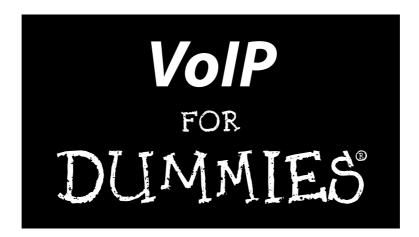
VOIP FOR DUMMIES



by Timothy Kelly

Foreword by Don Peterson

Chairman and Chief Executive Officer, Avaya Inc.



VoIP For Dummies®

Published by **Wiley Publishing, Inc.** 111 River Street Hoboken, NJ 07030-5774

www.wiley.com

Copyright © 2005 by Wiley Publishing, Inc., Indianapolis, Indiana

Published by Wiley Publishing, Inc., Indianapolis, Indiana

Published simultaneously in Canada

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, scanning or otherwise, except as permitted under Sections 107 or 108 of the 1976 United States Copyright Act, without either the prior written permission of the Publisher, or authorization through payment of the appropriate per-copy fee to the Copyright Clearance Center, 222 Rosewood Drive, Danvers, MA 01923, (978) 750-8400, fax (978) 646-8600. Requests to the Publisher for permission should be addressed to the Legal Department, Wiley Publishing, Inc., 10475 Crosspoint Blvd., Indianapolis, IN 46256, (317) 572-3447, fax (317) 572-4355, or online at http://www.wiley.com/go/permissions.

Trademarks: Wiley, the Wiley Publishing logo, For Dummies, the Dummies Man logo, A Reference for the Rest of Us!, The Dummies Way, Dummies Daily, The Fun and Easy Way, Dummies.com, and related trade dress are trademarks or registered trademarks of John Wiley & Sons, Inc. and/or its affiliates in the United States and other countries, and may not be used without written permission. All other trademarks are the property of their respective owners. Wiley Publishing, Inc., is not associated with any product or vendor mentioned in this book.

<u>LIMIT OF LIABILITY/DISCLAIMER OF WARRANTY:</u> THE PUBLISHER AND THE AUTHOR MAKE NO REP-RESENTATIONS OR WARRANTIES WITH RESPECT TO THE ACCURACY OR COMPLETENESS OF THE CONTENTS OF THIS WORK AND SPECIFICALLY DISCLAIM ALL WARRANTIES, INCLUDING WITHOUT LIMITATION WARRANTIES OF FITNESS FOR A PARTICULAR PURPOSE. NO WARRANTY MAY BE CRE-ATED OR EXTENDED BY SALES OR PROMOTIONAL MATERIALS. THE ADVICE AND STRATEGIES CON-TAINED HEREIN MAY NOT BE SUITABLE FOR EVERY SITUATION. THIS WORK IS SOLD WITH THE UNDERSTANDING THAT THE PUBLISHER IS NOT ENGAGED IN RENDERING LEGAL, ACCOUNTING, OR OTHER PROFESSIONAL SERVICES. IF PROFESSIONAL ASSISTANCE IS REQUIRED, THE SERVICES OF A COMPETENT PROFESSIONAL PERSON SHOULD BE SOUGHT. NEITHER THE PUBLISHER NOR THE AUTHOR SHALL BE LIABLE FOR DAMAGES ARISING HEREFROM. THE FACT THAT AN ORGANIZATION OR WEBSITE IS REFERRED TO IN THIS WORK AS A CITATION AND/OR A POTENTIAL SOURCE OF FUR-THER INFORMATION DOES NOT MEAN THAT THE AUTHOR OR THE PUBLISHER ENDORSES THE INFORMATION THE ORGANIZATION OR WEBSITE MAY PROVIDE OR RECOMMENDATIONS IT MAY MAKE. FURTHER, READERS SHOULD BE AWARE THAT INTERNET WEBSITES LISTED IN THIS WORK MAY HAVE CHANGED OR DISAPPEARED BETWEEN WHEN THIS WORK WAS WRITTEN AND WHEN IT IS READ.

