

# Observability Day

## NORTH AMERICA

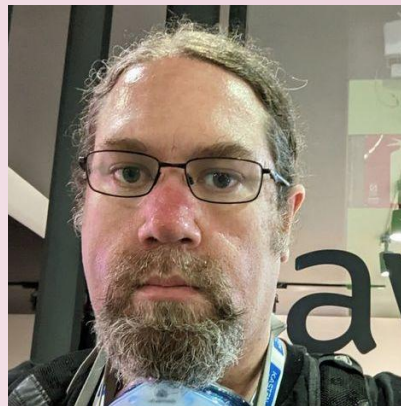
# Unlocking Advanced Processing Capabilities with OpenTelemetry

**Observability Day**  
NORTH AMERICA

**November 12, 2024**  
**Salt Lake City**



**Aunsh Chaudhari**  
Senior Product  
Manager  
*Splunk*



**Anthony Mirabella**  
Senior SDE  
*Amazon Web Services*

# Agenda

- Challenges: Increasing costs and complexity of Observability
- OpenTelemetry
  - Why OTel?
  - Pipelines
- Best practices
  - Filtering
  - Sampling
  - Routing
  - Transformation
- End user story

# Increasing costs and complexity of Observability

Exponential  
data growth

Multiple  
Tools

Setup  
complexity

Vendor  
switching  
costs

Resource  
Utilization

Modern workloads generate petabytes of telemetry. The cost and complexity associated with managing this data can be more than **\$10 million/year** in large enterprises.

