## **Commercial Private Networks**

Some of the private commercial networks that were developed in parallel with advances made to the Internet

James Tam

## CompuServe



- Classmates Jeff Wilkins, John Goltz set up a time sharing service: CompuServe Networks Inc. as a part of the Golden United Life Insurance company.
- Goltz served as the first president.
- $\bullet$  The network was built using lines that were leased from AT&T.
- Using proprietary network hardware and software their network outperformed AT&T's.<sup>1</sup>
- Unlike traditional timeshare, CompuServe developed programs that were installed on CompuServe's computers and managed by their staff.
  - Clients paid extra to use them

Image: www.chw.ne

1 "On the Way to the Web" (Michael A. Banks, Wiley 2008)

James Tam

## CompuServe



## CompuServe

- Also experimented with providing information products:
  - Database: an extensive list of consumer merchandise.
- The company was successful and the only flaw was that 50% of the time the network was idle.
- Microcomputer users (available since the early 1970s) became a market.
  - People bought modems with the microcomputers even though there was very little to connect to (e.g., transfer files from a friends computer): 110 – 300 bits per second.
- At the same time prices of mainframes began to drop sufficiently so companies began to buy rather than timeshare.

James Tam

## CompuServe

- CompuServe had idle computers and a local phone number in almost every city.
- Wilkins saw three things to draw in microcomputer users to CompuServe:
  - 1. Speed and power of the mainframes.
  - Storage: at the time no one made hard drives for micros (and floppy drives
    cost almost as much as the computer ~\$500) so most data was stored on
    tape.
    - CompuServe's mainframes used several 20 MB hard drives (wow!)
  - 3. Communication: email and a public bulletin board system where users could read and leave public messages under different threads.
  - 4. The ability to purchase and download software (no computer store could stock them all so CompuServe would provide greater selection).
    - In those days games were text only like Star Trek and Adventure (so you had to use your imagination) making the game sizes significantly smaller.

James Tam

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## 

CPSC 409: Early private networks

## CompuServe

- The initial user group consisted of technically-minded people ('geeks') who could/would program for the network.
  - At first they tried free access for these early adopters.
- In 1979 they implemented pay only: \$9 startup fee, \$5/hour during off hours, \$12/hour primetime.
  - 100 bps (regular), 300 bps (premium) eventually this was upgraded to 1,200 bps (wow!)
  - (In those days \$3 4 would pay for a movie).
- It was a command line interface like the micro computers of the time (menu interface developed quickly when more users connected).

James Tam

## The Source



- Founded by Bill Von Meister.
- Technical whiz kid:





- An entrepreneur (at least at the beginning)
  - He started 9 companies in 10 years, the longest that he stayed was 2 years and was forced out of most of them.
  - He like the excitement of starting a new company but not the drudgery of running one.

James Ta

Image: en.wikipedia.or

## The Source

- Envisioned a system: InfoCast (sometime after 1978 when FCC legalized the public piggybacking of digital data on FM radio broadcasts):
  - Send news, weather, business, sports reports from a central location to FM stations around the country via PSN's (packet switched networks) and phone lines.
  - The company DBC (digital broadcast corporation) was formed to produce and market InfoCast.
- Homes would receive broadcasts through rented receivers.
- Users would be able send data and even exchange messages.
- Jack Taub and Consolidated Industries of America provided

James Tam

financial backing (1978).

## The Source

- Von Meister, soon realized that it wasn't feasible to outfit millions of American households with receiver/transmitters (and infrastructure – broadcast/decode)
  - It would require 100's of millions (dollars).
  - Unfortunately for Von Meister, cellular networks didn't exist yet.
- He got GTE Telenet (later SpringNET) to provide their network on off peak hours.
- For Telenet their upfront cost was NIL (no risk).
- Customers would pay \$100 signup fee and \$4.60/off hour.
  - This was regarded as a bargain!
- \$100/hour for access to the New York Times Information Bank.
- CompuCon (Von Meister's network) was to provide but didn't create content (third parties like New York Times, Prentice Hall, Dow Jones would do so).

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## The Source

- It provided information, messaging, games (all produced by others).
- Interface: choice of text menu or command line.
- It went live in late spring 1979 not as CompuCon but as "The Source" (less technical...the source of...anything).
- It acted like the early web.