For general information on our other products and services, please contact our Customer Care Department within the U.S. at 800-762-2974, outside the U.S. at 317-572-3993, or fax 317-572-4002.

For technical support, please visit www.wiley.com/techsupport.

Wiley also publishes its books in a variety of electronic formats. Some content that appears in print may not be available in electronic books.

Library of Congress Control Number: 2005923780

ISBN-13: 978-0-7645-8843-3

ISBN-10: 0-7645-8843-5

Manufactured in the United States of America

10 9 8 7 6 5 4 3 2 1

1B/RX/QY/QV/IN



About the Author

Timothy Kelly is an Information Systems technology professional with more than twenty-five years of experience. His background includes the design of many telecommunications network enterprises, from small simple networks that support a single building location to large multilocation networks running integrated data, voice, and videoconferencing applications.

From 1992 until 2002, Tim was principal consultant for Network Technology Services, a Pittsburgh-based company. He has completed network design engagements for countless organizations, including Alcoa, Blue Cross, Mercy Health System, Mine Safety Health Administration, the U. S. Navy, South Hills Health System, Westinghouse Telecommunications, ARBROS Communications, The Community Builders, and Lucent Technologies. Kelly is a certified ORACLE DBA Master and Network+ Professional.

Tim is an honors graduate of Duquesne University. He went on to complete the MSIS and post-graduate certificate in Telecommunications at the University of Pittsburgh. His terminal degree is a Doctor of Science in Information Systems from Robert Morris University. His research focus was the effects that converging technology networks have on organizations and people, an area in which he is well published and has made numerous presentations before academic and corporate bodies.

Tim Kelly is author of *Bits & Bytes Y2K & Beyond* and is well known for his consults and media appearances during the years and final months preceding the year 2000. He was dubbed a "calming influence" on the Y2K scare by the Pittsburgh media.

From 1983 to 2004, he taught Information Systems Technology courses for local Pittsburgh schools, including Duquesne University, Indiana University of Pennsylvania, and Robert Morris University. In 2003, with the help of former associates, he started the National Center for Converging Technology Research, an organization dedicated to helping other organizations understand how best to apply converging technologies such as VoIP in their business environments. In Fall 2004, he began teaching full-time for the University of North Carolina at ECSU.

Tim Kelly will be co-authoring a VoIP solutions book that defines the latest convergence options for running data, voice, and video applications — the "triple play." The book will provide current coverage on the latest wireless forms of networking. The effect on business of WiMax and other fixed-wireless alternatives will be treated. Tim believes the solution to the triple play model lies with resolving the dilemma of inadequate bandwidth and that VoIP over WiMax and WiFi show how close we are to cracking this nut. The next few years for VoIP should be really exciting.

Dedication

To my primary passion source, my heart and soul, my Tushka; and our four children: Laural, Christal, Gabe, and Matt. Each beat of my heart has four distinct iterations.

Author's Acknowledgments

I would like to thank all of my friends at Robert Morris University. They gave me a great deal to think about, chief among which was the need to put VoIP convergence into a frame that the average reader could understand. In our discussions about my ideas, I would constantly hear "think Dummies." With the dramatic changes in the VoIP convergence marketplace in 2004, I knew the time was right to not only think Dummies but to also write Dummies.

I would like to express a truly heartfelt thanks to Greg Croy at Wiley Publishing. Greg believed in my ideas and supported me through the entire process. It is not easy to become a *For Dummies* author, but the guidance from Greg enriched the process while making it possible and enjoyable. I also want to thank Leah Cameron, who conducted the first nuts-and-bolts review of my work. Her feedback was invaluable. I want to thank Nancy Stevenson for her help in finalizing the Table of Contents.

I want to thank Allen Wyatt and Dave Tegtmeier, my preproduction editorial team. Assembling a group of this magnitude was no small challenge as professionals of this caliber are always in demand. But they all found the time to take on *VoIP For Dummies*. Words cannot express my appreciation.

I want to thank Chuck Mance, a friend of mine who lent a hand with drafting Chapter 14. Chuck is an experienced, competent IT professional. I greatly appreciate his contributions.

