

# Financial DevOps: Navigating the FinOps Landscape for Cloud Cost Optimization in PostgreSQL

Tom Howcroft
Global Director of Business Development



## 40% of all instances are over 55% of all cloud spend is wasted provisioned

#### Session agenda

- Introduction
- What is FinOps?
- Value of FinOps
- Why should I care?
- Themes, trends, strategies
- How to make friends with FinOps

#### About me

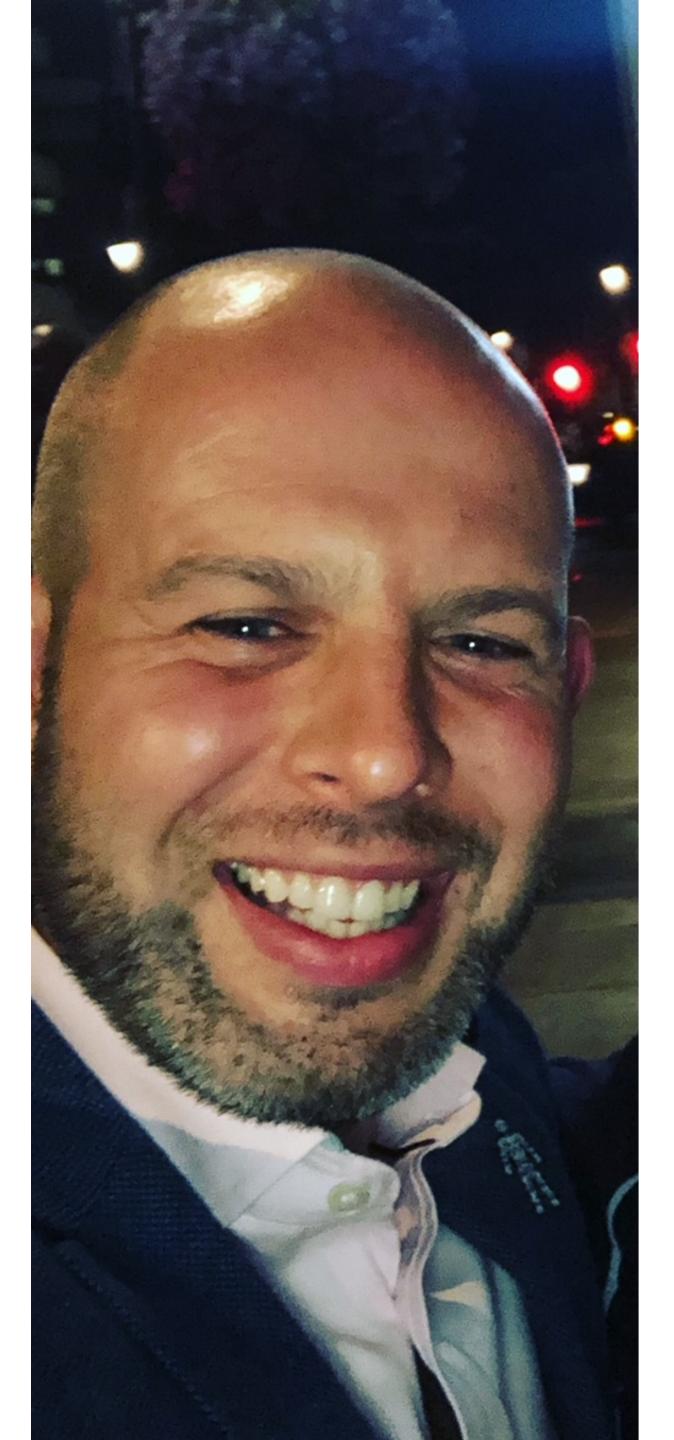


- Professional
- 2 decades go-to-market experience
- Passionate about intersection of technology & business value





- Personal
- First trip to India!
- Love cricket (don't mention the test series!)
- 10 wicket haul!



I've met God!

## What is FinOps?

Finance + DevOps = FinOps

## A brief history

#### Brief trip down memory lane

Once upon a time Amazon sold books online...