- Gartner, July 2023

## Why is it a good choice as an Observability strategy?

1

**Vendor Neutrality**

2

**Standardization**

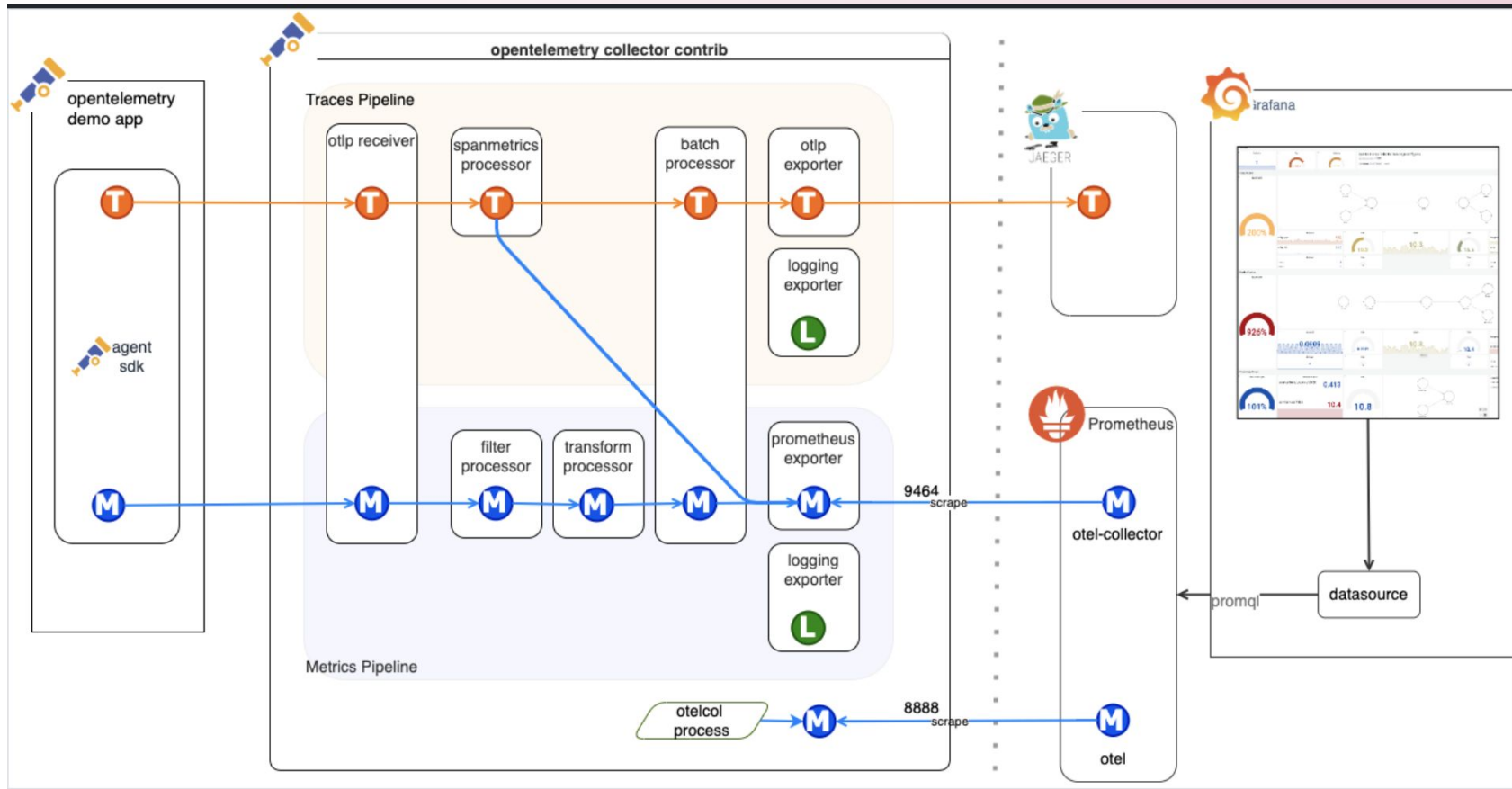
3

**Flexibility**

4

**Community**

# Pipelines



## **Best practices**

**Reduce volume and costs of observability data while retaining valuable insights**

**What:** Exclude specific telemetry based on predefined conditions

**When:** What are some common use cases?

Too many  
prometheus metrics  
to begin with!

