

# Optimal Migration Contracts in Virtual Networks: Pay-as-You-Come vs Pay-as-You-Go

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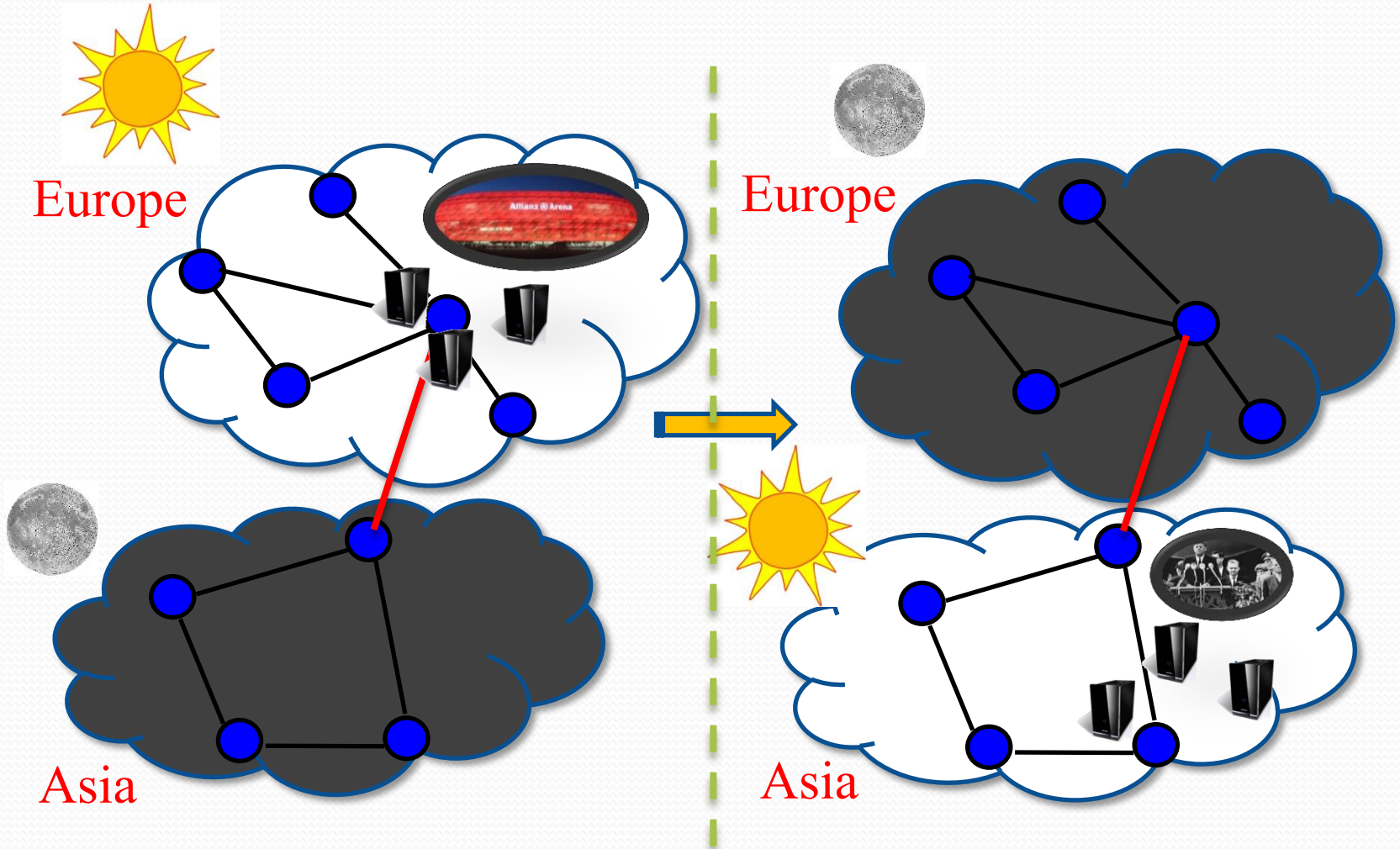
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# Outline

- *Motivation*
- Related Work
- System Model and Problem Formulation
- Algorithm
- Performance Evaluation
- Conclusion

# Motivation



Virtual Networking of Cloud Resources

# Research Challenges

- When and where to migrate a service?
- Offline/online algorithm!
  - Offline: every day the same
  - Online: no knowledge of the future requests
- Economical dimension:
  - Migration comes at costs: contracts!

