



# Configuring Performance Routing Cost Policies

**Last Updated: October 10, 2011**

This module describes how to configure and apply Cisco IOS Performance Routing (PFR) cost policies. Performance Routing is an extension of the Optimized Edge Routing (OER) technology and many of the commands and command modes still use the OER naming conventions. All of the original OER features are incorporated into the Performance Routing technology. Some of the early OER features have been superseded by newer techniques and the more recent configuration module titles now use Performance Routing naming.

A PFR policy can be configured to optimize traffic based on the monetary cost of the exit links. The PFR Cost Based Optimization feature provides financial benefits by directing traffic to lower cost links, while at the same time honoring other configured policies such as delay, loss, and utilization. Cost Based Optimization can be applied to links that are billed using a fixed or tiered billing method. Load balancing based on cost can also be achieved.

- [Finding Feature Information, page 1](#)
- [Prerequisites for Performance Routing Cost Policies, page 2](#)
- [Information About Performance Routing Cost Policies, page 2](#)
- [How to Configure Performance Routing Cost Policies, page 6](#)
- [Configuration Examples for Performance Routing Cost Policies, page 21](#)
- [Where to Go Next, page 24](#)
- [Additional References, page 24](#)
- [Feature Information for Configuring Performance Routing Cost Policies, page 25](#)

## Finding Feature Information

Your software release may not support all the features documented in this module. For the latest feature information and caveats, see the release notes for your platform and software release. To find information about the features documented in this module, and to see a list of the releases in which each feature is supported, see the Feature Information Table at the end of this document.

Use Cisco Feature Navigator to find information about platform support and Cisco software image support. To access Cisco Feature Navigator, go to [www.cisco.com/go/cfn](http://www.cisco.com/go/cfn). An account on Cisco.com is not required.



---

**Americas Headquarters:**  
Cisco Systems, Inc., 170 West Tasman Drive, San Jose, CA 95134-1706 USA

## Prerequisites for Performance Routing Cost Policies

Before implementing PfR policies, you need to understand an overview of how PfR works and how to set up PfR network components. See the Cisco IOS Optimized Edge Routing Overview Cisco IOS Optimized Edge Routing Overview and Setting Up OER Network Components modules for more details. If you are following the PfR performance loop, the PfR profile and measure phases precede this phase. See the Where to Go Next section for more details.

## Information About Performance Routing Cost Policies

- [Overview of PfR Link Policies, page 2](#)
- [Traffic Load \(Utilization\) Policy, page 2](#)
- [Range Policy, page 3](#)
- [Cost Policy, page 3](#)

## Overview of PfR Link Policies

PfR link policies are a set of rules that are applied against PfR-managed external links (an external link is an interface on a border router on the network edge). Link policies define the desired performance characteristics of the links. Instead of defining the performance of an individual traffic class entry that uses the link (as in traffic class performance policies), link policies are concerned with the performance of the link as a whole. In Cisco IOS Release 12.4(6)T and prior releases, link policies are applied only to exit (egress) links, but in Cisco IOS Release 12.4(9)T, 12.2(33)SRB, and later releases, support for selected entrance (ingress) link policies was introduced. The following link policy types describe the different performance characteristics that can be managed using link policies:

## Traffic Load (Utilization) Policy

A traffic load (also referred to as utilization) policy consists of an upper threshold on the amount of traffic that a specific link can carry. Cisco IOS PfR supports per traffic class load distribution. Every 20 seconds, by default, the border router reports the link utilization to the master controller, after an external interface is configured for a border router. In Cisco IOS Release 12.4(6)T and prior releases, only exit link traffic load thresholds can be configured as a PfR policy, but in Cisco IOS Release 12.4(9)T, 12.2(33)SRB, and later releases, entrance link traffic load thresholds can be configured. If the exit or entrance link utilization is above the configured threshold, or the default threshold of 75 percent, the exit or entrance link is in an out-of-policy (OOP) state and PfR starts the monitoring process to find an alternative link for the traffic class. The link utilization threshold can be manually configured either as an absolute value in kilobytes per second (kbps) or as a percentage. A load utilization policy for an individual interface is configured on the master controller under the border router configuration.



### Tip

When configuring load distribution, we recommend that you set the interface load calculation on external interfaces to 30-second intervals with the **load-interval** interface configuration command. The default calculation interval is 300 seconds. The load calculation is configured under interface configuration mode on the border router. This configuration is not required, but it is recommended to allow Cisco IOS PfR to respond as quickly as possible to load distribution issues.

A traffic load policy describes an upper limit for the traffic to be carried on a single link. For more details about configuring a traffic load policy, see the Configuring an Exit Link Load Balancing OER Policy task in the Configuring and Applying OER Policies module.

## Range Policy

A range policy is defined to maintain all links within a certain utilization range, relative to each other in order to ensure that the traffic load is distributed. For example, if a network has multiple exit links, and there is no financial reason to choose one link over another, the optimal choice is to provide an even load distribution across all links. The load-sharing provided by traditional routing protocols is not always evenly distributed, because the load-sharing is flow-based rather than performance- or policy-based. Cisco PfR range functionality allows you to configure PfR to maintain the traffic utilization on a set of links within a certain percentage range of each other. If the difference between the links becomes too great, PfR will attempt to bring the link back to an in-policy state by distributing traffic classes among the available links. The master controller sets the maximum range utilization to 20 percent for all PfR-managed links by default, but the utilization range can be configured using a maximum percentage value.



### Note

When configuring a range policy remember that 80 percent utilization of a serial link is very different from 80 percent utilization of a GigabitEthernet link.

In Cisco IOS Release 12.4(6)T and prior releases, only an exit link utilization range can be configured as a PfR policy, but in Cisco IOS Release 12.4(9)T, 12.2(33)SRB, and later releases, an entrance link utilization range can be configured.

A range policy describes a method of load-balancing the traffic over multiple links. For more details about configuring a range policy, see the Configuring an Exit Link Load Balancing OER Policy task in the Configuring and Applying OER Policies module.

## Cost Policy

PfR support for cost-based optimization was introduced in Cisco IOS Release 12.3(14)T, 12.2(33)SRB, and later releases. Cost-based optimization allows you to configure policies based on the monetary cost (ISP service level agreements [SLAs]) of each exit link in your network. To implement PfR cost-based optimization the PfR master controller is configured to send traffic over exit links that provide the most cost-effective bandwidth utilization, while still maintaining the desired performance characteristics. A cost policy describes a method of load-balancing the traffic over multiple links.

In response to changing business practices, in Cisco IOS Release 12.4(15)T9 and later releases, the calculation of the Momentary Target Link Utilization (MTLU) algorithm is modified to allow for more efficient bandwidth utilization while minimizing the link cost.

To understand how cost-based optimization works, review the following sections:

- [Cost Policy Billing Models, page 3](#)
- [Link Utilization Rollup Calculations, page 4](#)
- [Monthly Sustained Utilization Calculation, page 4](#)

## Cost Policy Billing Models

PfR cost-based optimization supports two methods of billing: fixed-rate billing or tier-based billing.

Fixed-rate billing is used when the ISP bills one flat rate for a link regardless of bandwidth usage. If fixed-rate billing only is configured on the exit links, all exits are considered equal with regard to cost-

optimization and other policy parameters (such as delay, loss, and utilization) are used to determine if the prefix or exit link is in-policy.

