Mobile Coverage Programme Discussion Paper Submission Cover Sheet

Submission Information

This cover sheet should be attached to submissions made to the Department of Communications in relation to the Mobile Coverage Programme Discussion Paper.

Contact Details

Name of respondent:	
Name of organisation:	Regional Development Australia Northern Inland
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Website (if applicable):	www.rdani.org.au
Date:	27 February 2014

Confidentiality and privacy

All submissions and comments, or parts thereof, will be treated as non-confidential information unless specifically requested, and acceptable reasons should accompany each request. Email disclaimers will not be considered sufficient confidentiality requests.

Respondents lodging a submission should be aware that submissions (excluding any information agreed to be treated as confidential information) will be made publicly available, including on the Department of Communications' website. Submissions and comments will be subject to freedom of information provisions. Despite a submission being identified as confidential or sensitive, submissions may be disclosed where authorised or required by law, or for the purpose of parliamentary processes.

Do you want all or parts of the submission to be treated as confidential? Yes 🗌 No 🔀

If yes, identify below which parts of the submission are to be treated as confidential (and provide a reason):

If the submission contains personal information of any third party individual, indicate on this Submission Cover Sheet if that third party individual has not consented to the publication of his or her personal information:

Submission Instructions

Submissions are to be made by 5:00pm (AEST) Friday 28 February 2014.

Where possible, submissions should be lodged electronically, preferably in Microsoft Word or other text-based formats via the email address mobilecoverage@communications.gov.au

Alternatively, submissions can be sent to the postal address below (to arrive by the due date):

The Manager Mobile Coverage Programme Department of Communications GPO Box 2154 CANBERRA ACT 2615

All submissions lodged will be acknowledged by the Department of Communications by email (or by letter if no email is provided). Respondents lodging a submission who do not receive acknowledgement of their submission should contact the Department. Submissions which are not acknowledged by the Department as being received may not be considered. Respondents should be aware that emails greater than 10Mb may not be successfully delivered.



Submission to the Mobile Coverage Programme

February 27, 2014

Thank you for the opportunity for Regional Development Australia Northern Inland NSW to provide a response to the Federal Government's Mobile Coverage Programme. A long term integrated and systematic expansion of mobile voice and data coverage for Regional Australia is a vital component to growing our Digital Economy. Please find below our responses to the questions raised in the Discussion Paper. We also attach a summary of responses from the 13 Local Government Areas in Northern Inland NSW with regard to their priority black spot areas (See Appendix 1).

1. Would an appropriate minimum quality standard be that base stations must provide high-speed 4G LTE mobile broadband data communication services and also high quality 3G mobile voice and broadband data services? If this is not an appropriate minimum quality standard, what is?

Response – Yes the minimum quality standard for base stations should be highspeed 4G LTE mobile broadband data communication services and also high quality 3G Mobile voice and broadband data services, as we require equitable communications in regional Australia to maximise productivity savings by use of technology. This would also encourage the development of this technology in Australia

2. What are the most appropriate indicators that could be used to specify the minimum quality standards that should apply to the mobile services being provided through the programme? For instance, should it be a minimum received service signal indication (RSSI) in decibel-milliwatts (dBm)? A similar approach was adopted recently in the UK where a comparable programme specified a minimum RSSI for 3G voice and basic data service of -85dBm on roads and -75dBm in community areas (outside premises).

Response - Due to the vast geographic areas in rural, regional and remote Australia we have to use every method available to maximise the coverage foot print. Whilst those standards might work in a small highly-urbanised country like the UK, if used in Australia, they would dramatically reduce the mobile coverage footprint.

Therefore we would recommend making quality standards not as stringent i.e.



- -95 to -100 dBm on roads Which would encourage the use of car kits/external antennae
- -85 dBm in community areas
- Dropout rates of between 5%-10%
- > Tilt angles a maximum of 4 Degrees
- 3. Does delivery option 2 for the \$80 million Mobile Network Expansion component raise any additional issues that need to be considered?

