

## Techno Economy Design And Analysis Of Optical Multi Ratio Splitter GPON FTTB For Triple Play Services

Putu Yasa<sup>\*)</sup>, Erna Sri Sugesti<sup>\*\*)</sup>, Sofia Naning<sup>\*\*\*)</sup>

E-Mail: <sup>\*</sup>putu.yasa@gmail.com, <sup>\*\*</sup>-, <sup>\*\*\*</sup>-

### Abstract

The ability of the optical fiber to transmit three different wavelengths designed to produce output 32 customers (home pass) with an optical splitter ratio of 1: 4 and 1: 8 .This would be problematic when the number of requests in an area with a demand that vertical building in an area. In this study, we present a modified optical splitter ratio of 1: 4 and 1: 8 into the optical splitter ratio of 1: 8 and 1:16 and conduct comparative analysis with a splitter ratio of 1: 4 and 1:32 and analyze shifting distance from the feeder cable Optical Line Termination up to Optical Distribution Cabinet . In this study, it can be proven that a decline in investment costs by 32%, Cost per user before the design is at 15 US \$ per user, while after design changes to 13 US \$ per user. The design of the use of the Multi Ratio Splitter 1: 8 and 1:16 still meet the criteria for Link Power Budget <28 dB so that proper for deployments.

Keywords: Multi optical splitter, investment Feasibility Analysis, GPON, FTTx

### 1. INTRODUCTION

The PON is an access network based on Optical Fiber A passive Optical network is a single, shared optical fiber that uses a passive optical splitter to divide the signal towards individual subscribers. PON is called passive because other than at the central office there are no active elements within the access network.

In designing the FTTH network is very important to know about the active device technology, as something to do with the use of the optical core. In this design configuration FTTH passive splitter that there could be promulgated in ODF, ODC and in ODP depending on demand conditions . Because FTTH should be able to serve up to 100 Mbps bandwidth optical splitter output is the maximum allowable total of 32, so the combination splitter installation is single stage using Splitter n: 32 and Splitter Two Stage using a combination of n:4 and n : 8, or n : 2 and n: 16.

With the increasing for bandwidth and the number of very high service such as high definition IP Television (IPTV), Service Providers and demand in an area and building on the existing optical networks that use Passive Optical Networks by combining optical splitter 1: 8 and 1:16 to meet the needs and increase the bandwidth capacity of current and future. Progress

towards the growth of a very high market share in the broadband needs accompanied by income growth. This requires the operator to perform a search technology with capital expenditure (CAPEX) and operational expenditure (OPEX) low capacity to meet traffic growth with infrastructure solutions more effective and cheaper. One step cost optimization is done by optimization of the optical splitter ratio of 1: 4 and 1: 8 to 1: 8 and 1:16.

### 2. PASSIVE OPTICAL NETWORK REVIEW

#### 2.1. Jaringan Optik Pasif

A PON is a fiber network that only uses fiber and passive components like splitters and combiners rather than active components like amplifiers, repeaters, or shaping circuits. Such networks cost significantly less than those using active components. The main disadvantage is a shorter range of coverage limited by signal strength. While an active optical network (AON) can cover a range to about 100 km (62 miles), a PON is typically limited to fiber cable runs of up to 20 km (12 miles). PONs also are called fiber to the home (FTTH) networks.

The term FTTx is used to state how far a fiber run is. In FTTH, x is for home. You

may also see it called FTTP or fiber to the premises. Another variation is FTTB for fiber to the building. In other forms, the fiber is not run all the way to the customer. Instead, it is run to an interim node in the neighborhood. This is called FTTN for fiber to the node. Another variation is FTTC, or fiber to the curb. Here too the fiber does not run all the way to the home. FTTC and FTTN networks may use a customer's unshielded twisted-pair (UTP) copper telephone line to extend the services at lower cost.