Tier-based billing is used when the ISP bills at a tiered rate based on the percentage of exit link utilization. Each cost tier is configured separately with an associated monetary cost and a percentage of bandwidth utilization that activates the tier is defined. The lowest cost tier for an exit using tier-based billing is charged each month regardless of the bandwidth actually utilized. An allowance is made for bursting in the algorithm used to determine the tier-based billing. In this situation, bursting is defined as short periods of high bandwidth usage that would be expensive under fixed-rate billing.

A fixed-rate billing is a set monthly fee regardless of utilization. Tier-based billing also incurs at least the lowest-tier cost per month, but the final monthly tier-based billing charge is determined by the cost assigned to the tier that matches the sustained monthly utilization as explained in the following sections:

For details about a task to configure a basic cost-minimization policy, see the *Configuring a Basic PfR Cost-Based Policy* task. For details about a task to optimize the cost per link and achieve load-balancing of traffic between multiple exit links, see the *Using a PfR Cost Policy to Minimize Billing and Load Balance Traffic* task.

## Link Utilization Rollup Calculations

The first step in determining the billing fee for each exit link per month is to calculate the link utilization rollup values. Link utilization rollup values are the averages of the link utilization readings taken at regular intervals (sampling period) from the ingress and egress interfaces at the border routers for a given rollup period. For example, if a sampling period was set to 60 minutes, and the rollup was set at 1440 minutes (24 hours), we would have 24 ingress and 24 egress link utilization samples used for calculating the link utilization rollup. An average is taken for each set of ingress and egress samples from that rollup period to get a link utilization rollup value for the ingress and egress links.

## Monthly Sustained Utilization Calculation

After the link utilization rollup calculation is performed, the monthly sustained utilization is calculated. The specific details of tier-based billing models vary by ISP. However, most ISPs use some variation of the following algorithm to calculate what an enterprise should pay in a tiered billing plan:

- Gather periodic measurements of egress and ingress traffic carried on the enterprise connection to the ISP network and aggregate the measurements to generate a rollup value for a rollup period.
- Calculate one or more rollup values per billing period.
- Rank the rollup values for the billing period into a stack from the largest value to the smallest.
- Discard the top default 5 percent (an absolute or percentage value can be configured, but 5 percent is the default) of the rollup values from the stack to accommodate bursting. In this situation, bursting is defined as any bandwidth above the sustained monthly utilization. The remaining rollup values are known as the 95th percentile high if the default 5% is discarded.
- After the rollups with the highest utilization values (the top 5 percent in this case) are removed, apply the highest remaining rollup value in the stack, referred to as the sustained Monthly Target Link Utilization (MTLU), to a tiered structure to determine a tier associated with the rollup value.
- Charge the customer based on a set cost associated with the identified tier.



---

**Note**

A billing policy must be configured and applied to links in order for the master controller to perform cost-based optimization.

---

The monthly sustained utilization rollup calculations can be configured to use one of the following three techniques:

- Combined
- Separate
- Summed

In the following explanations of the sustained utilization calculation techniques, the discard value is configured as an absolute value of 10. The default discard value is 5 percent.

Using the combined technique, the monthly sustained utilization calculation is based on a combination of the egress and ingress rollup samples on a single sorted stack, the highest 10 rollup values are discarded, and the next highest rollup value is the MTLU.

Using the separate technique, the egress and ingress rollup samples for a link are sorted into separate stacks and the highest 10 rollup values for each stack are discarded. The highest remaining rollup value of the two stacks is selected as the MTLU.

Using the summed technique the egress and ingress rollup samples are added together. The summed values of each rollup sample are placed into one stack, the top 10 rollup values are discarded, leaving the next highest rollup value as the MTLU.

The following table displays an example of how the sustained monthly utilization is calculated using the separate technique. In the table below the rollup values for a 30-day period are displayed in order from the highest bandwidth to the lowest bandwidth for both the egress and ingress rollup values. The top 10 values (shown in *italic*) are discarded because the master controller has been configured to discard this absolute number of rollups. The next highest rollup value remaining in the two stacks, 62 (shown in **bold**), is the sustained monthly utilization. The sustained monthly utilization is used to determine the tier at which the customer is billed for bandwidth usage on that link for that billing period.

**Table 1**      ***Sustained Monthly Utilization Example Calculation***

<b>Egress Rollups</b>	<b>Ingress Rollups</b>	<b>Rollups are Sorted from Highest Bandwidth to Lowest Bandwidth in Billing Period</b>
<i>89</i>	<i>92</i>	Discard the top 10 egress and ingress as configured as an absolute value (see numbers in italics).
<i>80</i>	<i>84</i>	
<i>71</i>	<i>82</i>	
<i>70</i>	<i>80</i>	
<i>65</i>	<i>78</i>	
<i>65</i>	<i>75</i>	
<i>51</i>	<i>73</i>	
<i>50</i>	<i>84</i>	
<i>49</i>	<i>82</i>	
<b>62</b>	<b>62</b>	

Egress Rollups	Ingress Rollups	Rollups are Sorted from Highest Bandwidth to Lowest Bandwidth in Billing Period
49	80	
45	<b>62</b>	After the discarded values, the next highest value is 62 and this becomes the <b>Sustained Monthly Utilization</b>
42	60	
39	55	
35	53	
34	52	
30	45	
30	43	
30	35	
29	33	
25	31	
20	25	
19	23	
12	21	
10	15	
10	11	
9	10	
8	10	
4	5	
1	1	
<b>0</b>	<b>0</b>	

## How to Configure Performance Routing Cost Policies

- [Configuring a Basic PfR Cost-Based Policy, page 7](#)
- [Using a PfR Cost Policy to Minimize Billing and Load Balance Traffic, page 11](#)
- [Verifying and Debugging PfR Cost-Minimization Policies, page 19](#)

## Configuring a Basic PFR Cost-Based Policy

Perform this task to configure basic PFR cost-based optimization. Cost-based optimization is configured on a master controller using the **cost-minimization** command in OER border exit interface configuration mode (under the external interface configuration). Cost-based optimization supports tiered and fixed billing methods.

In this task, the configuration is performed on the master controller router and it assumes that the border routers are configured. Tier-based billing is configured with three cost tiers and a nickname for the service provider is set to ISP1. The monthly sustained utilization calculation technique is configured to use the sum technique and the last day of the billing cycle is on the 30th day of the month with an offset of 3 hours to allow for a difference in time zones.

The **cost-minimization** command contains many variations of keywords and arguments. Only one of the required keywords and its associated syntax can be configured on one CLI line, but multiple instances of this command can be entered. Only the **fixed** and **tier** keywords are mutually exclusive within the configuration for each border router link. For details about the full syntax, see the *Cisco IOS Optimized Edge Routing Command Reference*.

This task requires the master controller and border routers to be running Cisco IOS Release 12.3(14)T, 12.2(33)SRB, or later releases.

