#### **Case Kuusiokunnat**

Tuija Riukulehto,CEO Network Co-Operative Kuuskaista

8.6.2005 Tuuri



## What has happened?

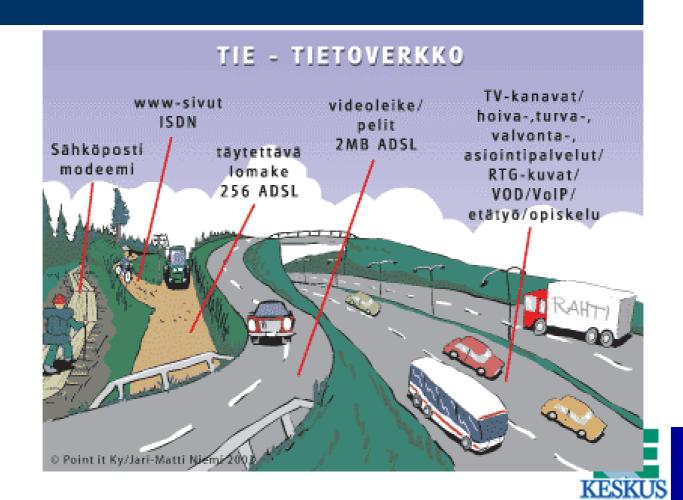
- 1997 6Net-subregional network (municipalities + 30-60 SME's), using Datanet service provided by TeliaSonera Finland
- 2001 People are starting to be restless conserning access
- 2/2002 Kuortane applied project funding to clarify what kind of connections are available in the villages, project started 6/2002
- 11/2002 Establishment of Network Co-operative Kuuskaista
- 2/2003 Application to TE center ("Trade and Employment Center")
- 8/2003 Decision of the funding, building started 10/2003
- 03/2004 Töysä decided to fund the II-phase
- 06/2004 Alavus, Kuortane and Soini has decided also to fund the IIphase (Lehtimäki and Ähtäri are still open)
- 07/2004 First 50 households were connected to network
- 09/2004 the II-phase will start







## One picture tells you more than ...







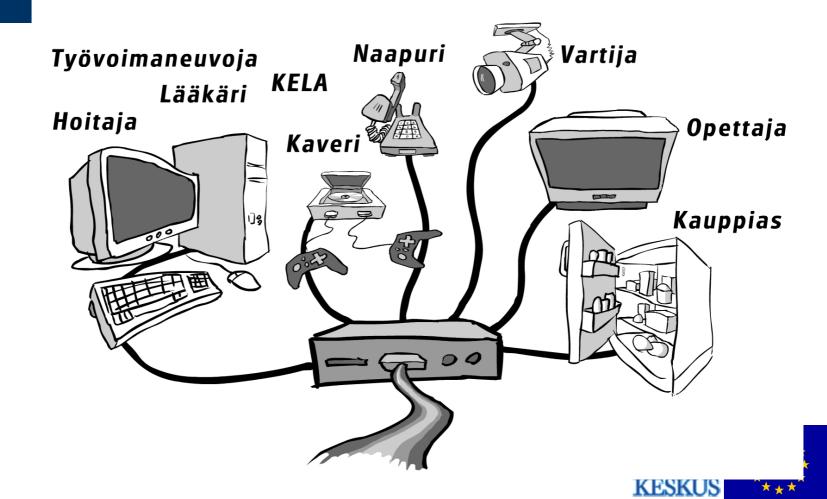
## **Open Access**

- Market place for service providers
- Customer can choose the service provider and services, more competition instead of monopoly
- Role of the Kuuskaista will be more and more as a owner of the network, not a service provider
- A great opportunity and challenge to service providers and operators to deliver services and invent new ones
- HOW INVENTS THE REAL KILLER APPLICATION?





## Future proof, quality of life





#### Fiber to the home - FTTH

- Minimum 10 Mbps access, also other technologies can be used
- 1 100 €/ fiber access(, wireless less)
- Price includes both installation of the fibers (panels etc) and residential gateway (3-8xRJ45, 2xPOTS)
- Monthly fee 40 €/ kk (incl. access to the multiservice network and internet + other free services like must carrie TV chanels)



## What about money?

- Totals:
  - Backbone 1,68 MEUR
  - I-Phase 2,625 MEUR
  - II-Phase 7-11 MEUR
- Avarage per household 4 800 € (from 3 000 up to 12 000 €)
- Average per km 5 000 € 6 000 €





## **Funding**

- Backbone (owned by municipalities)
  - 45 % EU + TE Center
  - 55 % municipalities
- I-phase (12 villages):
  - 45 % EU + TE Center / Employment dept.
  - 30 % municipalities
  - 25 % private (users/owners)
- II-phase (38 villages, incl. centers)
  - 45 % EIB loan
  - 30 % loan from municipalities
  - 25 % private





#### **Guide line:**

# It is allways too early to give up!





#### **Model Kuuskaista**

- Maintaining: VLP (telephone operator)
- Funding: private and public money and loan (goverments acts needed)
- Responsibilities:
  - Kuuskaista: Network to the RG
  - Service providers: services
  - agreements
- Business model: Open Access
- All can be service providers, localy





#### **Thank You!**

More information
Verkko-osuuskunta Kuuskaista
Tuurintie 2
63610 Tuuri

Tuija Riukulehto www.kuuskaista.com