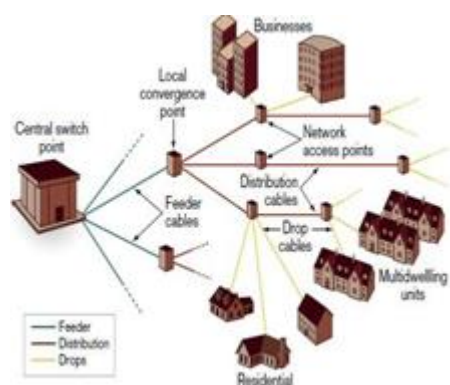
The typical PON arrangement is a point to multi-point (P2MP) network where a central optical line terminal (OLT) at the service provider's facility distributes TV or Internet service to as many as 16 to 128 customers per fiber line (see the figure). Optical splitters, passive optical devices that divide a single optical signal into multiple equal but lower-power signals, distribute the signals to users. An optical network unit (ONU) terminates the PON at the customer's home. The ONU usually communicates with an optical network terminal (ONT), which may be a separate box that connects the PON to TV sets, telephones, computers, or a wireless router.

## 2.2. GPON (Gigabit Passive Optical Network)

Over the years, various PON standards have been developed. In the late 1990s, the International Telecommunications Union (ITU) created the APON standard, which used the Asynchronous Transfer Mode (ATM) for long-haul packet transmission. Since ATM is no longer used, a newer version was created called the broadband PON, or BPON. Designated as ITU-T G.983, this standard provided for 622 Mbits/s downstream and 155 Mbits/s upstream.

While BPON may still be used in some systems, most current networks use GPON, or Gigabit PON. The ITU-T standard is G.984. It delivers 2.488 Gbits/s downstream and 1.244 Gbits/s upstream. GPON uses optical wavelength division multiplexing (WDM) so a single fiber can be used for both downstream and upstream data. A laser on a wavelength ( $\lambda$ ) of 1490 nm transmits downstream data. Upstream data transmits on a wavelength of 1310 nm. If

TV is being distributed, a wavelength of 1550 nm is used.



**Figure 1.** Most PONs comprise a central switch point [2]

## 3. SYSTEM DESIGN



**Figure 2.** Flowchart planning

In conducting the necessary planning stages to support network planning. In this planning, to be determined location of the target planning. In this thesis, the area chosen for further network planning based Fiber to the building (FTTB) by using GPON is the small write Apartment Building because:

1. Growth in demand for Triple play services is quite high.
2. Included in the category with the contribution of a high enough income each month.

3.1. Pendekatan Permintaan Makro

Calculations on demand forecasting in this thesis using only linear trend method approach. From calculations using linear trend can be expected number of customers next few years, and the final project will be forecasting for 5 (five) years.

$$Y = a + bX \tag{1}$$

Where Y is the dependent variable multiplication results. X is independent variable in the form of a period of time. a & b are constants (calculated from sample data) [5].

$$b = \frac{n \sum(X_i Y_i) - \sum X_i \sum Y_i}{n \sum(X_i^2) - (\sum X_i)^2} \tag{2}$$

$$a = \frac{\sum Y_i - b \sum X_i}{n} \tag{3}$$

As mentioned earlier, the number of customers who are on the small write current FTTH total of 237 customers. In forecasting demand, taken estimated total monthly subscriber growth as much as 20% per month paper, network planning stages as follows.

Table 1. Linear Methods trend

Month	Months - (Xi)	Total (Yi)	Xi <sup>2</sup>	Xi.Yi
April '15	1	237	1	237
May '15	2	284	4	569
Juni'15	3	341	9	1.024
July'15	4	410	16	1.638
August'15	5	491	25	2.457
September'15	6	590	36	3.538
October'15	7	708	49	4.954
November'15	8	849	64	6.794
December'15	9	1.019	81	9.172
January'16	10	1.223	100	12.229
February'16	11	1.467	121	16.142
March'16	12	1.761	144	21.131
April '16	13	2.113	169	27.471
<b>Total</b>	<b>91</b>	<b>11.494</b>	<b>819</b>	<b>107.335</b>

Linear trend equation method  $Y = a + bX$ . Where Y is the dependent variable estimates are. X is the independent variable in the form of a period of time. a & b are

constants (calculated from sample data) then obtained by the equation  $Y = -150.4348139 + 147.7950266 X$ .