### SUMMARY STEPS

1. **enable**
2. **configure terminal**
3. **oer master**
4. **border** *ip-address* [**key-chain** *key-chain-name*]
5. **interface** *type number* **external**
6. **cost-minimization** **nickname** *name*
7. **cost-minimization** **calc** { **combined** | **separate** | **sum** }
8. **cost-minimization** **sampling period** *minutes* [**rollup** *minutes*]
9. **cost-minimization** **end day-of-month** *day* [**offset** [-] *hh:mm*]
10. **cost-minimization** { **fixed fee** *cost* | **tier** *percentage* **fee** *fee* }
11. Repeat Step 9 to configure additional tiers for a tier-based billing cycle.
12. **exit**
13. **interface** *type number* **internal**
14. **exit**
15. Repeat Step 14 to return to OER master controller configuration mode.
16. Repeat from Step 4 to Step 15 to configure additional cost-based optimization policies for other links, if required.
17. **mode route control**
18. **resolve cost priority** *value*
19. **end**

## DETAILED STEPS

	Command or Action	Purpose
Step 1	<p><b>enable</b></p> <p><b>Example:</b></p> <pre>Router&gt; enable</pre>	<p>Enables privileged EXEC mode.</p> <ul style="list-style-type: none"> <li>Enter your password if prompted.</li> </ul>
Step 2	<p><b>configure terminal</b></p> <p><b>Example:</b></p> <pre>Router# configure terminal</pre>	<p>Enters global configuration mode.</p>
Step 3	<p><b>oer master</b></p> <p><b>Example:</b></p> <pre>Router(config)# oer master</pre>	<p>Enters OER master controller configuration mode to configure global prefix and exit link policies.</p>
Step 4	<p><b>border <i>ip-address</i> [key-chain <i>key-chain-name</i>]</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# border 10.100.1.1 key-chain PFR_cost</pre>	<p>Enters OER-managed border router configuration mode to establish communication with a border router.</p> <ul style="list-style-type: none"> <li>An IP address is configured to identify the border router.</li> <li>The value for the <i>key-chain-name</i> argument must match the key-chain name configured at the border router identified by the <i>ip-address</i> argument.</li> </ul> <p><b>Note</b> The <b>key-chain</b> keyword and <i>key-chain-name</i> argument must be entered when a border router is initially configured. However, this keyword is optional when reconfiguring or adding configuration for this border router.</p>
Step 5	<p><b>interface <i>type number</i> external</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br)# interface ethernet 0/0 external</pre>	<p>Enters OER border exit interface configuration mode to configure a border router interface as an external interface.</p> <ul style="list-style-type: none"> <li>At least one external interface must be configured on each border router.</li> </ul>
Step 6	<p><b>cost-minimization nickname <i>name</i></b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization nickname ISP1</pre>	<p>Configures a nickname for a border router interface within a cost-based optimization policy on a master controller.</p> <ul style="list-style-type: none"> <li>Use the <b>nickname</b> keyword to apply a label that identifies the service provider.</li> <li>In this example, the label of ISP1 is configured for the service provider.</li> </ul>



Command or Action	Purpose
<p><b>Step 7</b> <code>cost-minimization calc { combined   separate   sum }</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization calc sum</pre>	<p>Configures how the cost-minimization fee is calculated.</p> <ul style="list-style-type: none"> <li>Use the <b>combined</b> keyword to configure the master controller to combine ingress and egress samples.</li> <li>Use the <b>separate</b> keyword to configure the master controller to analyze ingress and egress samples separately.</li> <li>Use the <b>sum</b> keyword to configure the master controller to first add ingress and egress samples and then combine the samples.</li> <li>In this example, cost-minimization fee is calculated using the sum technique.</li> </ul>
<p><b>Step 8</b> <code>cost-minimization sampling period minutes [rollup minutes]</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization sampling period 10 rollup 60</pre>	<p>Specifies the sampling period in minutes.</p> <ul style="list-style-type: none"> <li>The value that can be entered for the sampling period <i>minutes</i> argument is a number from 1 to 1440.</li> <li>Use the optional <b>rollup</b> keyword to specify that samples are rolled up at the interval specified for the <i>minutes</i> argument. The value that can be entered for the rollup <i>minutes</i> argument is a number from 1 to 1440. The minimum number that can be entered must be equal to or greater than the number that is entered for the sampling period.</li> <li>In this example, the time interval between sampling is set to 10 minutes. These samples are configured to be rolled up every 60 minutes.</li> </ul>
<p><b>Step 9</b> <code>cost-minimization end day-of-month day [offset [-] hh:mm]</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization end day-of- month 30 offset 5:00</pre>	<p>Configures the parameters used to configure the last day of the billing cycle.</p> <ul style="list-style-type: none"> <li>Use the optional <b>offset</b> keyword to adjust the end of the cycle to compensate for a service provider in a different zone from UTC. The optional “-” keyword is used to allow for negative hours and minutes to be specified when the time zone is ahead of UTC.</li> <li>In this example, the last day of the billing cycle is on the 30th day of the month with an offset of 5 hours added to UTC.</li> </ul>
<p><b>Step 10</b> <code>cost-minimization { fixed fee cost   tier percentage fee fee }</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization tier 100 fee 1000</pre>	<p>Configures a nonusage-based fixed cost billing cycle or a tier of a tier-based billing cycle.</p> <ul style="list-style-type: none"> <li>The <b>fixed fee</b> keywords and <i>cost</i> argument are used to specify a fixed (nonusage-based) cost associated with an exit link.</li> <li>The <i>percentage</i> argument is used to specify the percentage of capacity utilization for a cost tier.</li> <li>The <b>tier fee</b> keywords and <i>fee</i> argument are used to specify the fee associated with this tier.</li> <li>In this example, the tier-based fee for 100 percent utilization is set to 1000.</li> </ul> <p><b>Note</b> The first tier specified must be the 100 percent capacity utilization. Any following tier configurations must be for lesser percentages and lower fees.</p>
<p><b>Step 11</b> Repeat Step 9 to configure additional tiers for a tier-based billing cycle.</p>	<p>--</p>

Command or Action	Purpose
<p><b>Step 12</b> <code>exit</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# exit</pre>	<p>Exits OER border exit interface configuration mode and returns to OER-managed border router configuration mode.</p>
<p><b>Step 13</b> <code>interface type number internal</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br)# interface Ethernet 1/0 internal</pre>	<p>Configures a border router interface as a PfR controlled internal interface.</p> <ul style="list-style-type: none"> <li>Internal interfaces are used for passive monitoring only. Internal interfaces do not forward traffic.</li> <li>At least one internal interface must be configured on each border router.</li> </ul> <p><b>Note</b> Support to configure a VLAN interface as an internal interface was introduced in Cisco IOS Release 12.3(14)T, and 12.2(33)SRB.</p>
<p><b>Step 14</b> <code>exit</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# exit</pre>	<p>Exits OER border exit interface configuration mode and returns to OER-managed border router configuration mode.</p>
<p><b>Step 15</b> Repeat Step 14 to return to OER master controller configuration mode.</p>	<p>--</p>
<p><b>Step 16</b> Repeat from Step 4 to Step 15 to configure additional cost-based optimization policies for other links, if required.</p>	<p>--</p>
<p><b>Step 17</b> <code>mode route control</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# mode route control</pre>	<p>Configures route control for matched traffic.</p> <ul style="list-style-type: none"> <li>In control mode, the master controller analyzes monitored prefixes and implements changes based on policy parameters.</li> </ul> <p><b>Note</b> Only the syntax applicable to this task is shown. For more details, see the <i>Cisco IOS Optimized Edge Routing Command Reference</i>.</p>
<p><b>Step 18</b> <code>resolve cost priority value</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# resolve cost priority 1</pre>	<p>Sets policy priority for cost policies.</p> <ul style="list-style-type: none"> <li>The resolve policy configures cost policies to have the highest priority.</li> <li>In this task, only one type of PfR policy is given priority. Be aware that other PfR policies are usually configured and priorities must be carefully reviewed.</li> </ul> <p><b>Note</b> Only the syntax applicable to this task is shown. For more details, see the <i>Cisco IOS Optimized Edge Routing Command Reference</i>.</p>