I also want to thank the other people who engaged my ideas about VoIP in varying degrees: Steve Phillips, Rich Krauland, all my friends at Avaya, Cisco Systems, Verizon Communications, Matt Kelly, Greg Chmiel, and all of my students and clients.

To my wife Patty (Tushka), who proofed many initial drafts but, more importantly, also helped me get to church on time and provided emotional support throughout the process.

Last but far from least, I want to thank my mother, Mary (Andreiczyk) Kelly, who gave me faith, love, and perseverance. Mom turns 80 in a few short months.

Publisher's Acknowledgments

We're proud of this book; please send us your comments through our online registration form located at www.dummies.com/register/.

Some of the people who helped bring this book to market include the following:

Acquisitions, Editorial, and

Media Development

Acquisitions Editor: Greg Croy

Technical Editor: Dave Tegtmeier **Editorial Manager:** Carol Sheehan

Media Development Supervisor:

Richard Graves

Editorial Assistant: Amanda Foxworth

Cartoons: Rich Tennant
 (www.the5thwave.com)

Composition Services

Project Coordinator: Maridee Ennis

Layout and Graphics: Jonelle Burns, Denny Hager, Stephanie D. Jumper,

Heather Ryan

Proofreaders: Leeann Harney, Jessica Kramer,

Linda Morris, Dwight Ramsey

Indexer: Joan Griffitts

Special HelpAllen Wyatt

Publishing and Editorial for Technology Dummies

Richard Swadley, Vice President and Executive Group Publisher

Andy Cummings, Vice President and Publisher

Mary Bednarek, Executive Acquisitions Director

Mary C. Corder, Editorial Director

Publishing for Consumer Dummies

Diane Graves Steele, Vice President and Publisher

Joyce Pepple, Acquisitions Director

Composition Services

Gerry Fahey, Vice President of Production Services

Debbie Stailey, Director of Composition Services

Contents at a Glance

Foreword	xxi
Introduction	1
Part 1: VolP Basics	9
Chapter 1: Getting Down to Business with VoIP	
Chapter 2: VoIP: Not Your Father's Telephone Service	21
Chapter 3: Everything You Need to Know About Charges	41
Part 11: Taking VolP to Your Network	61
Chapter 4: Road Map to VoIP Transports and Services	
Chapter 5: Getting Switched	
Chapter 6: Going Broadband	93
Chapter 7: We're Dedicated	105
Chapter 8: Going Wireless	119
Chapter 9: Using VoIP on the Internet	129
Chapter 10: Telephones and VoIP	141
Part III: Making the Move to Volp	153
Chapter 11: Simplifying Cost Management	155
Chapter 12: Locations Galore	173
Chapter 13: Setting Up the Smaller Office	187
Chapter 14: Providing Dollars and Support for VoIP	199
Part IV: The Part of Tens	209
Chapter 15: Ten Reasons Why Your Company Should Switch to VoIP	
Chapter 16: Ten Reasons Why You Should Switch to VoIP at Home	
Chapter 17: Ten VoIP Myths	
Chapter 18: Ten VoIP Manufacturers	227
Part V: Appendixes	233
Appendix A: VoIP Providers	
Appendix B: Glossary	
Index	

Table of Contents

Forework	d	xxi
Introduc	etion	
	About This Book	
	Conventions Used in This Book	
	What You're Not to Read	
	Foolish Assumptions	
	How This Book Is Organized	4
	Part I: VoIP Basics	4
	Part II: Taking VoIP to Your Network	
	Part III: Making the Move to VoIP	
	Part IV: The Part of Tens	
	Part V: Appendixes	
	Icons Used in This Book	
	Where to Go from Here	
Part 1: U	/o[P Basics	9
Chap	ter 1: Getting Down to Business with VoIP	
	In the Beginning, There Was POTS	
	From POTS to Packets	
	Eye for IP Telephony	
	Making internal calls	
	Making external calls	
	Gaining Flexibility with VoIP	
	Looking at the TCP/IP Model	
	TCP/IP layers TCP/IP differences	
0.1	, and the second	
Chap	ter 2: VoIP: Not Your Father's Telephone Service	21
	Mr. Bell	
	Analog Telephone Circuits	
	Telephony Goes Digital	
	Combining Analog and Digital	
	Digital Telephony Invades PSTN Territory	
	The circuit-switched network gets organized	
	The digital services carrier network	
	War Breaks Out Between Circuits and Packets	29

