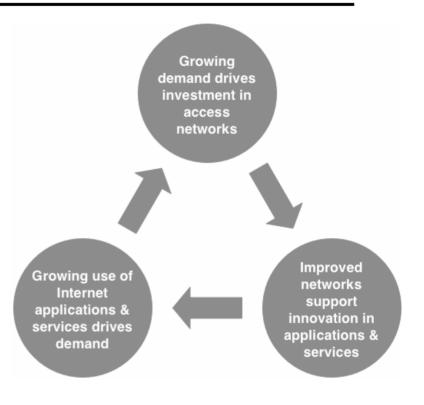
# **Broadband Working Group Overview**

Sharon E. Gillett, MIT, <a href="mailto:sharoneg@mit.edu">sharoneg@mit.edu</a>
John Watlington, France Telecom
Broadband Working Group Co-Chairs
MIT Communications Futures Program (CFP)
January 2006

# MIT CFP Broadband Working Group

- John Watlington, France Telecom, **Industry Co-Chair**
- Charter: "Virtuous Cycle" as broadband ideal
  - Promote investments so BB follows Moore's Law
  - Stimulate growth opportunities through value chain coordination
  - Economics, business models, pricing, policy etc. in addition to technology
- **Meeting since November 2004** 
  - Members email list
  - Conference calls ~2x/month
  - In-person workshops ~2x/year
- http://cfp.mit.edu/groups/broadband/broadband.html
  - **Focus topics** 
    - Broadband Incentive: Problem Definition White paper, released September 2005
    - Personal Broadband: Vision White Paper, released January 2006



# **Agenda**

#### 2:30 Overview

John Watlington, FT and Sharon Gillett, MIT

#### 3:00 Personal Broadband

- Vision White Paper: Dan Dahle, Intel; Sharon Gillett, MIT
- Architecture Update: Elisabeth Maida, MIT
- Brief Testbed follow-up: Dirk Trossen, Nokia

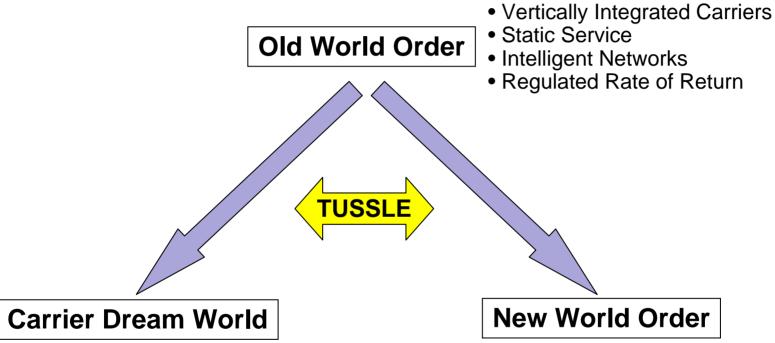
#### 3:45 Broadband Incentive: Problem and Solutions

- Network Optimization Proposal: Steve Cassidy, BT and Dan Dahle, Intel
- Brief discussion of location of follow-on work within CFP/CRN

### Friday 8-11 AM, January 20

 In-depth discussion among regular BBWG participants. Primary topics for discussion include personal BB testbed follow up, network optimization proposal, and nature and location of bb incentive solutions work within CFP.

# **Broadband Internet: Not your father's telecom**



- Vertically Integrated Carriers
- Controlled Introduction of Services
- Multi-optimized Networks
- Predictable Return on Investment

- Fragmented Value Chain
- Dynamic Services
- Stupid Networks
- Risk and Volatility

# **Indicators of Transition**

## • Major Carrier Investments

- FTTX (Verizon esp.)
- Desperately seeking ROI

#### • Plans to charge tolls

- SBC flap
- Attack on Akamai?
- Needs E2E QoS?
- Regulatory
  - Discrimination OK
- Service Bundling
  - Warner-Sprint

**Carrier Dream World** 

### **Old World Order**

**TUSSLE** 

- Unconventional Competitors
  - Users (edge)
  - Cities (wholesale network utility)
  - Content providers (Google)
  - Service providers (eBay-Skype)