Command or Action	Purpose
Step 19 end	Exits OER master controller configuration mode and returns to privileged EXEC mode.
<b>Example:</b>	
Router(config-oer-mc)# end	

### Examples

The following example is just a sample configuration as shown in the task but with the added tiers to complete the tier-based fee configuration. For a more complete example configuration of a basic PFR cost policy that includes both fixed-rate and tier-based billing, see the Configuring a Basic PFR Cost-Based Policy Example.

```
oer master
border 10.100.1.1 key-chain PFR_cost
interface Ethernet 0/0 external
cost-minimization nickname ISP1
cost-minimization calc sum
cost-minimization sampling period 10 rollup 60
cost-minimization end day-of-month 30 offset 5:00
cost-minimization tier 100 fee 1000
cost-minimization tier 70 fee 700
cost-minimization tier 50 fee 500
exit
interface Ethernet 1/0 internal
exit
mode route control
resolve cost priority 1
end
```

## Using a PFR Cost Policy to Minimize Billing and Load Balance Traffic

While basic PFR cost-based optimization can be useful, many organizations have multiple border router exit links and possibly several different service providers charging different billing rates that increase according to the bandwidth utilized. In this situation, some form of traffic load balancing across the links may be required in addition to the cost minimization policy.

Perform this task on the master controller to configure a Performance Routing cost policy to minimize the monthly billing charge for multiple border router exit links while load balancing traffic across the links. In this scenario, the network has both fixed-rate and tier-based billing, and assuming that the customer is paying a monthly fee for the fixed-rate billing and the pre-paid (lowest cost) tier of tier-based billing, PFR can perform traffic load balancing while optimizing for cost.

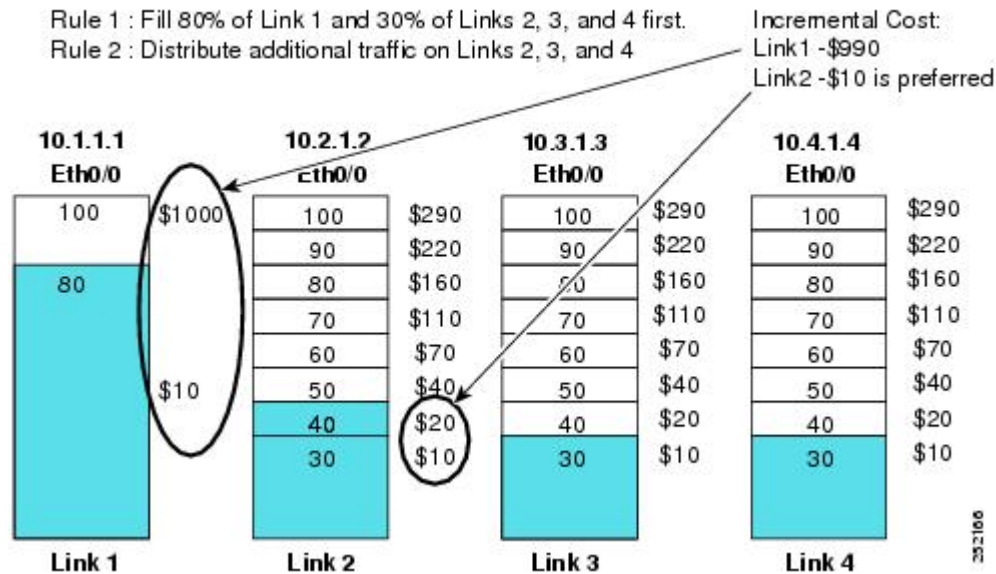
The figure below shows an example of how different billing rates can be defined for each link using bandwidth and cost parameters that are defined through service level agreements (SLAs) that are identified as rules in the diagram. The main goal of this task is to minimize the billing charge per exit link and to load balance traffic across the exit links. Although Link 1 may be billed at a fixed-rate and Links 2 through 4 are subject to tier-based billing, all the links are set up as PFR tiers. To accomplish the cost minimization the first rule is to utilize 80 percent of Link 1 and 30 percent of Links 2, 3 and 4, as shown in the figure below. The second rule is to distribute additional traffic across Links 2, 3 and 4 to balance the traffic load. To achieve the traffic load balancing while minimizing cost, the solution is to configure a PFR cost policy using multiple tiers representing bandwidth percentages that are assigned artificial costs to ensure that the PFR traffic is optimized for cost and load balanced across all the exits. To illustrate the configured tiers, see the figure below.

The steps in this task create a cost policy in which PfR is configured to direct traffic through any of the lowest cost exits first; Link 1 at 10.1.1.1 and the pre-paid tier of the other three exits. When the pre-paid tier bandwidth at each link is fully utilized, the software determines the next lowest incremental cost between the tiers at all the links. The incremental cost of utilizing the next tier at Link 1 is \$990. The incremental cost of utilizing the next tier at Link 2 is only \$10. PfR forwards traffic to the next lowest cost tier which is the blue bar representing 40 percent of the bandwidth at Link 2, as shown in the figure below. The process continues to use cost to balance the load across Links 2, 3, and 4. This task illustrates how the monthly billing rate per exit link is minimized by utilizing the pre-paid bandwidth at Links 1 though 4 first, and then the traffic is effectively load balanced across Links 2, 3 and 4 by determining the lowest incremental cost between tiers.

**Figure 1** Diagram Showing PfR Cost-Minimization Solution to Minimize Billing and Load Balance Traffic

Requirements:

- Rule 1 : Fill 80% of Link 1 and 30% of Links 2, 3, and 4 first.  
Rule 2 : Distribute additional traffic on Links 2, 3, and 4



In the following task steps, the exit link 10.1.1.1 is configured as a tier-based link although it is actually charged at a fixed rate. If a fixed rate link is configured as a tier for load balancing, the monthly cost calculation will not reflect the true cost for that link. Using this solution, the artificial costs assigned to the multiple tiers may affect the accuracy of all the monthly cost calculations.

Only some of the configuration steps for this task scenario are shown in the summary and detailed steps, the full configuration for the master controller is displayed in the Examples section shown after the detailed steps table.



**Note**

Disable the range and utilization policy priorities because they may conflict with this application of the cost-minimization feature.



**Note**

Do not configure the **periodic** or the **set periodic** command with a time interval to avoid system churn as the system tries to select the best exit link at specified intervals. This command is disabled by default.

The **cost-minimization** command contains many variations of keywords and arguments. Only one of the required keywords and its associated syntax can be configured on one CLI line, but multiple instances of

this command can be entered. Only the **fixed** and **tier** keywords are mutually exclusive within the configuration for each border router link. For details about the full syntax, see the *Cisco IOS Optimized Edge Routing Command Reference*.

For another example of configuring cost-minimization and balancing traffic load, see the configuration example *Using a PFR Cost Policy to Minimize Billing and Load Balance Traffic Example*.

This task requires the master controller and border routers to be running Cisco IOS Release 12.3(14)T, 12.2(33)SRB, or later releases.

