4.15]:

- A set,  $R$ , of reception test points (RTP) at which propagation information is recorded.
- A set,  $S$ , of service test point (STP), where the radio signal must be higher than a specified threshold e.g.  $-90\text{dB}$  (the exact threshold is based on the type of receiver equipment at the STP).
- A set,  $T$ , of traffic points (TTP), which gives the traffic demand, measured in Erlang's, at the point. This measurement the peak capacity requirements at the point.
- A set,  $Z$ , of candidate sites at which antennae could be placed. It is assumed in this work that at most three antenna could be placed t particular candidate site (different values could be used as appropriate).

The relation is  $T \subseteq S \subseteq R$

### Receiver Equipment

A network provides a service for all receiver equipment represented in the working area. A service threshold,  $S_q$  defines the required level of service at each STP (which can vary throughout the working area if different services are provided). The exact value of the threshold at a STP is dependent on the equipment at the point. Examples are given below[7.4.2]:

Types of Service	Threshold $S_q$ (dBm)
8 Watt outdoor	-90
2 Watt outdoor	-83
2 Watt in car	-82
Indoor	-75
Deep indoor	-65

### Antenna

Many types of antenna exist with different characteristics such as radiation pattern and transmission gains and losses. In this chapter we will assume that three types of antenna are available that could be deployed at a candidate site. These are

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- An omni-directional antenna (omni)
- A small directional antenna (small)
- A large directional antenna (large)

The associated gains and losses of these antennas are shown in table below

Antenna	Gain (dBm)	Loss (dBm)
Omni	11.15	7.00
Small	17.15	7.00
Large	15.65	7.00

To configure an antenna, values for power, azimuth (horizontal direction of antenna relative to North) and tilt (vertical angle of the antenna, relative to the horizontal) need to be allocated by the cell planner.. The range for each of these values, used in this work, is as follows [7.4.14]:

- Power: 26 to 55 dBm, in steps of 1dBm,
- Azimuth: 0 degree to 359 degree (for directional antenna only), in steps of 1 degree
- Tilt: 0 degree to –15 degree ( for directional antenna only), in steps of 1 degree.

### Network Requirements

When modeling a cell plan two distinct issue need to be addressed. These are the RF requirements and the teletraffic capacity requirements. Most of the papers on cell planning have paid considerable attention to coverage problems. That is, designing cellular networks that ensure that all STP are served by at least one antenna with adequate signal levels, i.e. area coverage problem are satisfied. Economic factors are then portrayed by minimizing the number of sites and antenna used. In practice, cellular networks are capacitated, that is, the level of traffic that can be assigned to a particular antenna is limited. This generally forces a limit on the cell size and increase the number of required antenna sites. In FTDMA system such as GSM each channel can support up to 8 calls, hence in a busy street there is likely to be a requirement for two or even more channel to cope with the anticipated traffic. The number of channels that an antenna can emit is limited by the technology involved, hence the size of high traffic cells may have to be reduced despite that the RF environment could provide coverage a much wider area. A detailed analysis can be found in [7.4.14].

The number of channels available to an antenna is limited, hence also is the traffic that can be successfully serviced by the antenna. By examining the Erlang-B table the number of channels required to support the varied traffic demands can be found. An antenna can support traffic demands of up to 43.0 Erlang. These traffic capacities refer to the number of channels required to support that demand in the absence of interference. These are shown in table below [7.4.2]

Channels Required	1	2	3	4	5	6	7
Erlang Carried	2.9	8.2	15	22	28	35.5	43

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If the sum of the traffic values of TTP in a cell (its traffic load) exceeds the maximum given value (43 is used as default parameter), traffic cannot be guaranteed to be fully serviced or some traffic may be dropped i.e. users will experience a “busy” tone. The amount by which an antenna exceeds its maximum capacity limit is termed the overload.

### Design Objectives

The objectives of a network design (cell plan) are as follows.

Coverage: All STP are covered i.e. receive at least one signal above its service threshold.

Traffic Capacity: The traffic load within all cells should be less than some maximum value corresponding to the capacity of the maximum number of TRX devices available. Currently the value used corresponding to 43 Erlang, the capacity of 7 TRX devices (see table above)

Interference: This objective attempts to minimize a measure of potential interference in the design. Our measure is to minimise the number of overlap STP i.e. at each reception point, minimize the number of interfering base stations, where an interfering base station is defined as a base station providing a signal strength at a reception point that is greater than the receiver sensitivity (-99dBm) but is not the best server or one of the base stations providing handover.[7.4.14]

### Optimization

Details of the optimization framework used for generating cell plans can be found in [7.4.3]. The only difference is the components used in the cost function (since only coverage, capacity, and interference are considered here). The components used in the cost function (to be minimize) include the following [7.4.14]:

- The number of uncovered STP
- The amount of uncovered capacity required i.e. the difference between the total traffic capacity required minus the traffic capacity of the current network design.
- The number of interfering base stations over all STP.

Each component is normalized and weighted with a value between 0 and 1.

#### *7.4.3.3 GPRS planning over GSM*

GPRS is a new packet data service and operated on top of existing GSM networks. As the first trial GPRS is already available in some countries, GPRS network planning becomes an imminent issues for GSM network operator. In this section, the principles of GPRS network planning will be discussed in details. First we will look at the general requirement of GPRS service, then the remaining capacity of existing network will be calculated after which the issue of GPRS capacity and downlink performance will be investigated. Finally we will discuss the coverage and capacity planning will be addressed. [7.4.15][7.4.16]

### Service Characteristics and Requirements

GPRS is a set of new GSM bearer service that provides packet mode transmission within the PLMN and internetworks with external networks. GPRS should support wireless application such as retrieving information from wireless information centers and mobile offices, including WWW surfing, file transfer, remote network login, stock market information transfer, lottery transaction, ect. The traffic of those applications indicates the characteristic from frequent transmission of small volumes to intermittent and non-periodic (transmission of median

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volumes of data, and infrequent transmission of large volumes of data. There are several GPRS traffic models. One is called FUNET model which maps packet size X (in Kbytes) to a truncated Cauchy distribution. In the model of Railway, the packet size is treated as a truncated exponential distribution. For GPRS network planning we can apply those models, but how we model WWW surfing? A model has been suggested by ETSI which introduce the 'packet service session' concept. For WWW browsing, the traffic load in downlink is higher. The asymmetric of the traffic should be taken into account when planning GPRS network since downlink always have higher load than the uplink. [7.4.15]

There are two types of GPRS services: connectionless and connection-oriented point-to-point transmission (PTP) & point to multi-point (PTM) services including multicast, group call and IP multicast transmission. The resource allocated to GPRS is flexible depending on the local traffic condition and can be online negotiated. This negotiation set the quality of service parameters such as user data throughput, QoS class (transfer delay, priority) and reliability of transmission to a certain values or default values. In a word, the GPRS planning should provide the dynamic range of the resource enabled to be used by the network based on the system parameters [7.4.15].

Since the GPRS is operated on top of GSM network, there are two principles we should consider when planning GPRS. Firstly, the introduction of GPRS may effects the performance of existing voice service, such as increasing blocking probability and call dropping rate. Therefore we should try to minimize it in GPRS network planning process. The second one is that the reconfiguration of the existing network due to the introduction of GPRS must be kept as small as possible to minimize the additional GPRS deployment cost[7.4.15].

The procedures for are as follows:

- Firstly we evaluate the signal to interference ratio (SIR) level in existing network by measurement or simulation or both. A simple way to obtain the SIR level of the existing network is to utilize the signal quality measurement report in BSC, such as the RXQUAL report. There are also other ways in [7.4.16].
- After analyzing the SIR level of the network, we may conclude if the network can accommodate the GPRS traffic or not. But still we need to know the average capacity obtained by overlaying GPRS onto an existing GSM network; the maximum resource can be used for GPRS without causing the quality of voice service under the acceptable limit.

### **Capacity Planning**

As GPRS application vary from high-bit-rate services provided for business application to low-bit-rate services like the normal file transfer, the resource occupied by a GPRS user may vary from 1 to 8 timeslots. The traffic density generated will depend on the environment characteristic (downtown, suburban, business area, rural area), the mix of terminal types, the demographic situation, the penetration factor of GPRS service. According to these factors, the distribution of the traffic demand can be estimated. The traffic can be sorted into groups according to the basic bandwidth or timeslots required for each group [7.4.15].

