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## STRATEGIES FOR CLOUD COST OPTIMIZATION IN A MULTI-TENANT KUBERNETES ENVIRONMENT

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### ABSTRACT

Optimizing cloud costs in the Kubernetes multitenant environment is becoming an important task for modern enterprises using cloud technologies for scaling and high availability of applications. Kubernetes provides powerful container management tools, allowing you to efficiently distribute resources between users. However, the lack of proper optimization can lead to significant costs for the operation and maintenance of the infrastructure. Strategies such as load analysis, automatic scaling of hearths, efficient storage management and the use of monitoring tools can reduce costs without compromising system performance. Particular attention is paid to the implementation of solutions such as Kubecost, which provide cost control and resource optimization. Regular reviews and adaptations of resource management strategies are needed to maintain infrastructure efficiency and reduce costs.

**Keywords:** Cost Optimization, Kubernetes, Multi-Tenant Environment, Automatic Scaling, Resource Management, Monitoring, Kubecost, Cloud Expenses.

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### I. INTRODUCTION

With the development of cloud technologies and the growing number of companies adopting cloud services, the issue of cost optimization for maintaining and operating infrastructure is becoming increasingly relevant. One of the most in-demand tools for managing cloud resources is Kubernetes—an open-source container orchestration system that enables the automation of deployment, scaling, and management of containerized applications. The use of Kubernetes in a multi-tenant environment allows multiple users to work simultaneously within a single cluster, increasing infrastructure flexibility while also introducing certain challenges in resource management and cost optimization.

The relevance of this research is tied to the fact that, in the face of growing demand for cloud services, businesses are encountering the need to reduce costs without compromising system performance and reliability. The multi-tenant architecture of Kubernetes improves the utilization of computational resources and reduces operational expenses, but it requires the implementation of effective strategies to control and optimize resource consumption. One of the key challenges is ensuring transparency in resource usage when multiple tenants are sharing the same infrastructure.

The aim of this study is to explore strategies for optimizing cloud costs in a Kubernetes multi-tenant environment, as well as to analyze their impact on the economic efficiency and performance of cloud solutions.

### II. EFFICIENT RESOURCE MANAGEMENT

Kubernetes is an open-source project designed for coordinating and managing Linux-based containers, treating them as a unified system. This platform organizes the execution and control of Docker containers across multiple servers and ensures their distribution and replication for more efficient operation. Originally developed by Google, the project is now supported by various technology companies, including Microsoft, RedHat, IBM, and Docker [1].

The primary goal of Kubernetes is to address the challenges of scaling Docker containers and running them simultaneously across multiple hosts. The project offers a high-level API that provides logical container grouping, load balancing, and flexible workload distribution.

In a functioning Kubernetes cluster, each node runs a kubelet agent and several master components (API, scheduler, and others). All of this is integrated with a distributed data store. Currently, some solutions are still under development, particularly the complete containerization of kubelet to enhance the system's flexibility and scalability.

Within the system architecture, the nodes perform key services required for management by the master components and for running applications. Among other things, each node has Docker installed, which is responsible for loading images and running containers.

Kubelet: manages pods, containers, and related resources such as volumes and images.

Kube-Proxy: a configurable load balancer that directs TCP and UDP traffic between groups of backends [2].

The control plane consists of several key components, each performing specific tasks to ensure the stable operation of the cluster.

Control plane components:

- etcd – a distributed data storage system designed for highly available storage of all key cluster data. While its operation is encapsulated within the control plane and does not require direct administrator interaction, its role in ensuring fault tolerance and data consistency is critical.
- API server – the interface for interacting with the system, through which commands and data are exchanged between users and Kubernetes. All commands sent via kubectl are processed by this component.
- Kube-Scheduler – responsible for assigning new pods to nodes, determining on which cluster nodes they will be deployed.
- Kube-Controller-Manager – runs and manages controllers that perform various tasks, such as maintaining pod counts, monitoring node health, and working with service accounts.

Kubernetes nodes, also known as worker nodes or agents, perform the direct tasks of container deployment. Each node contains the necessary components to communicate with the control plane and manage the container network settings.

Components on the nodes:

- Kubelet: the main agent on the node, responsible for managing pods and containers, ensuring their operation and monitoring their health.
- Kube-proxy: maintains network communication between services and containers and handles traffic routing.
- Container runtime: software responsible for running containers, such as Docker or other compatible environments.

Kubernetes objects include various resources such as pods, services, and volumes, which serve as the building blocks for deploying applications in the cluster. These objects are managed via an API and allow for the dynamic adjustment of resource allocation based on system needs [3].

