



Why data pipelines on cloud are cheaper than on-prem solution? Grow Data Skills

Data pipelines on the cloud are often cheaper than on-premises solutions due to several reasons:

- Infrastructure Costs: Cloud platforms eliminate the need to invest in physical hardware, reducing both upfront capital expenses and ongoing maintenance costs.
- **Scalability**: Cloud services allow for on-demand scalability. Instead of over-provisioning resources, businesses can scale up or down based on actual usage, optimizing costs.
- **Operational Efficiency**: Cloud providers handle much of the routine maintenance, patching, and updates, reducing the manpower required for these tasks on-premises.
- **Resource Utilization**: Cloud platforms typically offer better resource utilization and multi-tenancy benefits, allowing users to only pay for the resources they consume.

Reduced Overhead: On-premises solutions often require dedicated IT teams for setup, maintenance, and troubleshooting.

- Cloud solutions can reduce or eliminate these overhead costs.
- **Flexibility**: The cloud offers various pricing models, such as pay-as-you-go, reserved instances, or spot instances, enabling cost optimizations based on workload patterns.
- **Innovation Pace**: Cloud providers continuously introduce new features, tools, and integrations, often at no additional cost. This can lead to more efficient and cost-effective pipeline designs over time.
- Disaster Recovery & Redundancy: Implementing redundancy and disaster recovery on-premises can be expensive.
 Cloud providers often offer these features at a fraction of the cost.

Common Services by AWS - Azure - GCP





Most commonly used AWS Services to build data pipelines



- S3
- Lambda
- IAM
- EVENT BRIDGE
- EC2
- SNS
- SQS
- STEP FUNCTIONS
- GLUE
- KINESIS
- RDS
- ATHENA
- REDSHIFT
- DynamoDB

AWS S3



Amazon S3 (Simple Storage Service) is one of the foundational services in the AWS suite and is widely used by businesses and individuals to store and retrieve any amount of data, at any time, from anywhere.

Overview of AWS S3:

- **Object Storage:** S3 is an object storage service, meaning it is designed to store unstructured data (like photos, videos, backups, etc.) as objects within resources called "buckets".
- **Durability and Availability**: AWS S3 is designed for 99.99999999% (11 9's) durability over a given year. This ensures that your data remains safe and intact.
- **Scalability**: There's no limit to the amount of data you can store in S3, and it's designed to handle high request rates and traffic.
- **Data Organization**: Data in S3 is organized into buckets (similar to directories) and objects (files).
- **Versioning**: S3 supports versioning, allowing you to retain, retrieve, and restore every version of every object in your bucket.
- **Security**: Offers features like bucket policies, ACLs (Access Control Lists), and server-side encryption (SSE) for data. Integrated with AWS Identity and Access Management (IAM) for access control.
- **Event Configuration**: You can set up event notifications to trigger workflows, alerts, or other automated processes based on changes to your data.

AWS S3 Pricing Factors



AWS S3 pricing is based on several factors:

- Storage: You're billed per GB per month based on the amount of data stored.
- Requests: Costs associated with the number and type of requests made (GET, PUT, COPY, etc.).
- Data Transfer: While transferring data into S3 is typically free, transferring data out of S3 to the internet or other AWS regions incurs charges.
- Additional Features: Features like versioning, monitoring with CloudWatch, data transfer acceleration, and others might have associated costs.
- Storage Management: Using features like S3 Inventory, S3 Analytics, and S3 Object Tagging will also influence the total
 cost.

S3 command with AWS CLI



The AWS Command Line Interface (CLI) is a powerful tool that allows users to interact with AWS services, including S3, directly from the command line. Here's a list of some commonly used AWS S3 CLI commands:

Configuration:

o **aws configure**: Setup the CLI with your AWS credentials, default region, and desired output format.

Bucket Operations:

- o aws s3 ls: List all buckets.
- aws s3 mb s3://my-bucket-name: Create a new bucket.
- aws s3 rb s3://my-bucket-name: Delete a bucket.

File and Folder Operations:

- o aws s3 is s3://my-bucket-name: List contents of a bucket.
- aws s3 cp localfile.txt s3://my-bucket-name/: Copy a local file to a bucket.
- o aws s3 cp s3://my-bucket-name/file.txt localfile.txt: Copy a file from a bucket to the local system.
- o aws s3 mv localfile.txt s3://my-bucket-name/: Move a local file to a bucket (removes the local file after copying).
- o aws s3 rm s3://my-bucket-name/file.txt: Delete a file from a bucket.

AWS Lambda



AWS Lambda is a serverless computing service that lets you run code without provisioning or managing servers. It automatically scales your application by running code in response to events, such as changes to data in Amazon S3 buckets or updates in an Amazon DynamoDB table.

Here are the primary features and properties of AWS Lambda:

- **Event-Driven**: AWS Lambda is designed to use events like changes to data in an S3 bucket or an update to a DynamoDB table to trigger the execution of code.
- **Scaling**: Lambda functions can scale automatically by running code in response to each trigger. Your trigger can be an uploaded image, a new log file, a new row in a database, etc.
- Languages Supported: As of my last update, AWS Lambda supports multiple programming languages. These include Node.js, Python, Ruby, Java, Go, .NET Core, and custom runtimes that you can provide.
- **Stateless**: By default, AWS Lambda is stateless, meaning each function execution is independent. If you need to maintain state, you would use an external service, like Amazon RDS or DynamoDB.
- **Short-lived**: Lambda functions are designed to be short-lived. Initially, there was a 5-minute max execution time, which later was extended to 15 minutes.
- Resource Specification: You can specify the amount of memory allocated to your Lambda function. AWS Lambda allocates CPU power linearly in proportion to the amount of memory configured.

AWS Lambda



- **Built-in Fault Tolerance**: AWS Lambda maintains compute capacity and infrastructure reliability, including monitoring, logging via Amazon CloudWatch, and automatic retries.
- **Deployment**: Code can be deployed as a Lambda function via a ZIP or JAR file. AWS also provides a blueprints feature to start off with sample code for common use cases.
- Integrated with AWS Services: It's integrated with many AWS services making it a flexible tool. For instance, you can trigger a Lambda function from changes in S3, updates in DynamoDB, endpoint requests in API Gateway, etc.
- **Layers**: Lambda Layers are a distribution mechanism for libraries, custom runtimes, and other function dependencies. Layers promote code sharing and separation of responsibilities.
- **Billing**: With AWS Lambda, you're billed for the compute time your code is running. You aren't charged when your code isn't running.
- **Event Source Mapping:** If a Lambda function is triggered by an event source, AWS Lambda takes care of the reading, retries, and deletion of the event, ensuring that each event is processed in order.
- **Concurrent Executions**: AWS Lambda scales functions in parallel. While it manages and scales these automatically, there is a default safety throttle for the number of concurrent executions across all functions in a given region.

AWS Lambda



