The Criteria, Procedure, and Classification of Traffic-Sensitive and Non-Traffic-Sensitive Components: A Case of CDMA Mobile System

Moon-Soo Kim

Since the introduction of competition in the telecommunication market due to the growth of the interconnection between heterogeneous particularly fixed and mobile networks, interconnection charge based on traffic-sensitive (TS) and non-traffic-sensitive (NTS) costs has become more important. Although there have been many studies of the public switched telephone network (PSTN), previous studies of TS and NTS costs in mobile networks are very few. In this paper, as a pilot study, we propose three criteria and a procedure for the classification of TS and NTS costs based on mobile systems. The three criteria are the following: function type, investment requirement, and main exhaust driver. Moreover, for a CDMA mobile system, strongly TS, strongly NTS, and mixed components are classified by the proposed criteria and procedure. The proposed criteria, procedure, and classification can provide a systematic and useful guideline to decide the scope of mobile facilities and to determine the terminating cost on mobile networks from fixed networks.

Keywords: Traffic-sensitive, non-traffic-sensitive, classification criteria, CDMA mobile system, interconnection, function type, investment requirement, main exhaust driver.

I. Introduction

One of the most significant changes in the communications market in the 1990s has been the rapid spread of Internet and mobile phone services. There is a high prospect that by 2003 the number of mobile phone subscribers will exceed that of fixed-line subscribers and the volume of mobile call traffic will surpass fixed-phone traffic [1]. With the current increase in investment and demand for the mobile network, traffic between the fixed-line and mobile networks has greatly increased. Also, the calculation of the interconnection charge has become one of the most pressing issues among service providers and has become a cause for concern for regulatory authorities.

In several countries, the interconnection charge, particularly the termination tariff on mobile networks, is regulated on the basis of cost. Telecommunications users who want to have access to a network are not necessarily required to subscribe to that network. Using interconnection, they can send calls to and receive calls from networks they do not subscribe to, and only pay a usage charge with no fixed charge for the services that they have used.

Mobile networks have network features that differ from those of fixed networks. In mobile networks, there is no part for conveyance that is dedicated exclusively to the customer. In other words, there is little in mobile networks which are equivalent to the local loop in fixed networks like the public switched telephone network (PSTN). Therefore, the termination rate on mobile networks includes non-traffic-sensitive access costs (local loop equivalent) and/or

Manuscript received Nov. 01, 2005; revised Aug. 31, 2006.

This work was supported by Hankuk University of Foreign Studies (HUFS) Research Fund. Moon-Soo Kim (phone: + 82 31 330 4979, email: kms@hufs.ac.kr) is with School of Industrial & Management Engineering, Hankuk University of Foreign Studies, Yongin, Gyeonggi-do, Korea.

coverage costs. This is one reason that termination rates for calls terminating on mobile networks in some countries appear to be unreasonably high. However, mobile networks require for their territory of coverage a minimum of facilities that is not driven by the volume of calls, either from their customers (outbound calls) or to their customers from other networks (inbound calls) [2]. For this reason, W. Neu [2] proposed that the cost of minimum coverage presence (MCP) should be included in the scope of indirect costs in the ITU-T Recommendation D.140, but detailed elements and the scope of MCP were not presented. According to the Director General of Telecommunications (DGT) of Oftel¹⁾ [3], since the access cost has nothing to do with traffic volume, it is incongruent to recover it by termination rates. This so-called MCP is an element of nontraffic-sensitive access costs in mobile networks. Recently, the additional cost incurred by a mobile network operator in terminating a basic mobile call on its network has become a regulatory and economic issue. This additional cost is properly calculated using only the traffic or usage-sensitive costs. Costs associated with access or coverage are not relevant to the incremental cost of terminating a mobile call [4]. However, it is still technically and practically difficult to draw a distinction between traffic-sensitive (TS) and nontraffic-sensitive (NTS) facilities in mobile networks. This paper presents criteria in section III and a procedure in section IV for making a distinction between TS and NTS facilities in mobile networks. This also includes the classification of TS and NTS components for a CDMA mobile system in section IV and Appendix A.

II. TS and NTS Costs in Telecommunications Networks

In the telecommunications industry, there has been serious discussion of TS and NTS cost. Especially in the case of telephone service, the local loop cost with NTS has been covered with the long distance-call charges so as to keep the subscriber's monthly basic fee low. Since the cost of access subscribers was widely believed to be NTS and therefore, not part of the marginal cost of calling, its transfer to a charge violated the most elementary principle of efficient pricing [5]. Nonetheless, a failure in efficient price settlement seems to be irrelevant in the telephone service industry.