Since the busy characteristic of the traffic, the variable data rate and the packet switched transmission mode, the GPRS traffic capacity required can not longer be specified by a single

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unit (Erlang) based on voice service. The transmission rate can be represented as kilobits per second per square kilometer ( $\text{kb/s/km}^2$ ). The main task of GPRS capacity planning are not only to try to meet the capacity required by traffic with an acceptable blocking probability and delay, but also to provide decision criteria to network for online QoS negotiation. To minimize the effort and cost for the network operator, the original network configuration including cell planning, frequency planning, setting of power and other cell parameters, must not require extensive modification. In the initial phase of GPRS launch, the network reconfiguration might not be needed, As the GPRS getting more and more popular the reconfiguration might not be avoided, e.g. more base station are needed to be installed[7.4.15].

Due to the bursty characteristic of the GPRS traffic and multi-rate parallel service provided, the Erlang B or Erlang C formula can not be applied in capacity planning. GPRS is supposed to utilize those resources which are not used by the voice services. It does not require permanently or temporarily some physical channels for GPRS traffic. In addition, rather than having a dedicated PCCCH, the GPRS may utilize the existing GSM paging and control channels. For such a dynamically variable resource and the bursty traffic, the capacity offered by the network main only be able to obtain from simulations[7.4.15].

### **Coverage Planning**

The main purpose of coverage planning is to achieve the required radio coverage with specified time and location probability. In traditional voice service it is achieved by the link budget within the range of the transmitted power level. Since GPRS is deployed on top of an existing GSM network, the same link budget as that of voice services may be used for GPRS. However, we need to consider that the outage probability near to the cell border area will increase as more channels used for GPRS. If the outage exceeds the network target it will reduce the real served area of a cell and may cause a higher dropping rate of inter-cell handover after introduction of GPRS [7.4.15].

The required SIR values for GPRS coding

Coding Scheme	Code Rate	Data Rate (kbps)	Req.SIR without FH	Req.SIR with FH
CS-1	1/2	9.05	13dB	9dB
CS-2	2/3	13.4	15dB	13dB
CS-3	3/4	15.6	16dB	15dB
CS-4	1	21.4	19dB	23dB

For the four coding schemes used for GPRS, the specification of GSM 05.05 has defined the required SIR values (the table above) corresponding to a BLER (block error rate) value not more than 10% for systems with and without frequency hopping (FH). Those SIR values have been included an implementation margin of 2dB. The coding scheme CS-1 is mainly used for the GPRS signaling and is the same scheme which is used in the GSM signaling channel SDCCH. Almost every required SIR value for those coding scheme is higher than the 9 dB target value required for GSM voice service. In addition, when more channels are allocated to GPRS, it has an impact on the quality of both voice services and GPRS. And the SIR may also degrade to level of 9-13 dB. Therefore, the GPRS service might not have coverage in some areas in a cell for some networks. The network planning should at least try to cover the areas with a high service demand. If the degradation is a temporary issue, it will not be a

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problem for GPRS because the transmission can be delayed and retransmitted. However if the effect is a long term problem, we need to recon-figurating the networks, e.g. installing new base stations, or having a larger reuse factor and more frequency carriers. The varying SIR target values for different coding schemes may let the users to achieve a higher data rate near the base station and a lower data rate near the cell border in generally. We do not need to define which coding scheme should be used beforehand [7.4.15].

### **Conclusion**

In GPRS network planning, the most important issue is to evaluate correctly the remaining capacity of an existing network considering interference constraints. Otherwise, it may damage the GSM voice services. The maximum radio resources that can be allocated to GPRS are defined by the network remaining capacity and are dependent on the outage or interference level of the existing network. It needs to consider that the outage probability near to the cell border area will increase and the real served area of a cell may be reduced due to the introduction of GPRS. That implies that GPRS may cause a higher handover dropping rate to GSM voice services. GPRS capacity performance in downlink is quite different from that in uplink because of the difference in transmission protocols. The GPRS transmission efficiency is highly affected by the packet size of the data traffic. It will cause both low efficiency of transmissions and high signalling load if the data packet size is too small [7.4.15].

## **7.4.4. 2/2.5G radio network planning**

### ***7.4.4.1 Introduction to automatic cell planning***

One of the most important cellular planning activities is to select a number of sites from a list of candidate sites that have been identified as potential sites by marketing. The selected sites form the basis of a network that must satisfy certain network requirements such as high area coverage and high traffic capacity but that minimize the infrastructure cost. The configuration of the selected base stations is also a complex problem and involves choosing among different antenna types, e.g. various directional or omni-directional antennas, power control, tilt, and azimuth. Operators can get competitive advantage by minimising commitment to infrastructure while maintaining appropriate levels of spatial and temporal access to wireless services. Cell planning is challenging due to inherent complexity, which ranges from requirements concerning radio modelling and optimization. This is particularly acute for UMTS services where WCDMA protocol leads to interdependency between cell coverage and, quality of service and capacity. Power control and multi-service traffic lead to dynamic cell footprints which significantly complicate the cell planning and dimensioning process [7.4.18].

### **Traditional cell planning methods**

Methodologies for planning a new network vary from operator to operator, although there are certain consistencies in approach. Generally, a planner will be given a set of financial and technical requirements and will set about developing a plan that meets them, by choosing sites locations from candidate alternatives, antenna types, tilts, powers, ect. Conventionally, experienced planners can use their knowledge to constrain the number of configurations considered (such as reducing the number of potential sites), however in doing so, many potentially high performance cell plans may be removed from consideration. On a manual basis, a natural way to proceed is via construction of a plan using simple “rules-of-thumb”,

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making visual inspections of plots and then resolving problem areas iteratively. The end result is generally one single plan which represents a potential feasible solution, although the operator may ideally wish to see a number of alternative plans, to access the trade-off between cost and benefit. The accepted plan is also susceptible to failure due to site acquisition problems, requiring further iteration of the plan which introduces the danger of degenerative plan performance and increases in cost. Therefore there are needs in overcome those problems in traditional cell planning [7.4.19]

1. rationalise the planning process so that it is not entirely dependent on a radio engineers wide-area cell planning skills, a task which may infrequently be taken;
2. better use a radio engineers training in the cell process, by focusing the radio engineer on analysing and interpreting optimal alternative plans for potential deployment, rather than engineer performing the site selection task, which is a combinatorial rather than radio engineering problem

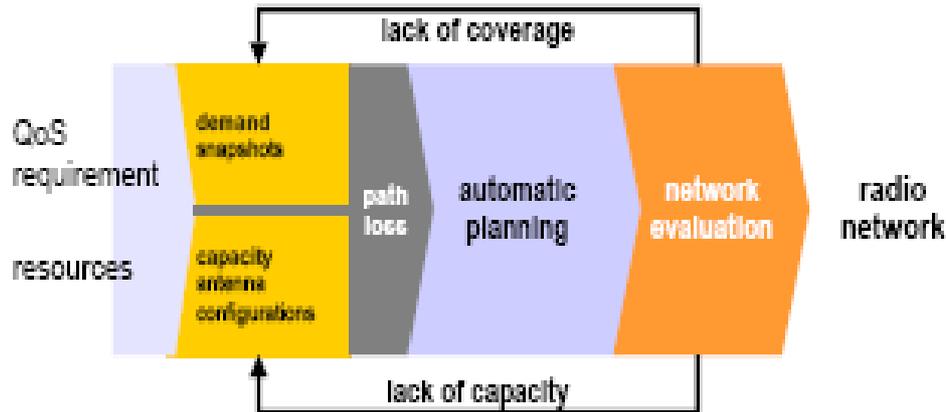
### **Automatic cell planning**

Automatic cell planning is defined as a cell planning process where the computer has complete autonomy in the selection of sites and the configuration of the transmission infrastructure, subject to constraints and objectives imposed as input to the process. Basically automatic cell planning including the following aspects: adaptive propagation model, a reasonable mathematical model of 3G radio network, a couple of sophisticated heuristic methods to short-cut the enormous amount calculations and mathematical optimisation methods [7.4.20].