James Ta

## The Source

- By Oct 1979 DBC (company behind the Source) was bogged down in \$5 million in debt.
- Taub fired Von Meister.
- Also there were technical problems: only 80 100 could log on at a time, there were time lags of up to 10 seconds during peak hours.
  - Solutions were a year away.
- Some customers left for CompuServe, some returned back to the Source because it was familiar to them and there was a sense of community.
- Eventually Taub himself was fired from the Source but retained control of DBC.

CPSC 409: Early private networks
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## The Source

- Taub re-organized the company as NIU (National Information
  - The system was to broadcast computer games and other programs. (There also might be the ability for subscribers to record their favorite TV programs for a fee).
  - But the idea went nowhere.
- Eventually CompuServe bought out the Source (which was terminated and members could become CompuServe members and get some free time).

## Gameline

- Von Meister thought of a gaming service (called Gameline) for a new company he founded CVC (Control Video Corporation) after leaving the Source/DBC.
- The Atari 2600 was a game console that was released in the late 1970s.



- Von Meister envisioned an oversized cartridge for \$60 that would plug into the console and the cartridge contained:

  - A modem (dials a toll free number) and download data
     Memory so it could store a game for (cost \$1) as well as transmit joystick and trigger movements back to Gameline's mainframe computer.
  - The Atari market was huge ~13 million in the US alone!

## Gameline

- The game would remain on the machine until it was shut off or another game was downloaded.
- (Theoretical benefits):
  - Gamer: got to try out many games (games cost ~\$40 or more each).
  - Game companies got royalties.

## Gameline • Problems: None of the game companies would provide the executable for their games (so it could be downloaded) so games had to be reverse Gameline • 1983: Steve Case was hired by Gameline. - He was the younger brother of a major Gameline investor (hired to watch over Von Meister - and his spending). - Case knew nothing about computers aside from a college course that he took years ago (and he hated it). - Intelligent but quiet and thoughtful, Washington Post Reporter Michael Schrage who covered the company once called Case "...the least quotable human at the company..." • Later problems - Also in May 1983 Atari announced it had lost a billion dollars in the first quarter of 1983 (first business to lose so much money in so short a period of time).1 • Gameline's success depended entirely on Atari's sales. ne Way to the Web" (Michael A. Banks, Wiley 2008) Gameline • (Problems with Gameline and CVC continued) - The 2600 console was old and Atari was focusing on the Atari 400 computer to keep up with newer gaming consoles. - Developers were producing discounted cartridges. • Problem for Atari: it discounted console prices so it was counting on the cartridge sales). • Eventually CVC closed down. James Tam

## **Quantum Computer Services**

- CVC was reincarnated on May 1985 as Quantum Computer Services with a deal with Commodore for an online service.
- Quantum was down to 10 employees, but to ramp up the Commodore service 15 new employees were hired.
- Nov 1, 1985, the new online service Q-Link went live. And people began logging on immediately.
- Q-Link had the usual online features: email, games, bulletin boards, file downloads, shipping, chat, news, SIGS.
  - There were many ambitious plans e.g., A Dungeons and Dragons Role playing MMORPG (Massive Multiplayer Online Role-Playing Game).
  - It charged 9.95/month and 0.08 a minute for most of the services.



### AOL

- The state of the s
- America Online named by Steve Case.
  - The Apple name couldn't be used so a new name was needed (Michael A Bank).

    (reminder: previous name AppleLink)
  - (AOL: Case noted that many successful American companies had 3 letter names: IBM, MTV, GMC)
- Case decided that the service should be friendlier than others:
  - Elwood Edwards whose (wife Karen worked at AOL): "Welcome",
     "You've got mail", "File's done", "Goodbye" (voices could be turned off
     or substituted with other sounds).
- October 1989 America Online went online.
- Oct 1991: Quantum legally changed it's name to America Online but more commonly known as AOL.

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## 

## **AOL Marketing**



- 1993 AOL marketer Jan Brandt (who developed a successful direct marketing campaign for children's books in a previous job) developed a direct marketing campaign for AOL.
- Initial test: Disks were sent to general mailing lists
  - Many weren't even computer users or they didn't own computers with modems.
  - The initial conversion rate was 10% (200,000 people at a cost of \$250,000) much higher than the typical one of 1-2%.
- The marketing program that followed: The disks were not only mailed out but given out en masse: concerts, in stores, bundled with other products etc.. ("carpet bombing America with disks").