3.2. Pemodelan Multi Ratio Optical Splitter

In designing the FTTB network is very important to know about the active device technology, was connected with the use of optical core, On guide or manual technology used here is GPON. In this configuration there FTTB design the placement of passive splitter can be in ODF, ODC and in ODP depending on the condition of his demand. Because FTTB should be able to serve the bandwidth Up to 100 Mbps, the maximum allowable splitting is as much as 32, so that the combination of a splitter in the installation into the following :

1. Single Stage using Splitter n: 32
2. Two Stage using a combination Splitter

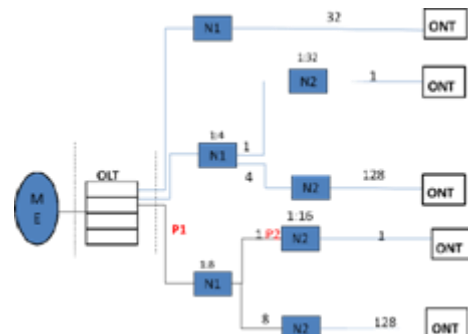


Figure 3. Design Multi Ratio Optical Splitter 1:32, 1:4 and 1:32, 1:8 and 1:16

3.2.1. Link Power Budget

Power link budget calculations carried out in order to determine the total attenuation limits are allowed between the transmitter output power and receiver sensitivity. Reference on which to base the calculation of link power budget is the ITU-T standard G-984.3, total attenuation network is not more than 28 dB. Link power budget can be calculated:[5]

$$total = L_{fiber} + N_{c} c + N_{s} s + S_p \tag{4}$$

form equation to determine the power margin is[5]

$$M = (P_t - P_r)_{total} - S_M \tag{5}$$

Where  $P_t$  is Power output optical source (dBm),  $P_r$  is maximum power detector sensitivity (dBm),  $S_M$  is Safety Margin, the range of 6-8 dB,  $\alpha_{total}$  is total damping system (dB), L is length of optical fiber

(Km),  $\alpha_c$  is damping connector (dB / connector,  $\alpha_s$  is Damping Connection (dB/ connection)  $\alpha_f$  fiber is attenuation of optical fiber (dB/Km),  $N_s$  is Number of connections,  $N_c$  is Number of connectors,  $S_p$  is Splitter Attenuation (dB) . The calculation results (power margin) should be above 0 (zero) dB designed so that network still has enough power to transmit information from the sender to the recipient

3.2.2. Rise Time Budget

Rise time budget is the calculation of the optical link based on the dispersion that occurs on the link. Rise time occurs due to the limitations of optical sources that can not be activated immediately when the signal to fire. To calculate the rise time budget can be done with the equation [5].

$$t_{total} = (t_{tx}^2 + t_{mat}^2 + t_{mod}^2 + t_{rx}^2)^{\frac{1}{2}} \quad (6)$$

$t_{tx}$  is rise time transmitter,  $t_{rx}$  is rise time receiver the response generated by the photodetector and 3 dB bandwidth of the receiver,  $t_{mat}$  is material dispersion.

$$t_{mat} = D_{mat} \times \sigma \lambda \times L \quad (7)$$

Where,  $D_{mat}$  is fiber material dispersion factor,  $\sigma \lambda$  is The spectral width of the optical source,  $L$  is fiber length (Km),  $t_{mod}$  is rise time dispersion moda

$$t_{mod} = \frac{440L^q}{B_0} \quad (8)$$

$B_0$  is bandwidth at 1 Km long optical cable  $q$  is parameters fiber length, worth 0.5,  $t_{mod}$  is 0 (zero) on a single fiber mod.

