Recommendations about savings plans and reserved instances

AWS offers two cost-saving options for users: Saving Plans and Reserved Instances. Here are some tips on how to save costs with these options:

- **Evaluate your usage patterns:** Before you can make any informed decision on which option to choose, you need to know your usage patterns. Analyze your usage history and identify the services you use most and the instances you are running. This will help you determine the appropriate Savings Plan or Reserved Instance options that will work best for you.

- **Understand the differences between Saving Plans and Reserved Instances:** Both options offer significant cost savings, but they work differently. A Savings Plan provides a flexible pricing model with a commitment to a specific dollar amount of usage over a 1- or 3-year term, while a Reserved Instance provides a fixed discount on the hourly rate of an instance.

- **Choose the right Savings Plan:** AWS offers two types of Savings Plans: Compute Savings Plans and EC2 Instance Savings Plans. Compute Savings Plans provide the most flexibility by allowing you to apply your savings to any compute usage, while EC2 Instance Savings Plans provide discounts on specific instance types in a region.

- **Optimize your Reserved Instances:** Reserved Instances provide a significant discount on the hourly rate of an instance, but they can be inflexible. To optimize your Reserved Instances, match them to the specific instances you are using, consider using Convertible Reserved Instances to gain more flexibility, and ensure that you are utilizing them to their fullest extent.

- **Monitor and adjust your usage:** As your usage patterns change, it's important to monitor your Savings Plans and Reserved Instances to ensure that you are still getting the best deal. You can modify your Savings Plan commitment or exchange your Reserved Instances for another type or region if your usage changes.

By following these tips, you can maximize your cost savings with Saving Plans and Reserved Instances in AWS.

AWS Documentation - Reserved Instances

AWS Documentation - Savings Plans