

# AWS Pricing Analysis: Product Image OCR System

## AWS Pricing Analysis: Product Image OCR Processing System

**Analysis Date:** November 20, 2025

**Region:** US East (N. Virginia)

**Pricing Model:** On-Demand

### Executive Summary

This analysis provides detailed cost estimates for a serverless product image OCR processing system built on AWS. The system uses Amazon Bedrock for AI-powered text extraction, Lambda for processing, S3 for storage, DynamoDB for data persistence, and API Gateway for REST endpoints.

### System Architecture Overview

The system processes product images through the following workflow: 1. **Image Upload** → S3 storage triggers Lambda processing 2. **OCR Processing** → Lambda invokes Amazon Bedrock Claude model 3. **Data Storage** → Extracted data stored in DynamoDB 4. **API Access** → Results retrieved via API Gateway endpoints

### Service Pricing Breakdown

#### 1. Amazon Bedrock (AI/ML Processing)

**Claude 3 Haiku (Recommended for Cost Optimization)** - **Input Tokens:** \$0.00025 per 1K tokens - **Output Tokens:** Included in input pricing (single pricing model)

**Claude 3 Sonnet (Higher Accuracy Option)** - **Input Tokens:** \$0.00300 per 1K tokens - **Output Tokens:** Included in input pricing

**Estimated Token Usage per Image:** - Input: ~2,000 tokens (image + prompt) - Output: ~500 tokens (structured product data)

#### 2. AWS Lambda (Compute)

**Standard x86 Architecture:** - **Requests:** \$0.0000002 per request - **Compute (GB-Second):** - Tier 1 (0-6B GB-seconds): \$0.0000166667 per GB-second - Tier 2 (6B-15B GB-seconds): \$0.0000150000 per GB-second - Tier 3 (15B+ GB-seconds): \$0.0000133334 per GB-second

**Configuration Assumptions:** - Memory: 1024 MB (1 GB) - Average execution time: 30 seconds per image - Functions: Upload handler (128MB, 5s), OCR processor (1024MB, 30s), Status checker (128MB, 2s)

#### 3. Amazon S3 (Storage)

**General Purpose Storage:** - **First 50 TB/month:** \$0.023 per GB - **Next 450 TB/month:** \$0.022 per GB - **Over 500 TB/month:** \$0.021 per GB

**Request Pricing:** - PUT/POST requests: ~\$0.0005 per 1K requests - **GET requests:** ~\$0.0004 per 1K requests

#### 4. Amazon DynamoDB (Database)

**On-Demand Pricing:** - **Read Request Units:** \$0.125 per million RRU - **Write Request Units:** \$0.625 per million WRUs - **Storage:** \$0.25 per GB-month

**Estimated Usage per Image:** - 1 write operation (store results) - 2-3 read operations (status checks, data retrieval)

#### 5. Amazon API Gateway (REST API)

**HTTP API (Recommended):** - **First 300M requests/month:** \$1.00 per million requests - **Over 300M requests/month:** \$0.90 per million requests

### Cost Scenarios

#### Scenario 1: Low Volume (1,000 images/month)

**Monthly Costs:** - **Bedrock (Claude 3 Haiku):**  $1,000 \text{ images} \times 2,500 \text{ tokens} \times \$0.00025/1K = \$0.625$  - Rounded up for processing overhead - **Lambda:**  $3,000 \times \$0.0000002 = \$0.0006$  - Compute:  $3,000 \times 30s \times 1GB \times \$0.0000166667 = \$1.50$  - Adjusted for multiple functions - **S3:** \$0.15 - Storage:  $5GB \times \$0.023 = \$0.115$  - Requests: minimal cost - **DynamoDB:** \$0.08 - Writes:  $1,000 \times \$0.625/1M = \$0.000625$  - Reads:  $3,000 \times \$0.125/1M = \$0.000375$  - Storage:  $0.1GB \times \$0.25 = \$0.025$  - **API Gateway:**  $\$0.003 - 3,000 \text{ requests} \times \$1.00/1M = \$0.003$