An adaptive propagation model can enable the fully automatic generation of accurate predictions for all different operational environments. With a general framework for an adaptive propagation model, one can process digital terrain data of different resolution and granularity and contains methods and criteria for unsupervised selection of proper methods for the different operational environments [7.4.20].

In order to be able to handle a complex system like UMTS radio network, a mathematical model for feasible network configuration is extremely needed. This model can be used for analytical studies of structure of the optimization problem as well as a starting point to develop the optimization methods. In the IST project MOMENTUM, two principal approaches for the optimization problems have been developed. The mixed-integer programming approach contains heuristics for both mobile assignment and installation selection. For the heuristics different methods have been tested revealing Tabu Search, Greedy and Set Covering as the most promising approaches [7.4.20].

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**Figure Components of automatic cell planning**

#### *7.4.4.2. Activities on adaptive propagation model selection*

There are many planning tools these days for cellular planning purposes, within which propagation plays an important role, for either coverage problem or interference estimation. In these tools, the radio planner still has a key role, for example when determining in which area a specific propagation model should be used, since no automatic choice is given. Although the science of propagation models is an area of intensive research, a universal propagation model applicable to all possible propagation situations is not available. Reasonable results in propagation modelling are achieved by finding more or less accurate models for the most dominate propagation phenomena observed for specific applications. The specific application area of a propagation is described for example by the carrier frequency, the typical antenna heights for both base station(BS) and mobile station (MS), the distance between them and the structure of the environment ( indoor/outdoor, build-up/open/forested, etc.) in the reception area of the signal. One consequence of the requirements for this specific application is the availability of propagation models applicable only within a restricted validity range. Furthermore, these propagation models require digital terrain models (DTM) which may be different either in content (e.g. land use vs. detailed building data), granularity (e.g. different number of land use classes and/or attributes) and/or resolutions [7.4.20].

In the IST project “Models and Simulations for Network Planning and Control of UMTS” short for MOMENTUM, an automatic radio network planning approach is investigated. This approach covers all major aspects of automatic planning including an adaptive propagation model applicable for all relevant deployment scenarios, supplicated heuristics to reduce calculation times, and mathematical optimization methods. Here we focus on the adaptive models developed in this project, which is a key aspect in automatic radio network planning. In MOMENTUM, a general framework for a fully automatic and adaptive selection of propagation models has been introduced addressing the integration of different models in terms of [7.4.20]

- different deployment scenarios
- use of different digital terrain databases
- the identification of parameters for the selection of different models and /or the transition between models.

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## Basic Components of an adaptive propagation model

In a UMTS network the full range of cell types will be used. This covers macro-cells, which are deployed in rural and suburban areas, small macro-cells, and micro-cells occurring in urban areas as well as pico cells in hot spot areas like airport and exhibition halls. In the latter case indoor solutions are applied. These indoor base stations are at least a potential interfering source in the outdoor area. Since also signals from outdoor base stations can be received within a certain penetration loss at indoor environments a complete description of the interaction between indoor and outdoor areas is important [7.4.20].

Typically low resolution data is available for all environments, whereas the more expensive high resolution data is typically available for the dense urban areas only. The corresponding areas can be defined as follows:

A1: Area where only low-resolution is available

A2: Area where also high-resolution data is available. Subdivision into:

- A2a: outdoor areas
- A2b: indoor areas

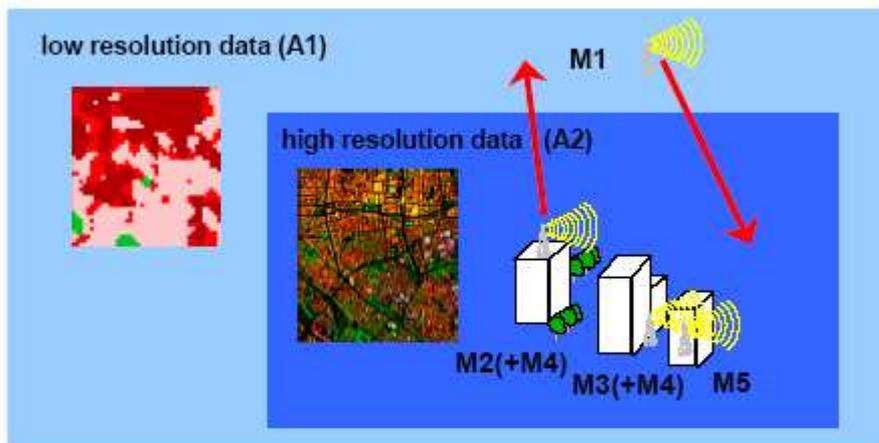


Figure 2-1: Propagation environments and configurations of practical interest

Theoretically all possible combinations of cell types, deployment mode and DTM availability have to be considered. However, not all possible configurations are of practical interests. Therefore only the following propagation models will be used in adaptive UMTS propagation model, see figure above [7.4.20].

Macro cell models using low-resolution data (M1)

Small macro cell models using high-resolution data (M2)

Micro cell models using high-resolution data (M3)

Outdoor-indoor models using high-resolution data (M4)

Indoor-to-indoor models using high-resolution data (M4)

Indoor-models using high-resolution data (M5) and their extension to the indoor-to-outdoor scenario

## General Approach

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For complete interference calculation of the network, a matrix containing the mutual coupling of cells is required. This coupling matrix is computed by a superposition of predictions with different models and DTM. Therefore a couple of model extensions, transition models and switching criteria between models are required. The necessary developments can be grouped into three main tasks [7.4.20]:

1. For those cases where the prediction area of a cell covers different DTM appropriate model extensions for the transition between different data source are required. This includes a model extension of M1-type models in order to exploit high-resolution data in some parts of the prediction area (BS in A1, MS in A2), whereas M2-type models need an extension to low-resolution data (BS in A2, MS in A1).
2. In dense urban areas three different cell types-small macro, micro and pico cells-may be deployed. Therefore switching criteria between M2-, M3-, and M5-type are required. Since the decision between M2 and M3 is not binary smooth transition functions are required.
3. The interaction between indoor and outdoor configurations (outdoor coverage by indoor base stations an indoor coverage by outdoor base stations ) requires model extensions (M4) to the corresponding models M1/M2/M3 (BS in A1 or A2a, MS in A2b) and M5 (BS in A2b, MS in A2a) respectively.

For detailed description about adaptive propagation models, please refer to [7.4.20]

#### *7.4.4.3 Review different algorithms used in cell planning*

In cell planning fields, we need to consider the traffic demand to cover a specific region, availability of base station sites, available channel capacity at each station, and the service quality at various potential traffic demand areas (TDAs). Selections of good base station sites and channels will result in acceptable coverage area at base station both in coverage area and in signal quality. There have been a lot of researches on how to optimize the base stations sites and configurations.

In [7.4.22], the radio coverage optimization problem is converted to a maximum in dependent set problem. The objective is to achieve a large coverage of TDAs with a small number of base stations. A simulation method is employed to examine the relationship between the number of base stations and relative coverage of TDAs

Optimal location of transmitters for microcellular system is studied by Sherali [7.4.23]. The path loss at each area is represented as a function of the base station location. A nonlinear programming problem is presented which minimizes a measure if weighted path-losses. Several nonlinear optimization algorithms are investigated to solve the problem. Tutschku [24] proposed an automatic cellular network design algorithm without considering the capacity of transmitter. The network design problem is converted to a maximal covering location problem by using demand node concept. The location of the transmitter is optimized by minimizing co-channel interference. In [7.4.25], he also proposed a greedy heuristic to solve the maximal coverage location problem of transmitters. The heuristic takes into account all the RF design objectives as well as the capacity and network deployment constraints. In [7.4.26], [7.4.27] a genetic algorithm approach is presented by Calegari. The selection of base station is represented in a bit string. Selection based on fitness value, one-point crossover and mutation operators are employed. The fitness value combines two goals of maximizing the cover rate and minimizing the number of transmitters. To speed up the procedure a parallel

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genetic algorithm is implemented by using island model. Their computational results show that the solution quality is significantly influenced by the number of islands [7.4.21].

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## 7.5. Additional design and dimensional problems

### The changing standard of quality

Quality is a subjective term, with benchmarks and the perceived level changing over time and place.