Private Telephone Systems Reduce POTS Line Costs	
The Centrex model	
The KTS and PBX models	
Private Systems versus VoIP	37
Converging Networks	38
Chapter 3: Everything You Need to Know About Charges	
Accessing the Network	
Service Categories Cost You Big Time	
Paying the local piper	
Going the distance with intralata rates	
Intrastate service rates	
Interstate carrier service	
International carrier service	
Summing up carrier services	
Saving with VoIP	
Good news for the family budget	
Taking savings to the office	
Toll-bypass: Saving with calls at a distance	
Add-on recurring costs	
VoIP Savings: A Case Study	
Analyzing the client's usage	
The VoIP solution	
Part 11: Taking VolP to Your Network	61
Part 11: Taking VolP to Your Network	61
	61
Chapter 4: Road Map to VoIP Transports and Services	61 63
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony	61636465
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony	6163646567
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony	616364656768
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI	61636465676869
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The hybrid fiber-cable CSI	6163646567686972
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony	616364656768697275
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony	61636465676869727575
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The hybrid fiber-cable CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture	616364656869727575
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The hybrid fiber-cable CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet	6163646567686972757576
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet VolP in the corporate sector	616364656768697575757678
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The hybrid fiber-cable CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet	616364656768697575757678
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet VolP in the corporate sector	616364656869727575767878
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet VolP in the corporate sector VolP in the consumer sector VolP in the consumer sector VolP STN Supports VolP	61636465686972757576787979
Chapter 4: Road Map to VolP Transports and Services CSI: Telephony Choosing a Transport The Five Golden Rings of CSI The PSTN CSI The DS CSI The optical carrier CSI The optical carrier CSI The hybrid fiber-cable CSI The wireless CSI Summing up the CSIs How VolP and the Internet Fit the CSI Picture VolP over Internet VolP in the corporate sector VolP in the consumer sector Chapter 5: Getting Switched	616364656869727575767879798181

The ISDN transport	83
The DSL transport	
Controlling Calls	86
Signaling system 7 (SS7)	
Call control and VoIP	
Delays and errors	
Quality and VoIP	
Network delay	
Poor compression	90
Signal attenuation	91
Chapter 6: Going Broadband	
Broadband Transmission Methods	94
Asymmetric	94
Symmetric	94
VoIP with Your Cable Modem	95
VoIP shares something with your TV	
Adding VoIP	96
Setting up VoIP on a cable modem	
Possible cable modem problems	98
VoIP Through Your DSL Connection	
POTS plus!	101
Setting up VoIP on your DSL line	102
Potential DSL problems	
VoIP over POTS	103
Chapter 7: We're Dedicated	
Basics of Dedicated Transports	105
Bandwidth and speed	
Costs of dedication	106
High-quality VoIP calls	
Types of Dedication	109
The DS transports	
The OC transports	111
Converging Dedicated and Switched Networks	
Managing Bandwidth	
Dedicating channels to applications	
Dynamic bandwidth allocation	
Keeping a Switched Line	116
Chapter 8: Going Wireless	
Why WiFi?	119
Ethernet networking and VoIP	
Examining the IEEE 802.11 standard	
Moving up to wireless	
Adding VoIP to the Wireless Network	
IP soft phones for pocket PCs	
Wireless extension to cellular	