## SUMMARY STEPS

1. **enable**
2. **configure terminal**
3. **oer master**
4. **border** *ip-address* [**key-chain** *key-chain-name*]
5. **interface** *type number* **external**
6. **cost-minimization** **nickname** *name*
7. **cost-minimization** **summer-time** *start end* [*offset*]
8. **cost-minimization** { **fixed fee** *cost* | **tier** *percentage* **fee** *fee* }
9. Repeat Step 8 to configure additional tiers for a tier-based billing cycle.
10. **cost-minimization** **discard** [**daily**] { **absolute** *number* | **percent** *percentage* }
11. **exit**
12. **interface** *type number* **internal**
13. **exit**
14. Repeat Step 13 to return to OER master controller configuration mode.
15. Repeat from Step 4 to Step 14 to configure additional cost-based optimization policies for other links, if required.
16. **mode route control**
17. **policy-rules** *map-name*
18. **exit**
19. **oer-map** *map-name* *sequence-number*
20. **match oer learn** { **delay** | **inside** | **throughput** }
21. **set resolve cost priority** *value*
22. **end**

## DETAILED STEPS

	Command or Action	Purpose
Step 1	<b>enable</b>  <b>Example:</b> Router> enable	Enables privileged EXEC mode. <ul style="list-style-type: none"> <li>• Enter your password if prompted.</li> </ul>

	Command or Action	Purpose
Step 2	<p><b>configure terminal</b></p> <p><b>Example:</b></p> <pre>Router# configure terminal</pre>	Enters global configuration mode.
Step 3	<p><b>oer master</b></p> <p><b>Example:</b></p> <pre>Router(config)# oer master</pre>	Enters OER master controller configuration mode to configure global prefix and exit link policies.
Step 4	<p><b>border ip-address [key-chain key-chain-name]</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# border 10.1.1.1 key-chain pfr</pre>	<p>Enters OER-managed border router configuration mode to establish communication with a border router.</p> <ul style="list-style-type: none"> <li>• An IP address is configured to identify the border router.</li> <li>• The value for the <i>key-chain-name</i> argument must match the key-chain name configured at the border router identified by the <i>ip-address</i> argument.</li> </ul> <p><b>Note</b> The <b>key-chain</b> keyword and <i>key-chain-name</i> argument must be entered when a border router is initially configured. However, this keyword is optional when reconfiguring or adding configuration for this border router.</p>
Step 5	<p><b>interface type number external</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br)# interface ethernet 0/0 external</pre>	<p>Enters OER border exit interface configuration mode to configure a border router interface as a PfR-managed external interface.</p> <ul style="list-style-type: none"> <li>• At least one external interface must be configured on each border router.</li> <li>• Configuring an interface as a PfR-managed external interface on a router enters OER border exit interface configuration mode. In this mode, you can configure maximum link utilization or cost-based optimization for the interface.</li> </ul>
Step 6	<p><b>cost-minimization nickname name</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization nickname 80-percent</pre>	<p>Configures a nickname for a border router interface within a cost-based optimization policy on a master controller.</p> <ul style="list-style-type: none"> <li>• In this example, the nickname label for the 10.1.1.1 border router link is 80-percent.</li> </ul>

Command or Action	Purpose
<p><b>Step 7</b> <code>cost-minimization summer-time start end [offset]</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization summer-time 2 Sunday March 02:00 1 Sunday November 02:00 60</pre>	<p>Specifies the start and end dates and times for summer time (daylight savings).</p> <ul style="list-style-type: none"> <li>The <i>start</i> and <i>end</i> arguments are used to specify the week number, day, month and time in hours and minutes (24 hour clock) that summertime starts and ends.</li> <li>The <i>offset</i> argument allows for an offset in minutes from 1 to 120 to allow for up to two additional hours to be added in the spring and subtracted in the fall.</li> <li>In this example, summer time is configured to start the second week in March on a Sunday at 2 in the morning plus one hour, and end on Sunday in the first week in November at 2 in the morning minus one hour.</li> </ul> <p><b>Note</b> The <b>summer-time</b> keyword configuration is only required once for each master controller.</p>
<p><b>Step 8</b> <code>cost-minimization {fixed fee cost  tier percentage fee fee}</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization tier 100 fee 1000</pre>	<p>Configures a nonusage-based fixed cost billing cycle or a tier of a tier-based billing cycle.</p> <ul style="list-style-type: none"> <li>The <b>fixed fee</b> keywords and <i>cost</i> argument are used to specify a fixed (nonusage-based) cost associated with an exit link.</li> <li>The <i>percentage</i> argument is used to specify the percentage of capacity utilization for a cost tier.</li> <li>The <b>tier fee</b> keywords and <i>fee</i> argument are used to specify the fee associated with this tier.</li> <li>In this example, the tier-based fee for 100 percent utilization is set to 1000.</li> </ul> <p><b>Note</b> The first tier specified must be the 100 percent capacity utilization. Any following tier configurations must be for lesser percentages and lower fees. When setting up tiers for load balancing, the tiers must be incrementally larger from one tier to the next tier on the same link in order for load balancing to work.</p>
<p><b>Step 9</b> Repeat Step 8 to configure additional tiers for a tier-based billing cycle.</p>	<p>--</p>

Command or Action	Purpose
<p><b>Step 10</b> <b>cost-minimization discard</b> [<b>daily</b>] {<b>absolute number</b> <b>percent percentage</b>}</p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# cost-minimization discard percent 5</pre>	<p>Configures the number of samples that are removed for bursty link utilization when calculating the sustained monthly utilization value.</p> <ul style="list-style-type: none"> <li>• The utilization samples are ordered from the highest to the lowest and the number or percentage configured using this command removes the highest number or percentage from the list.</li> <li>• If the optional <b>daily</b> keyword is entered, samples are analyzed and discarded on a daily basis. If the <b>daily</b> keyword is not entered, by default the samples are analyzed and discarded on a monthly basis. At the end of the billing cycle, monthly sustained usage is calculated by averaging daily sustained utilization.</li> <li>• Use the <b>absolute</b> keyword to configure a set number of samples to be removed.</li> <li>• Use the <b>percentage</b> keyword to configure a percentage number of samples to be removed.</li> <li>• If a sampling rollup is configured, the discard values also applies to the rollup.</li> <li>• In this example, the highest 5 percent of samples are removed when calculating the sustained monthly utilization value.</li> </ul>
<p><b>Step 11</b> <b>exit</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# exit</pre>	<p>Exits OER border exit interface configuration mode and returns to OER-managed border router configuration mode.</p>
<p><b>Step 12</b> <b>interface</b> <i>type number</i> <b>internal</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br)# interface Ethernet 1/0 internal</pre>	<p>Configures a border router interface as a PfR controlled internal interface.</p> <ul style="list-style-type: none"> <li>• Internal interfaces are used for passive monitoring only. Internal interfaces do not forward traffic.</li> <li>• At least one internal interface must be configured on each border router.</li> </ul> <p><b>Note</b> Support to configure a VLAN interface as an internal interface was introduced in Cisco IOS Release 12.3(14)T, 12.2(33)SRB.</p>
<p><b>Step 13</b> <b>exit</b></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc-br-if)# exit</pre>	<p>Exits OER border exit interface configuration mode and returns to OER-managed border router configuration mode.</p>
<p><b>Step 14</b> Repeat Step 13 to return to OER master controller configuration mode.</p>	<p>--</p>
<p><b>Step 15</b> Repeat from Step 4 to Step 14 to configure additional cost-based optimization policies for other links, if required.</p>	<p>--</p>



