

Cost Optimization Techniques in Cloud Computing

B. Mahesh

Dept. of CSE, Mallareddy Engineering College and Management Sciences, JNTUH, Medchal, India

Corresponding Author: mahesh.bhasutkar@gmail.com

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Abstract— The key qualities of distributed computing are the capacity of scaling assets basically endlessly, the ability to pay just when an asset is really required, and the disposal of extensive forthright expenses for clients [1,2]. What's more, low costs and usability urge ventures to use distributed computing to have their IT framework. Distributed computing is offered by cloud suppliers, among which the most conspicuous illustrations are Amazon Web Services (AWS) , Google Cloud , and Microsoft Azure . Each cloud supplier has distinctive evaluating systems; be that as it may, for processing assets they offer two classes of items: ondemand cases and saved examples. On-request cases are virtual machines made and paid for just when used. A cloud client includes and expels a request example with greatest adaptability. Then again, held cases are computational assets saved and paid for a specific period, with a forthright expense. The last class requires a larger amount of duty for the client; in this manner, if broadly used, they result to be less expensive amid a long haul usage. All together stay away from pointless costs, clients of distributed computing need watchful arranging. On one hand saved occurrences are helpful for fetched reserve funds. Then again, if held occurrences are underutilized, they create superfluous expenses. As of now, specialists have broadly examined the field of cost enhancement in distributed computing. A standout amongst the most encouraging strategies is to use Integer Programming to demonstrate the enhancement issue [3, 4]. Different creators misuse a two-advance approach: to start with, they propose a request forecaster and after that, they plan to locate an ideal arrangement with transformative algorithms[5,6]. The paper assesses the proposed demonstrate utilizing information from an industry case, contrasting the execution and an brute-force approach.

Keywords— Cloud Computing, Cost Optimization, Reserved Instances, Software as a service; Platform as a service; Infrastructure as a service

I. INTRODUCTION

Cloud computing service providers (CSPs) (i.e., Amazon EC2, Rackspace CloudserversTM) give foundation on request and charge in light of use to offer adaptability to clients. Along these lines, much the same as expending some other utilities (i.e., water, power, or gas), clients just need to pay for what they have utilized. CSPs give foundation to specialist organizations (SPs); this administration is otherwise called Infrastructure as an administration (IaaS). SPs fabricate their administrations (e.g., application facilitating, content conveyance, on-request work drive, internet searcher, et cetera) over the foundation and offer these administrations to their end clients. Note that CSPs and SPs don't need to be distinctive substances. Virtualization, for example, Linux VServer, VMware, and Xen, are the advancements that empower diverse administrations to keep running in a practically disconnected condition and permit assets that are allotted to these administrations to scale all over straightforwardly and consistently. These advantages of

distributed computing draw in more SPs to relocate to the cloud. CSPs extend their server farm limits and additionally assemble more server farms to suit this pattern. With the expansion sought after, the utilization of energy in CSP server farms has expanded 400% over the previous decade [7]. Much more dreadful, server farms' carbon outflows keep on increasing at a speed that is quicker than any others. The hard plate is the most defenseless part in such a framework – larger part (78%) of equipment disappointment/substitution is because of hard circles [8]. In this way, it is imperative to think about the wear-and-tear cost of hard plates alongside the power utilization of servers with the end goal for CSPs to diminish the operational cost. It has been discovered that there is critical power utilization when the CPU is sit without moving, i.e., at "base power" [9]. The base power can't be decreased unless unused hosts are controlled off. In this way, an instinctive method to spare power is to turn sit out of gear servers off. CPU usage is a decent marker of energy utilization in light of the fact that the I/O and memory

exercises are corresponded to CPU use and power utilization is a monotonically expanding capacity with respect to CPU use. Numerous processors have the capacity of DVFS, which enables processors to scale the recurrence up or down as required. The cubic connection between the power utilization and recurrence is usually utilized, i.e., $\text{Power Consumption} = P_{\text{fixed}} + P_{\text{f}} \times (\text{frequency})^3$. This paper consolidates these two techniques to limit the server vitality utilization and the wear-and-tear cost while fulfilling the SLA. Accepting SPs run CPU serious administrations, the request on the CPU turns into the bottleneck among all server assets. Basically, CSPs give assets to their clients (SPs), which as a rule have non-stationary asset prerequisites over a period skyline. In this way, the request of SPs is dynamic over a period skyline and should be fulfilled to a specific degree constantly, including the spike time in view of the SLA. The elements of interest may cause use of CSP server farms to be low if the assets are not ideally relegated. The CSPs' want is to have the capacity to tune assets in light of the request and required palatable level over a period skyline; such changes are to be tended to in a way with the goal that the assets don't stay sit without moving or potentially the wear-and-tear cost does not turn out to be high because of successive changes. To comprehend this issue, we segment the time skyline (period) into various schedule openings. The start of each space is alluded to as the survey point and thought to be known in this paper. We characterize the request as the entirety of fresh debuts and past entries still in administration and we accept this request profile is estimated.