## **AOL Marketing**

- The campaign was too successful!
  - AOL soon grew to 500,000 members
  - This was so many that people couldn't log on when they wanted to or they experienced slow downs when they did
  - AOL was referred to as AOH "American On Hold"
  - New members continued signing on.

James Tam

## **BBS Connections**



- Microcomputer Bulletin Board Systems (BBS).
- The connection wasn't to a network, instead it was a connection to another computer via modem.
  - BBS software: accept calls, handle logins, transfer files, send emails (not always real time) and message boards.
  - 1978 first bulletin board set up by Ward Christensen and Randy Seuss (former eventually developed the Xmodem file transfer protocol): CBBS (Computerized Bulletin Board System).
  - By the late 1980s magazines like Popular Mechanics and Thrasher skateboarding magazine setup their own BBS's to complement or substitute for their presence on CompuServe or AOL.
- BBSs helped sell modems: BBS users outnumbered CompuServe and The Source users for many years.

James Tan

Image: www.sexysocialmedia.com

## BBS Connections (2)

- Modems and software became easier to use, costs drops which helped speed migration to online services and eventually to the Internet.
  - $\bullet$  Early Internet users established their connections with modems (~2400, 14400 bps)
- Some BBS's ran software (like FIDO and GTE PowerComm) formed the basis of national networks relaying information between nodes.
  - BBS users paid a small fee for the relay service but to some it was worth it to communicate with someone around the world.
- Direct dial to a network was faster than indirect connections via a PSN but a long distance charge must be paid.

## BBS Connections (3)

- Some of the largest boards were miniature versions of CompuServe or the Source (256 users at once).
- The Web's released caused BBS membership to steeply decline and BBS companies who didn't became ISP's shut down.
  - Some BBS's have resurrected themselves and can be accessed via remote logins (e.g., telnet) instead of dialing with a modem.

James Tam

## DataPac

• Was a (Canadian) regional network operated by Bell Canada and Northern Telcom.

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## **Evolution Of The Networks**

## • Games:

- Commercial games could be downloaded (sans packaging and manuals but with greater selection and lower cost).
- Online gaming:
- At firs they were text only adventure, role playing games were available on CompuServe and the Source.
- Later games with graphics were added.

## • Online chat:

- Jeff Wilkins (CompuServe CEO) didn't see it's value at first.
- Although it wasn't listed in the menu users could 'secretly' access the chat functionality (command line "go cb").
  - The number of 'secret' accesses was greater than expected.

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## **Evolution Of The Networks**

• (Online chat continued)

member's account.

- When chat became the largest billing product it was finally added (officially) to the menu.
- Some members were hooked (to the online world) to such a point that they couldn't pay their bill
  - Some bills would reach \$700 (movies were only a few dollars then).
  - A few members would disappear one month while paid down their bill (and return when the debt was paid).
- Although the term 'phishing' was not used then, there were occurrences of members impersonating system administrators
- occurrences of members impersonating system administrator in order to get access to another member's account.

   The fake administrator would rack up charges on the compromised

James Ta

## **Evolution Of The Networks**

- Interface:
  - Initially the interface was text and command line (32 or 40 columns x 16 lines)
  - Later menus (text) were added (but command line shortcuts still possible).
  - Most online services: GEnie, DELPHI etc.. focused on improving reliability and response time:
    - CompuServe stayed up when other services went down during the crash of 1987 (redundancies and good coding practices).
    - GEnie included satellite links so 87 San Francisco users could still login even when links to all phone lines were broken by the earthquake.
  - But the success of Q-Link and AOL proved that appearance and ease of use was just as important.
  - By the time that ease of use issues were addressed it was sometimes too little, too late e.g., re:Source added to the Source (eventually bought out).

James Tam

## Second Wave Of Online Networks

- MCI & AT&T
- Delphi
- GEnie
- Playnet

## MCI & AT&T

- 1983 MCI Telecommunications launched it's \$100 million email service (the first large brand name company to establish an commercial online service).
- It also pioneered email connection to the Internet (hired Vint Cerf).
- It built what would become the backbone of the Internet: The National Science Foundation Network (NSFNET) in the late 1980s.
- AT&T responded with AT&T mail (similar to MCI) but added "Mail Talk"
  - 'Robot' read emails.
- These big companies had little effect on the online services like CompuServe (which provided more than just email).