Under the two-part tariff scheme, usage fees should be charged as the price for using the communication service and those fees should be based on the variable costs of the communication network [6]. The cost factors leading to such

1) Telecommunications regulatory organization of United Kingdom now is Ofcom.

variable costs are defined as TS. That is, TS cost is defined as the cost increasing according to usage traffic [5]. According to FCC [7], in the case of receiving traffic, usage-sensitive future-oriented economic cost is defined as the additional cost occurring due to the increase or decrease of service (or traffic). On the other hand, in a more technical approach, TS cost is defined as the cost occurring when the capacity of communications equipment is exhausted due to call volume

NTS elements can be referred to as those communication network elements excluding the above defined concept of TS. This includes the fixed and basic fee excluding the usage fee under the two-part tariff scheme. NTS cost is defined as the cost unrelated to call volume but related to the number of subscribers [5]. In the case of fixed networks, NTS cost includes end-office switch elements (line cards, trunk cards, ports, and so on) and cost elements unrelated to call volume such as the local loop [7]. In the case of MCI, about 70% of its fixed network was considered NTS cost [8]. From a more technical point of view, the cost occurring when the capacity of communication equipment is exhausted due to factors excluding traffic is deemed NTS

Mobile communication network structures and systems are technically different from those of fixed networks. Moreover, there have been insufficient studies on TS and NTS facilities in mobile telecommunication systems. But a cost-based terminating tariff (especially on mobile networks) is very important, and as a telecommunication regulatory issue, the identification and distinction of cost drivers and elements in mobile networks is more critical.

III. Classification Criteria for TS and NTS Components in Mobile Systems

In order to establish consent between the concerned parties such as regulators and fixed and mobile operators with regard to the classification of TS and NTS for each component of a mobile network, TS and NTS classification of each component should be considered in relation to the definition of TS and NTS costs. The features and functions of a mobile system should be understood in this respect; moreover, the classification for each component should be based on a set of consistent rules, which would ensure agreement among interested parties. Finally, the relation between the mobile system and its components should be fully considered. In terms of system, since an individual component may not be classified as either TS or NTS, its classification should be dependent upon an agreement among the interested parties.

In order to identify whether a facility or subsystem of the mobile system (terminology component instead of facility or subsystem) is TS or NTS, the following three criteria are presented: (i) a criterion based on the function type, (ii) a criterion based on the investment requirement, and (iii) a criterion based on the main exhaust driver.

The criterion based on function type rests on the fact that each component of the mobile system has its own peculiarly functional feature. The functions of the communications system are classified into six types (or elements) in this paper: access; transmission; switching; signaling; powering; and operations, administration, and maintenance (OAM).

According to ITU-T [9], [10], access is defined as the means by which a user is connected to a telecommunication network in order to use the services and/or facilities of that network. Transmission is defined as the action of conveying signals from one point to one or more other points. Switching is the process of interconnecting functional units, transmission channels or telecommunication circuits for as long as is required to convey signals. Signaling is defined as the exchange of information specifically concerned with the establishment and control of connections, and with management, of a telecommunication network. Powering is defined as a function with activation or deactivation of a system or part of a system. Finally, OAM consists of operation, administration, and maintenance of a system.

The first step is to determine whether each function is characteristically TS or NTS. In analyzing some of the defined functions it is difficult to draw a clear distinction between TS and NTS. For instance, it is appropriate for the billing function, which is included in OAM functions, to be classified as TS because there is a high possibility that the cost will vary according to user traffic. On the contrary, the system monitoring and management function, which is unrelated to user traffic, is close to NTS. This study therefore

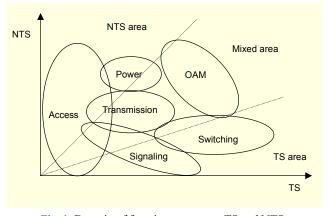


Fig. 1. Domain of function types over TS and NTS.

uses a three-dimensional classification which includes the concepts of a *TS area*, an *NTS area*, and a *mixed area*. The mixed area concept can include both TS and NTS features from the perspective of functions in mobile systems.

Figure 1 illustrates the domain of function types of the mobile system as classified into TS, NTS, and mixed areas. Actually this figure is a qualitative result²⁾ of discussions of experts, economists, and managers related to mobile technology and interconnections policy in Korea. The other two criteria were also determined in this way. The range of TS and NTS for each function can be changed and corrected by the operator, country, or regulator in technology-specific cases. It is a typical example of the domain of function types over TS and NTS.

