AWS Cost Optimization: Reimagine Your AWS Commitment Lifecycle



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Founded in 2005, Fischer International Identity **pioneered cloud-based identity governance and administration** which led to the multi-billion dollar industry that is Identity as a Service®. Fischer's Global Identity® architecture, coupled with years of innovation in code-less delivery of identity programs has brought forth the evolution of security delivered from the cloud that billions of users benefit from today.

nOps is a SaaS cloud management platform designed to help rapid-growth companies build, monitor, and run a well-architected AWS infrastructure that is secure, cost-optimized, reliable, efficient, and operationally excellent. And, to help you keep it that way.



Meet the Speakers



Tim Cassell Director, FinOps



John Heuring

Director, Business Operations





DETAILS (All times PT)

- 10:00 10:05 am Welcome & Intros
- **10:05 10:30 am** AWS Cost Optimization powered by ShareSave
- 10:30 10:50 am Fischer Identity Success Story
- 10:50 11:00 am Live Q&A



AWS Cost Optimization with ShareSave



Tim Cassell Director FinOps nOps

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What is **ShareSave Service**

- Key component of nOps Cost Optimization Program. Complimentary to all nOps customers.
- Zero financial risks & no lock-in of long-term AWS commitments.
- Autopilot savings for compute, period. Real time by purchasing/selling AWS commitments based on compute usage patterns.
- Performance-based. nOps shares a percentage of the savings.
- **3 Zeros.** Risk, Time/Effort, Commitment. Cancel anytime.
- **Scope.** Compute-only at this time, more on the roadmap, so stay tuned.



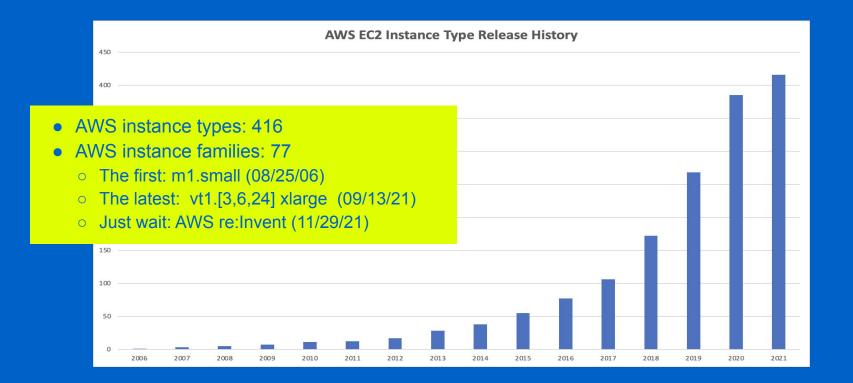
Challenges of AWS Compute Commitments: INNOVATION

- Bought 3-year, no-upfront Savings Plans (the elephant in the room).
- Changing priorities and timing.
- Today's application modernization projects (in-flight or on the roadmap).
- Fear of lock-in to Yesterday's Tech.
- Cannot pass on commitments to other services (ie. Amazon EC2 to RDS).
- Risk of predicting future capacity needs.



InOps

AWS History of Innovation: **COMPUTE**



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AWS History of Innovation: **PRODUCT**



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How ShareSave Addresses the INNOVATION CHALLENGE



- **Freedom:** Your most valuable resource (people) can now focus on innovation, not AWS pricing plans.
- Unlocks deep savings: Leverage AWS continuous innovation New Tech is always cheaper (People Cost + Infrastructure) than Yesterday's Tech.
- **Provides savings on Yesterday's Tech** while figuring out the New Tech.
- Savings based on actual usage, not forecasted usage. AWS published savings assumes 100% utilization for the full term.
- Gives you the ability to **save while figuring out how to use Spot** for all non-persistent workloads.



Challenges of AWS Compute Commitments: MANAGEMENT

- Too much information dynamic environment with changing usage, utilization, prices, more.
- Always on 24x7x365.
- Requires time & skills.
- Knowledge of cloud strategy.
- Cannot pass on commitments to other Services (e.g. EC2 to RDS)

Dynamic Environment

- 100's of usage groups to consider
- 12 AWS commitment contract options
- Utilization targets
- RI expirations
- Manual conversions
- AWS pricing changes
- React to usage patterns
- Communication of change

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How ShareSave Addresses the MANAGEMENT CHALLENGE

- Zero financial risk (the gift that keeps on giving).
- Zero commitment cancel at anytime.
- Buy back of unused Commitments.
- Autopilot savings.
- Increase coverage up 90 95%.
- No longer trying to explain why costs increase when you went to Spot/New Tech.