# Our Perspective

- Migration contracts
  - Contracts with **more bandwidth or longer duration** are cheaper! (**discounts**)
  - Which contract (bandwidth, duration) to buy?
- Objective
  - Find the ***optimal migration contracts*** in virtual networks for two pricing models:
    - **Pay-as-You-Come**: “pay in advance even if not needed”
    - **Pay-as-You-Go**: “pay for what you use only”

# Contribution

- We present *two optimal offline algorithms* for migration contracts in virtual networks for Pay-as-You-Come and Pay-as-You-Go pricing models (PAYC and PAYG)
- We present *two online algorithms* for Pay-as-You-Come and Pay-as-You-Go pricing models (ONC and ONG)

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# Related Work

- Online Model but without Economics:

D. Arora, M. Bienkowski, A. Feldmann, G. Schaffrath, and S. Schmid, “**Online strategies for intra and inter provider service migration in virtual networks,**” Proc. IPTComm, 2011

- CloudNet Prototype (with NTT DoCoMo):

G. Schaffrath, C. Werle, P. Papadimitriou, A. Feldmann, R. Bless, A. Greenhalgh, A. Wundsam, M. Kind, O. Maennel, and L. Mathy, “**Network virtualization architecture: proposal and initial prototype,**” Proc. ACM VISA, 2009.

- Much more literature on economical aspects of cloud pricing



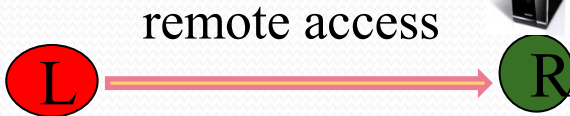
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# Cost Model

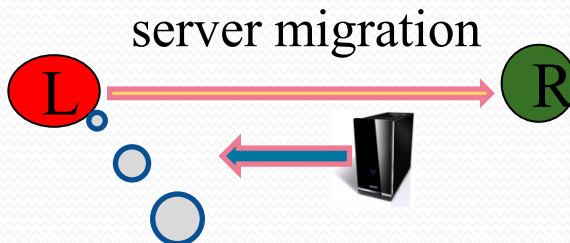
L requests service provided by server

server



USA

Japan



Contract bandwidth and duration?

- **Access cost:** latency associated with satisfying request remotely
- **Migration cost:** cost of migrating server from current location to location of request (cost = service interruption time, depends on bandwidth)
- **Contract cost:** cost of buying/renting resources (different discounts are provided for different contract bandwidths and durations)

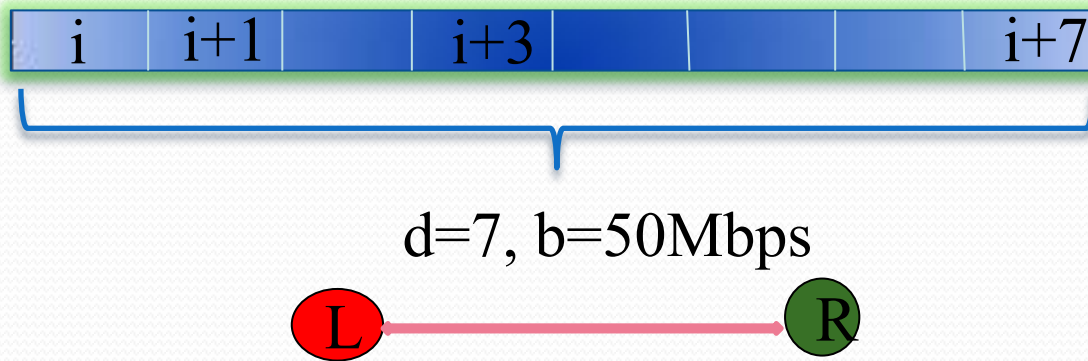
# Pricing Model

- **Pay-as-You-Come:** pay for the resource in advance, before resource is utilized
  - if not used, it's your fault! (like MPLS 😊 )
- **Pay-as-You-Go:** pay for the resource after resource is utilized
  - only if actually utilized (like EC2)

# Data Model

- **Contract durations:**  $\tilde{D} = \{d_1, d_2, \dots, d_k\}$ ,  $d_1 \leq d_2 \leq \dots \leq d_k$
- **Contract bandwidths:**  $\tilde{B} = \{b_1, b_2, \dots, b_q\}$ ,  $b_1 \leq b_2 \leq \dots \leq b_q$
- **Discount function:**  $f$ 
  - Linear
  - Non-linear: e.g., sqrt, log, ...
  - For example, a twice as long contract may cost only 50% more, and doubling the reserved bandwidth may cost only 30% more.
- **Request sequence:**  $\langle r_1, t_1 \rangle, \langle r_2, t_2 \rangle, \dots$ 
  - $\langle r_i, t_i \rangle$  represents the  $i$ th request from  $r_i$  at time  $t_i$
- **Two sites:** L (e.g., USA) and R (e.g., Japan)

