#### What lurks in yonder shadow?

Not a policy proposal.

Remco van Mook RIPE 60, Prague May 2010

# **RIPE Policy**

An LIR may receive an additional allocation when about eighty percent (80%) of all the address space currently allocated to it is used in valid assignments or sub-allocations.

# AfriNIC Policy

An LIR may receive an additional allocation when about 80% of all the address space currently allocated to it has been used in valid assignments and/or sub-allocations.

# **ARIN Policy**

## ISPs must have efficiently utilized all previous allocations **and at least 80%** of their most recent allocation in order to receive additional space.

# **APNIC Policy**

An LIR is not eligible to receive subsequent allocations until its current assignments account for **at least eighty percent** of the total address space from all allocations it holds.

# LACNIC Policy

In order to receive the additional space requested, a Registry shall have used **at least 80%** of its previous allocations.

#### **Historical Documents**

RIPE-159 (1997) states:

A request should be submitted to the RIPE NCC when the currently allocated address space is nearly used up (about 90 percent)

This is the first time a threshold is documented!

#### Followed one year later by:

RIPE-185 (1998) states:

... a request should be submitted to the RIPE NCC when the currently allocated address space is nearly used up (about 80 percent)...

## Many moons later...

#### 2005-01 Draft Policy Text

**b. New:** "An LIR may receive an additional allocation when its total allocated address space usage meets the HD-Ratio value of 0.96."

In short: the more space you have, the less utilization you need to get more. (71% utilization for a /20, 57% for a /12)

### Many moons later...

#### 2005-01 Draft Policy Text

**b. New:** "An LIR may receive a additional allocation when its total allocated address space usage meets the HD-Tetro value of 0.96."

In short: the more space you have, the less utilization you need to get more. (71% utilization for a /20, 57% for a /12)

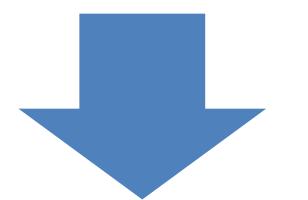
#### So 80% is a "sweet spot"

It addresses conservation and aggregation issues

Without making technical and administrative cost too high (for most)

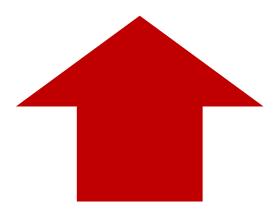
90% set the barrier too high 70% and less was deemed too low

# So 80% is a "sweet spot"



Technical and Administrative cost

Conservation and Aggregation

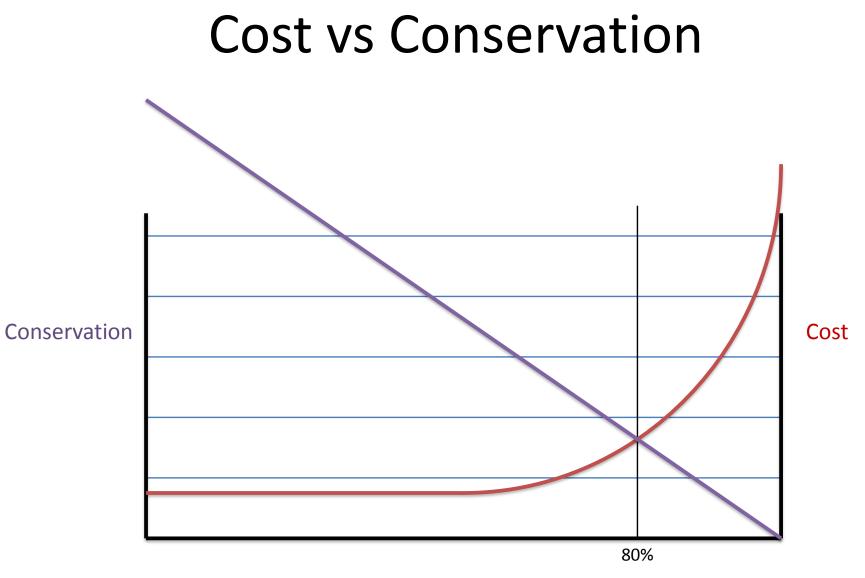


### But what if the balance tips?

# What is the cost of not being able to assign address space?

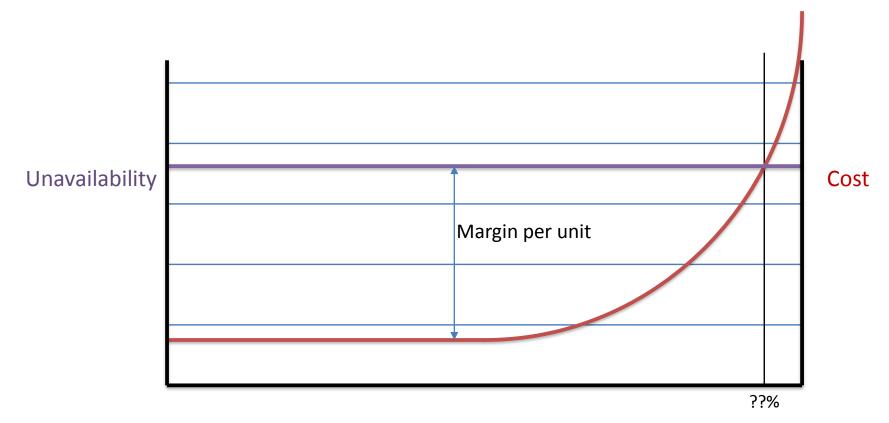
In other words:

What if "Conservation and Aggregation" gets replaced by "Unavailability"?