Command or Action	Purpose
<p><b>Step 16</b> <code>mode route control</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# mode route control</pre>	<p>Configures route control for matched traffic.</p> <ul style="list-style-type: none"> <li>In control mode, the master controller analyzes monitored prefixes and implements changes based on policy parameters.</li> </ul> <p><b>Note</b> Only the syntax applicable to this task is shown. For more details, see the <i>Cisco IOS Optimized Edge Routing Command Reference</i>.</p>
<p><b>Step 17</b> <code>policy-rules map-name</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# policy- rules cost_balance</pre>	<p>Applies a configuration from an OER map to a master controller configuration.</p> <ul style="list-style-type: none"> <li>In this example, configuration from an OER map named <code>cost_balance</code> is applied.</li> </ul>
<p><b>Step 18</b> <code>exit</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-mc)# exit</pre>	<p>Exits OER master controller configuration mode and returns to global configuration mode.</p>
<p><b>Step 19</b> <code>oer-map map-name sequence-number</code></p> <p><b>Example:</b></p> <pre>Router(config)# oer-map cost_balance 10</pre>	<p>Enters OER map configuration mode to configure an OER map.</p>
<p><b>Step 20</b> <code>match oer learn {delay  inside  throughput}</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-map)# match oer learn throughput</pre>	<p>Creates a match clause entry in an OER map to match OER learned prefixes.</p> <ul style="list-style-type: none"> <li>Only a single match clause can be configured for each OER map sequence.</li> <li>In this example, a match clause entry is created to match traffic classes learned using the highest outbound throughput.</li> </ul>
<p><b>Step 21</b> <code>set resolve cost priority value</code></p> <p><b>Example:</b></p> <pre>Router(config-oer-map)# set resolve cost priority 1</pre>	<p>Creates a set clause entry in an OER map to set policy priority for overlapping policies.</p> <ul style="list-style-type: none"> <li>In this example, the resolve policy configures cost policies to have the highest priority.</li> <li>In this task, only one type of PFR policy is given priority. Be aware that other PFR policies are usually configured and priorities must be carefully reviewed.</li> </ul> <p><b>Note</b> Only the syntax applicable to this task is shown. For more details, see the <i>Cisco IOS Optimized Edge Routing Command Reference</i>.</p>

Command or Action	Purpose
<b>Step 22 end</b>  <b>Example:</b>  Router(config-oer-mc)# end	Exits OER master controller configuration mode and returns to privileged EXEC mode.

### Examples

The following configuration example is a complete configuration for all the links controlled by the master controller. Note the set resolve cost priority 1 command in the OER map titled cost\_balance that is used to ensure that cost is the first priority for this task. In contrast, the resolve range and resolve utilization commands are disabled to avoid optimization conflicts. For output from associated **show** commands see the Verifying and Debugging Pfr Cost-Minimization Policies task.

```

oer master
 logging
 border 10.1.1.1 key-chain pfr
  interface Ethernet1/0 internal
  interface Ethernet0/0 external
   cost-minimization nickname 80-percent
   cost-minimization summer-time 2 Sunday March 02:00 1 Sunday November 02:00 60
   cost-minimization tier 100 fee 1000
   cost-minimization tier 80 fee 10
   cost-minimization discard percent 5
  exit
 exit
 border 10.2.1.2 key-chain pfr
  interface Ethernet1/0 internal
  interface Ethernet0/0 external
   cost-minimization nickname 30-meg
   cost-minimization tier 100 fee 290
   cost-minimization tier 90 fee 220
   cost-minimization tier 80 fee 160
   cost-minimization tier 70 fee 110
   cost-minimization tier 60 fee 70
   cost-minimization tier 50 fee 40
   cost-minimization tier 40 fee 20
   cost-minimization tier 30 fee 10
   cost-minimization discard percent 5
  exit
 exit
 border 10.3.1.3 key-chain pfr
  interface Ethernet1/0 internal
  interface Ethernet0/0 external
   cost-minimization nickname 30-meg-2
   cost-minimization tier 100 fee 290
   cost-minimization tier 90 fee 220
   cost-minimization tier 80 fee 160
   cost-minimization tier 70 fee 110
   cost-minimization tier 60 fee 70
   cost-minimization tier 50 fee 40
   cost-minimization tier 40 fee 20
   cost-minimization tier 30 fee 10
   cost-minimization discard percent 5
  exit
 exit
 border 10.4.1.4 key-chain pfr
  interface Ethernet1/0 internal
  interface Ethernet0/0 external
   cost-minimization nickname 30-meg-3
   cost-minimization tier 100 fee 290
   cost-minimization tier 90 fee 220
   cost-minimization tier 80 fee 160

```

```

cost-minimization tier 70 fee 110
cost-minimization tier 60 fee 70
cost-minimization tier 50 fee 40
cost-minimization tier 40 fee 20
cost-minimization tier 30 fee 10
cost-minimization discard percent 5
exit
exit
learn
throughput
periodic-interval 0
monitor-period 1
prefixes 2500
aggregation-type prefix-length 32
exit
mode route control
policy-rules cost_balance
max-range-utilization percent 100
exit
oer-map cost_balance 10
match oer learn throughput
set resolve cost priority 1
no set resolve range
no set resolve utilization
set probe frequency 10
end

```

## Verifying and Debugging PfR Cost-Minimization Policies

Perform this task on a master controller to display information to verify any cost-minimization policies and to help debug any issues. After cost-minimization policies are configured and applied to traffic the **show** command steps allow you to verify that the policy configuration is working as expected. If not, the **debug** command steps can help troubleshoot any issues. The **show** and **debug** commands are all optional and can be entered in any order.

- The master controller and border routers must be running Cisco IOS Release 12.3(14)T, 12.2(33)SRB, or a later release.
- A cost policy must be configured and applied to PfR traffic before performing any of these steps.

### SUMMARY STEPS

1. **enable**
2. **show oer master cost-minimization** {border *ip-address* [*interface*] | **nickname** *name*}
3. **show oer master cost-minimization billing-history**
4. **debug oer master cost-minimization** [**detail**]

### DETAILED STEPS

#### Step 1

**enable**

Enables privileged EXEC mode. Enter your password if prompted.

#### Example:

```
Router> enable
```

#### Step 2

**show oer master cost-minimization** {border *ip-address* [*interface*] | **nickname** *name*}

Both the **border** and the **nickname** keywords of the **show oer master cost-minimization** command display the same cost-minimization information. The keywords and arguments can be used to identify a specified border router by its

nickname or by an IP address and, optionally, for a specific interface on the router. Only the syntax applicable to this step is shown. For the full syntax, see the *Cisco IOS Optimized Edge Routing Command Reference*.

In this example, the information is displayed about the 10.2.1.2 link from the Diagram Showing Pfr Cost-Minimization Solution to Minimize Billing and Load Balance Traffic figure. Note the number of cost tiers configured for this link. The links at 10.3.1.3 and 10.4.1.4 have the same set of cost tiers to allow more precise load balancing. There is information about the rollup values and parameters set for the discard values shown as an absolute value of 5. For more details about the fields shown in this output, refer to the *Cisco IOS Optimized Edge Routing Command Reference*.