# An example



# Problem Formulation

Given requests  $\langle r_1, r_2, \dots, r_n \rangle$  at respective times  $\langle t_1, t_2, \dots, t_n \rangle$ , we aim to

minimize  $\text{Cost} = \text{AccCost} + \text{MigCost} + \text{ConCost}$

where

- Access cost:  $\text{AccCost} = \sum_i D[r_i, s_i]$
- Migration cost:  $\text{MigCost} = \sum_i S \cdot D[s_{i-1}, s_i] / b_i$
- Contract cost:
  - Pay-as-You-Come:  $\text{ConCost} = \sum_i f(d_i, b_i)$
  - Pay-as-You-Go:  $\text{ConCost} = f(\mu, b_i)$

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# Main Results

- **Optimal algorithms** (based on *novel dynamic programming* approaches)
  - PAYC for Pay-as-You-Come pricing model in  $O(n^2(n + kq))$
  - PAYG for Pay-as-You-Go pricing model in  $O(qn^3)$
- Online algorithms
  - ONC for Pay-as-You-Come pricing model
  - ONC for Pay-as-You-Go pricing model
- Experimental evaluation

$k$  = # of available durations  
 $q$  = # of available bandwidths



# Data structure for PAYC

Dynamic Progr. Matrix	Description
$C_{n \times n \times 4}$	Total cost matrix in PAYC, an entry $C[i,j,k]$ , where $i,j \in [n]$ and $k \in \{(s, s')   s, s' \in \{L, R\}\}$ , denotes the minimum total cost for satisfying all requests from $ri$ to $rj$ for a scenario where at the beginning of the $i$ th request the server is at node $s$ and at the end of request $j$ the server is at node $s'$
$(AM_m)_{n \times n \times 4}$	Combined access cost and migration cost matrix for bandwidth $b_m$ , $AM_m[i, j, (s, s')]$ stores the combined access and migration costs for the best migration strategy that satisfies the sequence of requests from $ri$ to $rj$

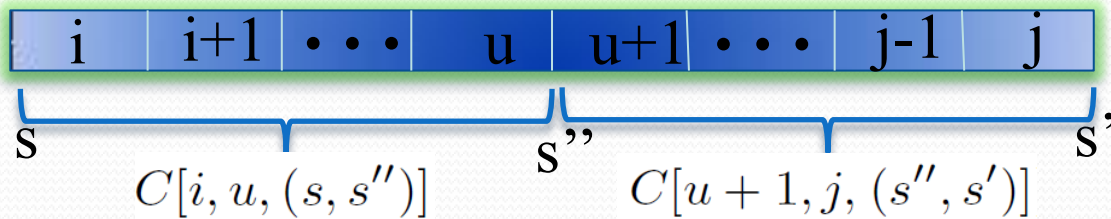
# PAYC: Satisfying one request

- service request from node  $s$  at time  $t$ , and server size  $S$
- If the server is also located at  $s$  then **no cost**
- Else, either pay
  - **access cost** or
  - **pay server migration cost  $S/bm$  and  $d_1$ -day contract cost  $f(d_1, bm)$** , for some bandwidth  $bm$  and smallest contract duration  $d_1$

# PAYC: Satisfying multiple requests

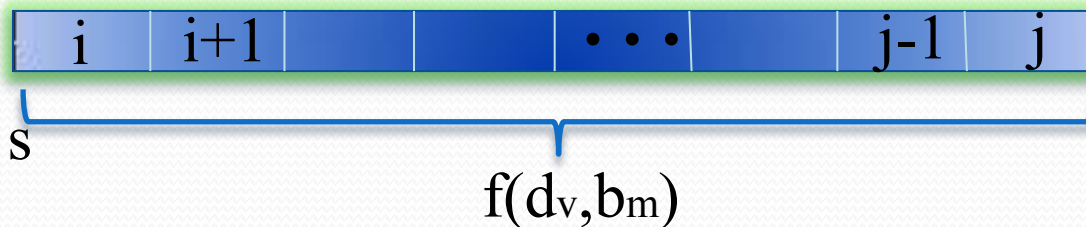
multiple requests from time  $t_i$  to time  $t_j$

Split the contract at  $u$ th request



$$C[i, j, (s, s')] \leftarrow \min_{i \leq u < j; s'' \in \{L, R\}} \{C[i, u, (s, s'')] + C[u + 1, j, (s'', s')]\}$$

Buy a long contract  $d_v$  to cover the interval, where  $v \in [k]$



$$AM_m[i, j, (s, s')] \leftarrow \min_{s'' \in \{L, R\}} \{AM_m[i, i, (s, s'')] + AM_m[i + 1, j, (s'', s')]\}$$

$$C[i, j, (s, s')] \leftarrow \min\{C[i, j, (s, s')], \min_{1 \leq m \leq q} \{AM_m[i, j, (s, s')] + f(d_v, b_m)\}\}$$

# Optimal algorithm: PAYC

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## Algorithm 1 Algorithm PAYC

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**Input:** Requests  $\langle r_1, r_2, \dots, r_n \rangle$  at respective times  $\langle t_1, t_2, \dots, t_n \rangle$ .