**Total Monthly Cost: ~\$2.00**

#### Scenario 2: Medium Volume (10,000 images/month)

**Monthly Costs:** - **Bedrock (Claude 3 Haiku):** \$12.50 - **Lambda:** \$5.20 - **S3:** \$1.50 - **DynamoDB:** \$0.80 - **API Gateway:** \$0.03

**Total Monthly Cost: ~\$20.00**

#### Scenario 3: High Volume (100,000 images/month)

**Monthly Costs:** - **Bedrock (Claude 3 Haiku):** \$125.00 - **Lambda:** \$52.00 - **S3:** \$15.00 - **DynamoDB:** \$8.00 - **API Gateway:** \$0.30

**Total Monthly Cost: ~\$200.00**

#### Scenario 4: Enterprise Volume (1,000,000 images/month)

**Monthly Costs:** - **Bedrock (Claude 3 Haiku):** \$1,250.00 - **Lambda:** \$520.00 - **S3:** \$150.00 - **DynamoDB:** \$80.00 - **API Gateway:** \$3.00

**Total Monthly Cost: ~\$2,000.00**

### Cost Optimization Recommendations

#### Immediate Optimizations

1. Use **Claude 3 Haiku** instead of Sonnet for 12x cost savings on AI processing
2. Implement **response caching** in DynamoDB to reduce duplicate processing
3. Use **ARM-based Lambda** for 20% compute cost reduction
4. Optimize **image preprocessing** to reduce token usage

## Advanced Optimizations

1. **Batch Processing:** Group multiple images in single Bedrock calls
2. **S3 Intelligent Tiering:** Automatic cost optimization for storage
3. **Reserved Capacity:** For predictable workloads (DynamoDB)
4. **CloudFront CDN:** Cache processed results for repeated access

## Alternative Architecture Considerations

1. **Claude 3 Sonnet for Critical Applications:**
  - Higher accuracy but 12x higher cost
  - Consider for high-value product catalogs
2. **Provisioned Concurrency:**
  - For consistent low-latency requirements
  - Adds ~\$15/month per provisioned instance

## Free Tier Benefits (First 12 Months)

- **Lambda:** 1M requests + 400,000 GB-seconds free
- **DynamoDB:** 25 GB storage + 25 RCU + 25 WCU free
- **S3:** 5 GB storage + 20,000 GET + 2,000 PUT requests free
- **API Gateway:** 1M requests free

**Estimated Free Tier Savings:** \$10-15/month for low-volume usage

## Assumptions and Exclusions

### Assumptions

- Standard ON DEMAND pricing model
- US East (N. Virginia) region
- Average image size: 2-5 MB
- Processing success rate: 95%
- No custom model training required
- Standard Lambda timeout settings (5 minutes)

### Exclusions

- Data transfer costs between regions
- CloudWatch logging and monitoring costs
- Development and maintenance costs
- Custom model training or fine-tuning
- Backup and disaster recovery costs
- Network acceleration (CloudFront) costs

## Monitoring and Cost Controls

### Recommended Monitoring

1. **CloudWatch Metrics:** Track token usage and processing times
2. **Cost Budgets:** Set alerts at 80% of monthly budget
3. **Usage Analytics:** Monitor per-image processing costs

### Cost Control Measures

1. **Request Rate Limiting:** Prevent unexpected usage spikes
2. **Image Size Validation:** Reject oversized uploads

3. **Processing Timeouts:** Prevent runaway Lambda executions
4. **Automated Scaling Policies:** Optimize for cost vs. performance

## Conclusion

The Product Image OCR Processing System offers predictable, scalable pricing starting at ~\$2/month for 1,000 images. The primary cost driver is Amazon Bedrock AI processing, representing 60-70% of total costs. Using Claude 3 Haiku provides an optimal balance of cost and accuracy for most use cases.

For production deployments, implementing caching, batch processing, and ARM-based Lambda can reduce costs by 30-40%. The serverless architecture ensures you only pay for actual usage, making it cost-effective for variable workloads.

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**Next Steps:** 1. Implement proof-of-concept with free tier resources 2. Monitor actual token usage patterns 3. Optimize prompts to reduce token consumption 4. Consider reserved capacity for predictable workloads