James Tam

## Delphi



- (Named for the Delphic Oracle of classic Greek myth), it's parent was General Videotext Corp (GVC).
- Delphi went live March 1983.
  - Provided online access to the Cadillac Modern Encyclopedia, news, weather, classified as well as gateways to other services
  - Shopping
- 'Delphi Oracle' which would answer any question (often tongue in cheek).
- In 1984 other features were added which included: a chat, SIGS (Special Interest Groups).
- Set up local dial up numbers in major cities to reduce the (even minimal) cost of PSNs for a flat fee.
  - The customer could transition to a national service and pay regular Delphi rates.
- Throughout the 1980s it vied with the Source to be the second largest online service.

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Image: en.wikipedia.org

## Delphi Front End Interface (Early Years)



"On the Way to the Web" (Michael A. Banks, Wiley 2008

## Delphi Front End Interface (Windows) The Late Contention From Chain Herminal (1918) Late Contention From Chain Herminal Manufacture (1918) Late Contention From Chain Herminal

## **GEnie**



- GEnie (<u>G</u>eneral <u>E</u>lectric <u>N</u>etwork for <u>I</u>nformation <u>E</u>xchange).
- General Electric offered time sharing services in the 1960s under the name General Electric Information Services (GEIS).
  - At the time it was the biggest player in time sharing (40% of the market).
- GEnie went live October 1985 with some basic services: email, personal computing SIGs, news, weather and sports.
- The game offerings started out sparse but that would later change as online multiplayer games would become a major focus.
  - Multiplayer BattleTech! (MechWarrior I)
- It was half the cost of CompuServe at the higher speeds (\$5 an hour at 1200 and 2400 bps).

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Image: en.wikipedia.or

## GEnie Front End Interface GEnie Growindows Menii Navigator Elle Edit Online Boards Mail Libraries Window Help Peges: TOP GE Information Services DADOUT GENIE DADOUT

# Genie: Multiplayer Game (Probably) Tussivelyop.com/2015/05/16/the game-archaeologist-multiplayer-battetech/

## Playnet

- PLAYNET
- Howard S. Goldberg and David Panzl left General Elein 1982 to found Playnet Inc. associated with Rensselaer Polytechnic Institute (RPI).
- Unique features: graphics and color (often used templates and graphical elements) were loaded from disk and combined in different ways so they didn't need to be downloaded.
- Games and other programs were also on the user's disk.
  - If parts of Playnet changed then the user's disks would be updated while the member was online.
  - Playnet distribute the software on 3 disks (only way to access).
- Games and other programs were also on the user's disk.

www.c64world.com/playnet/

James Tan

## Playnet

- Development time (Playnet) took so long the software focused on Commodore computers (IBM and Apple versions planned).
- 1980s Commodore users = 3 million
  - $\,$  In 1985 CompuServe had 130,000 subscribers, the Source had 40,000.
- 1984 Playnet opened and it offered: email, bulletin boards, chat and instant messages. There was also single and multi player games: checkers, poker, bridge etc.).
- Compared to other services Playnet was a bargain: \$29.99 signup (3 disks), \$6 per month plus \$2/hour.

## Playnet

- Commodore already had a very profitable deal with CompuServe so Commodore didn't support Playnet much but the latter still flourished.
- Playnet was a trailblazer: stunning Commodore graphics, multiplayer online games



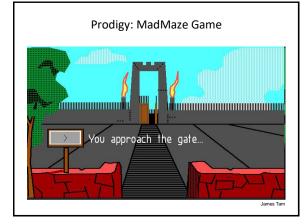
James Tam

## Prodigy

- April 11 1988: CBS, Sears and IBM released the service Prodigy with limited rollout in a few US cities.
- The national introduction was Sept but by then CBS had financial problems and dropped out.
- It was meant for non-computer modem users (just start the software and go).
- Prodigy advertised in magazines, newspapers and on TV but it was expensive (\$1500 for Prodigy to acquire a new customer vs. \$35 for GEnie and less than half that for CompuServe).
- Although it was on a computer (to eliminate the need for a TV top box) it looked just like TV graphics (better even than AOL).