In an area where very limited or no basic telecommunication services are currently available, it is perceived as a significant improvement when basic services are first introduced, even if the service was a bit clumsy to access (e.g. need to find a location where network coverage is available), somewhat congested from time to time, or available only part of the time (e.g. due to daily outages in electricity in that region).

However, as people become accustomed to the service, or have had the chance to enjoy better service (e.g. as result of competition of the service providers), the perception and standard of quality increases, and finally reaches the level currently enjoyed in many of the highly populated cities.

Therefore, to keep the initial costs down and meet the constraints of time and competition, operators must recognize and appreciate the need for a balanced level of compromise in order to make the service available in the first place. Again, such compromises must not sacrifice the ability to further grow and develop the networks to the current market benchmark.

Radio access – smart choices are required to keep network costs down

Often more than  $\frac{2}{3}$  of both the network investment and operational expenses come from the base station network, with the remaining part from the core network, including switching, network management and so on. The natural reason for this is that the radio base station sites far outnumber those needed for the more centralized parts of the network, and are located all around the network area.

To implement network services at an affordable cost per end-user, it is of the utmost importance to have the radio access components built and dimensioned correctly.

### Minimizing the number of sites, maximizing subscribers per site

A logical first step, particularly in a low traffic density region, is to minimize the number of base station sites, and to maximize the number of subscribers served by each site (thus contributing to minimized cost per subscriber).

As an example, building a low-capacity base station site (1+1+1 TRX in GSM) provides 4-5 times higher cost per subscriber than having the higher number of subscribers served by a high-capacity base station site (4+4+4 TRX) where there are more subscribers to share the site cost.

### Getting more out of the network

It is beneficial for the operators in highly populated regions to apply new spectrum efficiency increasing techniques, to stretch the network capacity even further. Typically, the approach of

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providing more capacity from the existing sites instead of having to build more sites clearly provides the best economy.

### **Planning and implementing the network**

Operators continue to report speed of rollout as one of their key differentiators in a competing market. The operator with the fastest rollout or ability to expand the capacity in the optimal manner is the more likely to attract new (and loyal) subscribers.

The quality of site implementation is a key element in limiting the number of site visits required by maintenance teams to fix or finalize their work. A vendor's experience in *getting it right the first time* reduces the need for additional site visits, hence vastly improving the time-line and cost plans of even the most experienced project manager.

The way to combine rapid deployment with good cost control is to do the planning and implementation in a systematic manner. Factors such as; choosing the target area and planning criteria, preparing for future coverage and capacity expansions, planning the needed network solution using standard site configurations, and proceeding only when the work is fully completed, are critical to a rapid implementation.

The role of standardized site solutions, i.e. keeping to a minimum number of different site configurations, is essential in overall cost management, as it gives savings throughout the process: standardized requirements for sites enable easier and faster site acquisition, a minimum number of base station configuration variants speeds up the network planning and simplifies staff training, controls the logistics cost and enables fast and correct site implementation in volume. Also network maintenance will be easier due to the usage of standard site solutions.

### **Selection of the right base station site concept**

Choosing the correct site concept provides significant site-level savings. A new base station site of marginal profitability could turn into a good investment, if a more economical site solution was found.

If ready premises for the equipment do not exist, the options are as follows: to apply an indoor site solution using equipment rated for use in an indoor environment, thus requiring a weatherproof housing to be built or rented; or whether to implement an outdoor site solution with all the equipment readily installed in a weatherproof cabinet suitable for environments such as a rooftop, on an existing tower structure or at ground level. The latter is usually more economical, considering the overall cost for putting up a new site, and may contain battery backup and transmission solutions built in.

### **Lack or quality of electricity as a challenge**

A restricting factor in many cases that increases the radio access site cost is the unavailability or poor quality of electricity at base station sites. The traditional mobile network approach has been to overcome this by installing generators and battery backup systems. This is a costly approach, considering the initial investment (generator, housing for protection from weather and theft), ongoing operating expenses (regular test use, maintenance, fuel management) and

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social compatibility (permission to store enough fuel, working noise, management of exhaust gases and vandalism).

However, in regions with no previous telephony services, the operator's income stream may not allow for such costly implementations. The high power drain of sites, combined with the difficulty of providing a proper supply of electricity, may contribute to the decision not to extend the service to the region at all, or to put the expansion on hold for an undetermined period of time.

While the base station equipment is the main cause for energy consumption on a base station site, the second important drain on supply is the systems to support the base station, primarily the air conditioning system. As air conditioning systems are also a major maintenance problem, and target for theft, it makes sense to try and avoid their use whenever possible.

### **Working around the electricity problem**

Passive or fan-only cooling is typically not an option for traditional high-power indoor base stations in hot climate countries. A potential alternative is to instead consider the use of temperature-tolerant outdoor base station types; either a high-power traditional base station or a low-power-consumption siteless base station, even allowing the use of solar energy as a source for electricity, and not requiring the use of air conditioning equipment.

The concurrent impact in site cost reduction and reduced power consumption overcomes the majority of the electricity and site maintenance concerns.

When applying a battery backup system, it is worth considering whether to dimension the backup capacity for all-time full-power use of the base station, or for the more likely typical partial load, e.g. 50-60% of the maximum site power consumption, as this makes a difference particularly from the investment point of view.

The batteries required for a solar-powered system can, in favourable cases, be buried in the ground to achieve a more optimal operating temperature, thus further decreasing the maintenance cost.

### **Transmission in less densely populated areas**

It is common practice to extend the transmission system to the base station in conjunction with the rollout of electricity or roads to the site. Traditionally, optical fibers are laid at the same time as other services, to be rented or sold as an asset for providing a backbone transmission network. From centralized hub sites, the telecommunication operators would then typically extend this to their sites using microwave radio link technology.

### **Reliability considerations**

It makes natural sense to pay strict attention to the reliability of the base station equipment at the site, as this is often one of the largest hidden costs in the network. As the conditions at sites may be harsh over the years, the distances to sites long or access difficult during some seasons of the year, and any maintenance laboriously expensive, the failure of equipment has a greater impact on the availability of service, as well as overall operational expenses.

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Remote preventive maintenance, diagnostics and manipulation practices should also be standard features for the base station sites, so that time-consuming traveling to and from sites can be taken to the absolute minimum.

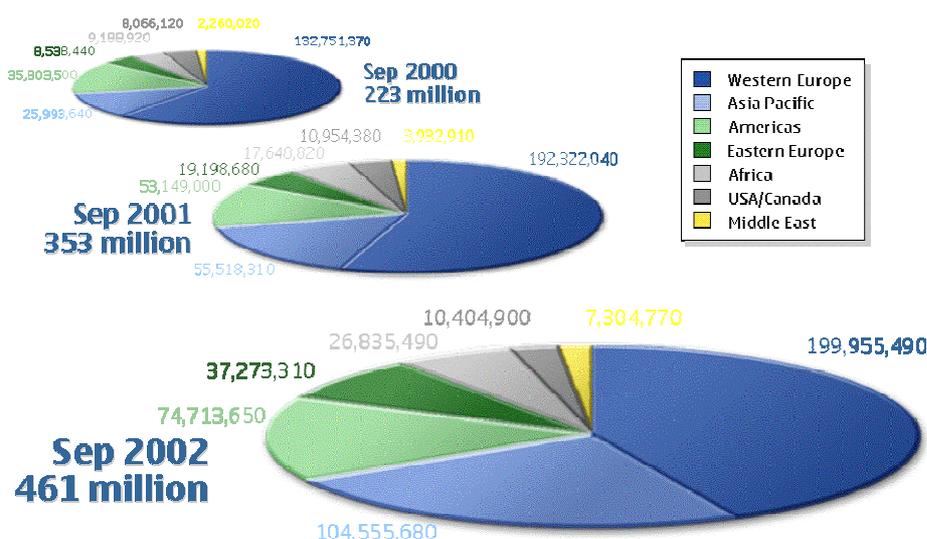
### The "art of starting with minimum investment"

The "art of starting with minimum investment" -- each service will surely then evolve to fulfill more demanding requirements later on -- but the question if the entry step can be made economically may decide if there will be (the capability to invest into) any new service at all.

This potentially touches also the work of telecommunication regulators -- whether to allow initially e.g. somewhat higher blocking rates, and only require improvement when the service has properly established.