The second criterion based on investment requirement is classified according to whether the facility extension investment requirement is due to an increase in user traffic or to the coverage of the minimal service area. As a rule, facility extension (additions to existing facility, upgrades, and so on) based on increases in traffic is close to TS, while the access of new subscribers to the service is close to NTS. Figure 2 illustrates the range of TS and NTS for the two elements.

Finally, the third criterion based on the main exhaust driver is the most technical approach among the three criteria. It consists of identifying elements exhausting the capacity of each component and classifying them as either TS or NTS. The elements exhausting the main facilities of the mobile network are classified into six types in this study: minutes of use (MOU), busy hour call attempt (BHCA), cell sites/sectors, facility exhaust, number of managed facilities, and no exhaust. Among them, MOU and BHCA are mainly related to traffic and are close to TS. The subsystem management element

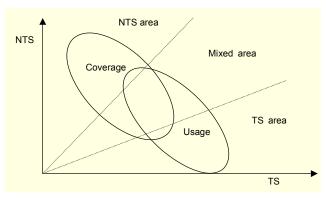


Fig. 2. Domain of investment requirement over TS and NTS.

²⁾ The necessity of quantitative analysis to distinguish the borders between the NTS area and the mixed area, and between the mixed area and the TS area was brought up in discussion with related experts, but it is very difficult work and would require much time and expense, so it remains as a possible further study.

for monitoring and controlling the traffic path is also to some degree traffic-sensitive. On the contrary, the service cell or sector element, which is exhausted to provide users in the service use area with mobility guarantee and always-on access, is close to NTS. The facility exhaust element occurring according to the aging of facilities themselves belongs to the mixed area because some cases are related to traffic management while others are not. A summary is shown in Fig. 3. Based on the three classification criteria and main elements in each criterion, each component of the mobile network is classified into one of three types as *strongly TS*, *strongly NTS*, or *mixed feature*.

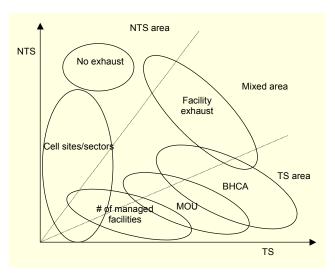


Fig. 3. Domain of main exhaust drivers over TS and NTS.

IV. Classification of TS and NTS on a CDMA Mobile System

1. Classification Procedure

Figure 4 shows the classification procedure applied to a mobile system according to TS and NTS classification criteria which are presented in this paper. First, an analysis of each mobile subsystem is carried out; second, the mapping of each element in terms of the three classification criteria on the system components is carried out through a discussion with several relevant experts³⁾. Then, if all elements of the three criteria mapped onto a given component belong to the TS area, it is categorized as

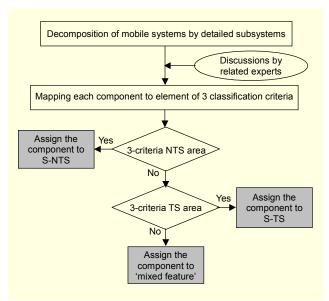


Fig. 4. The classification procedure of TS and NTS on mobile systems.

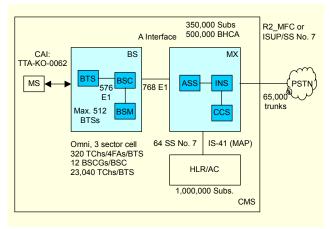


Fig. 5. CMS architecture [11].

strongly TS (S-TS). If all elements of the three criteria mapped onto the component belong to the NTS area, it is categorized as strongly NTS (S-NTS), and the other cases are categorized as mixed feature.

2. Decomposition of a CDMA Mobile System

The first step in the TS and NTS classification of a mobile system is to select a suitable system and decompose it. The target mobile system which was decomposed in this study is the CDMA mobile system, or CMS (see Appendix B). CMS is a CDMA-based digital cellular infrastructure derived from IS-95, which was developed by Electronics and Telecommunications Research Institute (ETRI), Korea. ETRI developed CMS as a test-bed in 1994. It consists of MS, BS

³⁾ We had two formal discussions with several experts of CDMA technology and telecommunication economic fields: first, to list components and examine their functions in each subsystem BTS, BSC, MSC and HLR/AC; second, to apply corresponding elements of criteria to decomposed components of CDMA subsystems.