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## Prodigy CONSUMER REPORTS URCUUM CLEANERS As CR's Ratings of 3 types of cleaners show, you don't have to pay top dollar for fine performance. RIGH-PRICED UCRS CR looks at the top of the line. Ratings of 15 feature-laden models include 6 with the new S-UHS format. CR Says Froduct Recalls CR Library American



## Prodigy

- Although it lacked in some things, Prodigy offered some innovations: flat rate pricing \$9.95 per month, online shopping.
- It's membership grew quickly and by 1991 it had 600,000 subscribers second only to CompuServe's 750,000.
  - (Some said that Prodigy counted the 6 screen names issued to each subscriber or household while others said that Prodigy counted users who had left).

James Tar

## Prodigy

• It made money through online ads at the bottom of each screen and from a portion of the sales made.



## Prodigy

- It had great graphics and was fast because the most common accessed material was cached on a local machine in each city (assumed that most traffic would just be passive reading).
   Leased lines would transfer data for requested information between cities.
- But it didn't have any downloading, not even email or bulletin board text could be saved to disk.
- Prodigy was presented as a family friendly place that was open to everyone): sponsored summer picnics and rental amusement parks and invited all members.

James Tan

## Prodigy

- Prodigy's software was a closed system: could not upload/download or save anything to disk (you had to memorize or manually copy down text, printing didn't work everywhere). Some screen capture software might miss some details.
  - (Prodigy wanted to avoid copyright violations).
- With a family friendly image Prodigy staff felt the need to control content:
  - In 1991 Prodigy began to censor boards (inspired by anti-Semitic comments copied from a private email message and the reply to those boards).
  - The post was deleted by staff but the poster attempted to repost several times but each time it was deleted.

James Tan

## Prodigy

- (Prodigy and content control continued)
  - It became a big issue and eventually Prodigy censored all boards with certain words, posts with members names (in case you defamed someone), brand names were excluded (copyright).

\$#\*! My Dad Says





Female do

- But trying to control some posts incited other members to post even more offense material.
- Prodigy had to pay a lot to hire censors.
- Members retaliated by organizing mass mailings, adding a few words and then resending them.
- Prodigy's telecommunications costs grew.

## Prodigy

- Because of rising cost Prodigy had to go from flat rate to a usage-based model and people were unhappy (Prodigy's popularity fell).
  - Jan 1 1991 30 messages per month free after that \$0.25 per message.
  - The flat rate was raised from \$12.95 to \$14.95.
  - "Prodigy sucks!" t-shirts rose in popularity.
- 1994: Prodigy implemented a chat that offered unlimited service with no surcharge.
  - Costs skyrocketed and Prodigy had to shut down the chat.
  - Out came the "Prodigy sucks!" shirts again.
- Eventually Y2K problems forced it to either spend more money or shut down and the latter occurred.

James Tam

## 1989 Memberships

- CompuServe 500,000
- AOL 100,000
- GEnie 100,000
- The Source 50,000 (eventually bought out by CompuServe)
- DELPHI 60,000

James Ta

## 1991 Memberships

- CompuServe 750,000
- Prodigy 600,000
- AOL 300,000

## Private Networks: 1990s And Beyond

- In 1988 non-research, non-government, non-military 'civilians' were given a public link to the Internet through the FidoNET BBS network (BBS newsgroups).
- In 1990 several more public links to the Internet were created:
  - UUNET began operating as a nonprofit commercial source of Usenet newsgroups.
  - CIX in the UK began providing Internet email and newsgroups.
  - MCI, CompuServe, Sprint all had email links to the Internet.
  - 3 commercial ISP's were created: UUNET, PSINET, CERFNET.
- Usually access included email and newsgroups.
- The web wasn't widely popular until the Mosaic browser was released in 1993.

James Tarr

## Mosaic Browser (1993)



James Tan

## Private Networks: 1990s And Beyond

- Although overt commercial use of the Internet was originally forbidden, in 1992 DELPHI found a legitimate reason to include it in it's online offerings.
  - Nov 1992: Internet email added
  - Shortly after that Usenet, Telnet, FTP, MUDs and text-based web access was added.
  - $\,$  There was a \$3 surcharge per month for Internet access.
- 1993: The National Infrastructure Act passed and it makes access to the Internet as wide as possible (the restriction on commercial usage is relaxed).