Taking VoIP to the WiMax	123
Graduating to IEEE 802.16	
Putting WiMax to use	124
Getting Hip to WiSIP	
SIP enables smoother conversions	
Using SIP today	127
Chapter 9: Using VoIP on the Internet	
Network Options Affect Quality of Service	130
Internet Protocols and Quality of Service	
ISPs make the Internet go round	
Examining protocol layers	133
Firewalls for Security	134
Connecting Through a VPN	137
VPN costs	139
Implementing a VPN	139
Chapter 10: Telephones and VoIP	141
Running Down the Three Flavors of VoIP Phones	141
VoIP Hard Phones	142
Basic hard phones	
Intermediate hard phones	
Advanced hard phones	
Features supported	144
VoIP Soft Phones	146
Stationary computers	148
Portable computers	148
Features supported	
VoIP Wireless Phones	
Maximizing Your Current Telephone Investment	
Upgrading older telephone systems	
Using older telephones on the new VoIP network	152
Part III: Making the Move to VoIP	153
Chapter 11: Simplifying Cost Management	155
VoIP Comes and the Charges Go	155
Reducing or eliminating phone lines	156
Take off your add-on charges	156
Yippee! Deregulating your telephone costs	
Free call features	
The Final Four Meet VoIP	
Goodbye POTS, hello VoIP	
Goodbye Centrex, hello VoIP-Centrex	162
Goodbye KTS, hello VoIP	
Goodbye PBX, hello VoIP-PBX	165

Unified Networks	166
Larry's story	
Joann's story	
Convincing Your Boss	
A seamless transition	169
Meeting your future with VoIP	170
Bandwidth on demand	
Chapter 12: Locations Galore	173
Challenges of Multiple Locations	173
Evaluating Your Existing Networks	
Developing a Plan	
Designing a VoIP solution	
Putting your plan into action	
Staging the Implementation	
Plug-and-play	
Managing downtime	182
Reviewing the Effect	182
Features and costs of the new VoIP network	182
It's not just a new way to do circuit-switched	184
Bottom-Line Analysis	185
Chapter 13: Setting Up the Smaller Office	187
Is VoIP for You?	
Figuring out those contracts	
Current costs meet long-term plans	189
Analyze bills and contracts	
Evaluating Existing Networks	
Breaking down the costs of POTS telephony	
Breaking down the costs of computer networking	
Putting VoIP to Work	
Supporting your telephony calls	193
Understanding VoIP savings	
Financial Analysis	
Chapter 14: Providing Dollars and Support	199
Evaluating VoIP Costs	
Gathering cost data	
Performing comparisons	
Making the Investment	
Cost-Effective VoIP Designs	
Providing Support	
In-house	
Partnering	
Keening Un with Technology	

t IV: The Part of Tens	209
Chapter 15: Ten Reasons Why Your Company Should Switch to VoIP	211
Changing Direction of Telephony Industry	
Feature-Rich, Cost-Effective Alternatives	215
Existing Investment Protection	213
Seamless Maintenance and Management	
Flexibility and Portability	
Enhanced Network Management	
Better Allocation of Personnel	
Productivity Applications	215
Better Bandwidth Utilization	215
Reduced Costs	216
Chapter 16: Ten Reasons Why You Should Switch	
to VoIP at Home	
One Carrier	
One Bill	
Free Local Service	
Reduced or Eliminated Toll Service Charges	
Reduced International Charges	
More Bandwidth	
Enhanced Internet Access	
More Ports to Connect More Phones and Computers	
Wireless Service in Your Home	
Videoconferencing	220
Chapter 17: Ten VoIP Myths	221
VoIP Runs Only on the Internet	
POTS Is Cheaper	222
POTS Is Faster	
The Quality of Service Is Suspect	
VoIP-Enabled Phones Are Pricey	
VoIP Calls Can Be Intercepted	
911 Calls May Not Work	
VoIP Is Not Ready for Prime Time	
VoIP Call Features Are Expensive	
You Have to Throw Out All Your Old PBX Telephones	226
Chapter 18: Ten VoIP Manufacturers	227
- Avaya	
Cisco Systems	
Sigmane	

Ale	catel	229
	ortel	
	tel	
	CC	
3C	OM	231
	oretel	
Int	er-Tel	232
Part V: Ap	opendixes	233
Append	lix A: VoIP Providers	
Append	lix B: Glossary	239
Index		250

Foreword

ommunications is the heart of your business, and voice over IP has the capability to strengthen that heart and thereby strengthen your business. VoIP is not just another form of connectivity. Yes, it combines the intimacy of voice with the power of data, but it is more than voice over the Internet or voice over your data network. It enables the merging of voice and data applications in ways that liberate business processes. VoIP extends voice communications to anyone, anywhere, over any device — it is the fundamental building block of intelligent communications. It offers businesses the benefits of significant cost savings, increased revenue, and better customer service. It puts communications at the core of the business, enabling faster decisions, revitalized business processes, and new business models.