Table 1. The levels of CMS configuration management.

| Level | Definition | Example |
|-----------|--|----------------------|
| System | Set of subsystems that implements the functions of mobile service, which is possible to design independently and its interface with other system is standardized | CMS |
| Subsystem | HW and SW that has physical structure and independent function | MS, BS, MX |
| Block | Component of the lowest subsystem which has a hierarchical tree. | RF, BIN, CCP, TSB |
| Unit/PBA | Component of block and the lowest level of independent configuration management | HAPU, HINA |

(composed of BTS, BSC, and BSM), MX (composed of MSC and VLR), and HLR/AC as shown in Fig. 5 [11], [12]. Furthermore, each subsystem consists of several modules with particular functions that can be decomposed.

The levels of CMS configuration management are summarized in Table 1. CMS configuration management is composed of the subsystems MS, BS, MX, and HLR. Each subsystem is composed of subcomponents or blocks, and each block is composed of units or PBAs, which are at the lowest level of configuration management [13].

In this paper the decomposition of CMS for TS and NTS classification of the system hardware is carried out basically at the level of unit or PBA. However, the BSM and HLR are decomposed only on the hardware platform because those are mainly dependent on software due to their functional and system peculiarity. Some facilities which cannot be decomposed (tower, antenna, spectrum, wire lines between subsystems, and so on) are considered to be decomposed components because they cannot be broken down further. The BCP and BIN, which are a unique processor and router in the BTS respectively, are decomposed at the block level. In this way, and in discussion with several mobile experts, the BTS and BSC were decomposed into 13 components, the MX into 22 components, and the HLR/AC into 5 components. All components and their main functions in each CMS subsystem are described in Appendix A.

3. Classification of TS and NTS Applied to CMS

By the proposed classification procedure, every component in CMS is classified according to the elements of the three classification criteria. Table 2 shows the resulting classification of the receiver card, the upconverter, the analog common card

Table 2. An example of classification based on the three criteria.

| Components | Function type | Investment requirement | Exhaust driver | Classification |
|---------------|---------------|------------------------|----------------------|----------------|
| Receiver card | Access | Coverage | Cell sites/sector | S-NTS |
| Upconverter | Access | Coverage | Cell sites/sector | S-NTS |
| Channel card | Access | Coverage | BHCA | Mixed feature |
| SXOA | Access | Coverage | # of CE | Mixed feature |
| Space switch | Switching | Usage | BHCA | S-TS |
| FEP | Signaling | Usage | BHCA | S-TS |

(ACC) in the BTS, of the SXOA in the BSC, of the space switch in the MX, and of FEP in HLR.

In Table 2, the receiver card, which belongs to the RF unit in the BTS, mainly performs the function of downconversion from UHF to an IF of 4.95 MHz while the upconverter card performs the opposite function. In addition, the main function of the ACC, which belong to the digital unit in the BTS, is as follows: The I and Q outputs are converted to analog through a set of digital-to-analog converters and filters in the forward link, and vice versa in the backward link [14]. Most functions of every component in the BTS are to connect customers to the mobile system, that is, they are access type; the main driver is to extend or update the components of the BTS and is to cover the service area, that is, it depends on the number of customers and is coverage type. In the main exhaust driver, the receiver card and upconverter have a feature of cell/sites because their capacity in certain cells is limited, so over call is denied automatically. In the case of the ACC, however, since it is exhausted as it processes call attempts, the main exhaust driver of the ACC is the BHCA in the mixed area. By the proposed procedure, the receiver card and upconverter components are classified as S-NTS, and the ACC is classified as mixed.

In the case of the SXOA component of the BSC, which supports soft handoff by selecting the BTS, it transcodes between 64 kbps PCM and variable rate vocode data [14]. Its main functions are signal format conversion and signal handling to connect to the core facility of the mobile network so that those are classified as an access type. The extension and upgrade of this component depends on the numbers of the BTS and subscribers so it is considered coverage type, but its channel elements are included in the mixed area because the extension and upgrade of channel

elements depends on call attempts. Thus SXOA is classified as mixed feature.

Finally, the space switch in the MX interconnects a number of time switches and switches a time slot in one stream with a time slot in another stream [16], [17]. The FEP in HLR processes the message transfer part, signaling connection control part, and the transaction capability application part of the CCS No. 7 [13], [14]. These functions are switching and signaling type respectively. Their additional investment is mainly caused by increase of call traffic and attempts. Because the space switch works in proportion to the number of call attempts and the FEP processes the low level part of the CCS. No.7 for the routing information of the receiver, the exhaust driver of the space switch and that of FEP are mapped onto the BHCA. Therefore, since all elements of the three criteria mapped onto the space switch and the FEP are included in the TS area they are classified as S-TS.