II. CLOUD COMPUTING PRICING MODELS

CC administrations are typically arranged to three gatherings: SaaS (Programming as an administration), PaaS (Platform as a Service) and IaaS (Framework as a Service), each administration has a place with a determined gathering, and is offered at particular costs. There exist two primary evaluating models. Pay-per-utilize is the most utilized model, in which the customer is charged an expense for an utilized unit in a predefined term. The unit utilized might be a certain registering unit of equipment, programming or application, for instance GB or CPU. Settled value demonstrate, once in a while called membership in which the client is charged for utilizing a benefit unit at a settled cost, as a rule in times of month or year. In the fix-value show buyers may devour an boundless measure of unit assets, despite the fact that in a few contracts utilization is constrained to a maximal sum which shoppers don't plan to reach. In the settled value display purchasers may be charged for assets they have not in

reality devoured. In specific cases their use is ceased or corrupted subsequent to achieving as far as possible. Reference [10] overviewed valuing models and characterizes them to three gatherings: settled – in which the client is charged a similar sum all the time, dynamic – in which costs changes progressively as indicated by bought volumes and market-dependant in which costs changes as indicated by economic situations. Reference [10] found that the valuing approach are one of the following: settled cost with no volume limits, settled cost in addition to per-unit rate, guaranteed buy volume in addition to per-unit value rate, per-unit rate with a roof, and per-unit cost. The creators discovered additionally a few hypothetical investigations for distributed computing evaluating which are not actualized by and by. Reference [11] played out a logical and exact examination of Cloud IaaS evaluating models and found that compensation per-utilize estimating model is seen as the predominant plan by the logical group.

Research went for understanding clients' inspirations demonstrate that they will control their installments, inclining toward to pay for administrations they had, and not being charged for settle costs which at times incorporate administrations they have not expended. Reference [12] claims that market rivalry powers utilizing pay per utilize estimating model could bring productive allotments of processing offices. Reference [13] shows that present patterns in CC demonstrate an aspiration to base valuing models on powerful pay-per-utilize evaluating models. In certain cases shoppers want to pay a settled cost, overlooking pay-scrutinize display favorable circumstances which fit their correct utilization and might limit their expenses [4], [14]. Reference [35] investigated evaluating models from the two perspectives: suppliers and shoppers. The specialists found that a few suppliers offer pay-per-utilize evaluating and abandon some shopper surplus to the clients, in request to be more alluring. Looking at clients' purpose of see, utilization based estimating was additionally discovered more alluring on account of higher purchaser excess. Reference [15] investigated cloud supplier valuing models utilizing group examination and found regular plans of action; one group incorporates specialty suppliers who utilize settle valuing, and another group incorporates mass players utilizing pay-per-utilize evaluating models. A conceivable clarification of utilizing fix costs is secure circumstances common among specialty players' items. Reference [16] who looked into costing plans offers a choice model which figures monetary exchange off between private mists and open mists

