TELECOMMUNICATIONS



TELECOMMUNICATIONS

Stanford H. Rowe II

Dow Corning Corporation



SCIENCE RESEARCH ASSOCIATES, INC. Chicago, Henley-on-Thames, Sydney, Toronto A Maxwell Pergamon Publishing Company Acquisition Editor Michael J. Carrigg

Development Editor Molly Gardiner

Cover and Text Designer Kristin Nelson

Compositor/Illustrator Graphic Typesetting Service

Library of Congress Cataloging-in-Publication Data

Rowe, Stanford H.
Business telecommunications.

Bibliography: p. Includes index.
1. Telecommunication. systems. I. Title.
HF7631.R69 1988 651.7 87-14001
ISBN 0-574-18690-5

Copyright © Science Research Associates, Inc. 1988. All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted, in any form or by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of Science Research Associates, Inc.

Printed in the United States of America.

10 9 8 7 6 5 4 3

PREFACE

Business Telecommunications presents a complete introduction to the fast-paced world of telecommunications. Designed for a first course in this field, it covers all facets of telecommunications as it is used in business, including both data and voice communications—applications, technical details, and managerial aspects.

Audience

Business Telecommunications is aimed at the individual who has no background in telecommunications other than that obtained in the course of daily living. Some knowledge of data processing is assumed—but no more than a student would gain by working with a personal computer or by taking an introductory data processing course.

Students at all levels from community colleges through graduate programs at universities will be able to learn about telecommunications from this book. In addition, it will be helpful to people in industry who need to understand more about telecommunications concepts and terminology. Its comprehensive coverage will make it a useful reference tool.

Highlights

It has been said that telecommunications is one of those subjects about which you need to know everything before you can learn anything. *Business Telecommunications* reverses the cycle by presenting the material in a logical, building-block fashion. Words and terms are defined and explained when they are first used. Examples are used as a foundation and then expanded with more detail. By the end of the book, the student will have an excellent understanding of the subject.

Business Telecommunications takes an outside-in approach to its subject matter. Telecommunications applications, familiar to everyone, are discussed first as a way of easing the student into the material and explaining what the subject of telecommunications includes. The examples, references, and case studies all come from real-life business settings and illustrate the uses of telecommunications in business. The student will also learn why business feels that telecommunications is vitally important as well as how the regulatory environment affects the telecommunications industry.

With that background, the text leads the reader into the technical details of telecommunications. The technology is explained in an easy-to-understand, yet thorough manner. Current and emerging technologies are covered as well as traditional material. The student will gain an in-depth understanding of *how* telecommunications works.

Equipped with an understanding of the applications and technical details of telecommunications, the student is then introduced to the management of telecommunications. This material broadly covers all facets of telecommunications department management. The student will learn why it is necessary to manage telecommunications. The functions of the telecommunications department are examined in detail, and alternative ways of organizing the department are shown. One chapter is dedicated to the subject of network design, while another covers network operations. The book concludes with a quick look at several emerging applications of telecommunications that the student will be dealing with in the next few years.

Business Telecommunications contains many pedagogical features designed to assist the student:

- A set of objectives at the beginning of each chapter outlining what the student should learn;
- A running case study at the end of most chapters, which illustrates how the concepts and techniques of telecommunications have been applied by a real company;
- An extensive word list at the end of each chapter, serving as a check list of important terms, concepts, and ideas;
- Review questions for each chapter, which give the student an opportunity to test his or her knowledge of the material;
- Problems and Projects at the end of each chapter designed to involve the student in "thinking" and "doing." The problems are challenging questions, which will lead the student beyond the text. In many cases, realworld situations are presented for his or her consideration. The projects often require the student to talk to telecommunications professionals and users.
- · A comprehensive glossary of terms;
- A separate list of all of the acronyms used in the book;
- A list of references to standard telecommunications books as well as current articles on topical subjects.

For the instructor there is a comprehensive instructor's guide that includes

- Suggestions for several ways to organize the course, depending on the desired emphasis and focus;
- Supplemental textual material that elaborates on some topics covered in the text;
- Transparency masters of the art in the book and the chapter outlines;
- Answers to the review questions in the text;
- Suggested solutions to the problems in the text;

- · Hints for the presentation of material in the classroom;
- · Test bank questions for examinations.