### CAPABILITY FOR (MASS TRANSACTION) Prepaid IS OF KEY IMPORTANCE

The majority of new subscribers in next years are expected to have prepaid as the payment method. As the anticipated volume of subscribers grows significantly, it is vital that processes and cost management practices for prepaid subscriber provisioning and prepaid account recharge have been tuned for maximum efficiency.



**Figure 3. Prepaid has grown rapidly as a charging mechanism (source: EMC Cellular Subscribers)**

A significant factor affecting the operator's market strategy is the value of the lowest prepaid denomination. Using Asia as a yardstick here, operators who are more successful in attracting volumes on entry subscriptions are now offering prepaid subscription values starting from as little as USD 0.50, in contrast to the previous dollar plus or USD 5 minimum top-up values.

By encouraging continuous recharging in this manner, an operator keeps the subscribers active in the network - even during periods of lower communications activity. Thus the customer is kept in reach of in-coming calls, enabling the operator to collect revenue from

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other subscribers and possibly even from other operators' call-termination network fees - even when the end-user him or herself did not spend the money on communications. The technical and financial challenges resulting from a higher number of low-value top-up transactions naturally include a greater number of top-up transactions to be managed by the operator. If the operator's operating expenses per transaction are high, this can soon turn into a poor business case requiring further proactive actions.

The costly process of handling paper format prepaid recharge-coupons (scratch cards), and the potential economical risks linked to their handling and distribution have led to the rapid development of electronic recharging. This has not been with the more advanced solutions, such as ATMs in countries with extensive electronic banking networks, but with the electronic reselling of airtime from small distribution points, such as village kiosk keepers or other individual entrepreneurs. In these instances, the reseller tops-up the prepaid account of a consumer by exchange of short messages with the operator's airtime accounting system. The reseller may have purchased from the operator bulk airtime at a discount price (on a prepaid or postpaid basis), reselling it further in smaller portions and making his profit out of the price difference.

This approach also complements the needs of cash and exchange economies, typical in most of the rapid growth markets.

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## 7.6. Special issues for rural networks

This subchapter discusses planning models suitable for very sparsely populated, mountainous areas with very low population density, and application of the models for appropriate access equipment.

A considerable proportion of the world's population lives in rural areas, especially in Africa and Asia, as it can be seen from Fig. 7.6.1.

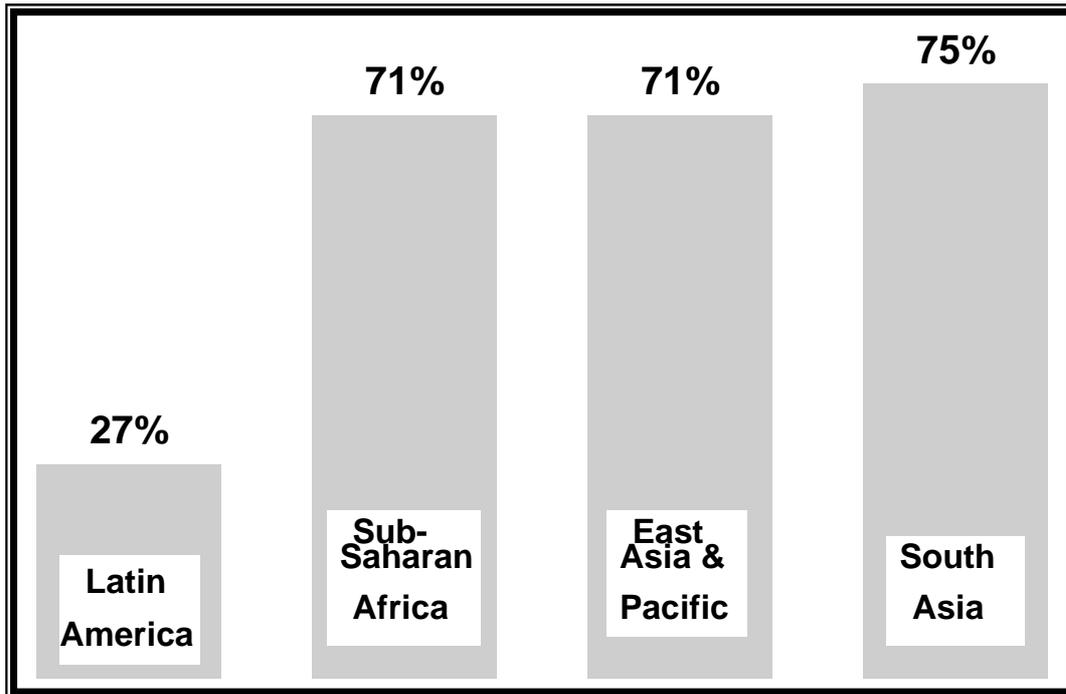


Figure 7.6.1: Percentage of the population living in rural areas. *Source:* The World Bank(1992)

There is a considerable difference between rural and urban telecom development, which depends mainly upon the country development, e.g. for Low Income and Lower Middle Income of the countries (see Fig. 7.6.2):

- Low Income: 9,3 % teledensity versus 2,1 %
- Lower Middle Income: 24,8% teledensity versus 7,3 %

One explanation could be seen through the population growth of the countries.

From the findings of the United Nations :

- all growth in population will concentrate in urban areas, no growth in rural areas
- most of the growth will concentrate in urban areas of less developed regions

i.e., attention will be primarily on the urban areas.

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	<b>Population of large cities as %</b>	<b>Large city teledensity [%]</b>	<b>Rural areas teledensity [%]</b>	<b>Overall teledensity [%]</b>
<b>Low Income</b>	<b>6,0</b>	<b>9,26</b>	<b>2,15</b>	<b>2,54</b>
<b>Lower Middle Income</b>	<b>5,8</b>	<b>24,84</b>	<b>7,30</b>	<b>8,77</b>
<b>Upper Middle Income</b>	<b>16,1</b>	<b>30,77</b>	<b>21,10</b>	<b>22,94</b>
<b>High Income</b>	<b>10,8</b>	<b>57,49</b>	<b>54,83</b>	<b>55,21</b>
<b>Africa</b>	<b>12</b>	<b>6,42</b>	<b>1,39</b>	<b>1,99</b>
<b>Americas</b>	<b>13,6</b>	<b>34,8</b>	<b>21,72</b>	<b>11,39</b>
<b>Asia</b>	<b>4,8</b>	<b>25,97</b>	<b>6,94</b>	<b>7,84</b>
<b>Europe</b>	<b>10,9</b>	<b>48,24</b>	<b>30,19</b>	<b>31,98</b>
<b>Oceania</b>	<b>17,8</b>	<b>45,97</b>	<b>36,77</b>	<b>38,38</b>
<b>WORLD</b>	<b>7,7</b>	<b>17,4</b>	<b>25,25</b>	<b>9,20</b>

Figure 7.6.2: Teledensity diversity - largest cities vs. rural areas . *Source:* ITU WTID 2002

This section is devoted to modeling and optimization methods for designing rural networks. We wish to note here that this issue is much less developed (as can be seen in the literature) than analogous problems for core/backbone nation-wide and metropolitan networks, despite the fact that a great proportion of the world's population lives in rural areas, especially in Africa and Asia. Having this in mind, we will concentrate on these aspects of rural network design/optimization which are different from wide-area large core networks covered in the previous sections of this chapter.

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### 7.6.1. Rural networks – specific features

The most important part in rural network planning is designing of the layout of transmission facilities, both for wired (fixed) and wireless networks. In the first case, the transmission facility planning has to include the underlying cable layer, and in the second case (radio networks) – the underlying cellular/base station structure. In the balance of this section we will concentrate on the fixed, cable-based transmission networks appropriate for the rural areas.

With the contemporary cable (optical) transmission technologies, the link and node capacity dimensioning issue is less important in the rural network planning/design. The capacity of a single-fibre WDM system (or even a SDH/SONET system) would be in most cases more than sufficient to fulfil the requirement for bandwidth in a typical rural area. This implies that in the rural network design the most important aspect is the topological design (see Subsection 7.1.1), i.e., the question where to put ducts/cables/transmission links, rather than how much capacity to install on transmission links built on existing ducts/cables. In fact, this leads to such problems as the minimum Hamiltonian cycle problem, the minimum spanning-tree problem, or the minimum two-connected graph problem (when network resilience is to be provided).