This year is a pivotal one in electronic communications. With customer confidence growing, IP is now preferred over traditional phone systems. With VoIP becoming mainstream, the adoption rate is accelerating.

Voice over IP is no longer a wait-and-see decision. It's happening right now. You can't afford to limit your communications options or neglect the role that it can play in business performance. But maximizing success in switching to a VoIP system requires top-notch planning, design, implementation, and management. To help you get started and understand the fundamentals, Tim Kelly has written a fine book, *VoIP For Dummies*. This book lifts any confusion you may have about the subject and clearly identifies the many benefits of VoIP for businesses. This book is your portal to understanding how VoIP can make your business stronger by making your communications systems stronger. The results will be people more productive, processes more efficient, and customers more loyal.

Don Peterson

Chairman and Chief Executive Officer, Avaya Inc.

Introduction

olP (pronounced *voyp*) is the name of a new communications technology that changes the meaning of the phrase *telephone call*. VolP stands for *voice over Internet protocol*, and it means "voice transmitted over a computer network."

Internet protocol (IP) networking is supported by all sorts of networks: corporate, private, public, cable, and even wireless networks. Don't be fooled by the "Internet" part of the acronym. VoIP runs over any type of network. Currently, in the corporate sector, the private dedicated network option is the preferred type. For the telecommuter or home user, the hands-down favorite is broadband.

You may be wondering what all this means in terms of your actual telephone. This is the really cool part: You can access your account on the VoIP network by a desktop telephone, a wireless IP phone (similar to a cell phone), or the soft screen dialpad of your laptop or desktop computer.

With VoIP, you can literally pick up your things and move to another location, within your office building or around the world, without having to forward your calls to a new telephone. VoIP's entirely portable!

What's more, you can access the Web from your IP phone, enabling you to get important (or not so important) announcements and e-mail on the go. It's like having a pocket PC and a cell phone rolled into one, specifically designed for *your* network.

As you can imagine, VoIP is a win-win for everyone. The added flexibility and quicker response times translate into greater customer satisfaction and increased productivity throughout your organization.

About This Book

VoIP For Dummies is written for anyone who wants to reduce or eliminate their toll charges while upgrading the level of computer networking services and calling features they receive. Here you discover not only what VoIP is but how you can implement it in your company or home. (You'll even find out whether VoIP makes a lot of sense for your situation.)

VoIP has particular appeal to those who want to use their computer network to carry their telephone calls, thereby saving the expense of running different networks for each.

If you're a consumer running broadband Internet services and you have significant toll charges each month, you should look into VoIP to make your toll calls. With VoIP running on your broadband line, you can save money each month by reducing your toll costs while still maintaining your traditional telephone service for local calls.

If you're a manager who needs to decide about support or recommend whether to make the switch to VoIP, or if you're an IT person looking to help your boss make an informed decision about integrated networking, this book provides an excellent place for you to begin.

I explain how VoIP works and how it compares to telecommunications technology that was previously considered irreplaceable. By the time you finish Part III, you'll see why many businesses throughout the world and consumers in the United States have turned to VoIP and integrated networking as their main system for data, voice, and video.

Conventions Used in This Book

To help you navigate through this book, I use the following conventions:

- ✓ *Italic* is used to highlight new words or terms that are defined.
- Boldfaced text is used for chapter titles, subtitles, and to indicate keywords in bulleted lists.
- ✓ Monofont is used for Web addresses.
- ✓ Sidebars, unlike the rest of the content, are shaded in gray.

