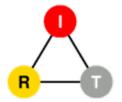
### Bandwidth costs

#### Henning Schulzrinne

Dept. of Computer Science
Columbia University
New York, NY





#### Overview



- Video bandwidth consumption
- Cost of providing video content
- Economics
- Mechanisms
  - network topology indication
  - -scavenger service
  - indication of charge

Problem mainly of conomics

# Bandwidth consumption



- 4 hours/day of TV @ 18 Mb/s HDTV → 972 GB/month
- Columbia University caps at 350 MB/hour ≈ 252 GB/month

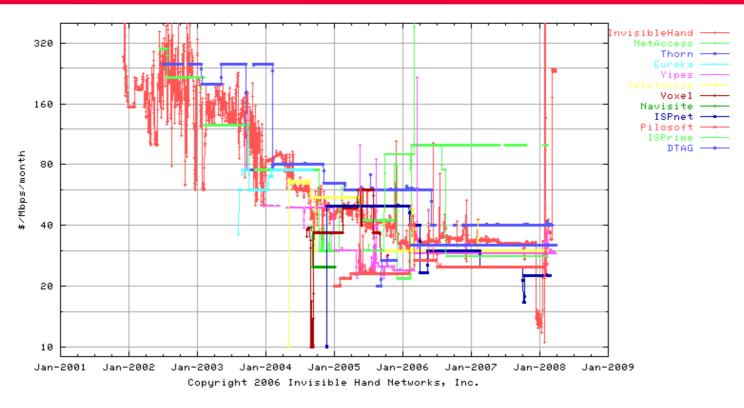
### Economics of the eco system



- Long term, minimize overall cost of content delivery
  - across end user, provider, ISP
  - thus, focusing only on efficiency of HTTP misses the complete story
- Components
  - media storage
  - media server bandwidth (can't serve whole ISP from one disk)
  - delivery bandwidth (upstream & downstream)
- Re-use of existing components vs. new components
  - e.g., end user DVR storage vs. dedicated cache servers
  - local bandwidth vs. wide-area bandwidth vs. content provider bandwidth
- Allow cost allocation
  - e.g., rentable caches --> both content provider and ISP benefit

### **Economics of bandwidth**





- Transit bandwidth \$40/Mb/s/month ~ \$0.125/GB
- US colocation providers charge \$0.30/GB to \$1.75/GB
  - CDNs: \$0.08 to \$0.19/GB

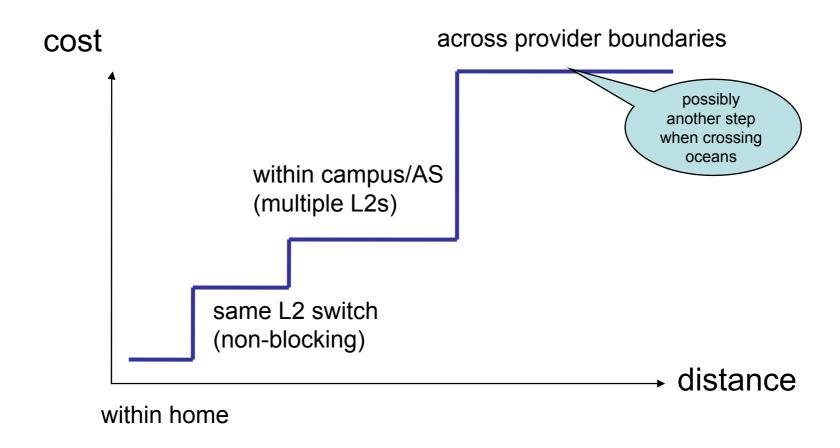
### Cost of bandwidth



- Thus, 7 GB DVD → \$1.05
- HDTV viewing \$120/month for WAN bandwidth
- Netflix postage cost: \$0.70 round-trip
- Typical PPV charges: \$4/movie (7 GB)
- Local bandwidth cost is amortization of infrastructure
  - driven by peak load, not average
- Asymmetric vs. symmetric networks