3.2.3. Bandwidth per pengguna dan segmentasi kebutuhan

The cost of the access network has a significant contribution to the overall cost of a telecommunications network and thus it is justifiable to compare the access network cost of the various optical access techniques. The total cost is access technology dependent, but common to all techniques is that the cost depends strongly on the number of connected customers and on the offered bandwidth per customer. These two together contribute to the number of required network segments.[17]

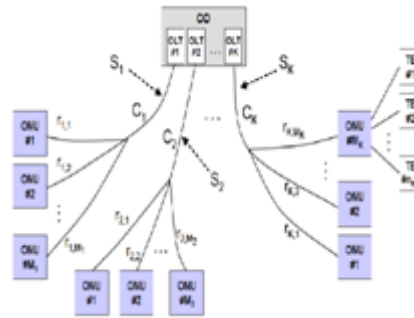


Figure 4. PON Network Lay Out

Assume that the total transport capacity of segment  $S_k$  is  $C_k$  and utilization of the transport channel is  $\rho$ , then the total bit rate  $R_k$  available for user data (excluding line coding) in segment  $S_k$  is [17]

$$R_k = \rho C_k \quad (9)$$

where :  $R_k$  is Total bit rate available for user data,  $\rho$  is transport channel,  $C_k$  is Total Transport capacity of segment. The total bit rate of each segment is the sum of the traffic from all ONUs, connected to segment  $S_k$  [17]

3.3. Techno Economic Analysis

One way to consider the implementation of the technology is to follow the terms of reference of techno economic analysis that includes economic and technological considerations. In techno economy will also be an analysis of the technological and economic design.

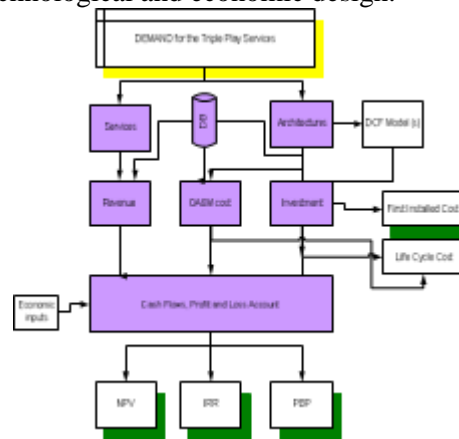


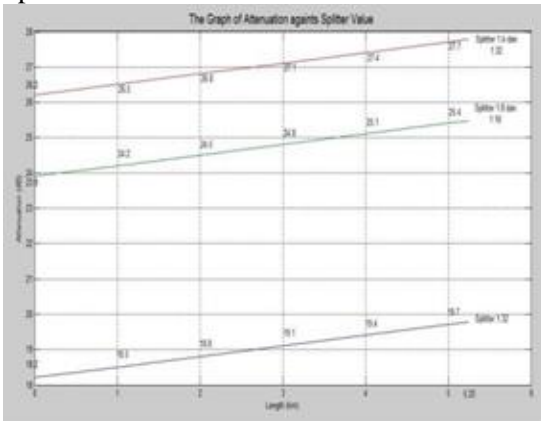
Figure 5. Flowchart of Cash Flow Calculation

**4. SIMULATION AND ANALYSIS**

**4.1. Techno Economic Analysis**

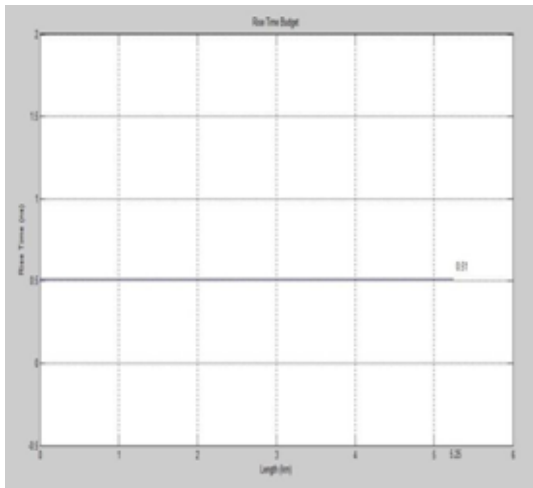
Analyze the feasibility of such a network has been designed. This feasibility analysis using parameters link power budget and rise time budget. By referencing on the ITU-T standard G-984.3, total attenuation network is not more than 28 dB by the equation (5).