Response – Given the competitive nature of Mobile Network Operators in Australia, we believe it would be an extremely difficult task to negotiate an agreement, potentially requiring many years to complete, whilst regional Australians continue to suffer from poor mobile voice and data coverage.

4. Could options 3(a) or 3(b) for the \$80 million Mobile Network Expansion Project be delivered in conjunction with options 1 or 2 to enable network infrastructure providers to compete with MNOs?

Response – This is a credible idea and would give maximum flexibility for expanding the Mobile Network; using the best option for particular areas with the added advantage of cost comparisons.

5. Should bidders be able to propose to incorporate the use of base stations owned by NBN Co as part of their bid?

Response – Yes. We need every possible tower to make it more cost effective and easier to rollout, which Low Impact sites such as these would provide.

6. Should a joint bid (between a specialist network infrastructure provider and a MNO) be permitted? Should it be encouraged?

Response – Yes. We need every option on the table to provide the best coverage expansion possible for regional Australia.

7. Is it realistic to expect specialist network infrastructure providers to provide backhaul (recognising that they would presumably need to contract with a third party to provide this)?



Response – No. It would not be realistic for Network Infrastructure Providers to provide backhaul. We would suggest outsourcing this to NBN Co as it would differ from site to site depending on the existing backhaul routes. NBN Co would be well placed to undertake this work.

8. Is option 3(b) suitable for Australia's regional mobile market?

Response – We believe Delivery Option 3(b) – Network Infrastructure provider to co-ordinate implementation would be best, given that:

- We need to move towards a wholesale network open to all Mobile Network Providers;
- We are now working on sites that are increasingly uneconomic to Mobile Network Operators, so they tend to add additional costs onto quotes to ensure they get shareholder value;
- > There is a need for increased competition in regional Australia; and
- In the past network expansion sites have been handed to the dominant MNO, who may then resist making facilities available to other Mobile Network providers. This in-turn disadvantages people with mobile phones from other providers.

NBN Co would be a good option to be the Network Infrastructure provider, given that:

- They are already well versed in site acquisition and construction with Fixed Wireless;
- > Fixed Wireless uses virtually the same equipment as a Mobile network does;
- As NBN Co is a Government owned enterprise, we would be very confident of receiving real and factual information on how much it costs to construct each site;
- The Government could consider allocating part of the 700 Mg/hz spectrum to NBN Co to build the network; and
- In the future the Government could also consider selling the whole network so as to fund more expansion of Mobile coverage with a similar approach.
- 9. What are the appropriate specifications for a base station to be able to accommodate at least two other MNOs?

Response – We would recommend using the same construction as Vodafone applied to the Newell Highway, 90m Guyed Mast towers which provide sufficient



height for coverage, particularly in flat terrain. Such towers have a low profile, are visibly less conspicuous and can easily accommodate multiple carriers.

10. Will the proposed open access provisions be sufficient to encourage other MNOs to use the base stations to provide mobile services?

Response – Yes we believe it will. The non-dominant MNOs are extremely interested in improving their mobile network in regional Australia.

11. Should MNOs be required to pre-commit to/co-invest in the base stations for which they wish to share infrastructure?

Response – Yes we believe they should to avoid non-genuine responses from MNOs. We need as much certainty and commitment to expand regional Australia's Mobile coverage as possible.

12. What is the estimated additional cost of requiring all new base stations to meet the open access requirements?

Response – We suggest in the vicinity of 30% additional costs, given that the power, tower and access will be in place and would only require mobile base station equipment.

13. Should the proposed open access provisions be applicable to base stations funded under the \$20 million component, or should there be scope to exclude some base stations from these requirements?

Response – We believe there should be some scope to exclude base stations from these requirements. We need to make the Programme as flexible as possible, so as to ensure the best chance of expanding mobile coverage in regional Australia.

14. What are the most appropriate models/benchmarks for establishing access and backhaul pricing, and for reflecting in that pricing the value of the public funding received by the owner of the facilities (such that access seekers receive an appropriate discount from the market price for access to the facility)?

Response – We would recommend using the benchmarks set by NBN Co in setting up their Fixed Wireless network. Given they are a Government Enterprise, you



would receive more accurate costings than those provided by a commercial operator.