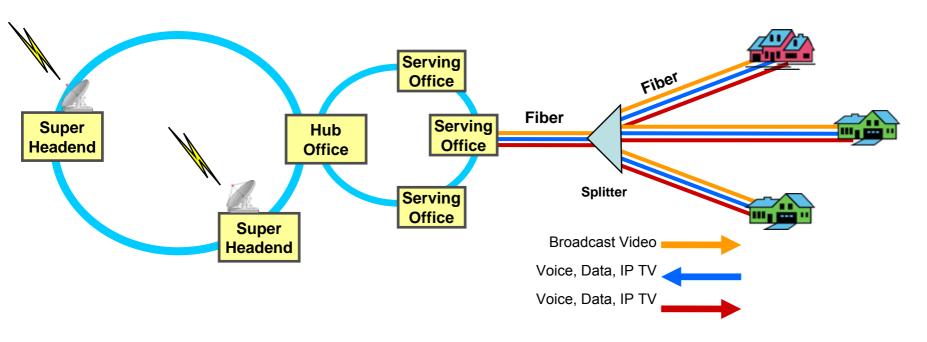






# Example: FiOS TV architecture



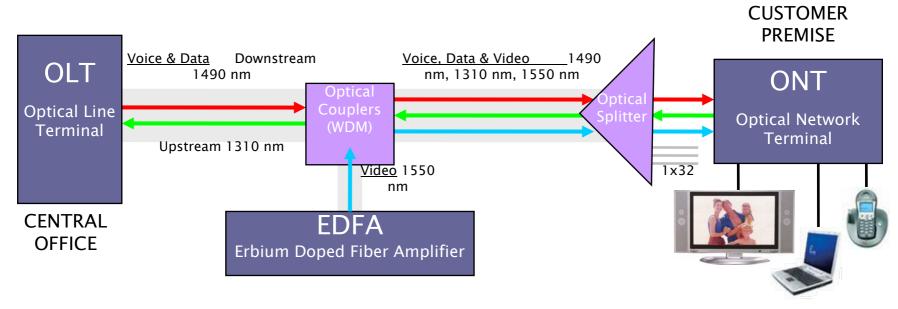


J. Savage (Telecom ThinkTank), Nov. 2006

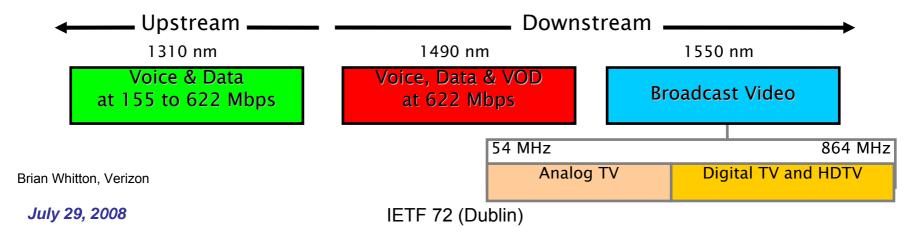
- 2 national super headends
- 9 video hub offices
- 292 video serving offices

### Verizon's FTTP Architecture





#### **Bandwidth & Services**



# Indication of charging



- If volume-based, need application-visible charging indication
  - "current cost of 1 GB to 128.59.16.1 is \$0.15"
  - "predicted cost in 3 hours is \$0.05"
  - "you have 47.5 GB of free local traffic left"
  - "you are currently in penalty box"
- May differ upstream vs. downstream
- Applications can then prefer local content
- or defer to later
  - "Do you want to watch the movie now (\$4) or wait until 10 pm (\$2.52)?"

# DiffServ & Bandwidth charging



- Only two options:
  - limit supply of (high-priority) bandwidth ("1000 minutes of VoIP/month") OR
  - charge for bandwidth
- Probably need to differentiate "local" and "long-distance" traffic
  - see "free local calls"
- Charging exposes user to risk
  - mis-behaving application or malware
    - need SE-Linux-like capability limitation
  - DoS attacks
    - need permission-based sending