- 'Leaders' created their own private cloud
- 2006 AWS launches EC2 and S3
- Explosion of technology companies
- Fixed cost is now variable

Biggest companies globally are cloud providers



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#### May 28th--New on Our Shelves



Joseph McBride's new

Book of the Day

Global cloud computing market valued at \$626 billion

Projected to be \$1,266 billion by 2028 with CAGR of 15%



#### Emergence of FinOps

2006

2018

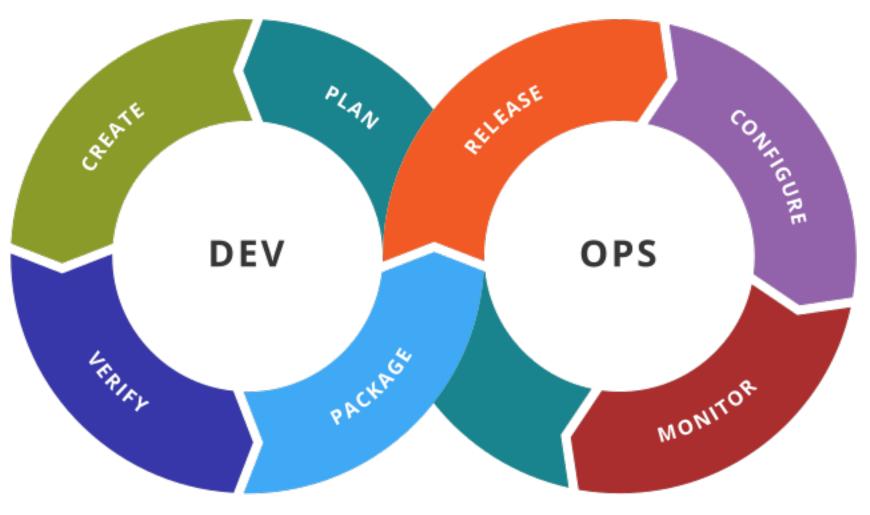
Cloud = disruption

Value delivered with technology





- Broken traditional procurement processes
- Cloud spend monitoring / optimisation technologies
- FinOps Foundation formed (Cloudability's CAB)









## What is FinOps?

"FinOps is an operational framework and cultural practice which maximizes the business value of cloud, enables timely data-driven decision making, and creates financial accountability through collaboration between engineering, finance, and business teams."

#### Value of FinOps

- Accelerate business value realization and innovation
- Drive financial accountability and visibility
- Optimize cloud usage and cost efficiency
- Enable cross organizational trust and collaboration
- Prevent sprawl of cloud spend

## Why should l care?

#### Why should I care?

Increase in cross functional activity

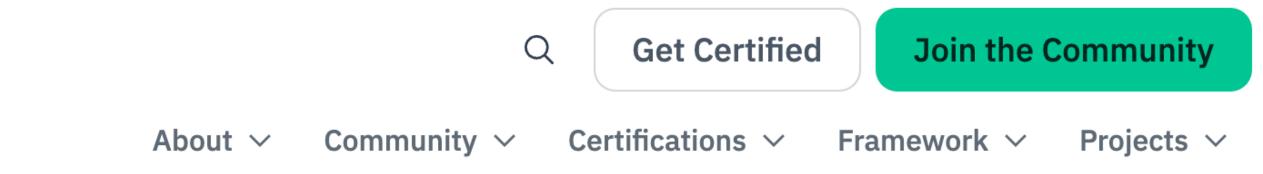
Increased accountability

Your leadership care about it...



#### Why should I care?





Early Bird registration still available for FinOps X 2024 →

FinOps Insights

# State of FinOps '24: Top Priorities Shift to Reducing Waste and Managing Commitments

February 22, 2024



## What's driving these priorities?

#### Macro factors

#### **External themes & challenges facing ALL**

- Inflation and economic downturn
- Increasing customer expectations
- Security breaches
- Explosion of automation
- Accelerated digital transformation
- Sustainability





#### Impact on the enterprise

How these challenges manifest in business priorities

- Operational efficiency / cost reduction
- Adoption of open source
- Employee productivity / satisfaction
- Embrace automation with AI / ML
- Focus on security
- Reduce carbon footprint