In this way, based on the classification criteria and procedure, all decomposed components of the CDMA mobile system are classified as S-TS, S-NTS and mixed feature (see Appendix A). The main result of TS and NTS classification on the CMS is as follows. Based on three classification criteria, the RF unit and the digital unit in BTS were classified as S-NTS and mixed respectively (see Table A1 of Appendix A). The BSC subsystem was classified as mixed (see Table A2 of Appendix A). Most of the MX components were classified as S-TS and some as mixed (see Table A3 of Appendix A). The HLR was close to S-TS excluding some components because it is susceptible to the subscriber's call attempts (see Table A4 of Appendix A). Seven other components were similarly classified (see Table A5 of Appendix A).

V. Conclusion

In this pilot study, we proposed the classification criteria and procedure to distinguish between TS and NTS facilities in mobile telecommunication systems. Furthermore, we have classified the components of the Korean CDMA mobile system into three types–S-TS, S-NTS, and mixed by the proposed criteria and procedure. Considering the fact that terminating charges on mobile networks from fixed networks is emerging as a critical issue in the telecommunication regulatory field, this study is a useful reference to help set the cost scope of access charges between fixed and mobile networks. For example, when a detailed account of facilities and the scope of minimum coverage presence in a mobile network is necessary, this

gives a systematic guideline to determine them because the proposed criteria and procedure are based on economic rationale as well as the technical characteristics of the mobile system. Furthermore, the criteria and procedure have another advantage in that they can be applied to most mobile technologies like AMPS, CDMA, GSM, TDMA, and so on.

However, this study produces several limitations for further study because our approach was based on a rather technical and theoretical perspective based on related experts' discussions rather than economic and empirical application. First, there is a possible difficulty in applying the proposed approach to the practical field of the interconnection market because the CDMA system in this study may not be the same as the mobile operator's facilities. Second, in order to establish more robust classification criteria, a quantitative analysis to distinguish the borders between the NTS area and the mixed area, and between the mixed area and the TS area is required. These limitations, practically speaking, may create a difficulty in calculating the interconnection charge. Third, and most importantly, negotiation between operators and regulators to practically implement the results of this paper in the actual interconnection market would be necessary, but in this paper there is no prior consultation procedure among them. If the interested parties related to the interconnection market reach a consensus concerning the necessity for classification criteria and procedure for TS and NTS components of mobile networks similar to those used in fixed networks, these limitations will be resolved through further research. Moreover, we expect that our propositions will be practically useful in the regulating procedure of determining costs (which includes an economic and an engineering model) for interconnection charges between mobile and fixed operators which is carried out periodically.

Acknowledgements

The author would like to thank Professor Taehee Lee (Kookmin University), Professor Jaewon Kim (Kyoungju University), Professor Heesun Jang (Pyeongtaek University), Mr. Byoungho Kim (KT), Mr. Seoktae Park (KT), Mr. Wonlae Kim (KTF), Mr. Sungho Seol (ETRI), Mrs. Suna Kang (ETRI) and Dr. Whajoon Cho (KTICOM) for their deep discussions and helpful comments about listing and examining functions of components in the CDMA mobile system and mapping classification criteria onto those components.

Appendix A. TS and NTS Classification of Components on the CMS (CDMA Mobile System)

Table A1. TS and NTS classification of BTS components.