Low value  
endpoints such as  
health checks

Data from testing  
environments

Low severity logs

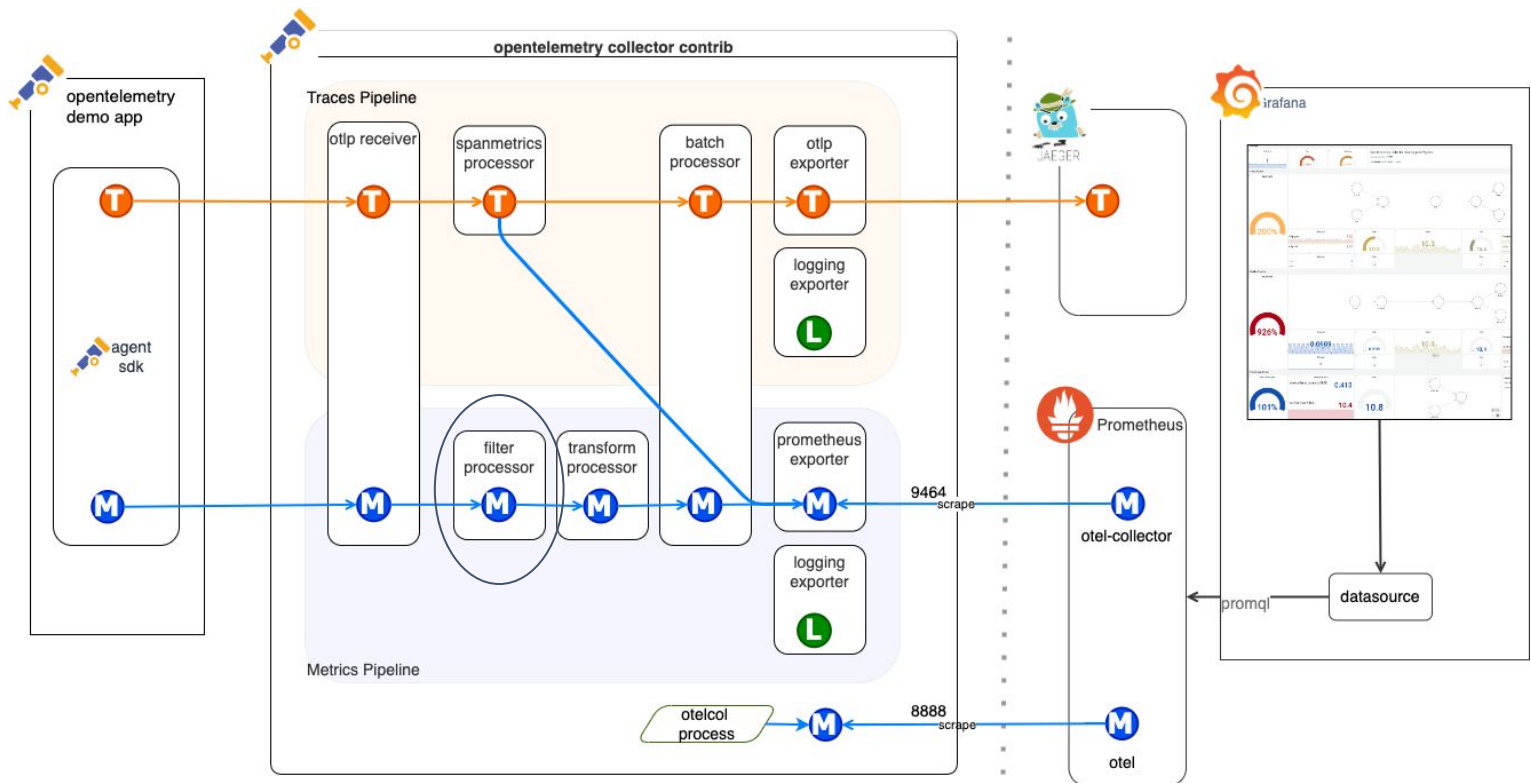


Filter processor



OTTL





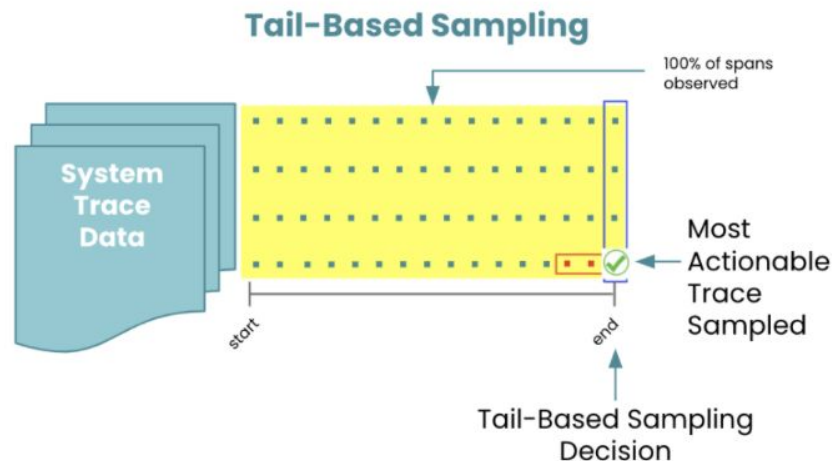
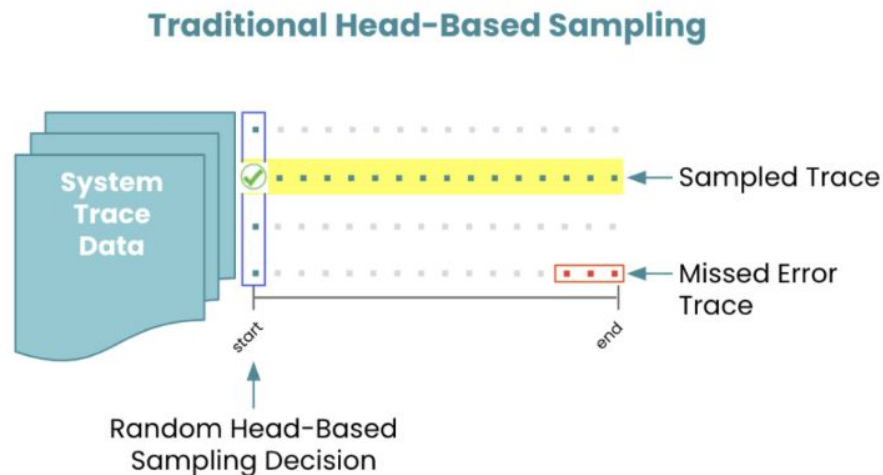
Representativeness is crucial when performing in-depth analysis of application or system behavior