**Output:** Minimum cost.

```
1: for  $i = 1$  to  $n$  do
2:   for all pairs  $(s, s') \in \{L, R\}^2$  do
3:     for  $m = 1$  to  $q$  do
4:        $AM_m[i, i, (s, s')] \leftarrow D[s', r_i] + S \cdot D[s, s'] / b_m$ 
5:        $C[i, i, (s, s')] \leftarrow \min_{1 \leq m \leq q} \{AM_m[i, i, (s, s')] + f(d_1 * D[s, s'], b_m)\}$ 
6:   for  $l = 2$  to  $n$  do
7:     for  $i = 1$  to  $n - l + 1$  and pairs  $(s, s') \in \{L, R\}^2$  do
8:        $j \leftarrow i + l - 1$ 
9:        $C[i, j, (s, s')] \leftarrow \min_{i \leq u < j; s'' \in \{L, R\}} \{C[i, u, (s, s'')] + C[u + 1, j, (s'', s')]\}$ 
10:      if  $d_{v-1} < t_j - t_i + 1 \leq d_v$ , for some  $v = \{1, \dots, k\}$  then
11:        for  $m = 1$  to  $q$  do
12:           $AM_m[i, j, (s, s')] \leftarrow \min_{s'' \in \{L, R\}} \{AM_m[i, i, (s, s'')] + AM_m[i + 1, j, (s'', s')]\}$ 
13:          if  $C[i, j, (s, s')] > \min_{1 \leq m \leq q} \{AM_m[i, j, (s, s')] + f(d_v, b_m)\}$  then
14:             $C[i, j, (s, s')] \leftarrow \min_{1 \leq m \leq q} \{AM_m[i, j, (s, s')] + f(d_v, b_m)\}$ 
15: return  $\min_{s_{\text{final}} \in \{L, R\}} C[1, n, (s_{\text{init}}, s_{\text{final}})]$ 
```

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# Data structure for PAYG

Dyn. Progr. Matrix	Description
$C_{n \times n \times 4}$	Total cost matrices in PAYC, an entry $C[i,j,k]$ , where $i,j \in [n]$ and $k \in \{(s, s')   s, s' \in \{L, R\}\}$ , denotes the minimum total cost for satisfying all requests from $ri$ to $rj$ for a scenario where at the beginning of the $i$ th request the server is at node $s$ and at the end of request $j$ the server is at node $s'$
$(A_m)_{n \times n \times 4}$	Access cost matrix for bandwidth $bm$
$(N_m)_{n \times n \times 4}$	Number of migrations matrix for bandwidth $bm$

# PAYG: One request

Similar dynamic programming approach as PAYC is used in PAYG. The main difference is how to update the cost for multiple requests.

Initialization:

$$\text{Access cost: } A_m[i, i, (s, s')] \leftarrow D[s', r_i] \quad m \in [q]$$

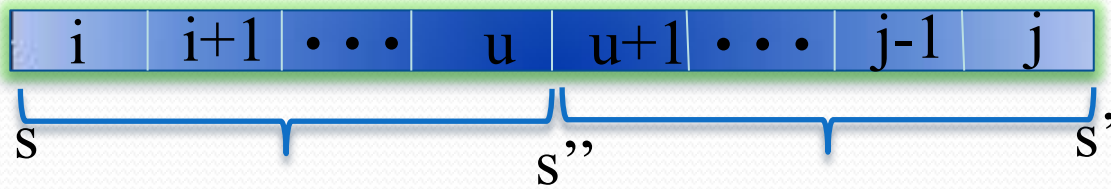
$$\text{Migration cost: } N_m[i, i, (s, s')] \leftarrow D[s, s']$$

$$\text{Total cost: } C_m[i, i, (s, s')] \leftarrow A_m[i, i, (s, s')] + S \cdot N_m[i, i, (s, s')] / b_m + f(D[s, s'], b_m)$$

# PAYG: Multiple requests

multiple requests from time  $t_i$  to time  $t_j$

Split the contract at  $u^{\text{th}}$  request



$$C_m[i, j, (s, s')] \leftarrow \min_{i \leq u < j; s'' \in \{L, R\}} \{A_m[i, u, (s, s'')] + A_m[u + 1, j, (s'', s')] + S \cdot (N_m[i, u, (s, s'')] + N_m[u + 1, j, (s'', s')]) / b_m + f((N_m[i, u, (s, s'')] + N_m[u + 1, j, (s'', s')]), b_m)\}$$

The optimal result is given by:

$$\min_{s_{\text{final}} \in \{L, R\}, 1 \leq m \leq q} C_m[1, n, (s_{\text{init}}, s_{\text{final}})]$$

# Optimal algorithm: PAYG

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## Algorithm 2 Algorithm PAYG

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**Input:** Requests  $\langle r_1, r_2, \dots, r_n \rangle$  at respective times  $\langle t_1, t_2, \dots, t_n \rangle$ .

