

## Community Cellular Networks in the Philippines: Experiences from the VBTS Project

#### **Commission on Higher Education**

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## **Outline**

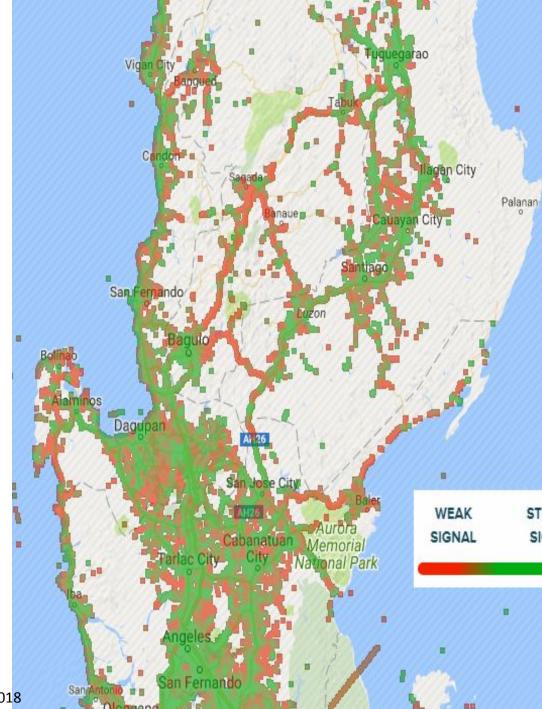
- Community Cellular Networks in the Philippines
- Deployments
- Challenges in sustainability
- Future of CCNs in the Philippines



As of 2018, the Philippines' subscriber penetration is only at 64% of the population.\*

# Many communities still lack cellular connectivity, especially in remote, rural areas

- Most barangays lack grid power, power supply intermittent for others
- High installation and operating costs of traditional base station (BTS) deployments
- Unprofitable for telcos due to small potential subscriber populations

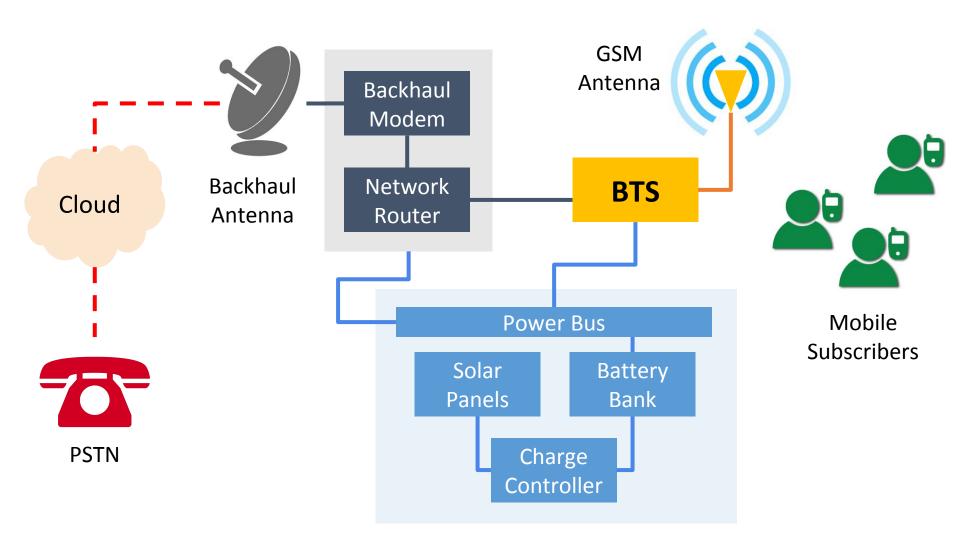




## **Community Cellular Networks**

- Low cost, low power, compact GSM (2G) base stations
- Uses alternative sources of power (solar)
- Customized network for small
- communities
- Managed locally: cooperatives, LGU,
- barangay
  - Community-owned model

## **VBTS System Diagram**



# **Pre- Deployment Challenges**

#### Telco Partner

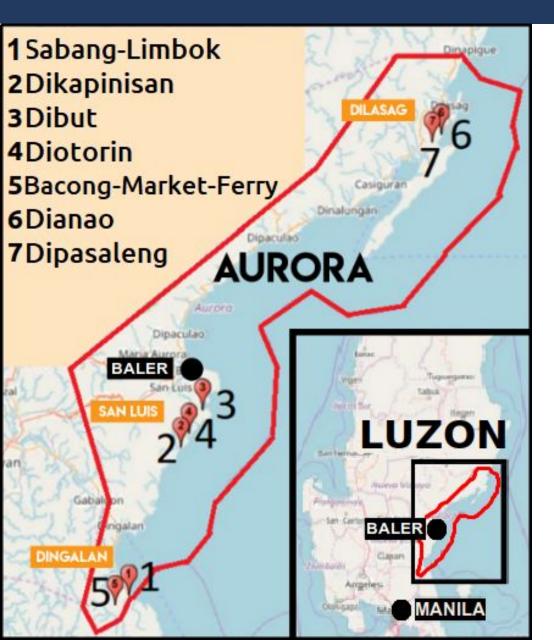
- 2G frequency bands in the Philippines are assigned to incumbents
- Two-year negotiations
- 80-20 revenue sharing
- Handles regulatory permits,
  SIM cards, and interconnect.