15. Do the proposed assessment criteria achieve the right balance to deliver the best value for money outcomes?

Response – The assessment criteria is certainly comprehensive and designed to deliver the best value for money to the Australian taxpayer, however in our opinion the sheer scope and prescriptiveness of the criteria may alienate potential bidders.

16. Should the proposed assessment criteria be weighted, and if so, how?

Response – As stated previously, we need to move away from anecdotal evidence, towards a strong evidence base. We recommend assessment criteria driven by automatic collection of data, for example through Smart Phone Apps and predicted coverage maps. Failing this, we would recommend utilising Regional Development Australia committees, who through their connections with local communities and all levels of Government are extremely well placed to know where the problem areas are within our respective boundaries.

RDAs are also well placed to negotiate collaborative efforts to help establish sites, i.e. Councils to provide roads or funding towards site establishment such as the case with Inverell Shire Council and Copeton Dam.

17. Is there a more effective means of assessing seasonal demand than proposed in criterion 3(c)?

Response – Again, we need to move away from anecdotal evidence, towards an assessment criteria driven by automatic collection of data through Smart Phone Apps and predicted coverage maps. Until such time, RDAs are well-placed to provide a guide to sites required.

18. To what extent would the use of the NBN fixed wireless network result in improved mobile <u>coverage</u> outcomes in regional Australia?

Response – Given that most NBN fixed wireless sites are located around the outskirts of cities or towns, which already have reasonable mobile coverage, the coverage outcomes may be limited. However, we are certain that NBN fixed wireless sites in certain locations may be attractive to MNOs wishing to address mobile black spots.



19. How best can a greater role for NBN Co improve <u>competition and choice</u> for consumers in regional Australia?

Response – NBN Co can play a central and significant role in improving both mobile coverage area and competition/choice for regional Australia, by being engaged to build a wholesale network. NBN Co have the experience, towers, backhaul and most importantly, no vested interest in prioritising shareholder returns to the detriment of regional communities.

20. In addition to base station location, design and backhaul access, what other considerations would NBN Co need to take into account if it were to also support mobile coverage and competition benefits as part of its mandate?

Response – Improved customer service, internal processes and public relations.

21. How can early engagement between NBN Co and MNOs be facilitated in the design of each base station? Is there a role here for the Australian Mobile Telecommunications Association (AMTA)?

Response – We would strongly recommend a group be set up, including among others, NBN Co, MNOs, AMTA, ACMA and the Department of Communications to devise a way forward. The Department of Communications needs to take the lead with its main focus to expand mobile coverage in regional Australia over the next ten years.

22. How can the Mobile Coverage Programme best complement any role that the NBN fixed wireless service plays in improving mobile coverage and competition?

Response – Through cooperation and sharing of sites and their establishment (power, towers and access) plus provisioning of transmission backhaul. RDAs could also play a key role in setting up collaborative efforts with communities to establish sites by focussing on site acquisition, access and power.