**Output:** Minimum Cost.

```
1: for  $i = 1$  to  $n$  do
2:   for all pairs  $(s, s') \in \{L, R\}^2$  and  $1 \leq m \leq q$  do
3:      $A_m[i, i, (s, s')] \leftarrow D[s', r_i]$ 
4:      $N_m[i, i, (s, s')] \leftarrow D[s, s']$ 
5:      $C_m[i, i, (s, s')] \leftarrow A_m[i, i, (s, s')] + S \cdot N_m[i, i, (s, s')] / b_m + f(D[s, s'], b_m)$ 
6:   for  $l = 2$  to  $n$  do
7:     for  $i = 1$  to  $n - l + 1$  do
8:        $j \leftarrow i + l - 1$ 
9:       for all pairs  $(s, s') \in \{L, R\}^2$  and  $1 \leq m \leq q$  do
10:         $C_m[i, j, (s, s')] \leftarrow \min_{i \leq u < j; s'' \in \{L, R\}} \{A_m[i, u, (s, s'')] + A_m[u + 1, j, (s'', s')] + S \cdot (N_m[i, u, (s, s'')] + N_m[u + 1, j, (s'', s')]) / b_m + f((N_m[i, u, (s, s'')] + N_m[u + 1, j, (s'', s')]), b_m)\}$ 
11:        Let  $(u, s'')$  be the parameter and location of request  $r_u$  at  $t_u$  that minimized Line 10.
12:         $A_m[i, j, (s, s')] \leftarrow A_m[i, u, (s, s'')] + A_m[u + 1, j, (s'', s')]$ 
13:         $N_m[i, j, (s, s')] \leftarrow N_m[i, u, (s, s'')] + N_m[u + 1, j, (s'', s')]$ 
14: return  $\min_{s_{\text{final}} \in \{L, R\}, 1 \leq m \leq q} C_m[1, n, (s_{\text{init}}, s_{\text{final}})]$ 
```

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# Online algorithm: ONC

- We do an **amortization** by migrating only when the access cost( $C$ ) exceeds the migration cost.
- If no contract is available for current migration, ONC checks if a longer contract would have been better for the past requests.
- Otherwise, ONC checks whether a shorter contract should be chosen.

# Online algorithm: ONG

- A counter  $C_1$  records the number of the migrations performed so far while  $C_2$  denotes the total access costs.
- If the access cost  $C_2$  reaches the migration cost plus marginal migration contract costs (i.e.,  $f(C_1+1, b) - f(C_1, b)$ , for bandwidth  $b$ ), ONG migrates the server, increments counter  $C_1$ , and resets counter  $C_2$ .

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# Simulation Setting

- **Duration set:**  $D = \{1, 30, 60, 100\}$
- **Bandwidth set (Mbps):**  $B = \{50, 100\}$
- **Server size:**  $S = 250\text{M}$
- **Unit access cost:** 5
- **Request number:**  $n = 1500$  requests
- **Discount function:**