What You're Not to Read

Whether you are a consumer or a corporate user, you don't have to read this book from cover to cover to find out how VoIP can benefit you or your company. You may miss some really interesting stuff, but if you're interested in knowing just the fundamentals of IP telephony and VoIP, you can get that information by reading just Chapters 1 and 2. These two chapters cover VoIP basics and introduce you to how you can make VoIP work for you.

If you're unfamiliar with how traditional telephone companies bill their customers (that's you!), Chapter 3 enlightens you with this information. (Before reading this chapter, you need to promise that you won't yank the phone cords out of the wall when you discover how much you are really paying — talk isn't cheap!)

If you're thinking of putting VoIP in your home or even in your home office, or you already have done so, you may be interested in gaining more information about VoIP fundamentals in Part I and then reading Chapter 6, where I describe how to put broadband VoIP to work in your home. If you're using VoIP from home to connect to your company's virtual private network (VPN), you'll also want to look at Chapter 9.

Information technology professionals working in the corporate world, and the people that manage them, will be more interested in Chapters 4 through 7 than any other section of the book. These chapters cover all the VoIP network types used in the corporate sector.

If you just want to define the type of telephone your company is currently using or may use with VoIP, check out Chapter 10. If you need to understand the traditional non-VoIP telephony system models that a company must have to even begin to look at VoIP, see Chapter 11.

If you want to move your company toward a VoIP telephony system model, you need to know how to make it work from a financial perspective; Chapters 12 and 13 can help with case studies and cost figures. These chapters detail how a multilocation company and a smaller single-location company can transform their monthly telephony system finances using a VoIP network. Chapter 14 details other factors that apply to evaluating a move to VoIP for any size network.

Feel free to read this book from cover to cover or just dip into whatever part or section best suits your needs. You can then return to the rest of the book when you have more time to enjoy the read.

Foolish Assumptions

As I wrote *VoIP For Dummies*, I made some assumptions about you and what you might already know about traditional telephony services in contrast to VoIP telephony. Here are those assumptions:

- ✓ You probably have trouble understanding your monthly telephone bills and don't realize that their long-distance is divided into four billable service categories.
- ✓ You rarely consider that there is a cost for the line (access line) and a cost for the usage on that line.
- ✓ You might be thinking that VoIP is a new way of doing telephony but, from what you've heard, it works only over the Internet.
- ✓ You may know the basics of computer networking and VoIP, but you want to gain advanced knowledge, like using your computer and your older POTS phone simultaneously with your new VoIP service.
- You've heard about all the new and exciting features that come with VoIP at no additional cost.
- ✓ You heard (incorrectly) that 911 and E911 do not work with VoIP, not knowing that VoIP principles are the technology that underlies E911.
- You've heard that VoIP can save the consumer or the company lots of money.
- ✓ You may want to protect your company's telephony systems investment while figuring out a way to bring VoIP in because you know it will save the company big bucks.

How This Book Is Organized

Each part of this book focuses on a different aspect of VoIP, as described in the following sections. VoIP is a technology that challenges all your preconceptions about telephony and networking.

Part 1: VolP Basics

Part I introduces you to the basics of VoIP. You get the rundown on essential terms and the general workings of the technology. This part describes the basics of IP telephony and how VoIP calls get packetized and carried over external networks. Access services and the lines they run on are defined. You find out how traditional telephony models can become cash cows for the carriers. TCP/IP, the number one network design model, is introduced as the underlying design for VoIP networks.

Part 11: Taking VolP to Your Network

In Part II, you discover how networks connect to each other. From the public telephone network to the global Internet and all the network types in between, you'll find out what your networking options are.

The Internet is only one network option for VoIP (it also runs on all the other network types that drive industry). Network types include broadband networking, which exists mainly as a consumer option for VoIP. Other types covered in Part II are switched, dedicated, and wireless networks. There is no shortage of network types to run VoIP on.

To help set VoIP in a network context, Part II compares the transport lines (where applicable) and services available on each network type. Also covered are bandwidth options and quality of service. With these options, companies can support not only VoIP but their data and videoconferencing needs for all their locations.