## We live in a different world now

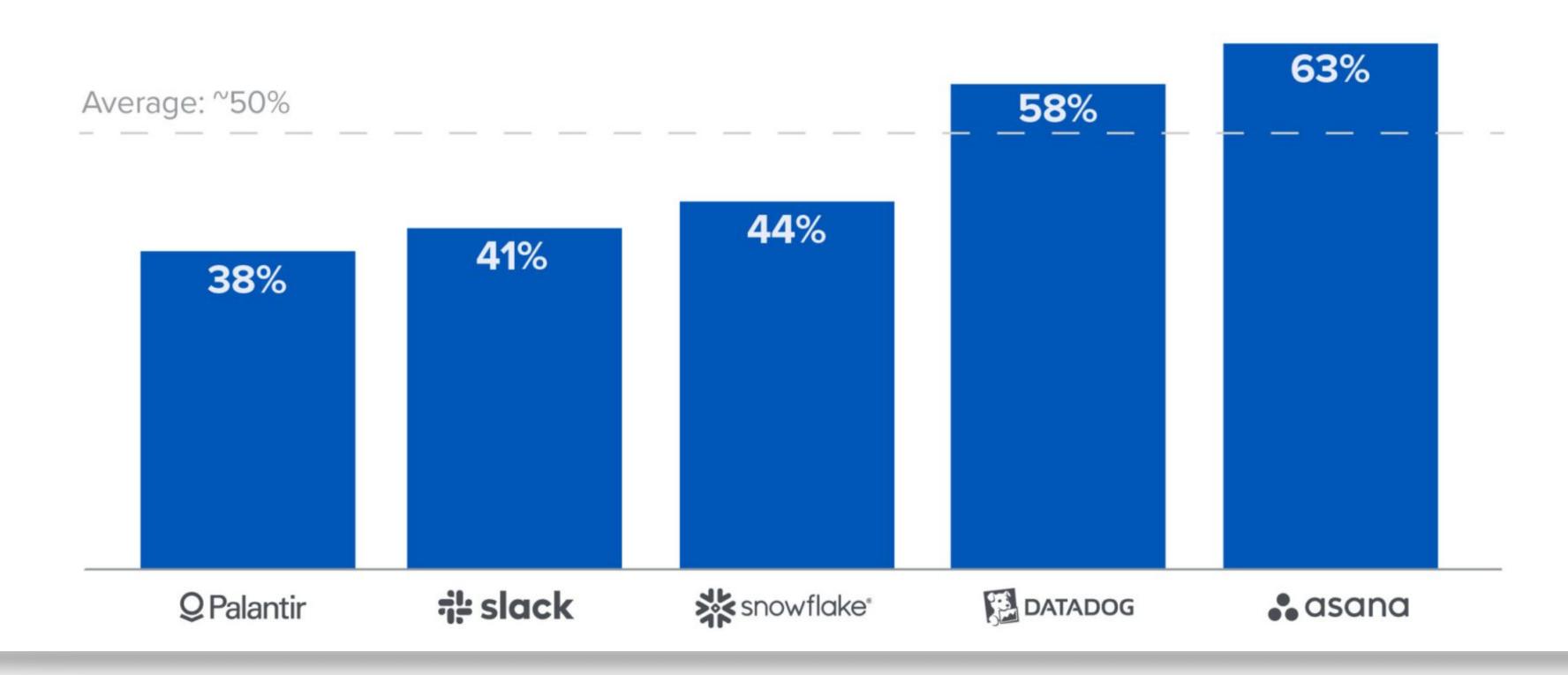


## What do they all have in common?

Infrastructure spend is a large % of cost of revenue (COGS)

## Why this is so relevant for tech / software / digital companies <a href="Infrastructure cost optimization is driving valuations and stock">Infrastructure cost optimization is driving valuations and stock</a>

#### Estimated annualized committed cloud spend as % of cost of revenue



#### What can I do about it?

- We all LOVE PostgreSQL
- Most admired DB by developers (Stackoverflow)
- Almost limitless versatility
- With great versatility comes great responsibility...