$$f_{lin} = 1.5^{\log d_i + b_j / 50 - 1} \cdot 6$$

$$f_{sqrt} = \sqrt{d_i b_j / 50} \cdot 6$$

$$f_{log} = \log(d_i b_j / 50) \cdot 6$$

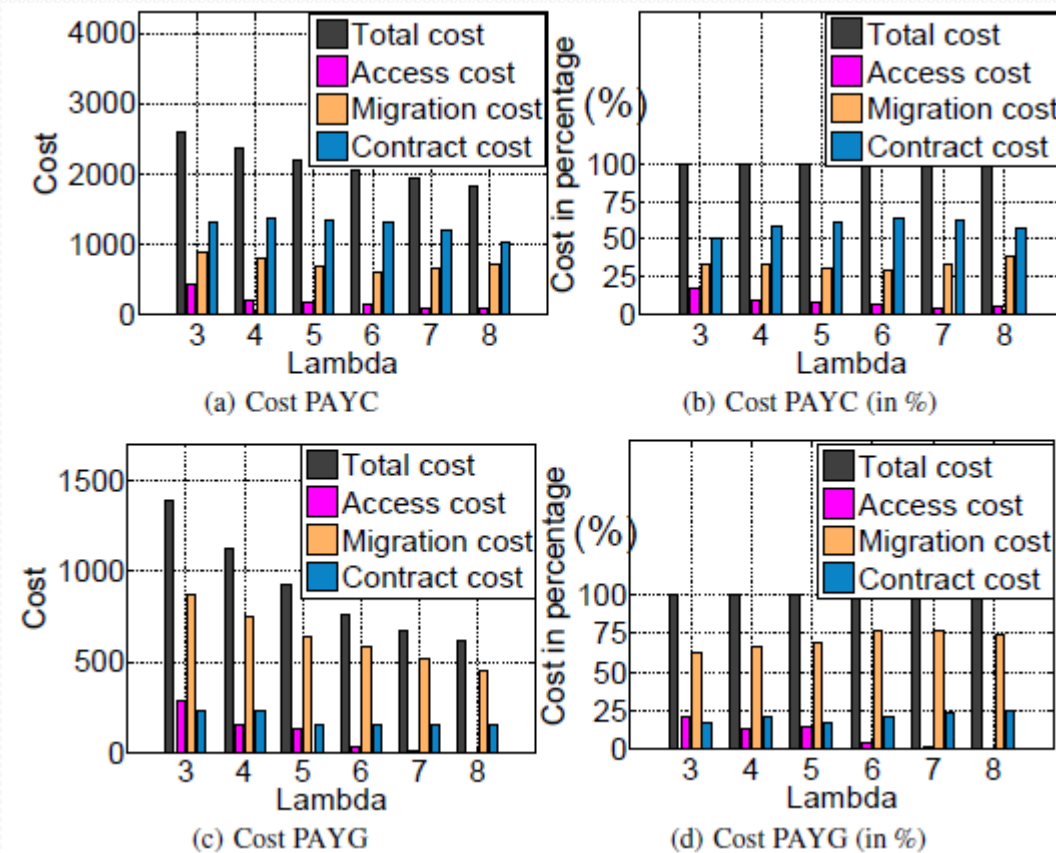
# Simulation Setting

- Request model:



- Requests alternate between the two virtual sites
- Markov process: stay at current site according to an exponential distribution with parameter  $\lambda$ , then change with probability  $p$

# Cost distribution for PAYC and PAYG



# Contract Distribution

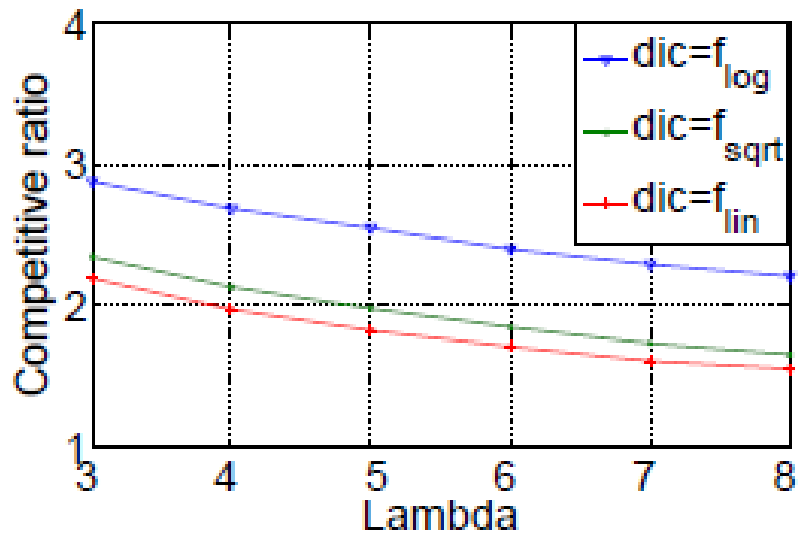
**Table 1.** Distribution of purchased contracts (discount function  $f_{in}$ ).

Dur-Bw \ $\lambda$	3	4	5	6	7	8
1-50	11.2	8	15.4	13.8	18.4	39.2
60-50	0	0	0	0	2.4	0.8
60-100	1.4	2	1.4	2.8	1	0.4
100-50	0	0	0	0.6	2	5.4
100-100	11	11	11.2	10	7.6	3.4