# Sampling

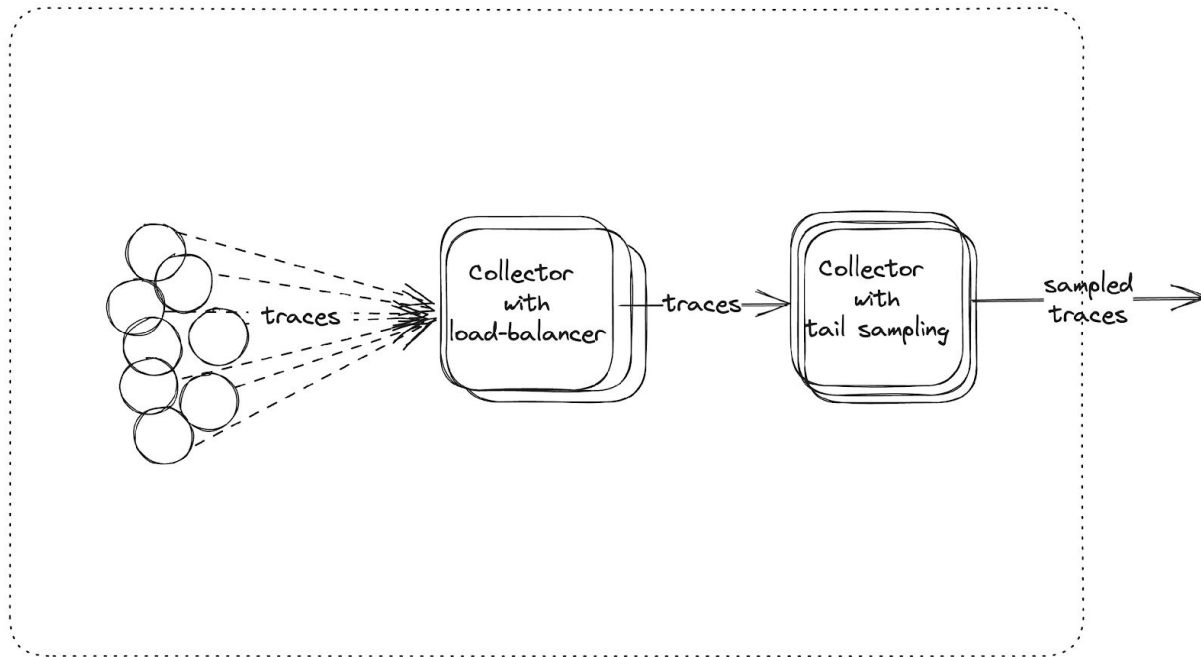
To sample is to choose a representative - you sample the ones you keep, not the ones you drop

Head sampling: Sample as early as possible

Tail sampling: Sample after considering all or most of the spans in trace



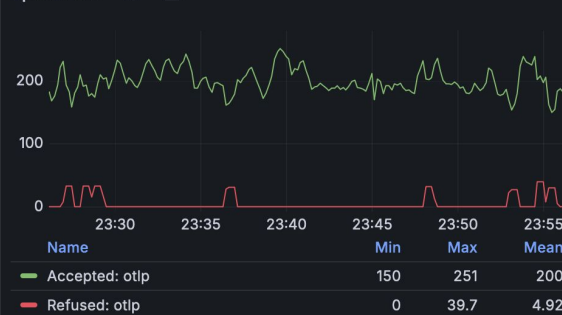
**When scaling a tail sampling setup ensuring spans from the same trace get to the same collector instance is key**



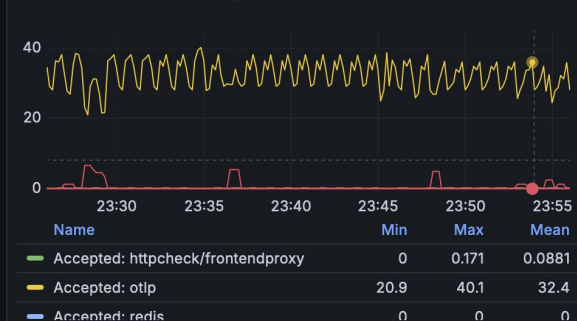
```
tail_sampling:
  decision_wait: 10s
  num_traces: 3000
  expected_new_traces_per_sec: 10
  policies:
  [
    {
      name: keep-errors,
      type: status_code,
      status_code: {status_codes: [ERROR]}
    },
    {
      name: keep-slow-traces,
      type: latency,
      latency: {threshold_ms: 500}
    },
    {
      name: randomized-policy,
      type: probabilistic,
      probabilistic: {sampling_percentage: 10}
    }
  ]
```

## Receivers

### Spans Rate



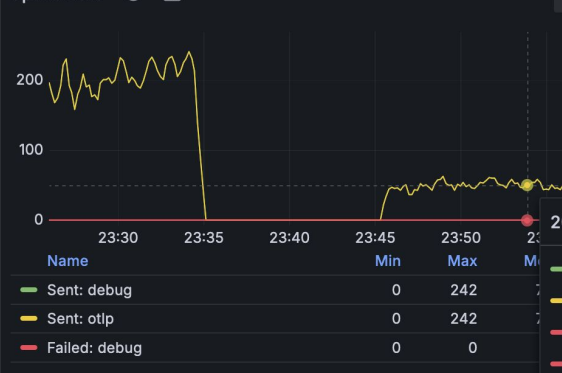
### Metric Points Rate



## Processors (3 panels)

## Exporters

### Spans Rate



### Metric Points Rate



# Tradeoffs to consider



- Mostly healthy traffic with little variation in data
- Common criteria like errors or high latency
- > 1000 traces per second