## Regulatory Requirement

- type-certification
- Initially set to use experimental network-in-a-box solutions

# **VBTS Deployment Sites**



# Randomized Control Trial

- Impact study of first-time access to mobile communication in rural areas
- To determine 7 pilot communities

## **Site Profile**





#### Location

Remote and isolated coastal communities



#### **Travel**

2 - 3 hours boat ride from the nearest mobile phone tower

# **Site Profile**



## **Community**

Fishing, farming, retail of goods

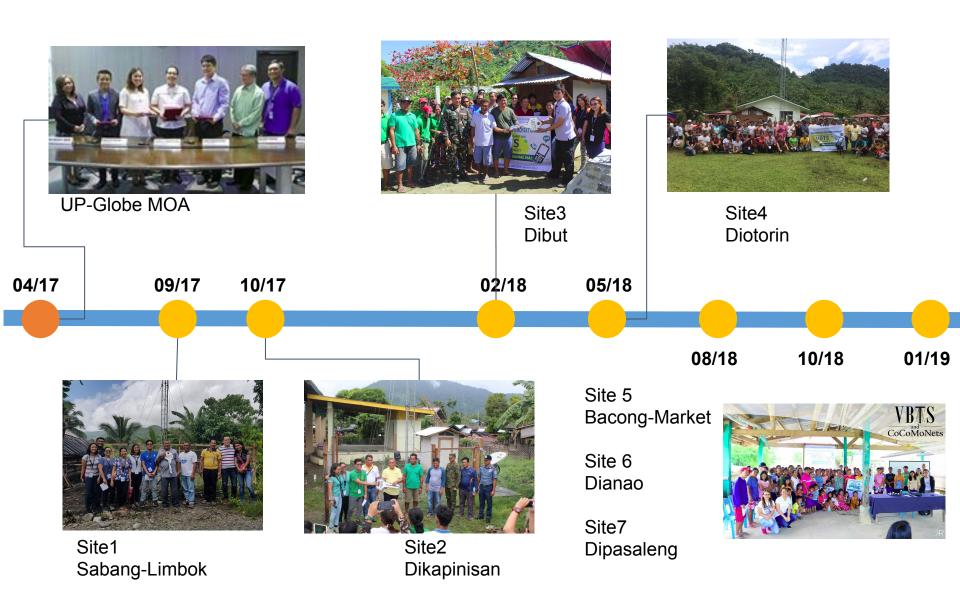


## Connectivity

Locals travel several hours to use mobile phone services LGU has HF radio links



# **Timeline**



# **VBTS Typical Installation**









## Status

- **7** community sites
- **2K++** subscribers
- **2** years of operation
- 10k+ voice mins
- **20k+** SMS ave monthly traffic



## **User Observations**



## **SMS** is the predominant traffic

- Equal volume in both directions



#### "Call me" behavior

- Inbound call traffic is almost x6 outbound call traffic
- Subscribers are aware that they could save by letting their contacts call them instead.



## Peak usage in the evening

- Subscribers prefer to call/text after work hours (6PM+)
- Operational hours during rainy season may adapt to this trend

## **User Observations**



## Demand for promos and data access

- Frequent inquiries on future availability of promos and internet access, notably Facebook



## Changing attitudes on service availability

- Demands on service availability changes as time goes on; becomes accustomed to the presence of the service
- Increased sensitivity on service disruptions

# **Challenges for Sustainability**



## Regulatory

- Current structure is highly dependent on telcos, their expansion plans, and priorities. End of agreement
- Spectrum license for LGU end-users
- Equipment type certification
- Permits to purchase, posses, operate



## **Operation**

- Backhaul availability. Currently VSAT is the only feasible soln for true "drop and operate" deployment.
- Phone numbers and interconnection to core of existing mobile phone networks.

# **Challenges for Sustainability**



## **Service Perceptions and Expectations**

- Higher expectations on operational hours and reliability.
- Service comparison to incumbent MNOs



#### **Social Infrastructure**

 Personnel retention is a challenge as designated maintenance officers venture to more rewarding livelihoods

# **Future of Community Network in PH**

## We see the internet as a way to move forward.

#### Cellular Data or LTE

- High dependency in telco partner and high cost of bandwidth
- To eliminate dependency in the telco partner:
  - Legal framework for CCNs as a mode of community-based social entrepreneurship
  - Reform of system for spectrum allocation and licensing towards designation of 'social use' frequency for CCNs

## **Internet Only Network**

- the eventual phase-out of 2G and the proliferation of internet-capable phones points us to an internet-only network
- But internet in last mile areas are not cheap so efficient bandwidth utilization strategies should be explored





# Thank you!

https://vbts.pcari.edu.ph