Simon Riggs: Major Postgres Developer & Committer PGConf Europe, Prague 2023, Keynote:

'PostgreSQL can be used for almost any and all data processing workloads and use cases (\*as long as it's tuned correctly)'



#### What is database tuning?

#### Keeping the database fit and responsive

- Databases change, grow and slow down
- Not all workloads and machines are the same
- Tuning adapts a database to its current use-case, load and machine
- It is a 'dark-art' yet an integral part of any DBA and developer's job
- Tuning can include query, DBMS parameters, indexes, OS parameters etc

#### Why does it matter?

#### Technical perspective

- Directly impacts system performance
  - Transactions per second Throughput
  - Average query runtime Latency
- Improves scalability
- Enhances stability / reliability
- SLA

#### **Business perspective**

- Decreases cloud / infrastructure spend
- Higher end-user satisfaction
- Reduces downtime
- Increases productivity
- Increases operational efficiency
- Saves energy (ESG)

#### How often do you tune?

#### Anytime that:

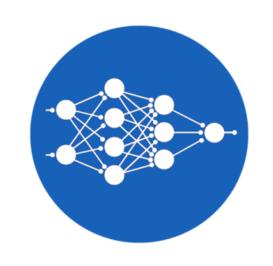
- Your workload changes
- Your database grows and changes
- You migrate from on-prem to the cloud Or vice-versa
- You scale your cloud instance Up or down
- You migrate DBMS E.g., from Oracle to PostgreSQL
- You upgrade your PostgreSQL version

#### The reality of how most enterprises treat manual tuning today

- Tuning is typically reactive to something going wrong Not proactive
- Maybe looked at once or twice a year
- Neglected Not a priority
- Often engage expensive external resources / experts
- Different workloads are not treated differently
- Modus operandi has become to throw more hardware at any issue (\$\$\$)

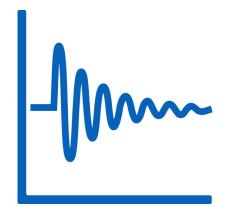
## How can you help me Tom?

#### We introduce DBtune A unique Al-powered database parameter tuning cloud hosted service



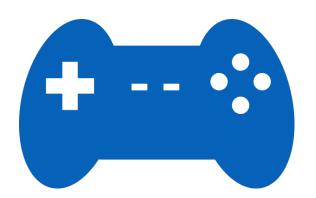
Machine learning approach

DBtune learns how to solve optimization challenges



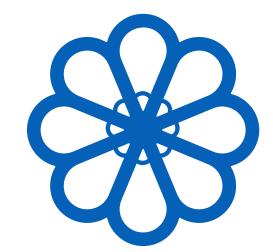
Dynamic adaptation

DBtune can tune a database irrespective of its size and complexity



Easy to use

No need for background in AI or database tuning



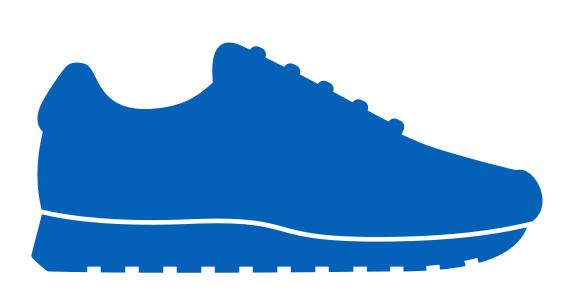
Highly scaleable

DBtune can tune multiple databases in heterogeneous environments

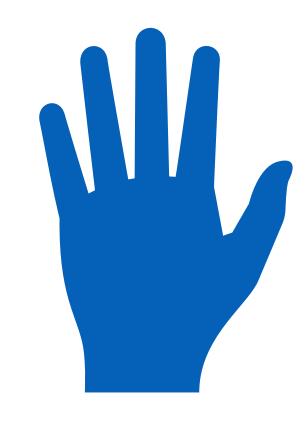
## Customer value proposition DBtune boosts service performance / improves business margins