### 7.6.2. Customers distribution in the rural areas

Population in rural areas is typically distributed over large geographical territories in sparsely populated areas, very often with difficult access and poor infrastructure, such as mountainous areas.



Figure 7.6.3: Rural area – geographical data presented with a raster map

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Users are primarily residential, in some cases there could be some kind of community shared access for using the telecom services, e.g., telecenters.

The users' distribution in such areas is characterized by a very low density.

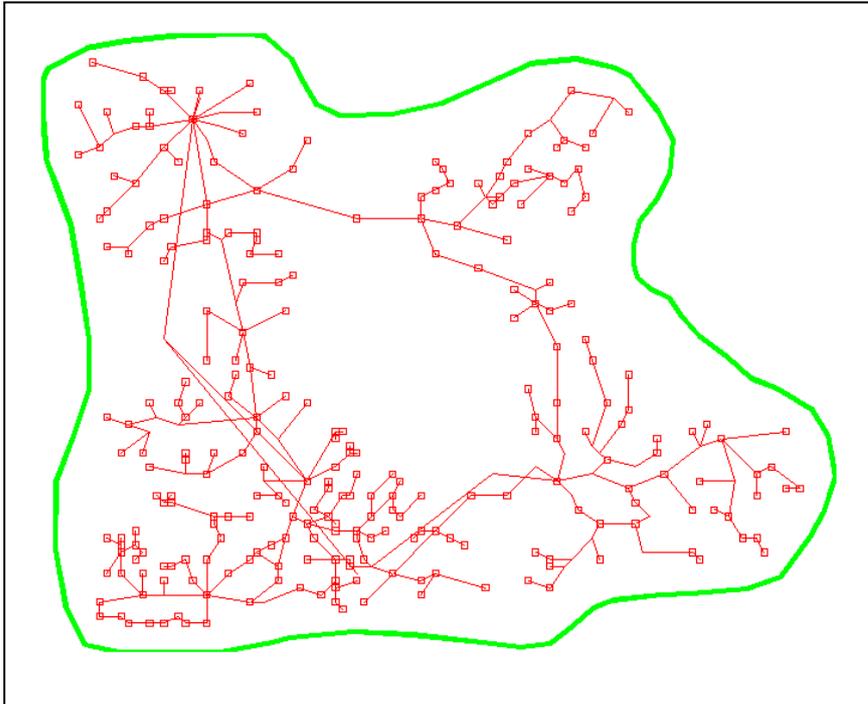


Figure 7.6.4: Rural area – modeling of the customers

Most appropriate seems modeling of the customers as concentrated in nodes (sites) – Fig. 7.6.4.

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### 7.6.3. Services and traffic intensity in rural areas

In many rural areas the basic service is still voice, but it is expected in the future that the broadband access (giving access to Internet, E-services, etc.) will start penetrating such areas.

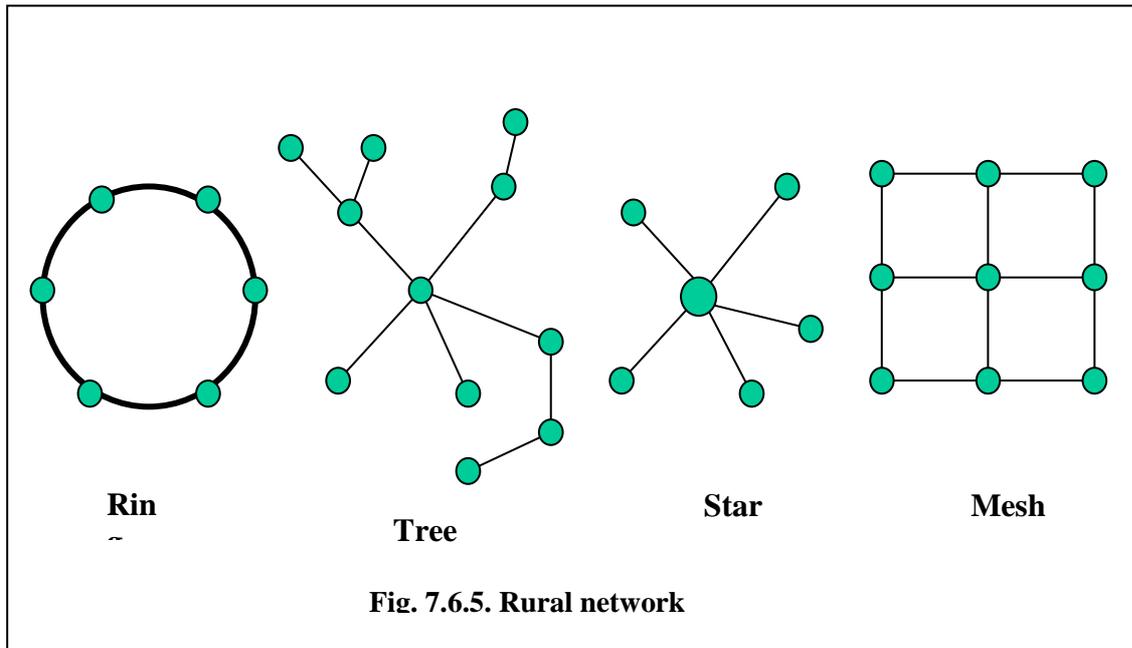
Special case is the community shared access, as the telecenters, where broadband connection will be very important.

### 7.6.4. Telecommunication technologies for rural networks

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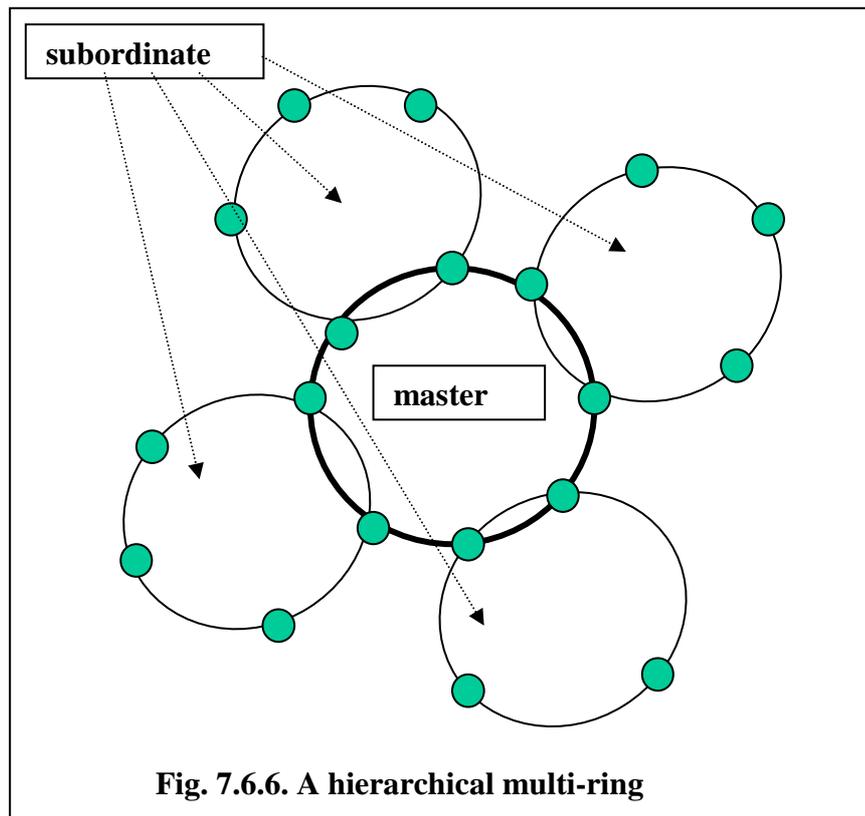
### 7.6.5. Structure of rural networks

In the case of rural areas with sparse demand point distribution and low overall traffic/demand requirement, a typical transmission network can be represented with a one-level graph with no hierarchical structure typical for nation-wide or large metropolitan-area networks. This certainly makes the modeling issue relatively simple and leads to such typical network structures as rings, trees (stars), or sparse mesh graphs (see Figure 7.6.5).