- Cost of compute
- Engineering cost
- Networking cost

**What:** Directing telemetry to specific backends or destinations

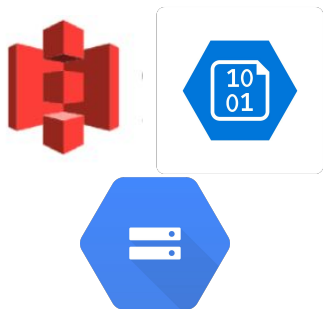
**When:** What are some common use cases?

Low cost archival,  
not for real time  
querying

Unsampled traces

Regulatory  
compliance: audit  
purposes

High availability,  
failover



Routing  
processor



Failover  
connector

# Transformation

**What: Modifying telemetry data to fit needs such as normalizing fields, aggregating data or enrichment**

Data normalization

Telemetry  
transformation

Aggregation

Enrichment

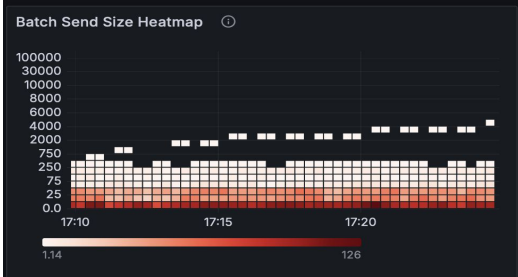
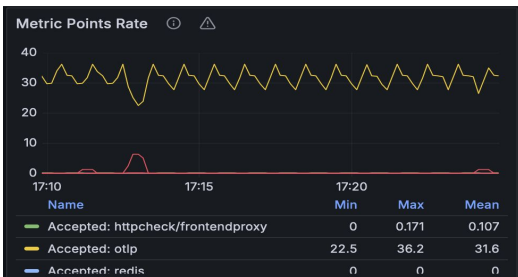


**Transform  
processor**

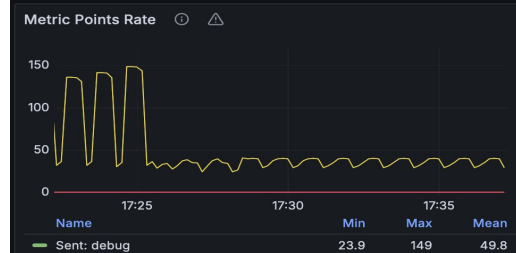
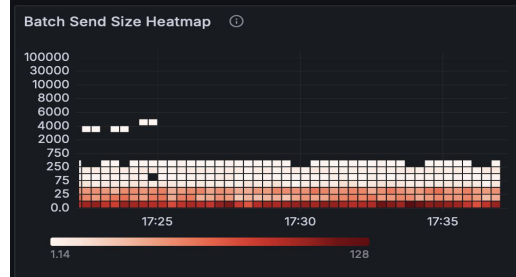
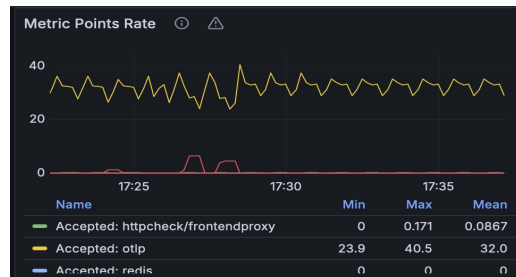


**Span metrics  
connector**





```
- replace_pattern(name, "\\?.*", "")
- replace_match(name, "GET
/api/products/*", "GET
/api/products/{productId}")
```



2.7M spans/second and ~105k traces/second

**Cost attribution and  
budgets**

**Envoy spans ->  
HTTP/gRPC metrics**

**Tail sampling  
~ 4% - 5%**

**Distributed tracing  
90% ↓ costs  
from logging**

Tail sampling policies are centrally managed

- Limited control and cost attribution for service owners



# Would love to learn more?



**Stop by the  
OTel  
Observatory!**

**#B5**

**Take your  
first step!**

**Contribfest  
Fri Nov 15th  
@ 4pm**



**Learn more  
about OTTL!**

**The OTTL  
Cookbook  
Wed Nov 13th  
@ 5:25pm**



**Thank You!**