**Cloud Computing**

***What are the benefits of cloud computing?***

A cloud infrastructure is far more flexible, efficient and strategically value-added than traditional on-premises IT infrastructure.

**Flexibility**: Customers can scale services to fit into their needs, customize applications, and access all cloud services from any location with an internet connection.

**Efficiency**: Enterprise customers can come to market faster, without any underlying infrastructure cost or maintenance overheads.

**Strategic value**: Cloud services give companies technological competitiveness because they represent the newest technologies available in the market.

**Flexibility**

* *Scalability*: Cloud architecture scales up or down according to the fluctuating needs of the clients' workloads.
* *Storage options*: Users can choose public, private, or a hybrid of both storage options available from the service providers. This decision is based on security needs or other features that may be appealing to them.
* *Control options*: Organisations have the choice of the amount of control they want concerning their operations with the "as-a-service" options, and these include SaaS, PaaS, and IaaS.
* *Tool selection*: A choice of menus of pre-built tools and features available to construct a solution tailored specifically to the needs.
* *Security features*: Virtual private cloud, encryption, and API keys help keep data safe.

**Efficiency**

* *Accessibility*: A cloud-based application and data could be accessed from virtually any internet-enabled device.
* *Speed to market*: Developing in the cloud allows users to bring their applications to market much faster.
* *Data security*: Hardware failures cause no loss of data due to the fact that networked backups back up data.
* *Savings in equipment*: Cloud computing uses resources located elsewhere, saving organizations from purchasing servers and other equipment.
* *Pay model*: A "utility" pay model ensures users only pay for the resources used.

**Strategic value**

* *Work convenience*: Cloud service providers will take care of underlying infrastructures, allowing the organization to focus on application development and other priorities.
* *Refreshing*: The companies keep updating the offerings so that customers get the latest technology.
* *Collaboration*: Global access allows teams to remotely work from different locations.
* *Competitive advantage*: Organizations are more able than competitors who would possibly have to allocate IT resources to manage the infrastructure.

**Four points on which to assess cloud advantage**

If you intend to embrace cloud technologies and practices, you will hear an enormous amount of variability about the benefits you are going to enjoy.

1. ***Infrastructure and workloads***

Most firms assess the low up-front costs and pay-as-you-go attributes as giving a very significant cost saving. They will indicate the tremendous cost of building and running data centers and advocate not to do that to save money. Numbers can get astronomical depending on how you calculate them.

1. ***SaaS and cloud-dev platforms***

A SaaS vendor can describe the cost savings of paying for access to an application versus the purchase of off-the-shelf software. Software vendors will incorporate those "cloud attribute" benefits into the fact of their software. More recently, there has been much discussion concerning the cost savings that cloud-based platforms can bring to developers.

1. ***Speed and productivity***

How much is it worth to your business if you can get a new application up and running in 30 hours rather than six to nine months? Similarly, the generic "staff productivity" does not come close to the capabilities that cloud dashboards, real time statistics and active analytics may introduce in streamlining administration burden. How much does a "person hour" cost your company?

1. ***Risk exposure***

I like to think of this simply. What is the impact if you are wrong?

* Is it riskier to buy all the hardware and software to create 128 virtual machines, or rent it by the hour?
* If you are not sure that your application will get wide-spread adoption, should you draft a 12-month plan, build the environment, write and test the code and release it?
* Is it better to demonstrate value by showing free or next-to-free services for a few weeks?

When the negative impact of trying new things is low, meaning that the risk is low, you will try many more things. The more you try the more successes you will encounter.

If you asked me how you thought people could benefit from adopting cloud services, the first question would be, "Which services?" Every user and every organization is going to get a different set of benefits. The most important thing that I can suggest is to think across the spectrum. Evaluate the potential savings, but also think about the soft benefits: improved productivity, more speed and lowered risk.

According to hockey great Wayne Gretzky, you are going to miss 100% of the shots that you do not take. How big is this advantage in taking your shot?