Power link budget calculations will be twoparts and will calculate the farthest distance from ODC (Optical Distribution Cabinet) to the ODP (Optical Distribution Point). Determination use farthest distance is because when reckoning the farthest distance has been qualified or meet the eligibility network. In addition GPON wavelength is asymmetric, ie 1310 nm to 1490 nm for the uplink and downlink.

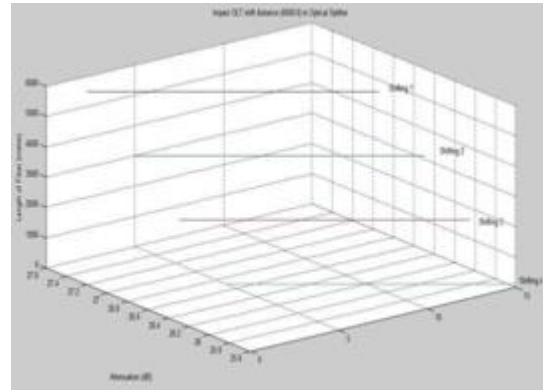


**Figure 6.** The Graph of Link budget power for optical splitter

For this example,  $t_{MD}=0$ ,  $t_{TR}=100$  ps,  $t_{RC}=0.5$  ns, and  $t_{GVD}= 21.8$  ps as before.  $t_r$  is therefore 510 ps, and the rise time budget does not meet the limit.

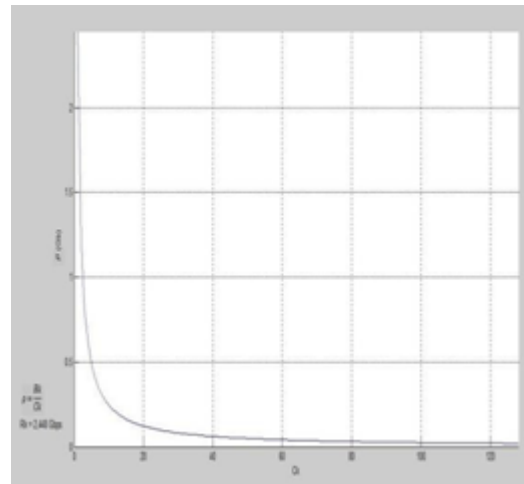


**Figure 7.** The Graph of Rise time budget for optical splitter



**Figure 8.** The Graph of Impact OLT shift distance to an Optical splitter 1:8 and 1:16

Analysis of User Needs. From equation (9) Assume that the total transport capacity of segment  $S_k$  is  $C_k$  and utilization of the transport channel is  $\rho$ , then the total bit rate  $R_k$  available for user data.



**Figure 9.** The Graph of Performance Metrics (bitrate available 128 Home Connected)

**4.1. Feasibility Analysis Technology Implementation FTTx Access Network Implementation MROs** conducted cascading network with FTTH network. This is done as a strategy to lower the cost of CAPEX / OPEX issued the operator. Optical splitter is used deployment scheme with two level shifting distance feeder OLT to ONT position Economic analysis using the DCF method is the observation parameters NPV, IRR and PBP. So that the value of the feasibility of implementation MROs 1: 8 and 1:16.



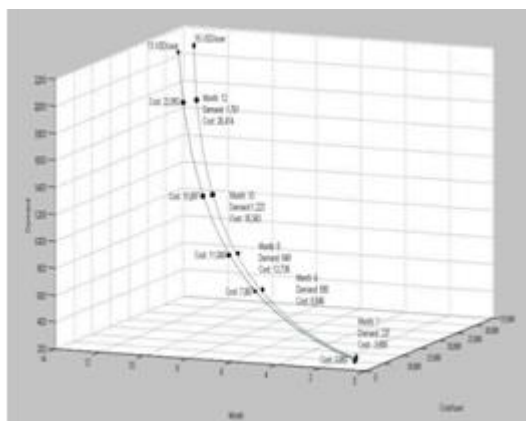
**Table2. Analysis Investment and Depreciation before design**