concerning the workloads. The model takes in thought cloud blasting as a third alternative of the two costing choices. Cloud blasting is a sending model which empowers merchants to oversee fluctuating requests to assets, to supply stable nature of administrations as indicated by valuing plans. A few specialists considered valuing models wishing to clarify peculiarities in customer choices. Reference [17] discovered that shoppers wish to expand their use while limiting their expenses. The specialists additionally recognized one-sided choices of two sorts: instances of settled costs inclination in which shoppers lean toward a settled value show in spite of the fact that they would pay less on a compensation for each utilization duty, and instances of pay-per-utilize inclination, in which purchasers favor a compensation for each utilization tax in spite of the fact that they would pay less on settled value duties. Reference [17] states that conceivable reason at the settled cost inclination is a protection impact driving buyers to pay more for their spending certainty. Reference [14] who reviewed evaluating models, found that a settled value inclination was found among half of shoppers of the study and among one fourth of shoppers was discovered a payper-utilize inclination. Those specialists express that the protection impact has critical impact on the level rate predisposition while the payper-utilize inclination is affected by the adaptability impacts. Suppliers' choices concerning evaluating models are affected by vital and showcasing reasons. For instance [14] states suppliers use to offer gratis administrations utilizing secure systems, and claims suppliers use to offer diverse costs for particular clients for advertising or income administration reasons. They additionally state there might be cases in which suppliers offer diverse administration quality at various costs, causing straightforwardness challenges in assessing suppliers' costs. Suppliers are utilizing packaging methods which compel purchasers purchase certain administrations which they would have not purchased something else. Reference [13] discovered contrasts amongst private and authoritative purchasers. Generally cloud administrations which are centered around private customers are free of charge as Microsoft's Live Mesh [18]. Conversely, hierarchical shoppers are typically charged, and just a few add-on administrations on IaaS or SaaS are for nothing out of pocket. PaaS suppliers regularly offer their improvement instruments for nothing. Reference [19] claims suppliers' inspiration in packaging additional administrations, for example, applications or foundations to the PaaS administrations which they are now dedicated to, therefore

securing their shoppers. Reference [19] states that after a shopper had put resources into altering his applications to a particular stage, changing expenses to other suppliers' administrations are high, because of essential changes in programming dialect. Acting along these lines, suppliers are causing a syndication circumstance.

We found in writing three rivalry hindrances' highlights: packaging of administrations, absence of straightforwardness, and changing duty structures.

A. *Bundling of services*

Examining suppliers' valuing models as distributed in their sites we can watch the wonders of packaging administrations. We recommend presenting new meanings of two sorts of packaging: first is even packaging, second is vertical packaging. In level packaging a supplier offers a few administrations, all have a place with one layer. For instance Amazon EC2 offers a few packages every one is made out of the accompanying segments: CPU, ECU, memory, occasion stockpiling, and working framework. In such packaging circumstances purchasers may not utilize their own working framework. In vertical packaging a supplier offers administrations which have a place with bring down layers, notwithstanding the primary required administration. For instance Amazon offers SaaS administrations, in which the buyer is solicited to pick the arrangement from framework he needs the product application to run. Existing Service Providers (SP) estimating models incorporate two sorts of vertical groups: SaaS packs which incorporate framework and stage administrations offered by the SaaS supplier, and PaaS packs which incorporate foundation administrations offered by the PaaS supplier. A purchaser may not utilize a PaaS administration, for example, his own particular working framework or a working framework he purchased from another less expensive specialist organization. We contend purchasers ought to have the capacity to pick another foundation specialist co-op as opposed to being compelled to utilize the framework administrations of the SaaS or PaaS principle supplier. Suppliers use to package benefits in ways that clients can't know the genuine costs of each administration part. Such a circumstance negates financial rivalry standards, causing an unreasonable valuing model while looking at clients' ideal choices. Over the long haul, showcase powers will undoubtedly change this into a more focused setting. Suppliers should enhance their upper hands by adjusting their foundations to enhanced interoperability, conveyability and institutionalization.

B. Absence of transparency

Bundling veils the costs of administrations, in the two circumstances: vertical and flat packaging. The supplier offers a levy for the entire package without breaking it to its parts' administrations, in a bundle bargain. In such circumstances clients don't have a clue about the cost of a particular administration which is a piece of the package. Feeling numbness of the estimating structure, clients are hesitant of looking through a contending administration. Reference [12] found that open cloud clients get no knowledge into the hidden IT foundation and have prohibitive regulatory rights. Straightforwardness of administration costs in distributed computing is a key factor to famous wide utilization by associations [8]. Reference [16] overviewed cloud checking instruments and express that the plan of observing apparatuses is yet an under looked into region. They express that absence of a suitable technique precludes cost forecast, and additionally other undesirable results. Reference [6] proposes a valuing model which incorporates impetuses to suppliers who will display the evaluating segments of their administrations and furthermore the design of the innovative execution, for example, the benefits devoured for each administration. Enhancing straightforwardness will be doable by breaking groups to part benefits with the goal that a shopper may pick each administration by correlation with contending suppliers' costs.