| Components of BTS | | Function | Function type | Req. | Exhaust driver | Classification |
|-------------------|--------------------|--|---------------|------|----------------------|----------------|
| | Rx front end unit | Reverse signal filtering and sampling | Access | Cov. | Cell sites/sectors | S-NTS |
| | Tx front end unit | Forward signal filtering and sampling | Access | Cov. | Cell sites/sectors | S-NTS |
| | Receiver card | Downconversion from RF to IF | Access | Cov. | Cell sites/sectors | S-NTS |
| RF unit | Upconverter | Upconversion from IF to RF | Access | Cov. | Cell sites/sectors | S-NTS |
| | Distribution shelf | Distributes the received signal to digital unit | Access | Cov. | Cell sites/sectors | S-NTS |
| | HPA shelf | Power amplification of signal for transmitting | Access | Cov. | Cell sites/sectors | S-NTS |
| | GPS receiver | Receives the reference clock | Access | Cov. | BTS exhaust | S-NTS |
| | TFC | Generates the system clock and monitors the status of SIC | Access | Cov. | BHCA, BTS exhaust | Mixed |
| | SIC | Combines the baseband forward link signals and upconverts them to IF | Access | Cov. | Sectors | Mixed |
| Digital unit ACC | | Digital-to-analog conversion of the forward link signals and analog-to-digital conversion of the reverse link signals | | Cov. | ВНСА | Mixed |
| | CC | CC consists of two CEs and each CE carries out required CDMA signal processing for the forward channels and reverse channels | | Cov. | ВНСА | Mixed |
| _ | BIN | Traffic packet routing between CE and CIS | Access | Cov. | ВНСА | Mixed |
| ВСР | | Controls the BTS and assigns the radio resources (frequency, frame offset) | Access | Cov. | BTS exhaust | Mixed |

Table A2. TS and NTS classification of BSC compenents.

| Comp | Components of BSC Function | | Function type | Req. | Exhaust driver | Classification |
|------|--|--|---------------|------|----------------|----------------|
| | HINA Provides 8 nodes and each node switches message packets | | Access | Cov. | BHCA | Mixed |
| CIN | HIPA | Monitors and manages all node of HINA | Access | Cov. | BHCA | Mixed |
| | LITA/LIEA | Link interface board (8 E1/T1) | Access | Cov. | BHCA | Mixed |
| TSB | SXIA | Controls and manages SXOA | Access | Cov. | BHCA | Mixed |
| 156 | SXOA | Selecting BTS and traffic transcoding (Q_CELP \leftrightarrow PCM) | Access | Cov. | # of CE | Mixed |
| | MPMA | Execution of OS and application program | Access | Cov. | BHCA | Mixed |
| CCP | PCCA | Connects IPC unit of MSC | Trans. | Cov. | BHCA | Mixed |
| CCr | SBIA | Provides interfacing function for the message packet with CIN | Trans. | Cov. | BHCA | Mixed |
| | DCCA | Provides a duplication control for the CCP | Access | Cov. | BHCA | Mixed |
| | Commercial workstation | Program downloading for the control processors at initialization phase and status management for control processors and equipment device of BS | OAM | Cov. | ВНСА | Mixed |
| BSM | Input and output device | Inputs and outputs the information for system operation | OAM | Cov. | BHCA | Mixed |
| | CIS interface card | Interfaces with HINA of CIN | Trans. | Cov. | BHCA | Mixed |
| | Hard disk | Auxiliary memory device | OAM | Cov. | BHCA | Mixed |

Table A3. TS and NTS classification of MX components.

| Components of TDX-10 MX | | Function | Function type | Req. | Exhaust driver | Classification |
|-------------------------|--|--|---------------|------|-------------------|----------------|
| | LRP | Location registration and update | Access | Usa. | Moving | Mixed |
| | OMP | Operation and maintenance | OAM | Usa. | Processor exhaust | Mixed |
| CCS | MMP | Controls input and output for interface with operator | OAM | Usa. | Processor exhaust | Mixed |
| | MTU | Magnetic tape unit for accounting, operating information | OAM | Usa. | BHCA/ MOU | Mixed |
| | Disk | Storage unit for generic program and data | OAM | Usa. | No | Mixed |
| | CIPCU | Central inter processor communication unit | Trans. | Usa. | Processor exhaust | Mixed |
| | NES | System clock generation and distribution for network synchronization | Switch | Usa. | Switch exhaust | Mixed |
| | SSW | Space switch | Switch | Usa. | BHCA | S-TS |
| | SSP | Space switch processor | Switch | Usa. | BHCA | S-TS |
| INS | INMP | Maintenance of INS | OAM | Usa. | BHCA | S-TS |
| | INP | Searches and manages interconnection network in space switch | Switch | Usa. | BHCA | S-TS |
| | NTP | Number translation | Switch | Usa. | BHCA | S-TS |
| | CDL | Optic link between racks | Trans. | Usa. | BHCA | S-TS |
| | IIPCU INS inter processor communication unit | | Trans. | Usa. | BHCA | S-TS |
| | DCI | Digital CEPT1 interface | Trans. | Usa. | BHCA | S-TS |
| | TSL | Time switches and links | Switch | Usa. | BHCA | S-TS |
| | LSI | Local service interface | Access | Usa. | BHCA | S-TS |
| | BLIP | Base station link interface processor | Trans. | Usa. | BHCA | S-TS |
| ASS | TSP | Time switch processor | Switch | Usa. | BHCA | S-TS |
| 1100 | LSP | Local service processor | OAM | Usa. | Processor exhaust | S-TS |
| | ASMP | Operation and maintenance in ASS | OAM | Usa. | Processor exhaust | S-TS |
| | ASP | Access switching processor for call handling | Switch | Usa. | Switch exhaust | S-TS |