Northern Inland NSW Mobile Coverage Sites Required as at December 2013 Road Possible Site Tower Power Numbei Coverage Area Reason Council Area Federal Government Electorate Access Priority Hillgrove Hillgrove Mine Mine workers and residents No Armidale Yes New England Marple Residents/Safety No No No Armidale New England Thalgarrah Residents/Safety No Armidale New England Rockvale Residents/Safety Armidale New England Whytaliba Matherson Valley Delta White Rock White Rock Residents/Safety Residents/vehicles Glen Innes Severn Glen Innes Severn New England New England Potential wind-farm site Wellingrove Village Glen Innes Severn New England Pinkett Rd Residents/vehicles Glen Innes Severn New England Gilbralter Range National Park Emergency services Glen Innes Severn New England Gunnedah (residential) South Gunnedah Curlewis Kelvin Road (15km) Blackiack Residents/Businesses/Bushfire safety Gunnedah New England New England New England New England Blackjack Mtn No mobile coverage idents/Businesses/Bushfire safety Yes yes Gunnedah Gunnedah Yes Yes 13 Farming operations Gunnedah Oxley Highway (Mullaley/Tambar Springs) Public safety/lack of coverage Gunnedah New England/Parkes Blackjack Mtn Yes Yes Evans Road Residents Yes Gunnedah New England Copeton Dam area High traffic area/recreation Gwydir New England/Parkes Crooble area Stack Trig. Residents/businesses Yes Yes Gwydir Parkes Gulf Creek area Lack of coverage Residents Yes Yes Yes Gwydir Gwydir Parkes Parkes New England Messines Coolatai area Residents Gwydir Ben Lomond/Wandsworth Aberfoyle/Wards Mistake Residents/motorists/fire safety Guyra New England Bushfire zone/high traffi Guyra New England Guyra Guyra Guyra Guvra Tingha Rd/Kings Gap Ebor Area Bushfire zone/high traffic Residents/high traffic volumes New England New England New England Oban Copeton Dan Fig Tree Hill 100 000 annual visitors/surrounding residents No No No No New England/Parke Invere Gwydir Highway Inverell - Glen Innes White Rock high vehicle traffic Yes Inverel New England 28 Bonshaw Residents/businesses No No No Inverell New England 29 Nullamanna Gagan Mountain Graman Telstra Residents/businesses No No No Inverell New England Residents/businesses Residents/businesses Residents/businesses Residents and businesses in village Residents Yes New England New England Graman Pindari Dam Yes Yes Inverel The Pines Mt Terrible or Mt Mt Terrible Invereil Liverpool Plains Liverpool Plains Eastern side of Currububulla coming into village North side of Werris Creek "Deeks Rd" New England New England Northern side of Willow Tree between Mt Helen and NBN Tower Residents and businesses Liverpool Plains New England Big Jacks Creek Liverpool Plains New England Toomelah/Boggabilla Tulloona(Moree to Boggabilla Newell Highway) Garah - Moree Goondiwindi - Boomi(Bruxner Rd) Public safety/agriculture Residents/businesses/motorists Residents/businesses/motorists Moree Moree Water Tower Parkes Parkes 38 Moree Parkes Residents/businesses/motorists Moree Parkes 40 Baan Baa - Boggabri(Kamilaroi Highway) Mining expansion/residential Narrabri Parkes 41 Maules Creek - Baan Baa Mining expansion/residential Narrabri Parkes Wee Waa - Burren Junction Narrabri - Coonabarabran via Newell Highway(Jacks Creek Pilliga & Pilliga Forest Farming operations Residents/businesses/motorists Bushfire zone/recreation Parkes Parkes Parkes Merah North Yes Yes Yes Narrabri Narrabri 43 44 No Pilliga Yes Yes Narrabr Dungowan Dam Valley Residents/Dam coverage Tamworth New England 46 Moore Creek - Moonbi Gap Residential growth Tamworth New England Chaffey Dam Residents/Tourists Tamworth New England New England Highway near Banalasta Obunbil - Niangala Urbenville Highway coverage/high traffic volumes Serve residents Service Town/ Nat Parks and for natural disasters Service Town/ vehicles and for natural disasters Tamworth Tamworth Tenterfield 48 Vodaphone Pole New England 49 New England TV Tower above Yes Yes Yes Page New England 50 Drake Tenterfield Mingoola/Bruxner Way Yes Yes Service Town/ vehicles and for natural disasters Service Town/ Mt Lindesay Rd Yes Tenterfield New England Liston Yes Yes Tenterfield New England v Torrington Kingstown Uralla-Walcha Rd Tenterfield Uralla Uralla New England New England New England Tourists/National Park.natural disasters Round Mountain Yes Yes Yes Kentucky Uralla New England Balala Uralla New England Enmore Walcha Rd/Woolbrook Uralla New England 60 Emergency Services Walcha New England Ingelba/Aberbaldie Yarrowitch No coverage Residents/Mobile data Walcha Walcha New England New England Yes Yes Yes Porters Camp Glen Morrison 63 Walcha New England Winterbourne Walcha New England

Appendix 1: Summary of responses from Northern Inland NSW Local Government Areas