When a rural area is too large to be covered by a single ring, a multi-ring structure can be used. Such a structure is depicted in Figure 7.6.6. It should be noted that rings are mostly installed to assure resilience (see Paragraph 7.6.6.4), in particular robustness against any single link (link on a ring is called a segment) or any single node failure. If such a robustness is to be maintained in a multi-ring structure, the rings must be connected by at least two nodes. A suitable multi-ring network structure for a rural area is depicted in Figure 7.6.6, with one master ring and a number of subordinate rings.

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## 7.6.6. Optimization models for fixed rural networks

### 7.6.6.1. Ring networks

Rings (see Figure 7.6.5) are typical network configurations constructed using the SDH/SONET transmission systems and add-drop multiplexers (we note that currently WDM rings are considered). A ring is very well suited for serving rural areas with few nodes and limited bandwidth requirement. A typical ring can support up to 16 nodes and has capacity up to 2.5 Gb/s (these figures determine the range of the use of such single ring network configurations).

Rings can be configured in several ways, e.g., as unidirectional (one-fiber) or bidirectional (two-fiber) rings, with (then the number of fibers is doubled) or without the self-healing capability. In the unidirectional case all the demands between the node pairs on the ring use the VC containers through the whole ring so the capacity of the ring (e.g., 2.5 Gb/s) must be greater or equal to the sum of the required bandwidth between all node pairs on the ring. In the bidirectional case this is not that simple and the demands between the node pairs are to be configured, leading to the following (non-trivial problem).

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**BRDP****(Bidirectional Ring Dimensioning Problem)****indices**

$v, w, s, t = 1, 2, \dots, V$  nodes ( $V$  - number of nodes on the ring)

**constants**

$h_{vw}$  bandwidth (capacity expressed in modules, e.g., in VC-12 = 2,048 kb/s) to be realized on the ring between node  $v$  and  $w$  ( $v < w$ ) in both directions (from  $v$  to  $w$  and from  $w$  to  $v$ ); this bandwidth must be realized between  $v$  and  $w$  on the clockwise fiber, and between  $w$  and  $v$  on the counter-clockwise fiber

$C$  capacity (in the same modules as above for node pairs) of the ring

**variables**

$x_{vw}$  number of modules allocated between node  $v$  and node  $w$  on the clockwise fiber of the ring

$y_{vw}$  number of modules allocated between node  $w$  and node  $v$  on the counter-clockwise fiber of the ring

**constraints**

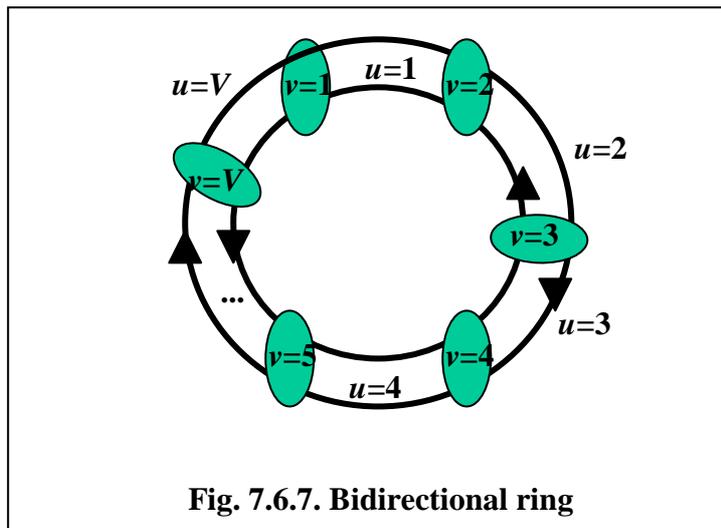
$$x_{vw} + y_{vw} = h_{vw} \quad v, w = 1, 2, \dots, V, \quad v < w \quad (7.6.1a)$$

$$\sum_{(v,w)} x_{vw} + \sum_{(s,t)} y_{st} \leq C, \quad (7.6.1b)$$

where one constraint of the form (7.6.1b) is posed for each segment  $u$  ( $u=1, 2, \dots, V$ ) of the ring (segment  $u$  is the link on the ring that joins node number  $u$  and node number  $u+1 \pmod{V}$ , see Figure 7.6.7), and for each such segment  $u$  ( $u=1, 2, \dots, V$ ) the summations are carried out for:

- all pairs  $(v, w)$  such that  $v < w$ , and the clockwise fiber of the ring from  $v$  to  $w$  contains the segment  $u$

all pairs  $(s, t)$  such that  $s < t$ , and the counter-clockwise fiber of the ring from  $t$  to  $s$  contains the segment  $u$ .



**Fig. 7.6.7. Bidirectional ring**

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In general it is not a trivial task to resolve BRDP (which is a integer programming problem), especially when the whole capacity  $C$  has to be used in the feasible solution.

Anyhow, the main design problem for a rural ring is to find its location so as to minimize the cost of links/ducts. The problem is in fact equivalent to finding the minimal Hamiltonian cycle (this problem is frequently called the travelling salesman problem – TSP). Recall that a Hamiltonian cycle in a given graph is cycle that traverses all the nodes such that each node is traversed exactly once. TSP is as follows. Let  $v=1,2,\dots,V$  be a set of nodes with given locations and let  $g_{vw}$  be the cost (weight) of installing a direct optical cable (link) between nodes  $v$  and  $w$ . We are to find a Hamiltonian cycle with the minimum sum of the weights of the links it uses. In general, TSP is a NP-hard problem. Still it is quite easily solvable when the number of nodes is reasonable (see Paragraph 7.6.7.1).

### 7.6.6.2. *Tree/star networks*

When resilience is not an big issue then a tree network can be a good solution for a rural area. Recall that a tree spanning a set of nodes  $v=1,2,\dots,V$  is a connected graph with exactly  $V-1$  links (see Figure 7.6.5). Certainly, if any link of a tree is deleted, then the resulting graph becomes not connected. When we decide to install a rural network of the tree structure it is highly desirable to use the minimum (synonyms: lightest, shortest) spanning tree, i.e. the tree that has the minimum weight where the weight of the tree is the sum of the weights of all its links  $g_{vw}$ . Note that a ring with one link removed (any link, in fact) is a tree, but obviously not necessarily the lightest tree.

Finding a shortest tree is an easy task when all nodes have to be in the tree. Otherwise, when only a predefined subset of  $V'$  nodes has to be connected by a tree (but possibly using nodes outside this subset) then we encounter a NP-hard problem called the Steiner tree problem (see Paragraph 7.6.7.2).

A star network (see Figure 7.6.5) is a special case of a tree with a central node (called a root) with all other nodes connected to the central node by means of a direct link. The simple structure of a star network has a lot of advantages from the management viewpoint, and hence it is preferable, provided its cost can be made close to that of the minimum spanning tree.

### 7.6.6.3. *Mesh networks*

In rural areas mesh networks are provided instead of rings and trees for two main reasons: (i) when the area is large (many nodes, high traffic demand), and (ii) resilience. In a large rural area a single ring network structure may not be sufficient (because of the excessive number of nodes in the area, or for insufficient capacity of the ring compared to the traffic demand generated in the area). In such a case a multi-ring structure or a pure mesh transmission networks has to be installed instead. Also, when resilience is an issue, then a tree network is not acceptable and the tree structure must be converted into a mesh structure.

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Optimization models for mesh networks have been described in detail in Section 7.1.

#### 7.6.6.4. Resilience issues

Both unidirectional and bidirectional rings can be made robust to single segment/node failures by doubling the number of fibers they use. This leads to USHR (unidirectional self-healing ring) and BSHR (bidirectional self-healing ring), built upon two and four fibers, respectively. Although the restoration principles are different for USHR and BSHR, both types of rings restore 100% demands in the case of a single segment failure and in the case of a single node failure, using extra fibers.

When for some reasons the single ring structure cannot be used in a rural area, then either a multi-ring structure or a mesh network should be installed. A multi-ring structure can consist of a master ring with subordinate rings attached to it (see Figure 7.6.6). Each subordinate ring is connected to the master ring in two different nodes so that no single node failure can disconnect the subordinate ring from the rest of the network.