Table A4. TS and NTS classification of HLR components.

| Components of HLR | Function | Function type | Req. | Exhaust driver | Classification |
|-------------------|--|---------------|------|---------------------|----------------|
| T1/E1 multiplexer | T1/E1 interfaces with MSC | Trans. | Usa. | BHCA | Mixed |
| FEP | Processing SCCP, TCAP, and MTP of CCS No.7 | Signaling | Usa. | BHCA | S-TS |
| BEP | Processing ASE of CCS No.7 | Signaling | Usa. | BHCA | S-TS |
| HLR DB | Storage unit for mobile subscribers | OAM | Cov. | - | Mixed |
| OMP | System operation and maintenance | OAM | Usa. | Workstation exhaust | Mixed |

Table A5. TS and NTS classification of other components.

| Other components | Function | Function type | Req. | Exhaust driver | Classification |
|-------------------|-----------------------------------|---------------|------|---------------------|----------------|
| Tower | Equipment for supporting antennas | Access | Cov. | Cell sites/sectors | S-NTS |
| Antennas | 3 transmit and 6receive antennas | Access | Cov. | Cell sites/sectors | S-NTS |
| Spectrum license | Transmission medium | Access | Cov. | No | S-NTS |
| Spectrum clearing | RF relocation | Access | Cov. | No | S-NTS |
| MDF | Transmission, aggregation | Transport | Usa. | ВНСА | S-TS |
| Backhaul | Transmission between BTS and BSC | Transport | Usa. | MOU | S-TS |
| AC | Identification, DB | Access | Cov. | Workstation exhaust | Mixed |

Appendix 2. Abbreviations

| AC | Authentication Center | HPA | High Power Amplifier |
|------|--|-----------|--|
| ACC | Analog Common Card | LITA/LIEA | Link Interface T1 Assembly/ Link Interface E1 Assembly |
| ASE | Application Service Element | MDF | Main Distribution Frame |
| BCP | BTS Control Processor | MOU | Minutes Of Use |
| BEP | Back End Processor | MPMA | Main Processor and Memory Assembly |
| BHCA | Busy Hour Call Attempt | MSC | Mobile Switching Center |
| BIN | BTS Interconnection Network | MTP | Message Transfer Part |
| BS | Base Station | MX | Mobile eXchange |
| BSC | Base Station Controller | NTS | Non-Traffic-Sensitive |
| BSM | Base Station Manager | OAM | Operation, Administrations and Maintenance |
| BTS | Base Transceiver Station | OMP | Operation and Maintenance Processor |
| CC | Channel Card | PBA | Printed-Circuit Board Assembly |
| CCP | Call Control Processor | PCCA | Processor Communication Control Board Assembly |
| CCS | Common Channel Signaling | SBIA | Signaling Bus Interface Assembly |
| CE | Channel Element | SCCP | Signaling Connection Control Part |
| CIN | CDMA Interconnection Network | SIC | Sector Interface Card |
| CMS | CDMA Mobile System | SXIA | Selector and Transcoder Interface Assembly |
| DCCA | Deuplex Communication Control Board Assembly | SXOA | Selector and Transcoder Assembly |
| FEP | Front End Processor | TCAP | Transaction Capability Application Part |
| GPS | Global Positioning System | TFC | Timing-Frequency Reference Card |
| HINA | High Capacity IPC Node Board Assembly | TS | Traffic-Sensitive |
| HIPA | High Capacity IPC Processor Assembly | TSB | Transcoder and Selector Bank |
| HLR | Home Location Register | VLR | Visitor Location Resister |
| | | | |

References

- R. Samarajiva, "The ITU Consider Problems of Fixed-Mobile Interconnection," *Telecommunications Policy*, vol. 25, 2001, pp.155-160.
- [2] W. Neu, "Rapporteur's Report of the Rapporteur Group Responsible for Studying Mobile Service Termination Rates-Meeting of 6-7 June 2002," *Temporary Document 8 in ITU-T SG3 and Working Parties meeting*. Geneva, available at http://www. itu.int/md/meeting. asp?lang=&type=meetingdesc&parent=T01-SG03-020610.
- [3] MMC (Monopolies and Mergers Commission), Reports on References under 13 of the Telecommunications Act 1984 on the