Consumers are also treated to illustrated coverage on broadband networking options. You can run VoIP out of your home and receive ideal bandwidth options that support not just VoIP but your computer data — and even video.

When it comes to VoIP, all the network options in the world would be of little value if you couldn't actually talk on the phone! For that reason, Chapter 10 outlines the major VoIP-enabled telephone types: VoIP hard phone, VoIP soft phone, and VoIP wireless phone. It also covers the traditional telephone types that can be used in a VoIP network.

Part III: Making the Move to VolP

The reasons to switch to VoIP are countless, depending on how far you want to project the future of the marketplace. Part III starts in Chapter 11 by describing the "final four" telephone system models. These are the traditional systems used by consumers and corporate customers. If you're not yet on VoIP, you must be running with one or more of the final four options.

Through real-world case studies, Part III provides guidance for both single-location and multilocation companies, covering the total cost factors and then applying a VoIP solution that significantly reduces the cost of a VoIP conversion while enhancing productivity.

Part IV: The Part of Tens

In Part IV, I provide specific content and advice for both corporate and consumer-based prospective VoIP users. This, of course, is accomplished in the time-honored *Dummies* format: the venerated Part of Tens.

If you're a company pondering the move to VoIP, Chapter 15 gives you the top ten reasons why you need to make the move. Consumers find the top ten reasons why they should change in Chapter 16. Chapter 17 dispels the top ten myths about VoIP. Get the truth about these myths here and now.

Finally, Chapter 18 provides a quick overview of the best of the best: the top ten VoIP manufacturers. When you're ready to make the move, you'll know who to go to for support.

Part V: Appendixes

Last, but by no means least, the final section of this book includes two reference items that you will find helpful in making sense of the world of VoIP. The first, Appendix A, provides an overview of the largest VoIP service providers in the world. These are the companies that you can partner with to realize all your VoIP dreams.

The second item is a handy glossary. Confused by a term you encounter while reading the book? Turn to the glossary and your bewilderment will fade into the past. (It's also a great tool for understanding VoIP marketing brochures and white papers.)

Icons Used in This Book

Throughout this book, I occasionally use icons to call attention to material worth noting in a special way. Here is a list of the icons, along with a description of each.



If you see a tip icon, perk up! You're about to find out how to save time, money, or effort. These are the nuggets that, when heeded, can make your life simpler.



This icon indicates information that is probably most interesting to those with a technical bent. If you're responsible for any aspect of the company network or feel comfortable hacking it alone at home on broadband, you'll have no problem breezing through information marked in this manner.



Some points bear repeating, and others bear remembering. When you see this icon, take special note of what you're about to read.



How many times have you heard the phrase *buyer beware*? In paying for traditional telephony and VoIP networks, most concerns revolve around cost and quality of service. When you see this icon, your life won't be in danger, but you will want to pay attention to the "gotcha" that this icon undoubtedly marks.

Where to Go from Here

The most important thing to keep in mind whenever you're exploring a new technology is how it fits into the larger picture. Take a global view. Specifically, always be thinking, "How will this feature increase my company's efficiency?" Or, "How will an integrated network help promote collaboration across my company?" Of course, you may also be wondering how you'll save money with VoIP.

Consider the direction of the telephony industry. The move toward VoIP is happening right here and right now. If you're a consumer, the question is no longer, "Should I get VoIP or broadband services in my home?" Instead, the question is "How do I get these services?"

If you're a decision-maker in your company, you need to strategize how to remain competitive in a constantly changing market. If you're a corporate professional working in a department such as IT, telecommunications, networking, or even finance, you need to research the available technologies so you can make recommendations to your boss and implement, if necessary, a VoIP system. End users need to be prepared to make the switch if their company adopts a VoIP system, or if they get transferred to a new location that already has such a system in place.

This book provides a great place for getting your feet wet, whether you're a consumer, a manager, in charge of the company finances, or an end user. My best advice on where to go from here? Flip the page and keep reading!