### Example:

```
Router# show oer master cost-minimization border 10.2.1.2 Ethernet 0/0
pM - per Month, pD - per Day
-----
Nickname   : 30-meg           Border: 10.2.1.2       Interface: Et0/0
Calc type  : Separate
End Date   : 1
Summer time: Enabled,  2 Sun Mar 02:00 1 Sun Nov 02:00 60
Fee        : Tier Based
             Tier 1: 100, fee: 290
             Tier 2:  90, fee: 220
             Tier 3:  80, fee: 160
             Tier 4:  70, fee: 110
             Tier 5:  60, fee:  70
             Tier 6:  50, fee:  40
             Tier 7:  40, fee:  20
             Tier 8:  30, fee:  10
Period     : Sampling 5, Rollup 5
Discard    : Type Absolute, Value 5

Rollup Information:
Total(pM)   Discard(pM)   Remaining(pM)   Collected(pM)
8928        5             1460            264

Current Rollup Information:
MomentaryTgtUtil: 382 Kbps   CumRxBytes: 747167
StartingRollupTgt: 400 Kbps   CumTxBytes: 4808628
CurrentRollupTgt: 400 Kbps   TimeRemain: 00:03:23

Rollup Utilization (Kbps):
Egress Utilization Rollups (Descending order)

 1 : 0           2 : 440         3 : 439         4 : 398
 5 : 383         6 : 378         7 : 375         8 : 372
 9 : 371        10 : 371        11 : 370        12 : 370
13 : 368        14 : 365        15 : 255        16 : 231
17 : 216        18 : 197        19 : 196        20 : 196
21 : 195        22 : 194        23 : 191        24 : 190
25 : 190        26 : 184        27 : 183        28 : 182
29 : 178        30 : 177        31 : 176        32 : 175
```

### Step 3

#### show oer master cost-minimization billing-history

This command is used to display the billing information for the previous billing period. In this example, the monthly sustained utilization is 62 and the cost is \$10,000 for the Ethernet interface 3/1 link on border router 10.1.1.1. Note that the figures in the Sustained Monthly Utilization Example Calculation table were used to create this example output.

### Example:

```
Router# show oer master cost-minimization billing-history
Billing History for the past three months
```

```

ISP2 on 10.4.1.4      Se4/0
No cost min on 10.2.1.2  Et3/2
ISP1 on 10.1.1.1      Et3/1
      Mon1              Mon2              Mon3
Nickname  SustUtil    Cost  SustUtil    Cost  SustUtil    Cost
-----
ISP2           0      3000  ---NA---  ---NA---  ---NA---
ISP1          62     10000  ---NA---  ---NA---  ---NA---
-----
Total Cost                13000                0                0
    
```

**Step 4** `debug oer master cost-minimization [detail]`

This command is used to display debugging information for cost-minimization policies. The following example displays detailed cost-minimization policy debug information.

**Example:**

```

Router# debug oer master cost-minimization detail
OER Master cost-minimization Detail debugging is on
*May 14 00:38:48.839: OER MC COST: Momentary target utilization for exit 10.2.1.2 i/f
Ethernet1/0 nickname ISP1 is 7500 kbps, time_left 52889 secs, cumulative 16 kb, rollup
period 84000 secs, rollup target 6000 kbps, bw_capacity 10000 kbps
*May 14 00:38:48.839: OER MC COST: Cost OOP check for border 10.2.1.2, current util: 0
target util: 7500 kbps
*May 14 00:39:00.199: OER MC COST: ISP1 calc separate rollup ended at 55 ingress Kbps
*May 14 00:39:00.199: OER MC COST: ISP1 calc separate rollup ended at 55 egress bytes
*May 14 00:39:00.199: OER MC COST: Target utilization for nickname ISP1 set to 6000,
rollups elapsed 4, rollups left 24
*May 14 00:39:00.271: OER MC COST: Momentary target utilization for exit 10.2.1.2 i/f
Ethernet1/0 nickname ISP1 is 7500 kbps, time_left 52878 secs, cumulative 0 kb, rollup
period 84000 secs, rollup target 6000 kbps, bw_capacity 10000 kbps
*May 14 00:39:00.271: OER MC COST: Cost OOP check for border 10.2.1.2, current util: 0
target util: 7500 kbps
    
```

# Configuration Examples for Performance Routing Cost Policies

- [Configuring a Basic PfR Cost-Based Policy Example, page 21](#)
- [Using a PfR Cost Policy to Minimize Billing and Load Balance Traffic Example, page 22](#)

## Configuring a Basic PfR Cost-Based Policy Example

The following example shows how to configure cost-based optimization on a master controller. Cost optimization configuration is applied under the external interface configuration. In this example, a policy is configured for multiple exits with a tiered billing cycle for one exit interface on border router 10.2.1.2 and a fixed fee billing cycle for the other exit interface on border router 10.2.1.2 and both exit interfaces on border router 10.3.1.3.

In this scenario, PfR sends traffic first through the fixed-rate exits, serial interface 3/0 at border router 10.2.1.2 and serial interfaces 2/0 and 3/0 at border router 10.3.1.3, because the bandwidth cost is lower for these fixed fee exits than the tier-based exit. When the fixed-rate exits are all fully utilized, the traffic is sent through serial interface 2/0 on border router 10.2.1.2. If the monthly sustained utilization is 40 percent

or lower, the billing fee for the month will be \$4000. If the monthly sustained utilization is higher than the tier that matches the monthly sustained utilization is charged. In this example, no calculation configuration was entered and the default behavior is triggered; the calculation is performed separately for egress and ingress samples.

This configuration example assumes that the border routers are already configured.

```

oer master
no periodic
resolve cost priority 1
no resolve delay
no resolve utilization
border 10.2.1.2 key-chain key_cost1
interface Serial12/0 external
cost-minimization tier 100 fee 10000
cost-minimization tier 75 fee 8000
cost-minimization tier 40 fee 4000
cost-minimization end day-of-month 31
interface Serial13/0 external
cost-minimization fixed fee 3000
border 10.3.1.3 key-chain key_cost2
interface Serial12/0 external
cost-minimization fixed fee 3000
interface Serial13/0 external
cost-minimization fixed fee 3000
end

```

## Using a PfR Cost Policy to Minimize Billing and Load Balance Traffic Example

The following configuration example shows how to configure cost-minimization policies and balance PfR traffic loads across multiple links. This task is designed to minimize the cost of each link and to precisely control load balancing across multiple border router links. This task controls the load balancing between multiple links by forcing PfR to use the bandwidth of the lowest cost tier first and then use the next lowest cost tiers on all the links.

Keywords in the **show oer master cost-minimization** command are used to view the utilization of a specific link with the monthly egress and ingress rollup values. After the monthly billing period ends another keyword option for the billing history shows the sustained monthly utilization and link cost.

### Border Router 10.1.1.1

```

key chain key1
key 1
key-string border1
!
oer border
logging
local Ethernet3/0
master 10.1.1.1 key-chain key1

```

Don't forget to configure all the border routers using a similar configuration but with appropriate changes. Now configure the master controller.