Year to	0	1	2	3	4	5	6	7	8
Revenue	-	27.122	32.911	32.826	33.154	33.486	33.821	34.159	34.500
Expenses	9.149	11.861	12.399	12.432	12.464	12.498	12.531	12.565	12.599
EBITDA	(9.149)	15.261	20.102	20.394	20.690	20.988	21.290	21.594	21.901
EBITDA Margin	#DIV/0!	56%	62%	62%	62%	63%	63%	63%	63%
Depreciation	221	441	441	441	441	441	441	441	221
EBIT	(9.370)	14.820	19.661	19.953	20.249	20.547	20.848	21.153	21.681
Taxes (30%)	(2.811)	4.446	5.898	5.986	6.075	6.164	6.255	6.346	6.504
(+) NOPAT (EBIT - Tax)	(6.559)	10.374	13.762	13.967	14.174	14.383	14.594	14.807	15.177
(+) Depreciation	221	441	441	441	441	441	441	441	221
(-) CAPEX	2.206	-	-	-	-	-	-	-	-
Net Cash flow	(8.544)	10.815	14.204	14.408	14.615	14.824	15.035	15.248	15.537
Discounted Net Cash flow	(8.544)	9.244	10.375	9.996	7.739	5.761	5.381	5.081	4.385
Cumulative Net Cash flow	(8.544)	700	1.1076	20.072	27.871	34.633	40.434	45.574	49.959
WACC + Premium	17,00%								
NPV	49.959								
IRR	143%								
Payback Period	1 Year								
	Month								

**Table3. Analysis Investment and Depreciation after design**

Year to	0	1	2	3	4	5	6	7	
Revenue	-	27.122	32.911	32.826	33.154	33.486	33.821	34.159	34
Expenses	9.149	11.861	12.399	12.432	12.464	12.498	12.531	12.565	12
EBITDA	(9.149)	15.261	20.102	20.394	20.690	20.988	21.290	21.594	21
EBITDA Margin	#DIV/0!	56%	62%	62%	62%	63%	63%	63%	63%
Depreciation	197	394	394	394	394	394	394	394	
EBIT	(9.348)	14.868	19.708	20.001	20.295	20.595	20.896	21.200	21
Taxes (30%)	(2.804)	4.480	5.912	6.000	6.089	6.178	6.269	6.360	6
(+) NOPAT (EBIT - Tax)	(6.542)	10.407	13.796	14.001	14.207	14.416	14.627	14.840	15
(+) Depreciation	197	394	394	394	394	394	394	394	
(-) CAPEX	1.968	-	-	-	-	-	-	-	
Net Cash flow	(8.313)	10.801	14.189	14.394	14.601	14.810	15.021	15.234	15
Discounted Net Cash flow	(8.313)	9.232	10.366	8.987	7.792	6.755	5.855	5.076	4
Cumulative Net Cash flow	(8.313)	918	11.284	20.271	28.063	34.818	40.673	45.749	50
WACC + Premium	17,00%								
NPV	50,132								
IRR	147%								
Payback Period	1 Year								
	Month								

From Table 2 and Table 3, it can be proven that a decline in investment costs by 32% Cost per user before the design is at 15 US\$ per user, while after design changes to 13 US\$ per user.

**Figure 13.** Comparison between the growth of demand and the cost per customer

## 5. CONCLUSIONS

In this study, we investigate feasibility analysis network and Comparison for Optical Splitter 1:32 and two Stage 1:8 and 1:16,1:4 and 1:32 and The design of the use of the Multi Ratio Splitter 1: 8 and 1:16 still meet the criteria Link Power Budget < 28 dB so that proper for deployments .The shifting to the OLT placement Optical Splitter placed in high rise buildings can reduce operational costs, it can be proven that a decline in investment costs by 32% and Cost per user before the design is at 15 US\$ per user, while after design changes to 13 US\$ per user. We presented a techno-economic study on the OSP costs before design NPV is 49,959, IRR is 143% and PBP 1 year, but after design the NPV is 50,132, IRR is 147% and PBP 1 year. The shifting distance Optical Splitter OLT to a maximum of 5,25 Km in the calculation of maximum attenuation of 27.37 dB.

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