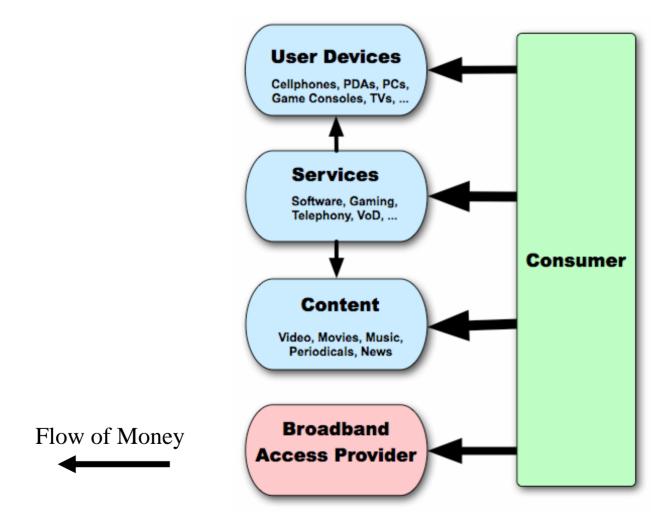
#### Experimental Value Location

- Cost savings (edge)
- Economic growth (utility)
- Content (ads)
- Services (auctions)
- Personalization potential

**New World Order** 

# **Broadband Incentive Problem:**The Search for Solutions

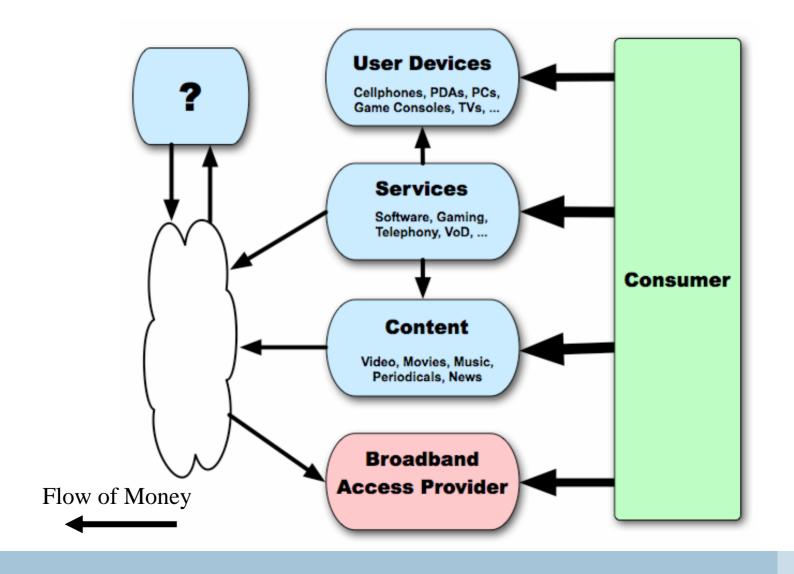
# **Current Broadband Value Net**



# **Possible Solutions?**

- Solutions which provide return on network investment without discouraging innovation or new usages
- Architectural Changes to the Internet
  - Adding needed mechanisms
- New Business Models
  - How to make use of new mechanisms

# **Incentivized BB Value Net**



# **Architectural Changes**

- The current Internet has problems
- Proposed solutions include:
  - Support for Interprovider QoS
  - Re-feedback of congestion information
  - Flexible Allocation of Bandwidth among users

# Re-Feedback

- TCP provides "fairness" without any centralized control. Too much!
- Re-feedback is a solution being considered by the IETF (proposed by BT)
- Allows a sender-pays business model (among many others)
- Not a complete solution

# **New Business Models**

- Clash between business models, public acceptance, and need for innovation
- Searching for new business models
  - New Pricing Models
  - Personal Broadband

# **Personal Broadband**

- A vision of broadband access decoupled from location and device
- Allows new business models to emerge
- Possible mechanisms for realignment of value chain: e.g. broadband access tied to content purchase