Cost Optimization for Customers, Bigger Margins for JHC

A case study on reducing cloud bills and increasing ROI on public sector managed services
Business Objectives

- Reduce complexity and time spent managing AWS resources
- Centralize account visibility to deepen AWS reseller benefits
- Create more fair and accurate customer invoices

The Results

- Customers receive a more meaningful level of detail into their AWS bills
- Speedy service delivery and mitigation of security and configurations issues
- Simplified invoicing and billing that grows reseller margins

Highly technical service provider such as JHC can be challenged to stay on top of rapidly evolving AWS services and features. To optimize its existing infrastructure and manage its growing customer accounts, JHC leverages the powerful CloudCheckr platform for deeper, centralized account visibility.

With Scale Comes Complexity

JHC Technology simplifies and streamlines cloud usage for complex industries. As an AWS Advanced Consulting Partner, JHC stays at the leading-edge of trends to deliver the best technical solutions and push industry standards for organizations in the commercial, public sector, and government space. JHC helps customers adopt Amazon Web Services (AWS) and focuses on architecting highly scalable environments with secure infrastructure. JHC uses its expertise and leverages the sophisticated capabilities and cost saving opportunities of AWS services to provide best-in-class delivery for its customers.

“JHC Technology has helped customers achieve up to 40% savings on its AWS charges and increased its own margins by leveraging CloudCheckr.”

JHC helps organizations in the public sector, government, and commercial
spaces to execute and manage their cloud transformation journey. This includes planning, migrating, refactoring, and managing and optimizing the customer environment once in the public cloud. As more organizations have realized the powerful cost-saving potential of using AWS Reserved Instances (RIs) and On-Demand instances, JHC’s role as a Managed Service Provider (MSP) with cost optimization capabilities has become even more critical. “AWS services are initially appealing to Federal Agencies because AWS is consistently able to reduce prices for customers,” said Mike Atkinson, Senior Cloud Engineer at JHC. “Federal Agencies see the cloud as a huge opportunity to keep infrastructure costs down and budgets in check.”

However, as more customers spin up and self-provision resources, JHC’s job became increasingly complex and time-consuming.

“Customers automatically think of RIs when they think of AWS, and the potential for saving money,” Atkinson said. “We know, however, that prices go up with scale—those resources need to be right-sized and managed.”

Understanding how resources were being used was a huge undertaking, requiring the JHC team to pull data from many disparate AWS sources to identify cost-saving opportunities for their customers.

“We needed to know the ins and outs of AWS services, as well as how certain metrics would drive savings for our customers,” Atkinson said. We knew we needed a tool to help us simplify this process for our teams and our customers.”

Visibility and Control at Scale
CloudCheckr unifies JHC’s customer accounts into a single pane of glass view, so the organization can truly recognize the benefits of being an AWS reseller. In addition to providing centralized account visibility, CloudCheckr offered JHC the flexible structure that it needed to scale. “Before CloudCheckr, we might have spent upwards of two weeks breaking down the customers’ Detailed Billing Reports and reflecting costs back in an accurate way,” explained Atkinson. “Our account structure is much more streamlined now, integrating credits and custom charges, to ensure customers are charged accurately and we see better margins. These days the whole process takes us around a day or two, which is a dramatic difference.”

JHC customers also see a difference in their billing experience. Detailed invoice reports generated from CloudCheckr offer a more granular level of detail around resource usage, providing logic behind best practices.

“This level of detail frees up our customers from the burden of analyzing or staying on top of recommendations,” Atkinson said. “The recommendations integrated from...
**CloudCheckr offer additional context and examples to really illustrate their potential cost benefits.**”

**Cost Optimization for Customers, Bigger Margins for JHC**

AWS Consolidated Billing families create many discounts through RI and tiering, offering a lower bill through compressed pricing tiers. CloudCheckr List Cost allows JHC to reverse these discounts to create more fair and accurate customer invoices, based on the individual account usage. With CloudCheckr’s List Cost, customers will still pay AWS the lowest possible cost, as part of the billing family. The benefit of consolidating the accounts, however, flows to JHC rather than arbitrarily to payee accounts. This is critical in the Federal space where unearned discounts are as problematic as unauthorized charges. And, of course, this also helps JHC maintain its margins.

”

We’ve seen our margins grow by almost 20% since leveraging the CloudCheckr platform in our reseller business,” Atkinson states. “Without it, we were seeing our partner and consolidated billing discounts slip away to customers, or back to AWS. I honestly have no idea how we could operate at scale without CloudCheckr.”
Added Efficiencies Through Security and Automation

In addition to leveraging resource rightsizing and rebalancing reports to recognize cost savings, JHC helps customers scale efficiently and securely by using CloudCheckr with other reports. “We regularly utilize insights from security reports, such as perimeter assessments or network config reports, to help our customers optimize their environment from both a cost and general efficiency standpoint,” Atkinson noted. Utilization report insights have helped the JHC teams identify configuration improvement opportunities, as well. One customer was spending a significant amount of time writing Lambda scripts to manage snapshots,” said Atkinson. “The automation CloudCheckr provided around cleaning up security and snapshots reduced overhead, while allowing them to focus more on their actual environment and applications.”

Growing a Reseller Business with CloudCheckr

JHC has built new business offerings and improved margins through their partnership with CloudCheckr.

“The guidance we’ve received from CloudCheckr has been extremely helpful to help us get the most from the platform, and help our customers see value, too,” said Atkinson. As JHC organization looks to offer more capabilities and technical solutions to their customers, CloudCheckr will continue to be an integral part of their MSP and reseller practice.

This case study was originally published August 2018. JHC Technology was acquired by Effectual in January 2020.

Get the right security and compliance tools for your business with a free trial at CloudCheckr
About CloudCheckr

We deliver total visibility—across multiple public clouds and hybrid workloads—making the most complex cloud infrastructures easy to manage. From government agencies to large enterprise and managed service providers, CloudCheckr customers deploy our SaaS solution to secure, manage, and govern the most sensitive environments in the world. Our industry-leading cloud management includes cost savings, billing & invoicing, cloud security & compliance, resource optimization, and automation available in CloudCheckr CMx, CMx High Security for regulated industries, CMx Federal for FedRAMP Ready procurement, and CloudCheckr Finance Manager for IT cost management across hybrid cloud.

CLOUDCHECKR.COM

© CloudCheckr. All Rights Reserved.