Error Budget Formulas

Symbol[s]	Unit	Description
SLI	%	Service Level Indicator. A quantifiable measure of service reliability that tells you if
		things are working.
SLO	%	Service Level Objective. A reliability target for an SLI that tells you if the users are
		happy or sad.
SLA	%	Service Level Agreement. A contract that the service provider promises users on
		service reliability. Agreed reliability targets should be more relaxed than the internal
		SLOs to give enough room for unexpected outages.
Target	%	SLO Target. It is the availability target (%) defined by the SLO.
Budget	%	Error Budget. Either the number of requests out of the total requests or the amount
		of time for a given period, a system can afford to be unreliable before users become
		unhappy.
Burn Rate	R+	It is an indicator that define how fast, relative to the SLO, the service consumes the
		error budget.
Max Burn Rate	R+	It is the max value allowed given the budget percentage.
Budget Window	h	The length of the error budget window. We recommend 30 days (720 hours). It
		usually is 7, 30, or 90 days.
Alert Window	h	It is a time window (in hours) in which we'd calculate the burn rate and notify the
		team if the budget is burning too fast. For example: 1 hour.
Budget Remaining	%	Error Budget Remaining. The remaining error budget within the Budget Window
Budget Consumed	%	It is the percentage of Error Budget consumed within a time-period. For alerts, it
		refers to the Alert Window.
Current Status	%	It is the SLI value (%) over the budget window.
Budget Consumption Time	h	Time (hours) until error budget is fully consumed within the time window.
Window Budget	h	Is the total amount of time we can spend with a completa outage that will consume
		the entire Budget.

 $\textit{Current Status} = 100 \cdot \frac{\textit{good behavior during time period}}{\textit{total behavior during time period}}$

$$Error Rate = 1 - \frac{good \ behavior \ during \ time \ period}{total \ behavior \ during \ time \ period}$$

$$Budget = 100\% - Target \qquad Budget Remaining = 100 \cdot \frac{Current Status - Target}{100 - Target}$$

$$Burn Rate = \frac{Budget Window}{Budget Consumption Time}$$

$$Max Burn Rate = \frac{100\%}{Budget}$$

$$Burn Rate = \frac{Error Rate}{Budget}$$

$$Window \ Budget = \frac{Budget \ Window \cdot Budget}{100}$$

$$Burn Rate = \frac{Budget Window \cdot Budget Consumed}{Alert Window \cdot 100\%}$$

 $Budget\ Consumed = \frac{100 \cdot Alert\ Window}{Window\ Budget}$

 $Burn Rate = \frac{Budget Window}{Alert Window \cdot Window Budget}$