Much of the material in the book has been tested by the author and others in classroom settings.

Organization

Business Telecommunications is divided into three sections. Part I deals with telecommunications applications and the environment.

- Chapter 1 introduces the subject matter and leads the students to realize
 that they may know more about telecommunications than they think, by
 virtue of daily experiences.
- Chapter 2 examines several familiar telecommunications applications in detail. This material serves as a reference set of applications for the student throughout the rest of the text.
- Chapter 3 discusses the environment in which telecommunications exists within a company, covering users' and managers' expectations of telecommunications.
- Chapter 4 presents the external environment. Deregulation and divestiture are covered, and the nature of the telecommunications industry is explored.

Part II delves into the technical details of telecommunications.

- Chapter 5 explains voice telecommunications with particular emphasis on the business setting.
- Chapter 6 discusses how data is coded for computing or telecommunications. Voice digitization is discussed, and the student begins to see how digitized voice and coded data can be transmitted together in an integrated network.
- Chapter 7 describes various types of communications terminals. This material, familiar to many students, serves the purpose of setting a common level of knowledge for the rest of Part II.
- Chapter 8 explains how data is transmitted, and how the terminal is interfaced to the communications circuit. The workings of modems are examined in detail.
- Chapter 9 describes communications circuits and networks. Error detection and correction are explained. Network topologies for both wide area and local area networks are also presented.
- Chapter 10 explains data link control protocols, the "rules of the road" for communications circuits. Both wide area and local area network protocols are emphasized.
- Chapter 11 discusses the way in which a circuit is connected to a computer.
 The functions of the front-end processor and communications software are covered.
- Chapter 12 discusses network architectures. The chapter puts all of the technical material into perspective by relating it to the ISO-OSI reference

model for open systems, IBM's SNA, and Digital Equipment Corporation's DNA. The need for network architectures and their advantages and disadvantages are also explained.

Part III deals with telecommunications management in the broadest sense.

- Chapter 13 focuses on the need for management, the functions of the telecommunications department, and management's line responsibilities.
- Chapter 14 examines the process of network design and implementation. The process is broken into phases, each of which is discussed in detail.
- Chapter 15 describes the management and operation of the network. Dayto-day operational procedures, as well as problem management, performance management, configuration control, and change management, are explained. The critical role of the communications technical support staff is also covered.
- Chapter 16 provides a glimpse of the future. Several applications of telecommunications that will be upon us in the near future are described. These are the types of applications that the students of today will be supporting and managing within just a few years.

Acknowledgments

Accurate and up-to-date coverage of a fast-changing field such as telecommunications requires the input of many people. I want to thank the following individuals for their excellent suggestions and assistance during the preparation of this text: Tim Marcis, Bruce Estes, and Conrad Dalkowski of AT&T; Kristo Aleksov of Rolm; Howard Super and Larry Van Cleave of IBM; Jim Bradley of The Dow Chemical Company; Louie Lubahn, independent consultant; Janeen Beck, Leanne Newman, Tom Gulvas, Frank Aymer, Noel Vandewoestijne, Robert Chapman, Edward Steinhoff, and J. Kermit Campbell of Dow Corning Corporation.

I want to extend my appreciation to my employer, Dow Corning Corporation, for permission to use the case study material and a number of photographs, and for their support in many other ways. I am happy to have a job in this successful organization. Thanks also to IBM for permission to use material from its *Vocabulary for Data Processing, Telecommunications, and Office Systems* in the glossary.

Warm thanks go also to the people who reviewed the manuscript and offered countless helpful suggestions that improved both content and readability: Marilyn Bohl (IBM), Larry Newcomer (Pennsylvania State University, York Campus), Jim Koerlin, Dean (School of Telecommunications Management, Golden Gate University), John Plotnicki (Colorado State University), Margaret A. Marx (Tunxis Community College, Farmington, Connecticut), Dr. Michael L. Gibson (North Texas State University), and Marjorie M. Leeson (CIS Consultant). Special thanks go to Marj, who first encouraged me to write this book and offered significant help, in addition to her reviews, along the way.

Two people at SRA deserve special mention. Michael Carrigg convinced me that I could make a contribution to telecommunications education by writing the

book. He persuaded me to take on the project and cheered me on as work progressed. Molly Gardiner turned the manuscript into the finished product. Her professional advice and counsel were invaluable to me, and she deserves much credit for her work.