Let us now consider the case of meshed networks. As we have mentioned above, for rural mesh networks the aspect of link capacity dimensioning is less important than that of finding link locations. Hence, the most important aspect is to find the subset of links (and corresponding routing) to be installed, such that the resulting network is cheapest and at least two-connected. An example of a representative resilient design problem is formulated below. It consists of finding a pair of paths (basic path, backup path) for each traffic demand such that at least one of these two paths is working in each failure situation.

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### **RDPRN** (Robust Dimensioning Problem for Rural Networks)

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#### indices

$d=1,2,\dots,D$	demands
$j=1,2,\dots,m(d)$	pair $(P_{dj}, Q_{dj})$ of situation disjoint paths for flows realizing demand $d$ , nominal path $P_{dj}$ , and backup path $Q_{dj}$
$e=1,2,\dots,E$	links
$s=0,1,\dots,S$	situations

#### constants

$a_{edj}$	= 1 if link $e$ belongs to nominal path $P_{dj}$ ; 0, otherwise
$b_{edj}$	= 1 if link $e$ belongs to backup path $Q_{dj}$ ; 0, otherwise
$\kappa_e$	installation cost of link $e$
$\alpha_{es}$	binary availability coefficient of link $e$ in situation $s$ ( $\alpha_{es} \in \{0,1\}$ )
$\delta_{djs}$	binary availability coefficient of path $P_{dj}$ in situation $s$ , $\delta_{djs} = \prod_{e: a_{edj}=1} \alpha_{es}$

#### variables

$u_{dj}$	binary routing variable indicating whether pair $j$ of demand $d$ is used ( $u_{dj}=1$ ) or not ( $u_{dj}=0$ )
$\varepsilon_e$	binary variable indicating whether link $e$ is installed ( $\varepsilon_e=1$ ) or not ( $\varepsilon_e=0$ )

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**objective**

$$\text{minimize } C(\boldsymbol{\varepsilon}) = \sum_e \kappa_e \varepsilon_e \quad (7.6.2a)$$

**constraints**

$$\sum_j u_{dj} = 1 \quad d=1,2,\dots,D \quad (7.6.2b)$$

$$\sum_d \sum_j (a_{edj} \delta_{djs} + b_{edj}(1 - \delta_{djs})) u_{dj} \leq D \alpha_{es} \varepsilon_e \quad e=1,2,\dots,E \quad s=0,1,\dots,S. \quad (7.6.2c)$$

Note that when the above problem is solved then we can use the pair (basic path, backup path) either within a hot-standby mechanism or a path-restoration mechanism (see Paragraphs 7.1.2.4 and 7.1.2.6, respectively).

**7.6.7. Optimization methods for fixed rural networks**

In this subsection we will describe the basic optimization methods required for designing ring, tree, and mesh rural networks.

**7.6.7.1. Ring network optimization**

The basic problem for designing a single-ring rural network is finding the route for the ring connecting the set of nodes with given locations. This, as mentioned before, is equivalent to finding the minimum Hamiltonian cycle (circuit) in a given (fully connected) graph. Hence, we assume that for each pair of nodes  $v$  and  $w$  ( $v, w, = 1, 2, \dots, V$ ,  $v < w$ ) the cost (weight) of laying down the cable is equal to  $g_{vw}$ , and we look for the least expensive Hamiltonian cycle, that a permutation  $\varphi: \{1, 2, \dots, V\} \rightarrow \{1, 2, \dots, V\}$  of nodes' indices such that the cost

$$g(\varphi) = \sum_{v=1,2,\dots,V} g_{\varphi(v)\varphi(w)} \quad (7.6.3)$$

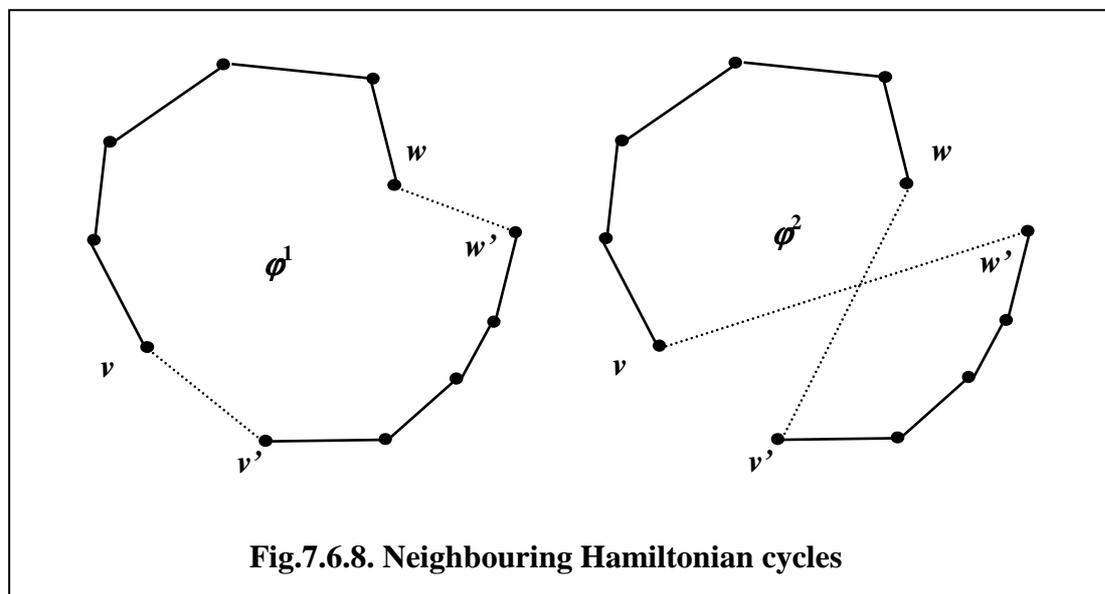
is minimal among all such permutations.

It is well known that the above problem (recall that this problem is called TSP – travelling salesman problem) is NP-hard. Consequently, we do not know of any algorithm that solves TSP effectively in a general case (i.e., in time polynomial with the number of nodes). Nevertheless, TSP can be solved effectively even for very large instances, of the order of ten thousand of nodes [7.6.1]. The basic technique used in such practical algorithms is called branch-and-cut [7.6.2], and is an extension of the branch-and-bound method described in Subsection 7.3.2, enhanced with stochastic heuristics such as simulated annealing (SA, see Subsection 7.3.3).

The branch-and-cut technique uses an IP formulation of TSP and generates additional inequalities (so called valid inequalities) at the consecutive nodes of the branch-and-bound process. These inequalities improve the lower bounds of the process and considerably speed up the time of reaching an optimal solution. Generation of valid inequalities is based on particular properties of TSP.

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The use of simulated annealing for TSP can be based on the following definition of the neighbourhood of a cycle: the neighbourhood of a Hamiltonian cycle  $\phi^1$  is the set  $N(\phi^1)$  of all cycles  $\phi^2$  that can be obtained from  $\phi^1$  by interchanging links between any four nodes, as illustrated in Figure 7.6.8. Using the SA algorithm for a graph corresponding to a rural area would usually lead to good sub-optimal solutions.



### 7.6.7.2. Tree network optimization

The basic problem in design of tree structures for rural networks is the problem of finding the minimum spanning tree (MSTP – minimum spanning tree problem). MSTP can be resolved effectively when all nodes of the graph have to be spanned by the tree. Then, for example, the Kruskal algorithm can be used (see [7.6.3]). To apply the algorithm, we first order the links of the graph in the non-decreasing order by their length  $g_e$ .

**Step 1:** Select a shortest link and color it blue. Set  $k = 1$ .

**Step 2:** Among the links not yet considered, select a shortest link  $\{v, w\}$ . If nodes  $v$  and  $w$  belong to the same subtree, color link  $\{v, w\}$  red; otherwise, color it blue and set  $k = k+1$ .

**Step 3:** If  $k = V-1$ , stop. Otherwise, return to Step 2.

Hence, initially, each node forms a subtree of its own, and then the consecutive subtrees are merged until the final minimum spanning tree is formed. Note that detecting whether a link is in the same subtree or joins two different subtrees is easy and can be done by maintaining the subtrees as ordered lists.

### 7.6.7.3. Mesh network optimization

Optimization methods for mesh networks have been described in detail in Section 7.3.

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