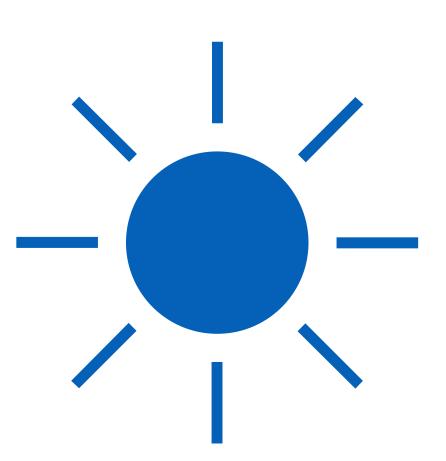
Reduce cloud / infrastructure costs



Make your service radically faster



Free up your DBAs

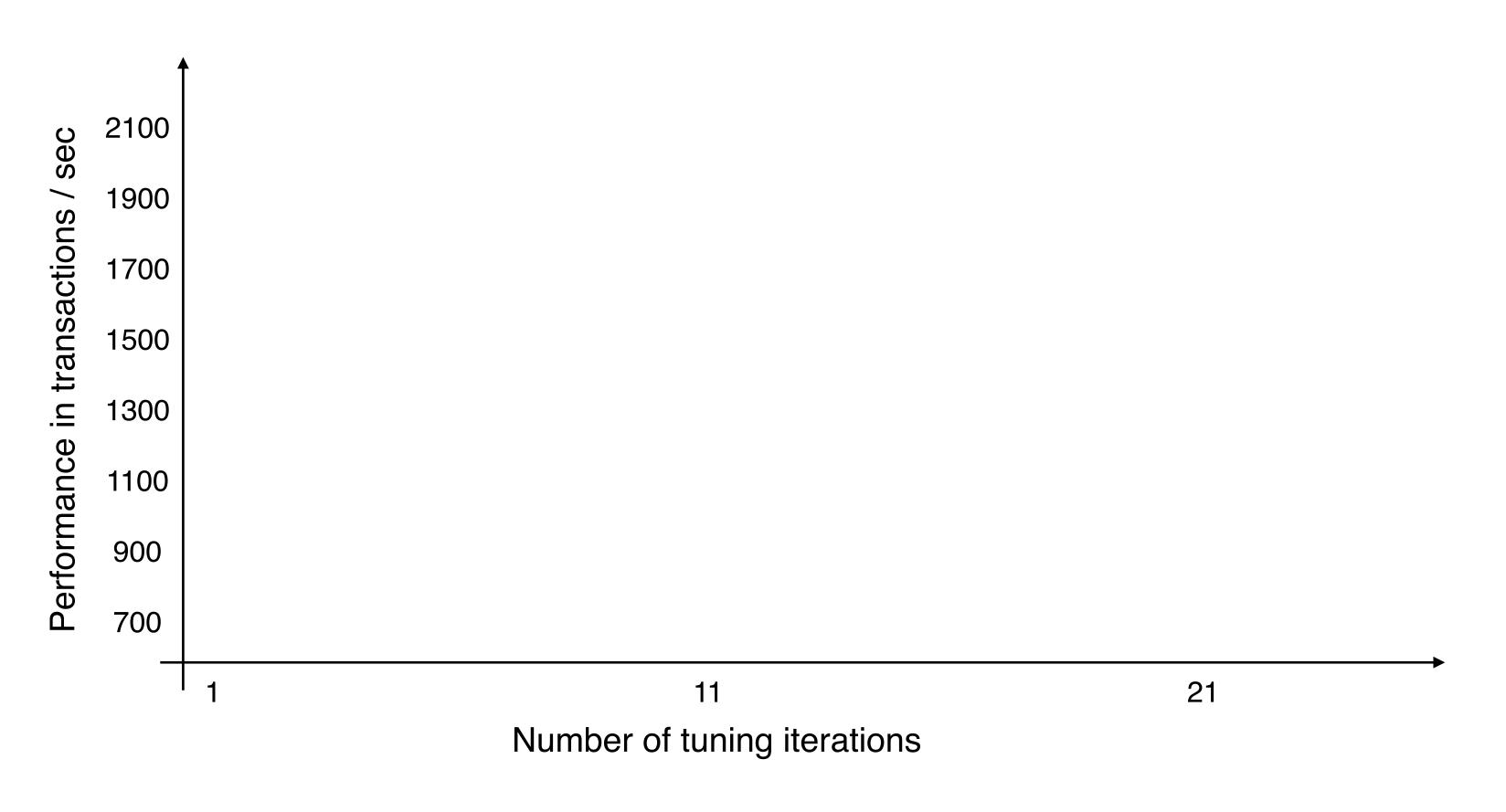


Reduce energy consumption

#### Performance results and cost analysis

#### DBtune doubles the performance of PostgreSQL Amazon RDS

Performance impact of tuning RDS m5.2xLarge cloud instance on the TPCC benchmark





Key takeaway:

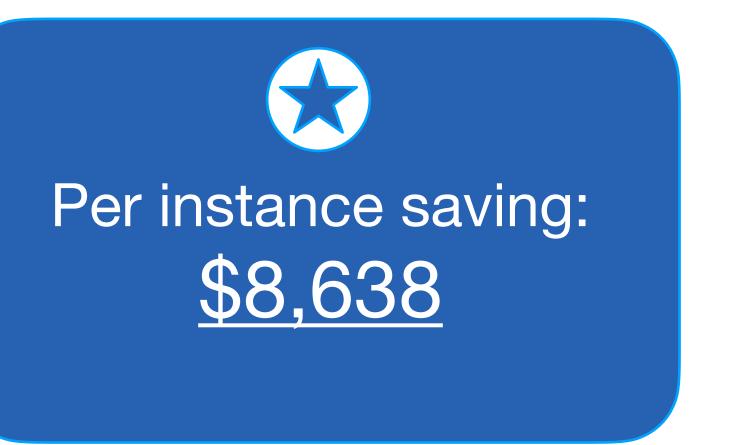
DBtune achieves a level of performance on the small instance in excess of an instance twice the

#### Proof of savings: Detailed economic analysis

#### DBtune achieves better performance on a m5.2xlarge than running an m5.4xlarge

Hardware				Cost / Year		
AWS RDS Instance Type	Cores	RAM	IOPS	Instance	EBS	Total
db.m5.4xlarge	8	64 GBs	4000	\$12,475	\$4,800	\$17,275
db.m5.2xlarge	4	32 GBs	2000	\$6,237	\$2,400	\$8,637

- DBtune halves RDS costs (50% saving)
- Matches 4xLarge performance on a 2xLarge instance
- Medium and large companies use hundreds\* of RDS instances





#### Customer story: Airtel production system optimization

### Airtel partnered with DBtune to optimize their infrastructure spend

Airtel is one of the largest communication service providers, globally. Headquartered in India, they serve in excess of half a billion subscribers. Airtel sought a new technology to improve their PostgreSQL database performance.





"DBtune seamlessly integrated into a production system of a mission critical Airtel application. We've been impressed by the reliability and robustness of the DBtune product, and the team has enjoyed evaluating the platform."

Anant Kumar Airtel CIO digital

#### Customer story: Helping Anteo to speed up their data operations

Norway-based company, Anteo, offer decision support for sustainable development in the aquaculture industry, as well as real-time monitoring and warning biosafety solutions.

Anteo's infrastructure is data intensive. Anteo partnered with DBtune to speed up their PostgreSQL data platform.





"It only took 10 minutes to set up DBtune on our Google Cloud PostgreSQL data platform...The process was easy and pleasant."

Peder Refsnes Anteo CTO

#### Customer story: Integration study with the DbVisualizer platform

DbVisualizer is a leading universal database tool for universal database management systems. The company offers a database Integrated Development Environment (IDE) for developers, analysts, and DBAs.

DbVisualizer partnered with DBtune to explore the technical integration with their development platform. The initial pilot validated the technical strength of the DBtune platform.

## Eq DbVisualizer



"We see a lot of potential in DBtune's ability to optimize our customers' workloads. This is a state-of-the-art optimizing service that is robust and flexible enough to integrate tightly with our platform. DbVisualizer, enhanced with DBtune's capabilities, would make for a more complete offering for our customers."

Martin Engdahl
DbVisualizer CEO

#### DBtune technology endorsed by VMware



vRealize Network Insight (vRNI) is a network monitoring tool by VMware that helps build an optimized, highly available and secure network infrastructure across cloud environments. The key-value store FoundationDB database system is at the core of vRNI and its performance.



vRNI's infrastructure is data intensive. VMware partnered with DBtune to speed up their FoundationDB data platform.



"We saw a 34% improvement in our FoundationDB testbed, while we were hoping for a 10% improvement...DBtune exceeded our team's expectations."