Others employed by SRA who made substantial contributions for which I am grateful are Tim Taylor, Steve Leonardo, Susan Grossman, Lynn Brown, and Kristin Nelson.

Finally, my wife, Pam. When an author acknowledges his wife's help, the reader usually conjures up a picture of a patient spouse respectfully tiptoeing through the household tasks exuding admiration and support. While Pam does not lack these virtues, the picture is not complete. She made this truly a family project by typing the entire manuscript and offering many suggestions that improved the final result. It is because of her love and ongoing encouragement that the work was possible.

Stanford H. Rowe II

CONTENTS

PART ONE

Introduction to the Business Telecommunications Environment 1

```
CHAPTER 1
                Telecommunications: Basics of a Fast-Paced Industry
                Introduction
                Definition of Communications
                Definition of Telecommunications
                Basic Elements of a Telecommunications System
                Scope 6
                Importance of Telecommunications
                     Melding of Data Processing and Telecommunications
                     Having Information Available in the Right Place at the Right Time
                     Capturing Basic Data About Business Operations as They Occur
                     Allowing Geographic Dispersion of Facilities and People 9
                Why Study Telecommunications?
                     Wide Use at Home
                     Direct Use on the Job
                     Indirect Use on the Job
                     A Possible Career 11
                New Terminology
                                   12
                Common Examples of Telecommunications
                     Telephone Call
                                    12
                     Airline Reservation System
                     Banking with an Automated Teller Machine (ATM)
                                                                   15
                     Automatic Remote Water Meter Reading
               History of Telecommunications
                     Invention of the Telegraph
                                              18
                     Invention of the Telephone
                     Telecommunications and the Computer
                                                          20
               The Difficulty of Staying Current
               Summary
                Review Questions • Problems and Projects • Vocabulary
```

	The state of a state of the sta
CHAPTER 2	Telecommunications Applications: How the Enterprise Uses Telecommunications 25
	Introduction 25
	Categories of Applications 25
	Human-Machine Interaction 25
	Type of Information 26
	Timeliness 27
	Telephone Communications 27
	Advanced Telephone Features 29
	Data Application Evolution 31
	Administrative Message Switching 32
	Public Messaging Services 36
	The Evolution to Computers 37
	Inquiry-Response 38
	File Updating 38
	Timesharing 39 Transaction Processing Systems 40
	Typical Applications of Data Communications 40
	Structured Data Applications 40
	Unstructured Data Applications 50
	Image Applications 52 •
	Other Applications 56
	Special Considerations of Telecommunications Applications 57
	Response Time 57
	Security 57
	Planning for Failures 57
	Disaster Recovery Planning 59
	Summary 60
	Case Study: F/S Associates 61
	Review Questions ● Problems and Projects ● Vocabulary 63
	The same and the s
CHAPTER 3	Internal Influences on Telecommunications in the Enterprise 65
	Introduction 65
	User Requirements for Communications Systems 65
	User Requirements for Telephone Systems 65
	User Requirements for Data Communications Systems 66
	Management and Enterprise Requirements 74
	Proactive Telecommunications Management 75
	Quality Orientation 75
	Security 77
	Cost Effectiveness 77
	Summary 78
	Case Study: Dow Corning Corporation 80
	Review Questions ● Problems and Projects ● Vocabulary 83

External Influences on Telecommunications in the Enterprise CHAPTER 4

Introduction 85

The Regulatory Environment 85

Why Regulation?

Milestones of Telecommunications Regulation in the United States

Deregulation

Implications of Deregulation

Status of Regulation in Other Countries 94

Transnational Data Flow

The Telecommunications Industry in the United States 98

Common Carriers 98

Unregulated Aspects of the Telecommunications Industry

AT&T and IBM 103

Changing Technology 106

> Advances in Electronics 106

Emerging Standards

Summary

Case Study: Impact of the Telecommunications Industry and Deregulation on Dow Corning's