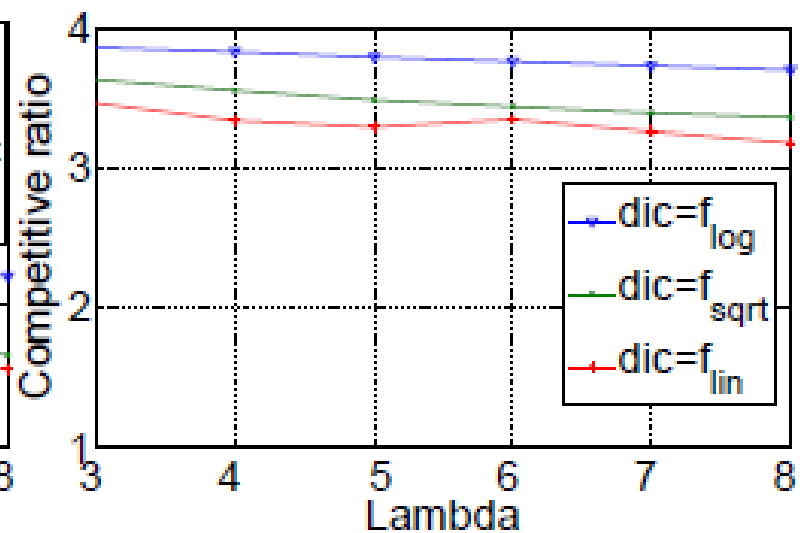
**Table 2.** Number of migrations for each contract (discount function  $f_{in}$ ).

Dur-Bw \ $\lambda$	3	4	5	6	7	8
1-50	1	1	1	1	1	1
60-50	0	0	0	0	8,5	0
60-100	17.67	14	13.5	11.5	0	0
100-50	0	0	0	13	13	12.57
100-100	27.33	23.58	19.45	17.33	15	14.5

# Competitive ratio



(a) Competitive ratio for ONC.



(b) Competitive ratio for ONG.



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# Conclusion and Future Work

- Conclusion
  - We have studied *online migration in virtual networks from an economical perspective and in two pricing models: Pay-as-You-Come and Pay-as-You-Go*
  - We have presented *optimal algorithms for each pricing model*
  - We have discussed *online algorithms for each pricing model*
- Future Work
  - Extend to live migration
  - Extend to more complicated virtual networks (more than two sites)



THANK YOU!

*Questions ?*



# Backup slides

# Optimal algorithm: PAYC

One request:  
request from  
 $r_i$  at time  $t_i$

Pay access cost if request is from remote location ( $r_i \neq s'$ )  
If  $s \neq s'$  then, for bandwidth  $b_m$ , pay migration cost  $S/b_m$  and  $d_1$ -day contract cost  $f(d_1, b_m)$

time  $t_i$ , request from  $r_i$

$s$

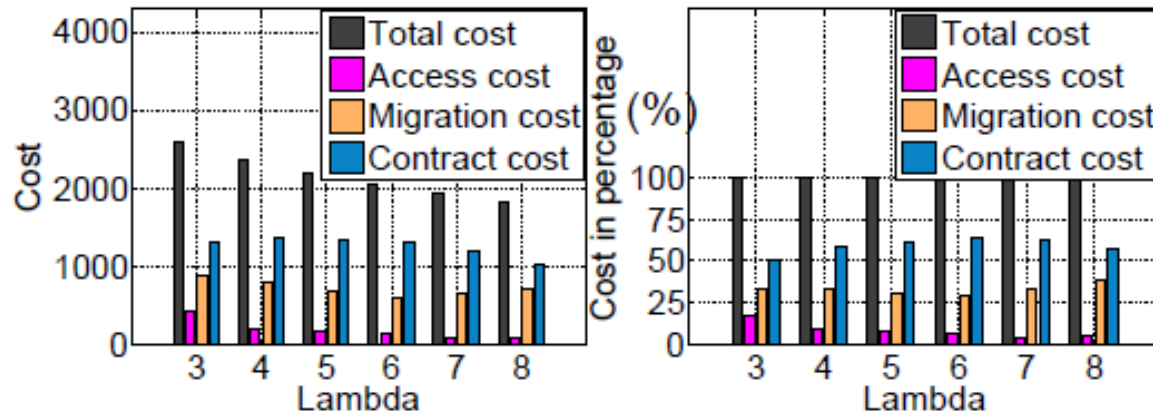
Server location  $s'$

Access+Migration cost:  $AM_m[i, i, (s, s')] \leftarrow D[s', r_i] + S \cdot D[s, s'] / b_m \quad m \in [q]$

Total cost:  $C[i, i, (s, s')] \leftarrow \min_{1 \leq m \leq q} \{AM_m[i, i, (s, s')] + f(d_1 * D[s, s'], b_m)\}$