## Private Networks: 1990s And Beyond • 1993: all or most of the private networks began to offer an

Internet connection in a piecemeal fashion.

- First with email.Later other services like Newsgroups and ftp were added gradually.
- The Internet was a fair learning curve for most users of private networks (a lot of configuration of your computer and memorization of steps).
- The web itself was a bit overwhelming in detail:
  - Which browser to use (unless preconfigured by the ISP).
  - What could and could not be done.
  - Determine how to collect email.
  - Where to find the interesting material online.
  - Etc

Iamos Tan

## Private Networks: 1990s And Beyond

- AOL merged with Time Warner 2000 (eventually split 2009), was (and may still may be) the largest ISP.
- CompuServ acquired in 1998 by AOL which remains as an ISP.
- GEIS sold GENIE which was eventually shut down (GEIS was later sold by GE).
- $\bullet$  DELPHI was sold to Rupert Murdoch's New Corporation (1993).
  - Some of Delphi's original management bought it back in 1996.

James Ta

## Contrast: Internet Vs. Private Networks

- Pre 1990s, early 1990s:
  - Proprietary networks had millions of users but the Internet was largely obscure.
- Private networks:
  - Controlled by one company (access, content).
  - More secure (illegal behavior and threats) but less innovation.
  - Users connected to a network like CompuServe through 'dumb terminals'
  - Could exchange data but not programs.
  - (Through specific carefully controlled cases they could download code but that code was run separately from the dumb terminal software).

## Contrast: Internet Vs. Private Networks Network built by researchers and government people with no central direction (no CEO, no business plan, no paying subscribers nor was there an interest in getting them). - ...not designed to have mainstream dominance - Internet became so popular by "assuming that every user was contributing a goodwill subsidy: people would not behave destructively even when there were no easy ways to monitor or stop them". $^{1}$ - For the early years this assertion largely held. The Future of the Internet--And How to Stop It" (Jonathan Zittrain, Yale University Press 2008 Private Networks Vs. Internet: Security And Software PRIVATE NETWORKS THE INTERNET • The networks could not be • Internet of the 1988 had no central programmed by users but software was control points to scan traffic for centrally distributed by the malware and stop the traffic. administrators working for the . The end points of the Internet (user company. computers) could become infected • The software only include what the because they were general purpose company thought was economically computers whose connection to the $% \left( -1\right) =\left( -1\right) \left( -1\right)$ viable (safer but restricts innovation for network was not strictly controlled via creating unexpectedly beneficial dummy terminal software. technology that could make money in a fashion not initially anticipated). Sometimes the administrators of the endpoints didn't bother fixing software vulnerabilities or otherwise set up their network in a secure fashion (passwords easy to guess). Private Networks Vs. Internet: Security And Software PRIVATE NETWORKS THE INTERNET . Many of the early (and current · The networks evolved slowly with few changes being made: good or users of the Internet) are even more ignorant and neglectful of good security practices). • They were secure but some argue

James Tam

 Reduced consequences in mid 1990s most users only connected via slow dialups that weren't always on (minimizing the impact of their computer being infected).

it was sterile vs. the Internet.

## **Open Question**

- Will the negative consequences stemming from the generic/open design of the Internet lead to more control?
  - State security and crime prevention.
  - Protection of intellectual property.
  - (To a lesser extent): Protection of individual rights vs. the right to freedom of speech.

James Tarr

## References

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- "Trials and Errors"
  - http://link.springer.com/chapter/10.1007/978-1-4302-0870-9\_8

James Tar

## After This Section You Should Know

- What were the early private commercial networks
- Who were the people behind these networks
- How did the private networks operate/what services did they provide
- When and how were these networks founded
- What happened to the networks now
- What were some of the distinguishing traits of the networks e.g., robustness, ease of use
- How many subscribers did each network have
- What issues did the network operators face during their operation (technical and otherwise)
- How did the private networks differ from the Internet

CPSC 409: Early private networks	

## After This Section You Should Know (2) • How were the networks affected by the advent of public access to the Internet • How did the operation of the private networks and the Internet differ in terms of safety and security • What is a BBS • How does a BBS operate and work