

Managing Modern IT

Measuring the Success of Cloud-Based Services

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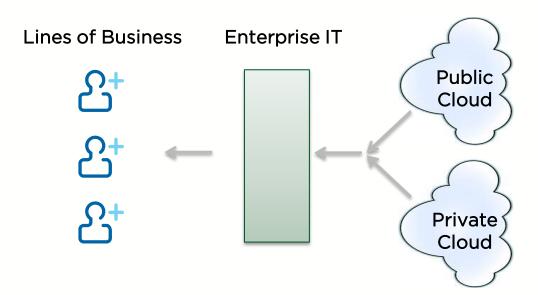
- Cloud and metric driven management
- Relevant IT metrics and considerations
- Process and best practices
- How Vistara can help

Cloud and the imperative for IT metrics wistara



Cloud...

- Represents a new model for IT service delivery
 - Resources consumed on demand, sourced from a mix of private and **public** clouds
- Brings transparency to **service levels** and **costs** of IT resources
- Requires IT to manage operations to meet specific service level and cost goals



Resource	Service Level	Cost	
Small Instance	1CPU/2GB	\$0.05/hour	

Resource	Service Level	Cost	

What metrics should Enterprise IT measure and track?

Cloud and the imperative for IT metrics wistara



IT metrics should measure

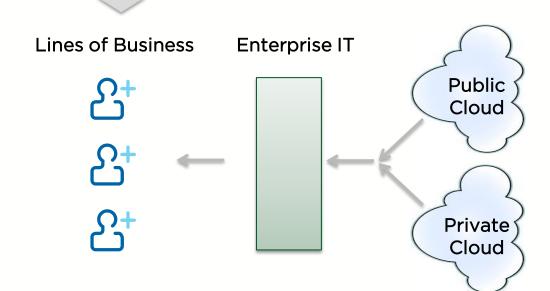
- Service levels delivered to lines of business Service Level Metrics
- Effectiveness and efficiency with which services are delivered Service **Delivery Metrics**

Service Level Metrics

- **Availability**
- Performance
- Service Fulfillment

Service Delivery Metrics

- **Problem**
- Response
- Capacity & Cost



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Availability



What Availability metrics measure

- Quantifies up or down status of services, as experienced by the end user
 - % of time service is available for use, over a time interval e.g. last month

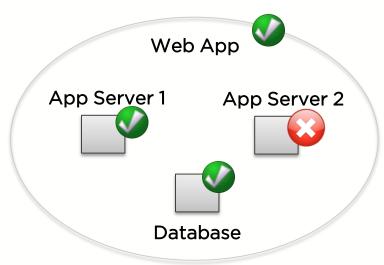
What to measure

	Typical Measures	
Servers	Ping Response, OS service or agent status	
Network Devices	Ping Response, Interface/Port Status	
Applications, URLs, Web Services	Ping, HTTP GET	

Availability



- Element level availability vs. availability of an entire service
 - Do you track availability of individual elements or an entire service compose of multiple elements?
- Is Availability a binary quantity (Up / Down) or more fine grained?
 - How do you account services that are available, but running with degraded redundancy/performance?
- Planned Downtime vs. Unplanned Downtime
 - Do you count downtime due to planned activities (e.g. patching)?



Performance



What Performance metrics measure

- Quantifies responsiveness to user or application requests
 - Throughput and latency delivered by the service OS, application ...

What to measure

	Typical Measures	
Servers, Cloud Instances	CPU queue length, memory swap rate, I/O latency	
Applications, URLs, Web Services	Response time to requests – transactions, http requests/response, API calls	

Performance



Considerations

- Focusing on the right metrics
 - Apps, hypervisors expose tons of metrics which ones are the best measures of performance?
- Using the right statistical measures
 - How do you define "bad" user response time average, max, percentile?
- Performance of cloud instances
 - How can you tell if your cloud instances are getting promised resources?



Cloud Instance Performance

Service Fulfillment



What service fulfillment measures

- Quantifies timely fulfillment of lifecycle management tasks e.g.
 - Service Requests, Patching, Anti-Virus, Network Configuration Backups ...

What to measure...

	Typical Measures	
Service Requests	Time to resolve service requests	
Server Patching	Patching frequency, time lag between patch release and patch roll out	
Anti-Virus	Servers up-to-date on anti-virus signature	

- Focusing on the right service attributes to measure
 - E.g. Patches all types of patches vs. only critical security patches

Problem



What Problem metrics measure

Provide actionable insight into causes of problems

What to measure...

Туре	Practical Measures
Common problem types	Problem and incident tickets by problem type
Failure modes of devices & applications	OS / application error codes

- Identifying the right data sources to mine
 - Do your tickets contain enough information to classify problems accurately?
- Interpreting collected data
 - How do you make sense of OS / application error codes?

Response



What Response metrics measure

Quantifies how fast you are resolving incidents and problems

What to measure...

Туре	Practical Measures	
Incident and problem resolution times	Ticket resolution times	
Incident and problem resolution rate	Ticket resolution rate	
Correctness and completeness of resolution	Ticket re-opens, Ticket volume by problem type	

- Identifying the right data sources to mine
 - Do your tickets contain enough information to classify problems accurately?

Capacity and Cost



What Capacity and Cost metrics measure

- How efficiently you are using capacity
- How much capacity you will likely need in the future
- How much your services are costing you to deliver

What to measure...