Clement Pang, Co-founder & Chief Architect at Wavefront by VMware

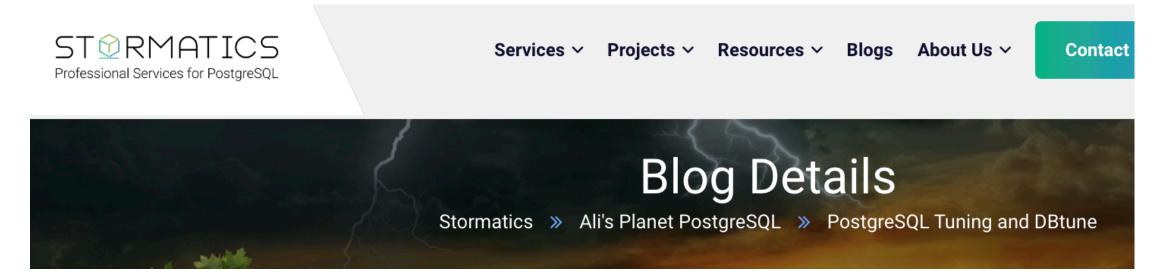


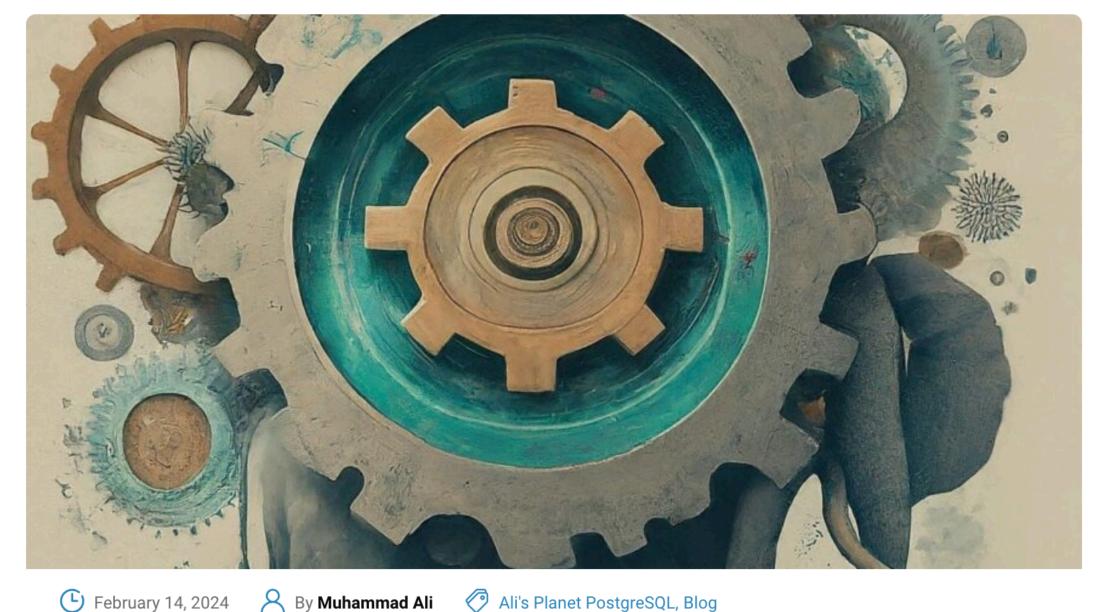
"For us, performance is essential, DBtune has overcome the optimization complexity with an innovative solution; they made it simple."

Uday Kurkure Staff Engineer at VMware



#### Independent evaluation by Stormatics





#### **PostgreSQL Tuning and DBtune**

Parameter tuning in PostgreSQL involves the adjustment of various configuration settings inside **postgresql.conf** file which dictates how the database operates. These parameters affect many aspects of the database's operation which includes memory allocation, query planning, connection handling and disk I/O operations. Proper tuning ensures that PostgreSQL runs efficiently, making full use of the available hardware resources

- Across all tests cases DBtune delivered improvement in performance up to 13.6x
- Compared to manual tuning DBtune achieved 2.2x speedup

Blog: https://stormatics.tech/alis-planet-postgresql/postgresql-tuning-and-dbtune



God wanted me to pass on a message...

He wants you all to know that he thinks DBtune is great!

Sign up today! app.dbtune.com

Or request a demo info@dbtune.com