ShareSave Example: **ECONOMICS**



	ShareSave vs. 1-Year AWS Commitments			ShareSave vs. 3-Year AWS Commitments		
	Convertible/Compute Savings Plans: 1-Year Term	Stanadard/EC2 Savings Plans: 1- Year Term	ShareSave	Convertible/Compute Savings Plans: 3-Year Term	Stanadard/EC2 Savings Plans: 3- Year Term	ShareSave
% Utilization over the Term	100%	100%	100%	66%	66%	66%
Hours/Term	8760	8760	8760	17213.4	17213.4	17213.4
Days/Term	365	365	365	717.225	717.225	717.225
Months/Term	12	12	12	23.58	23.58	23.58
OnDemand (\$)	\$594,000	\$594,000	\$594,000	\$1,167,210	\$1,167,210	\$1,167,210
RI/SP Effective Term (\$)	\$431,860	\$368,379	\$208,015	\$791,428	\$674,499	\$408,749
Gross Savings over OnDemand (\$)	\$162,140	\$225,621	\$385,985	\$375,782	\$492,711	\$758,461
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Customer \$ Net Savings over OnDemand	\$162,140	\$225,621	\$250,890	\$375,782	\$492,711	\$492,999
Customer % Net Savings over OnDemand	27%	38%	42%	32%	42%	42%
Self Managed Commitment (\$)	\$431,860	\$368,379	\$ -	\$791,428	\$674,499	\$ -

* Tiered Savings based on overall monthly spend. The higher the spend the more savings passed to our customers.

ShareSave IN ACTION



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5

6

- Learning usage pattern.
- Makes first RI purchases.

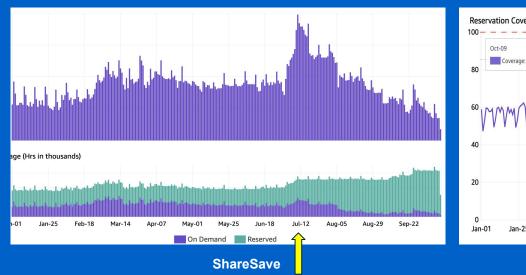
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3 Continues to learn usage pattern, unused RI costs are refunded back.

- Sells RIs to meet new usage pattern.
- Change detected in usage pattern, sells RIs.
- Continues to monitor for changes.

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ShareSave **RESULTS**





ShareSave increases coverage to 90%, and Net Savings to 32% — with no risk, lock-in, or worries.



How nOps Helped Fischer Optimize AWS Costs



John Heuring

Director, Business Operations

1 FISCHER IDENTITY

Background FISCHER IDENTITY

- In 2005, the Fischer Identity IGA suite was released to provide enterprise-grade Identity Governance and Administration automation capabilities and solutions to the market.
- Fischer Identity was the first IGA vendor to offer Identity as a Service® in the cloud to minimize the need for organizations to manage their Identity programs.
- Currently managing over 1 million identities.
 <u>www.fischeridentity.com</u>



Challenges & Needs



Challenges

- Major modernization initiative -RackSpace to AWS migration.
- Avoid risk of oversubscribing to savings commitments.
- Avoid long-term lock-in to specific AWS services that would throttle innovation.
- **Time & expertise** to manage AWS savings commitments.

Needs

- Budget **flexibility**.
- Automated, continuous cost optimization.
- Flexibility to **innovate**.
- Ability to **reallocate capital** to sustain innovation & growth.

Solution & Process

- nClouds, nOps partner, performed an AWS Well-Architected Framework Review on Fischer's critical workload (cost optimization, security, reliability, performance, operational excellence).
- Focus on cost Fischer moves forward with ShareSave Service by nOps.



Results & BENEFITS





32% net savings in AWS compute costs, with no lock-in.



Agility — to pivot mid-step to new AWS services, and actively manage costs on autopilot.



Reallocate capital to support modernization and growth initiatives.



Next Steps

Free Cost Optimization Assessment by nOps

- Nothing pops value like seeing your real data in action.
- Get a fast, free, personalized cost analysis to see if nOps Cost Optimization Program powered by ShareSave is right for you.
- Contact: <u>tim@nops.io</u>









Thank You!