Telecommunications 110

Review Questions ● Problems and Projects ● Vocabulary 110

PART TWO

How Information is Communicated: The Technical Details 113

CHAPTER 5 Voice Communications

Introduction 115

The Telephone Set 116

> **Primary Functions** 116

Telephone Transmitter 116

Telephone Receiver

Telephone Switchhook 118

"Dialing" a Number 119

Ringing 121

Central Office Equipment 122

Manual Switching

Automatic Switching

123 Electronic Switching

Design Considerations 124

Hierarchy of Central Offices 126

The Public Telephone Network

```
Analog Signals
                  129
     Signal Frequency
                       129
     Signal Amplitude
                       131
     Signal Phase
                   134
Attributes of a Voice Signal
                             135
Frequency Division Multiplexing (FDM)
                                         136
Modulation
            136
TASI Voice Transmission
                          138
Interoffice Signaling
                      139
     Direct Current (DC) Signaling
                                  139
     Tone Signaling
                    139
Telephone Numbering
                        140
Local Calling
               142
Long Distance Calling
                         142
Special Types of Telephone Services
     Wide Area Telecommunications Service (WATS)
     Other Types of Bulk Pricing
     Foreign Exchange (FX) Lines
Private Telephone Systems
     Key Systems
                   149
     Private Branch Exchange/Private Automatic Branch Exchange/Computer Branch Exchange
Data PBXs
             155
Centrex Service
                 155
Tie Trunks (Tie Lines)
                        156
Voice Messaging
                   157
     Audiotex
               159
Other Telephone Services
                            159
     Audio Teleconferencing
     Mobile Telephone Systems
                               159
     Cordless Telephones
                          162
The Voice Network Used for Data Transmission
                                                 163
Summary 163
Case Study: Dow Corning's Telephone System
                                                164
Review Questions • Problems and Projects • Vocabulary
                                                           166
```

CHAPTER 6 Coding and Digitizing 169

Introduction 169
Two-State Phenomena 169
Coding 170
Machine Codes 171
Parity Checking 172

CONTENTS ix

```
Escape Mechanisms
Specific Codes
                  173
     Baudot Code
                    173
     ASCII Code
                   174
     EBCDIC Code
                    174
     Other Coding Systems
                            176
Control Characters
                      177
     Transmission Control Characters
                                     177
     Device Control Characters
     Format Effector Control Characters
                                      178
Code Efficiency 178
Code Conversion
                   179
Data Compaction/Compression
                                 179
Encryption
             180
Digitization
              181
Digitizing Analog Signals
                            182
Summary
            185
Review Questions • Problems and Projects • Vocabulary
                                                            186
Data Terminals
                    189
Introduction
               189
Definitions
              189
Terminal Classification
                         190
     Teletypewriter Terminal
     Video Display Terminal (VDT)
     Engineering Graphics Terminals
     Industry-Oriented Transaction Terminals
     Remote Job Entry (RJE) Terminals
     Specialized Terminals
                           198
Cluster Control Units
                        201
Terminal Intelligence Levels
                              203
     Intelligent Terminals
                          203
     Smart Terminals
                      204
     Dumb Terminals
                      205
Workstation Ergonomics
The VDT and Health Concerns
                                 206
Terminal Selection
                     206
     Typical Terminal Scenario
                              208
Summary
            208
Case Study: Evolution of Data Terminal Purchases at Dow Corning
                                                                     209
Review Questions • Problems and Projects • Vocabulary
```