Туре	Practical Measures	
Resource utilization	Utilization of server, storage, switch/router interfaces, unused virtual machines	
Demand forecasts	Number of VMs over time, average VM sizes over time	
Hardware costs	Server and software license costs	
Resource usage accounting	Compute, storage, network used by different types of virtual machines	

- Resource usage accounting is challenging in a shared infrastructure
- Identifying the right data sources



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High Performing Organizations are Metrics-Driven



- Below-average performers show lower use of IT metrics across the board.
- Particularly true for external benchmarking.

	Type of IT organization (performance level self-identified by respondents) and rate at which metric is used		
Metric used	Тор	Average	Below-average
"contribution to business value or business outcome"	56%	21%	9%
"comparison of benchmarking against others"	39%	15%	8%

Source: Kurt Potter, Gartner Inc., "Top Performers Use More Metrics," 10 September 2012

IT Must Proactively Define & Drive Measurement

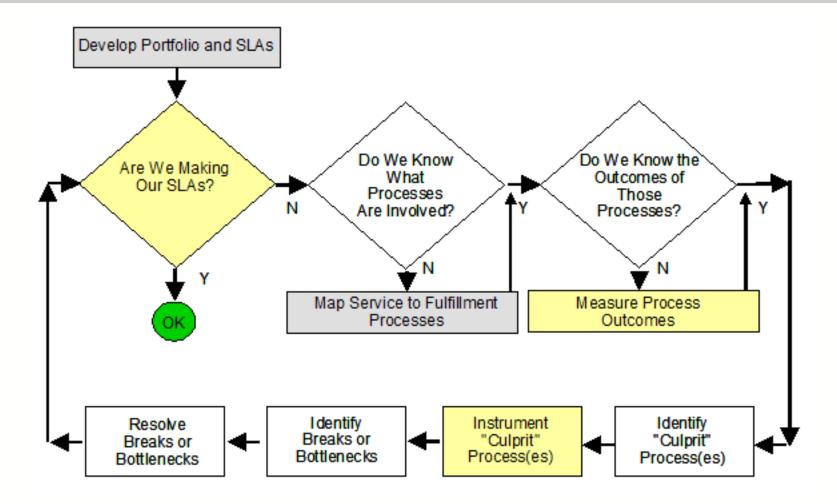


- Gathering data for benchmarking takes time.
- If IT must gather data reactively in response to management demands, delay harms credibility.
- Metrics without a historical baseline will be questioned.
- Agreeing on right metrics and achieving apples-to-apples comparisons takes time.

Source: Kurt Potter, Gartner Inc., "IT Metrics: Intervention to Avoid Strategic Missteps with IT Benchmarking and IT Cost Transparency," 24 August 2012

IT Metrics Definition and Measurement Process





Source: Colleen Young, Gartner Inc., "A Framework for Designing IT Service and Process Metrics," 18 September 2006

Cloud & IT Self-Service Drive Cost Transparency W vistara



- Cloud gives organizations a choice between internal and cloud-based services
- IT self-service empowers line of business to make the choice
- Therefore embedding clear, understandable cost information in IT service catalog is critical to enable rational, optimal choices

Getting ready for service pricing



- 1. IT understands benefits of service pricing and why transition is happening
- 2. List of IT services validated with LOB
- 3. Prices can be compared with market prices
- 4. Business case approved for transition
- 5. IT has chart of accounts to enable pricing
- 6. Organization understands resources needed for initiative to succeed

Source: Jim McGittigan, Barbara Gomolski , Gartner Inc., "Making a Smooth Transition to Service Pricing," 15 June 2012

Additional metrics to consider for cloud services



- Agility: Can IT service respond in real-time to changes in demand & business needs?
- Elasticity: How much can service's capacity scale upward and downward to match demand?
- Continuity: Maximum time between interruptions
- Consistency: Can variations in service levels be reduced?

Source: Tapati Bandopadhyay, Gartner Inc., "Business-Aligned Metrics for IT Services in Cloud: Returns on Agility, Elasticity, Continuity and Consistency," 10 January 2012

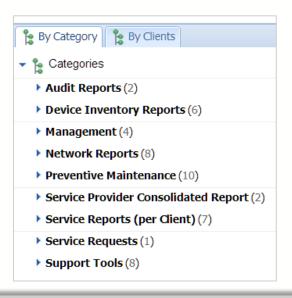


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How Vistara can help



- Data: collects relevant data
 - 100s of built-in monitoring templates to collect relevant metrics across
 - Servers, applications, storage, and network
- Analytics: analyzes data to extract relevant metrics
 - Availability, performance, problem, response, ...
- Reports: presents metrics to help you gain insight
 - Reports to spot key trends and patterns in key metrics
- Action: single tool for managing entire system in response to metrics



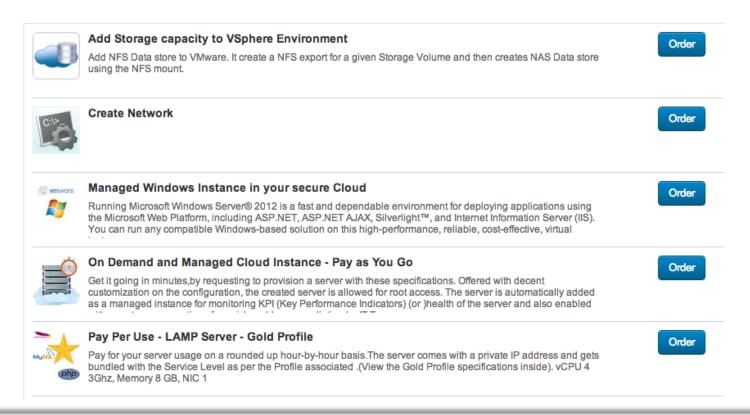


How Vistara can help: service catalog



Service catalog

- Internal and external services
- Embedded cost model to drive rational choices by IT and LOB





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