Utilization rate

## Cost vs Unavailability



Utilization rate

# Inside the head of your boss



"Let's change the cover of the TPS report"

"Looks like a nice day for golf"

"I wonder what they're doing, it's too quiet"

"Do I smell something?"

"Why are we only using eighty percent?"

"We're losing money! PANIC!"

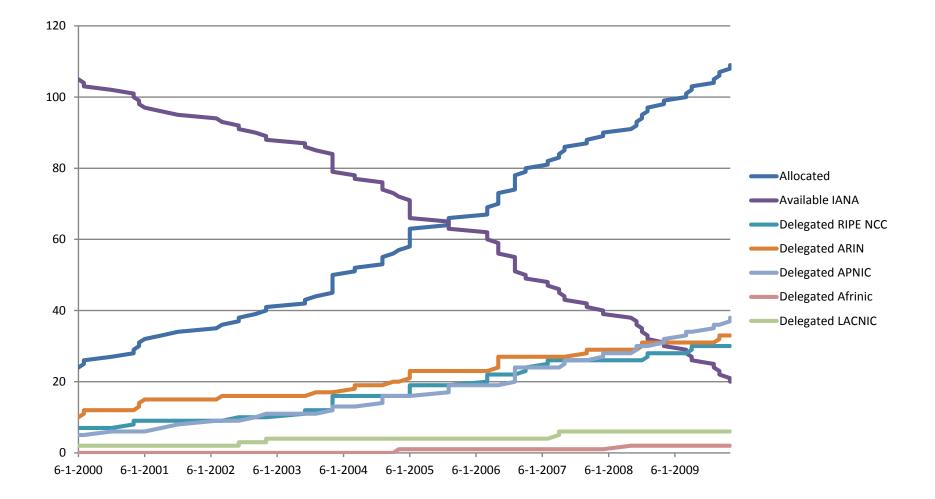
## Or the accountant



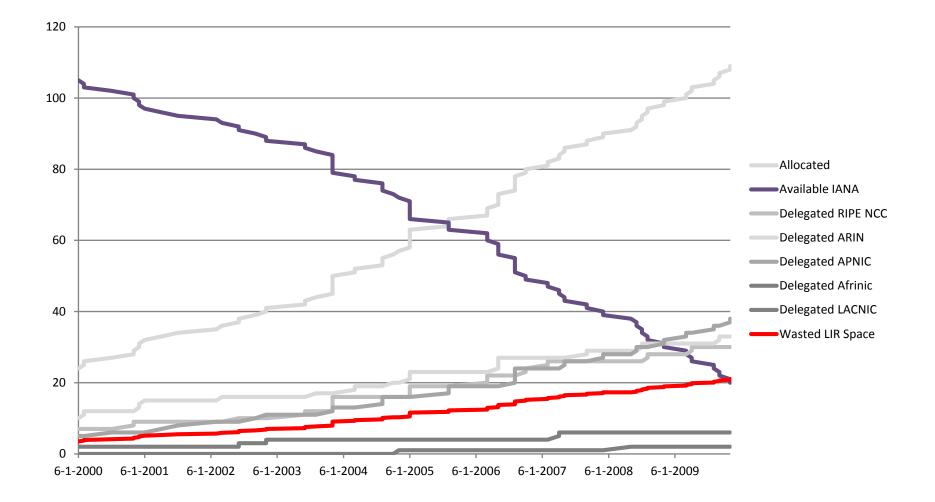
"With regard to the effective utilization of resources, it would appear that with an increase of capital spent up to an additional 20% of revenues in this category can be generated with current resources. It is therefore strongly

recommended that the business operation in this matter is reviewed and current processes be audited and improved. Not being able to grow revenues in this product category given a lack of procurable resources is a clear business threat and should be disclosed in our public filings."

#### Let's look at address consumption



#### Let's look at address consumption



# Assumptions

- Large RIRs get new space from IANA when they have about 1.5 /8 of unallocated space left; small RIRs at about 0.5
- All allocated and assigned space has a utilization rate of 80%, i.e. all LIRS are entitled to request more space NOW
- No distinction is made between PA and PI
- ALL space marked 'LEGACY' by IANA is out of scope

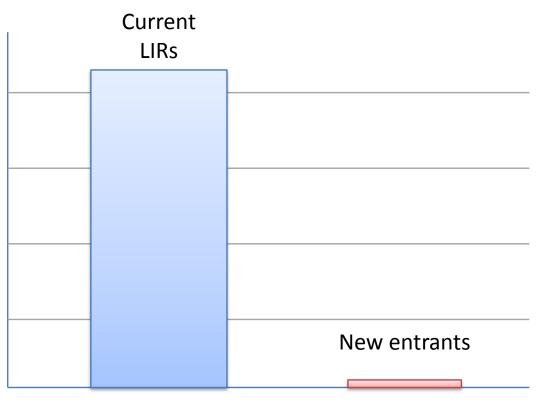
# Results

- There is now a minimum of 21 /8s equivalent of wasted IPv4 address space in the RIR/LIR system, as a result of the "80%" rules
- This now exceeds unallocated IANA space

• At depletion, this has increased to 25 /8s

# After depletion

Unused space, in /8s



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#### This is **not** an issue

If all of us are 100% certain that even after depletion this currently wasted space will remain unusable.
And it will never get used. Ever.

#### But is this a realistic assumption?

## lf not..

#### This will make all of us look bad. Really bad.

#### Can we fix it if we want to?

It's not too late but we're close.

How:

Change the utilization criterium globally while we can still expect all active LIRs to file at least one more request before depletion at RIR level.

## Challenge

#### Will the real threshold please stand up?