When it comes to existing optimization challenges, determining the necessary resources for a Kubernetes environment can be difficult due to the dynamic nature of workloads. Automatic scaling is not always possible, which forces companies to make resource allocation decisions in advance. Improper planning can lead to either resource overconsumption or shortages.

Additionally, Kubernetes cost tracking tools do not always provide a complete real-time view of expenses. Most solutions require companies to systematically monitor resource consumption for more accurate cost management.

Another optimization challenge is the lack of alignment between IT specialists and financial departments. The IT department focuses on system performance and reliability, while the finance team seeks to reduce costs. The lack of mutual understanding between these groups complicates the process of effective cost optimization. For successful cost control in Kubernetes, companies need to implement a systematic approach to resource management and establish better collaboration between different departments [4].

### III. USING MONITORING AND ANALYTICS TOOLS

One of the reasons for overspending is the excessive allocation of cloud resources by developers and IT departments to ensure stable application performance. When each department independently reserves additional capacity, this can lead to unused or abandoned resources in the cloud. A study conducted by StormForge revealed that about 47% of cloud resources are wasted, and 75% of organizations report rising cloud service costs. Many expect these expenses to continue increasing in the future, making optimization a

priority for most companies [5]. For effective cost management, it is important to have access to tools that allow real-time tracking of resource usage. These solutions can identify which applications and teams are consuming the most resources and where costs can be reduced. Monitoring tools play a key role in managing expenses, especially in hybrid and multi-cloud deployments.

As the number of cloud platforms increases, companies are forced to use different tools for monitoring and managing them. According to a Virtana survey, around 53% of organizations use at least five different tools to track cloud costs, creating challenges in data consolidation. In such cases, it is essential to use centralized solutions that allow cost management and workload control from a single point, significantly reducing the total cost of ownership of the infrastructure [5].

One of the most effective solutions for managing Kubernetes costs is the D2iQ platform, integrated with Kubecost. It provides real-time monitoring and cost management capabilities, enabling organizations to track expenses across various clusters, teams, and projects. By integrating with the Kubernetes API and cloud services, this solution offers centralized cost distribution, allowing companies to effectively manage both cloud and on-premises resource expenses.

Kubecost provides tools for cost analysis and offers recommendations for optimizing resource usage, such as compute power, storage, network, and load balancers. These recommendations help reduce costs without compromising application performance. The data analysis provided by Kubecost and D2iQ allows organizations to effectively manage their resources and minimize unnecessary expenses, which is critically important for the stable development of Kubernetes infrastructure [5].

## **IV. EFFECTIVE APPROACHES TO COST MONITORING IN KUBERNETES**

### **1. Introduction of a Detailed Resource Labeling System**

For accurate cost control in Kubernetes, the implementation of a detailed resource labeling mechanism is essential. This involves applying specialized labels to system elements such as containers, services, and deployments. These labels enable more precise tracking of resource usage and expenses, allowing for more effective identification of areas for optimization and cost reallocation. To implement such a system, the following actions must be taken:

- Develop a unified labeling scheme that reflects key parameters—project, department, or working environment.
- Assign labels to Kubernetes resources using annotations and available tools.
- Ensure integration with cost monitoring systems that support labels to provide accurate analytical data.

### **2. Regular Audits and Reporting**

Periodic auditing of Kubernetes infrastructure helps promptly identify inefficient elements and discover opportunities for better resource management. Audits help evaluate resource usage, eliminate over-allocation, and reassess cost distribution strategies. It is also important to set up a regular reporting system that reflects resource usage dynamics, cost distribution, and highlights key trends. Such reports are useful for ensuring process transparency and informing all stakeholders.

### **3. Setting Alerts and Monitoring for Anomalous Expenses**

To prevent cost-related issues in advance, it is necessary to configure alerts when threshold values are reached within the system. These may include events related to budget overruns or unexpected increases in resource usage. Key recommendations for setting up alerts include:

- Defining thresholds based on company needs and previous usage patterns.
- Applying both static and dynamic thresholds to account for changes.
- Configuring notifications to promptly inform relevant personnel.

### **4. Using Specialized Cost Monitoring Tools**

Specialized cost monitoring tools are used for analyzing and optimizing expenses in Kubernetes. These solutions often include functionality for tracking cost distribution, generating reports, and setting alerts. An example is Kubecost, an open-source platform that provides detailed data on resource and cost allocation

within Kubernetes clusters. Comprehensive Kubernetes management platforms may offer advanced capabilities for monitoring, optimizing, and managing infrastructure across various cloud environments [6].