C. Fluctuating levy structures

A buyer wishing to look at an administration offered by a few suppliers may think that its hard to perform, some of the time outlandish by any means. Reference [17] states that the extensive number of cloud suppliers' administrations in view of shifting evaluating plans has prompted complexities in

cloud benefit determination. This circumstance is because of the accompanying reasons:

- Services having distinctive functionalities. For instance operation frameworks and database administration frameworks of various providers.
- Computing assets having diverse mechanical attributes, for example, speed or volume, which identify with particular providers' innovations.
- Differences in benefit levels. For instance contrasts in time restrains for settling programming disappointments.
- Differences in contract term. Suppliers use to offer better costs for long haul contracts.
- Differences in rebates. Distinctive rebates because of high volume rebates offered for specific volumes; higher rebates for higher volumes.

As per Reference [8] estimating models are not straightforward accordingly making value correlations troublesome. Suppliers utilize diverse duty structures; a few suppliers, for example, Google charge independently for each administration, and suppliers like Amazon and Microsoft offer predefined groups of administrations. The changeability of charges between current SPs does not give adequate shared conviction for a basic examination. This inconstancy is shown in the accompanying table which demonstrates the taxes of Amazon, Microsoft and Google. As can be found in the table, each specialist co-op recommends distinctive administrations with particular functionalities, for instance unique working frameworks. Duties depend on various units, for example, stockpiling limit and time. We standardized the distributed duty units to a standard scale in view of Cents/Hour, yet the procedure of standardization incorporates deterrents and boundaries which are hard to defeat, which is a result of the particular qualities of providers' administrations, as showed in table I.

TABLE I. VARIABILITY OF TARIFF COSTS OF AMAZON, MICROSOFT AND GOOGLE

| SaaS | Amazon SP1 | Tariff | Microsoft Azure SP2 | Tarriff | Google cloud SP3 | Tariff |
|------|--|--------|--|---------|--|--------|
| | Email 1000 msg 10 cents. Assume 1000 msg / month | 10 | | | DropBox 10GB | 1.4 |
| PaaS | Amazon SP1 | Tariff | Microsoft Azure SP2 | Tarriff | Google cloud SP3 | Tariff |
| | Operating system Per hour | 13.3 | General purpose standard instance. Per hour. | 18 | Standard instance 2 vCores 3.75 GB. Per hour | 7 |
| IaaS | Amazon SP1 | Tariff | Microsoft Azure SP2 | Tarriff | Google cloud SP3 | Tariff |
| | Relational Database services. Per hour | 9 | SQL DB (10-50GB). Per hour | 6.25 | Cloud SQL D2. 16B RAM Per hour | 19 |

III. BRUTE FORCE APPROACH

Algorithm 1: Brute-force Approach

Data: hourlyDemand: number of instances per hour in a certain time frame

Result: optimal number of reserved instances

RIcounter \leftarrow min(hourlyDemand)

optimalRI \leftarrow 0

currentCost $\leftarrow +\infty$

while true do /* Calculate the cost using RIcounter reserved instances */

 tmpCost \leftarrow calculateCost(hourlyDemand, RIcounter)

if tmpCost \leq currentCost then

 optimalRI \leftarrow RIcounter

 currentCost \leftarrow tmpCost

RIcounter \leftarrow RIcounter + 1

else

break

IV. CONCLUSION

This paper proposes three cost minimization models for distributed computing shoppers, (while keeping the distributed levies). Picking one of the models is performed by taking into account authoritative contemplations. The principal display is progressive; one provider is decided for each of the three layers (SaaS, PaaS, IaaS). The progressive model is anything but difficult to execute and furthermore decreases clients' costs contrasted with the current circumstance. This model delivers just a constrained sum of administrations unbundling and just restricted straightforwardness of costs. The second model, we call the straightforward evaluating model, empowers high straightforwardness and unbundling of administrations and additionally cost decrease. Executing this model is more troublesome since the control of different suppliers and administrations is more convoluted. The third, called the total valuing show is like the straightforward valuing model however goes one stage additionally empowering full cost advancement.

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Authors Profile

Mr. B.Mahesh pursued Master of Technology from JNTUA, Anantapur in 2011 and Ph.D from MJPRU and currently working as Associate Professor in Department of Computer Science and Engineering, Mallareddy Engineering College and Management Sciences, Medchal since 2017. He is a member of CSI since 2016. He has published more than 15 research papers in reputed international journals and conferences including IEEE and it's also available online. His main research work focuses on Cloud Computing, Recommender Systems, Network Security, Cloud Security. He has 12 years of teaching experience.