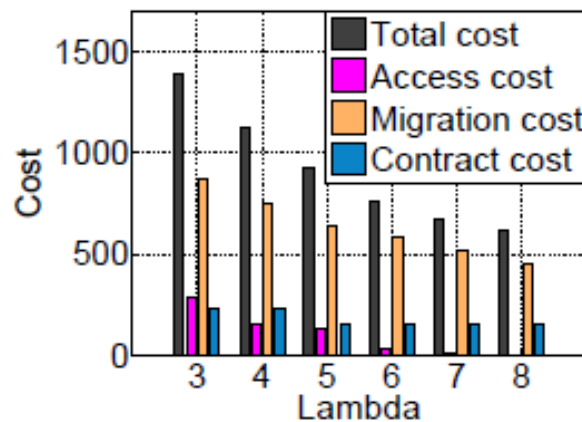
# Cost distribution for PAYC

- Observation
  - The total cost and the access cost decrease for larger lambda
  - The migration and contract stay much more stable
- Reason
  - Requests originating from one site for longer time periods render it worthwhile to migrate and buy longer contracts

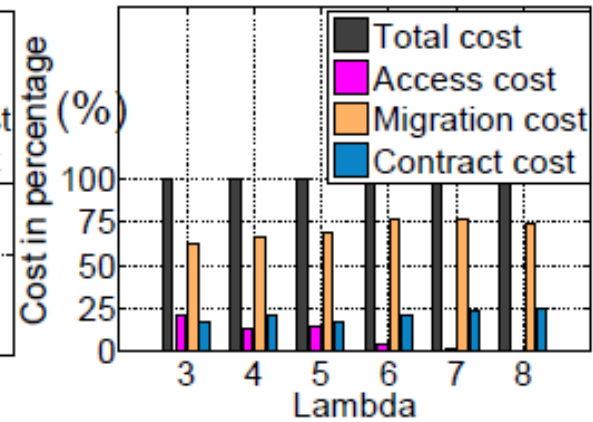


# Cost distribution for PAYG

- Observation:
  - The total cost is lower than that of PAYC
  - The migrations constitute a larger share of the overall costs
- Reason:
  - the contract cost is given by the number of migrations and the amount of leased bandwidth under the discount function



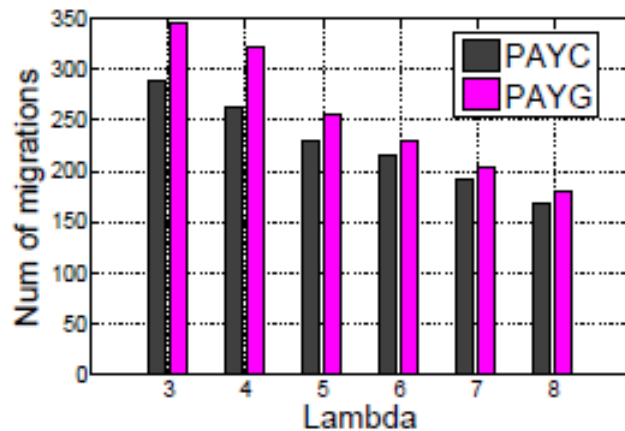
(c) Cost PAYG



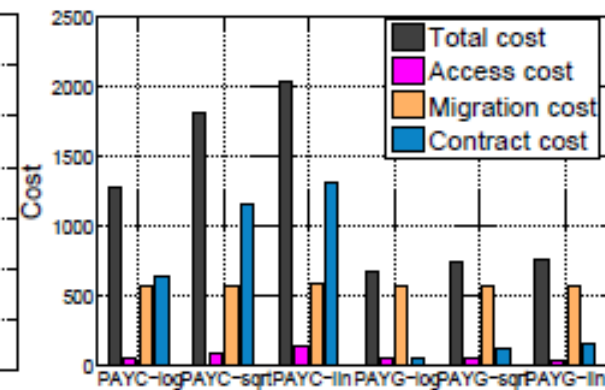
(d) Cost PAYG (in %)

# Number of migrations and effect of discount function

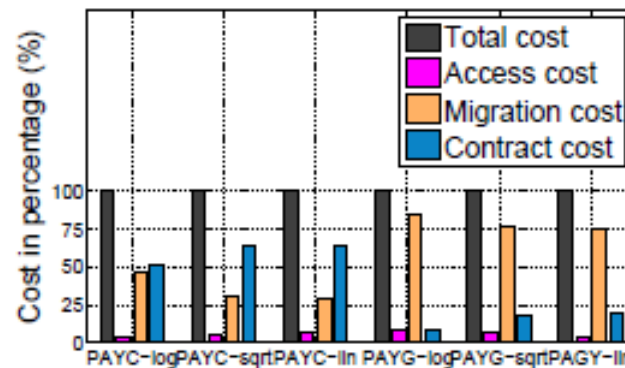
- The experiments are derived under  $f_{lin}$  discount function



(a) Number of Migrations



(b) Cost Discount



(c) Cost Discount (in %)