- Charges Made by Cellnet and Vodafone for Terminating Calls from Fixed-Line Networks, MMC, available at http://www.oftel.gov.uk/publications/1995_98/pricing/cmmc1298.htm.
- [4] J.D. Ramsey, *Mobile Interconnection Report*, TNS Telecoms/INDETEC International, 2000.
- [5] A.E. Kahn and W.B. Shew, "Current Issues in Telecommunications Regulating: Pricing," *Yale Journal of Regulation*, vol. 4, 1987, pp. 191-258.
- [6] ITU-T, Rec. D.93: Charging and Accounting in International Telecommunication Services, ITU, Geneva, 2000.
- [7] FCC, Section 252 of the Telecommunications Act of 1996, 1996.

- [8] B. Stillman, D. Sussaman, C. Frentrup, A. Buzacott, and L. Fenster, Comments of MCI Comm. Corporation, FCC, 1997.
- [9] ITU-T, Rec. G.902: Framework Recommendation on Functional Access Network (AN), Architecture and Functions, Access Types, Management and Service Node Access, ITU, Geneva, 1995.
- [10] ITU-T, Rec. I.112: Integrated Service Digital Network (ISDN) General Structure, ITU, Geneva, 1993.
- [11] Y.N. Han, H.G. Bahk, and S.T. Yang, "CDMA Mobile System Overview: Introduction, Background, and System Concepts," *ETRI Journal*, vol. 19, no. 3, 1997, pp. 83-97.
- [12] S. Shin, H. Lee, and K.C. Han, "The CDMA Mobile System Architecture," *ETRI Journal*, vol. 19, no.3, 1997. pp. 98-115.
- [13] H.K. Park, Development of Digital Mobile Communications System, Electronics and Telecommunication Research Institute (ETRI), 1994, (in Korean).
- [14] D.W. Lee, K. Yoo, J. Kim, M. Kim, and J. Park, "Development of the Base Station Transceiver Subsystem in the CDMA Mobile System," *ETRI Journal*, vol. 19, no. 3, 1997, pp. 116-140.
- [15] J.H. Ahn, D.J. Shin, and C.H. Cho, "Development of the Base Station Controller and Manager in the CDMA Mobile System," *ETRI Journal*, vol. 19, no. 3, 1997, pp. 141-168.
- [16] C.K. Lee, H.S. Jeon, K.S. Cho, and S.H. Lee, "Development of the Mobile Exchange in the CDMA Mobile System," *ETRI Journal*, vol. 19, no. 3, 1997, pp.169-185.
- [17] H.K. Park, Summary of TDX-10, ETRI, 1993 (in Korean).
- [18] Electronics and Telecommunications Research Institute (ETRI), A Study on a Conceptual Framework of the Mobile Access Network and the Interconnection Charging, ETRI, 2001 (in Korean).
- [19] M.S. Kim, "The Classification Criteria and Procedure for Traffic-Sensitive and Non-Traffic-Sensitive Systems of Mobile Telecommunication Network," Contribution paper to the meeting of ITU-T SG3 and working parties, 2002, available at http://www.itu.int/itudoc/itu-t/com3/contr/01-04/020.html.
- [20] M.S. Kim, "A Study on Concept of the Mobile Access Part Based on the ITU's Access Network Functional Model," J. of Korean Institute of Comm. Science, vol. 28, no. 1A, 2003, pp. 17-24.
- [21] B.W. Kim and S.U. Park, "Determination of the Optimal Access Charge for the Mobile Virtual Network Operator System," *ETRI Journal*, vol. 26, no. 6, 2004, pp. 665-668.



Moon-Soo Kim is an Assistant Professor of School of Industrial and Management Engineering, Hankuk University of Foreign Studies (HUFS), Korea. He worked as a Project Manager at ETRI for 5 years before joining the university. His research focuses on strategic management and technological policy for the

information and telecommunication field. He has been involved in studies on the management of technology, telecommunication service management, and e-Business planning and strategy, and so on. Dr. Kim has published papers in several international journals such as International Journal of Innovation Management, Scientometrics, Technology Analysis & Strategic Management, Omega, Journal of Scientific and Industrial Research, International Journal of Innovation and Technology Management and also in several domestic journals. He holds a PhD from Seoul National University, Korea.