### Master Controller

```

key chain key1
key 1
key-string border1
key chain key2
key 1
key-string border2

```

```

key chain key3
key 1
  key-string border3
oer master
logging
border 10.1.1.1 key-chain key1
  interface Ethernet3/1 external
    cost-minimization nickname ISP1
    cost-minimization tier 100 fee 50000
    cost-minimization tier 65 fee 10000
    cost-minimization tier 30 fee 500
    cost-minimization end day-of-month 24
    cost-minimization sampling period 5 rollup 1440
    cost-minimization discard absolute 10
  exit
  interface Ethernet0/2 internal
  exit
border 10.2.1.2 key-chain key2
  interface Ethernet3/2 external
  interface Ethernet0/2 internal
  exit
border 10.4.1.4 key-chain key3
  interface Serial4/0 external
    cost-minimization nickname ISP2
    cost-minimization fixed fee 3000
    cost-minimization end day-of-month 24
  exit
  interface Ethernet0/2 internal
  exit
no max range receive
delay threshold 10000
loss threshold 1000000
mode route control
mode monitor passive
mode select-exit best
resolve cost priority 1
active-probe echo 10.1.9.1
end

```

Now enter the **show oer master cost-minimization border** command at the master controller to show the configuration and the utilization statistics. The rollup values during the 30-day March through April 24th billing period for the Ethernet interface 3/1 on border router 10.1.1.1 are shown in the output:

```

Router# show oer master cost-minimization border 10.1.1.1
pM - per Month, pD - per Day
-----
Nickname      : ISP1                Border: 10.1.1.1          Interface: Et3/1
Calc type     : Separate
End Date      : 24
Summer time   : Disabled
Fee           : Tier Based
               Tier 1: 100, fee:    50000
               Tier 2: 65, fee:    10000
               Tier 3: 30, fee:     500
Period        : Sampling 5, Rollup 1440
Discard       : Type Absolute, Value 10

Rollup Information:
Total(pM)      Discard(pM)    Remaining(pM)  Collected(pM)
31             10                 1              29

Current Rollup Information:
MomentaryTgtUtil:    75 Kbps    CumRxBytes:    0
StartingRollupTgt:  75 Kbps    CumTxBytes:    0
CurrentRollupTgt:   75 Kbps    TimeRemain:    00:00:51

Rollup Utilization (Kbps):
Egress Utilization Rollups (Descending order)

 1 : 0           2 : 89           3 : 80           4 : 71
 5 : 70          6 : 65           7 : 65           8 : 51
 9 : 50          10 : 49          11 : 49          12 : 45

```

```

13 : 42          14 : 39          15 : 35          16 : 34
17 : 30          18 : 30          19 : 30          20 : 29
21 : 25          22 : 20          23 : 19          24 : 12
25 : 10          26 : 10          27 : 9           28 : 8
29 : 4           30 : 1
Ingress Utilization Rollups (Descending order)

1 : 0            2 : 92            3 : 84            4 : 82
5 : 80            6 : 78            7 : 75            8 : 73
9 : 72            10 : 70           11 : 63           12 : 62
13 : 60           14 : 55           15 : 53           16 : 52
17 : 45           18 : 43           19 : 35           20 : 33
21 : 31           22 : 25           23 : 23           24 : 21
25 : 15           26 : 11           27 : 10           28 : 10
29 : 5            30 : 1

```

If we assume that the March through April 24th billing period is over, we can see the billing for the previous billing period using the **show oer master cost-minimization billing-history** command. The monthly sustained utilization is 62 and the cost is \$10,000 for the Ethernet interface 3/1 link on border router 10.1.1.1. Note that the same figures in the Sustained Monthly Utilization Example Calculation table were used to create this example output.

```

Router# show oer master cost-minimization billing-history
Billing History for the past three months

      ISP2 on 10.4.1.4          Se4/0
No cost min on 10.2.1.2       Et3/2
      ISP1 on 10.1.1.1          Et3/1
      Mon1                      Mon2                      Mon3
Nickname      SustUtil      Cost      SustUtil      Cost      SustUtil      Cost
-----
      ISP2              0          3000          ---NA---          ---NA---
      ISP1              62         10000          ---NA---          ---NA---
-----
Total Cost              13000              0              0

```

## Where to Go Next

This module covers PfR cost policies. To learn more about PfR, start with the Cisco IOS Optimized Edge Routing Overview and the Setting Up OER Network Components module. To learn more about the OER phases (same as Performance Routing phases) identified in the Overview module, read through the other modules in the following list:

- Using Performance Routing to Profile the Traffic Classes
- Measuring the Traffic Class Performance and Link Utilization Using OER
- Configuring and Applying OER Policies
- Using OER to Control Traffic Classes and Verify the Route Control Changes

## Additional References



**Related Documents**

Related Topic	Document Title
<i>Cisco IOS Master Command List</i>	<a href="http://www.cisco.com/en/US/docs/ios/mcl/allreleasemcl/all_book.html">http://www.cisco.com/en/US/docs/ios/mcl/allreleasemcl/all_book.html</a>
Command Lookup Tool	<a href="http://tools.cisco.com/Support/CLILookup">http://tools.cisco.com/Support/CLILookup</a>
Cisco OER technology overview	<a href="#">Cisco IOS Optimized Edge Routing Overview module</a>
Concepts and configuration tasks required to set up OER network components.	<a href="#">Setting Up OER Network Components module</a>
Cisco OER commands: complete command syntax, command mode, command history, defaults, usage guidelines and examples	<a href="#">Cisco IOS Optimized Edge Routing Command Reference</a>

**Technical Assistance**

Description	Link
The Cisco Support and Documentation website provides online resources to download documentation, software, and tools. Use these resources to install and configure the software and to troubleshoot and resolve technical issues with Cisco products and technologies. Access to most tools on the Cisco Support and Documentation website requires a Cisco.com user ID and password.	<a href="http://www.cisco.com/cisco/web/support/index.html">http://www.cisco.com/cisco/web/support/index.html</a>

## Feature Information for Configuring Performance Routing Cost Policies

The following table provides release information about the feature or features described in this module. This table lists only the software release that introduced support for a given feature in a given software release train. Unless noted otherwise, subsequent releases of that software release train also support that feature.

Use Cisco Feature Navigator to find information about platform support and Cisco software image support. To access Cisco Feature Navigator, go to [www.cisco.com/go/cfn](http://www.cisco.com/go/cfn). An account on Cisco.com is not required.

**Table 2** Feature Information for Configuring Performance Routing Cost Policies

Feature Name	Releases	Feature Configuration Information
Optimized Edge Routing	12.3(8)T 12.2(33)SRB 12.2(33)SXH	OER was introduced.

Feature Name	Releases	Feature Configuration Information
OER Support for Cost-Based Optimization	12.3(14)T 12.2(33)SRB 12.4(15)T9	<p>The OER Support for Cost-Based Optimization feature introduced the capability to configure exit link policies based monetary cost and the capability to configure traceroute probes to determine prefix characteristics on a hop-by-hop basis.</p> <p>In Cisco IOS Release 12.4(15)T9 and later releases, the calculation of the MTLU algorithm is modified to allow for more efficient bandwidth utilization while minimizing the link cost.</p> <p>The following commands were introduced or modified by this feature: <b>cost-minimization</b>, <b>debug oer master cost-minimization</b>, <b>show oer master cost-minimization</b>.</p>

Cisco and the Cisco Logo are trademarks of Cisco Systems, Inc. and/or its affiliates in the U.S. and other countries. A listing of Cisco's trademarks can be found at [www.cisco.com/go/trademarks](http://www.cisco.com/go/trademarks). Third party trademarks mentioned are the property of their respective owners. The use of the word partner does not imply a partnership relationship between Cisco and any other company. (1005R)

Any Internet Protocol (IP) addresses and phone numbers used in this document are not intended to be actual addresses and phone numbers. Any examples, command display output, network topology diagrams, and other figures included in the document are shown for illustrative purposes only. Any use of actual IP addresses or phone numbers in illustrative content is unintentional and coincidental.

© 2011 Cisco Systems, Inc. All rights reserved.