CHAPTER 7

172

CHAPTER 8 Data Transmission and Modems 215

Introduction 215

Circuit Signaling Rate 215

Circuit Speed 216

Modes of Transmission 217

Data Flow 217

Type of Physical Connection 218

Timing 219

Digital Signals 221

Modems 223

How Does a Modem Work? 223 Higher-Speed Transmission 224

Modem Classification 230

Modems for Asynchronous Transmission 230

Modems for Synchronous Transmission 230

Other Types of Modems 232

Modem Interfaces 235

Interface Between the Modem and the Communication Line 235

Interface Between the Modem and the Terminal 235

Other Modem Functions and Capabilities 239

Reverse Channel 239

Auto Dial/Auto Answer 239

Modem Multiplexing 240

Internal Modems 240

Modem Diagnostics 240

Typical Modems 241

Modem Selection Criteria 244

Summary 244

Case Study: Dow Corning's Use of Modems 24

Review Questions ● Problems and Projects ● Vocabulary 245

CHAPTER 9 Communication Circuits and Networks 249

Introduction 249

Definitions 249

Types of Circuits 250

Point-to-Point Circuits 250

Multipoint Circuits 250

Two-Wire and Four-Wire Circuits 250

Digital Circuits 251

Circuit Speed Ranges 255

Circuit Media 256

Wire 256

Coaxial Cable 257

CONTENTS

Optical Fiber 259 Microwave Radio 262 Satellite 262 Circuit Acquisition and Ownership 266 Private Circuits 267 Leased Circuits 268 Switched (Dial-up) Circuits 269 Circuit Identification 270 Multiplexing and Concentrating Time Division Multiplexing (TDM) Statistical Time Division Multiplexing (STDM) 271 Concentration 273 Inverse Concentration 274 Circuit Error Conditions 274 Causes of Errors 274 Impact of Errors 276 Error Prevention Line Conditioning Shielding 278 Electronic versus Mechanical Equipment Error Detection 278 Echo Checking 278 Vertical Redundancy Checking (VRC)/Parity Checking Longitudinal Redundancy Checking (LRC) Cyclic Redundancy Checking (CRC) **Error Correction** 280 Retransmission 280 Forward Error Correction (FEC) Communication Networks Networks Classified by Topology 281 Networks Classified by Geography 286 Networks Classified by Ownership 290 Wiring and Cabling Summary Case Study: Dow Corning's Data Communications Network 296

CHAPTER 10 Data Link Control Protocols 301

Introduction 301
Definition and the Need for Protocols 301
Data Link Protocol Functions 302
Desirable Attributes of Data Link Protocols 303

Review Questions • Problems and Projects • Vocabulary

298

Protocol Implementation Predetermined Communications Parameters 303 Protocol Concepts—A General Model Line Access 304 Message Format 305 Asynchronous Data Link Control Protocols 306 The Xmodem Protocol Synchronous Data Link Protocols 308 Classification 308 Binary Synchronous Communication (BSC, BISYNC) 309 Digital Data Communication Message Protocol (DDCMP) Synchronous Data Link Control (SDLC) 314 Local Area Network (LAN) Protocols 317 IEEE 802 Standards 317 IEEE 802.2: Logical Link Control 317 Specific LAN Types 318 Protocol Conversion 320 Summary 321 Case Study: Protocols Used in Dow Corning's Data Network Review Questions ● Problems and Projects ● Vocabulary 322

CHAPTER 11 Connecting the Circuit to the Computer 325

Introduction 325
Circuit Termination Alternatives 325
Front-End Processors (FEP) 326
Front-End Processor Functions 327
The Role of the Host Computer 330
Types of Host Software 330
Summary 336
Case Study: Dow Corning's Use of Front-End Processors
Review Questions ● Problems and Projects ● Vocabulary

337

338

CHAPTER 12 Telecommunications Architectures and Standards 341

Introduction 341
Definition of Architecture 341
Communications Standards 342
General Need for Architectures and Standards 342
User Need for Architectures and Standards 344
The ISO-OSI Model 345
Objectives 345
The Seven Layers of the OSI Model 346

359

A Caveat About Telecommunication Standards 350 Manufacturers' Architectures 350 IBM Corporation's Systems Network Architecture (SNA) Digital Equipment Corporation's Digital Network Architecture (DNA) Other Computer Manufacturers' Architectures Other Architectures 356 Advantages of Layered Architectures Disadvantages of Layered Architectures 357 Summary 358 Case Study: Dow Corning's SNA Decision Review Questions • Problems and Projects • Vocabulary

PART THREE

Managing and Operating the Telecommunications Department

CHAPTER 13 Telecommunications Management

Introduction

The Need for Management 363

Where the Telecommunications Organization Fits Within the Company 366

The Functions of the Telecommunications Department

Design and Implementation of New Facilities and Services

Network Operations and Technical Support

Administrative Support

Telecommunications Management Responsibilities 375

Staffing 376

Organizing 379

Planning 379

Directing

Controlling 383

Security 389

Physical Security

Network Access Control 390

Personnel Security

Other Management Issues 391

Selling the Capabilities of the Telecommunications Department

Project Justification Criteria

Transnational Data Flow 392

Disaster Recovery

Summary 393

Case Study: Dow Corning's Telecommunications Management 394 Review Questions • Problems and Projects • Vocabulary