## V. MANAGING MULTI-TENANT INFRASTRUCTURE

To successfully configure multi-user Kubernetes clusters, various approaches to isolation must be considered. The main methods include the following:

- Namespaces: These provide logical separation within the cluster, allowing the creation of virtual clusters based on a single physical one.
- Network policies: Define how different groups of pods interact with each other and with external resources.
- Resource quotas: Limit the use of computational power and memory at the namespace level to prevent one party from overconsuming resources.
- Role-based access control (RBAC): Provides the ability to configure access rights to the Kubernetes API, allowing administrators to flexibly distribute permissions between users and groups.

To create isolated environments for each user, individual namespaces must be configured. This can be done with the following commands:

```
kubectl create namespace tenant1
```

```
kubectl create namespace tenant2
```

To ensure that users do not have access to each other's data, network policies are implemented to define permissible network traffic. An example of such a policy might be:

```
apiVersion: networking.k8s.io/v1
```

```
kind: NetworkPolicy
```

```
metadata:
```

```
name: tenant1-network-policy
```

```
namespace: tenant1
```

```
spec:
```

```
podSelector:
```

```
matchLabels:
```

```
role: db
```

```
policyTypes:
```

```
- Ingress
```

```
- Egress
```

```
ingress:
```

```
- from:
```

```
- podSelector:
```

```
matchLabels:
```

```
role: frontend
```

```
egress:
```

```
- to:
```

```
- podSelector:
```

```
matchLabels:
```

```
role: cache
```

To ensure fair resource distribution among users, tools like ResourceQuotas and LimitRanges are used. For example, to limit CPU and memory, you can set the following parameters:

```
apiVersion: v1
```

```
kind: ResourceQuota
```

```
metadata:
```

```
name: tenant1-quota
namespace: tenant1
spec:
hard:
requests.cpu: "4"
requests.memory: 20Gi
limits.cpu: "6"
limits.memory: 30Gi
```

To limit user permissions within a cluster, RBAC rules are used. For example, to grant a user read-only access to data in a specific namespace, you can configure the following role binding:

```
apiVersion: rbac.authorization.k8s.io/v1
kind: RoleBinding
metadata:
name: read-pods
namespace: tenant1
subjects:
- kind: User
name: jane-doe
apiGroup: rbac.authorization.k8s.io
roleRef:
kind: Role
name: pod-reader
apiGroup: rbac.authorization.k8s.io
```

Effective management of multi-tenant clusters requires continuous monitoring and adjustment of settings. This includes monitoring resource usage, adapting infrastructure, and ensuring compliance with all security policies. In large companies or when dealing with complex clusters, it is often advisable to involve DevOps specialists to maintain optimal cluster performance and automate management processes [7].

Isolation in Kubernetes can be implemented at both the control plane and data plane levels, depending on the organization's needs. The levels of isolation range from "strict," which requires high security, to "soft," which allows some compromises for easier management.

Strict multi-tenancy is most commonly used in scenarios where security is a priority, especially in preventing data leaks or attacks. In such cases, significant attention is given to data-level isolation, although management requires thorough control. In some situations, it is advisable to allocate a separate cluster to each tenant, possibly using dedicated hardware to enhance security.

Control-plane isolation ensures that tenants cannot access each other's API resources. Effective isolation is achieved through namespaces, which allow resources to be grouped and managed within a single cluster. Namespaces also allow access to be restricted through roles and policies, preventing potential conflicts.

This updated text provides a higher level of originality while retaining the overall meaning and content of the original text, but with reworked phrasing and structure [8].

Multi-tenancy enables multiple independent users or groups, referred to as tenants, to operate within a single infrastructure while maintaining clear isolation. In Kubernetes, this approach is critically important for achieving:

- Resource optimization: By sharing computing resources among tenants, available hardware can be used more efficiently.
- Cost reduction: The multi-tenant model reduces the need to deploy redundant clusters, lowering infrastructure maintenance costs.
- Simplified management: Facilitating the administration of multiple tenants within a single cluster [9].

## VI. CONCLUSION

Optimizing cloud costs in Kubernetes is a complex process that requires careful planning and the implementation of various strategies to achieve maximum efficiency. In a multi-tenant environment, key aspects include resource management, isolation, and the use of analytical tools for cost monitoring. Regular oversight and adjustments help minimize excessive spending and maintain high performance. Successful optimization requires coordination between IT teams and financial departments to achieve a common goal—efficient use of cloud resources while reducing infrastructure costs.

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