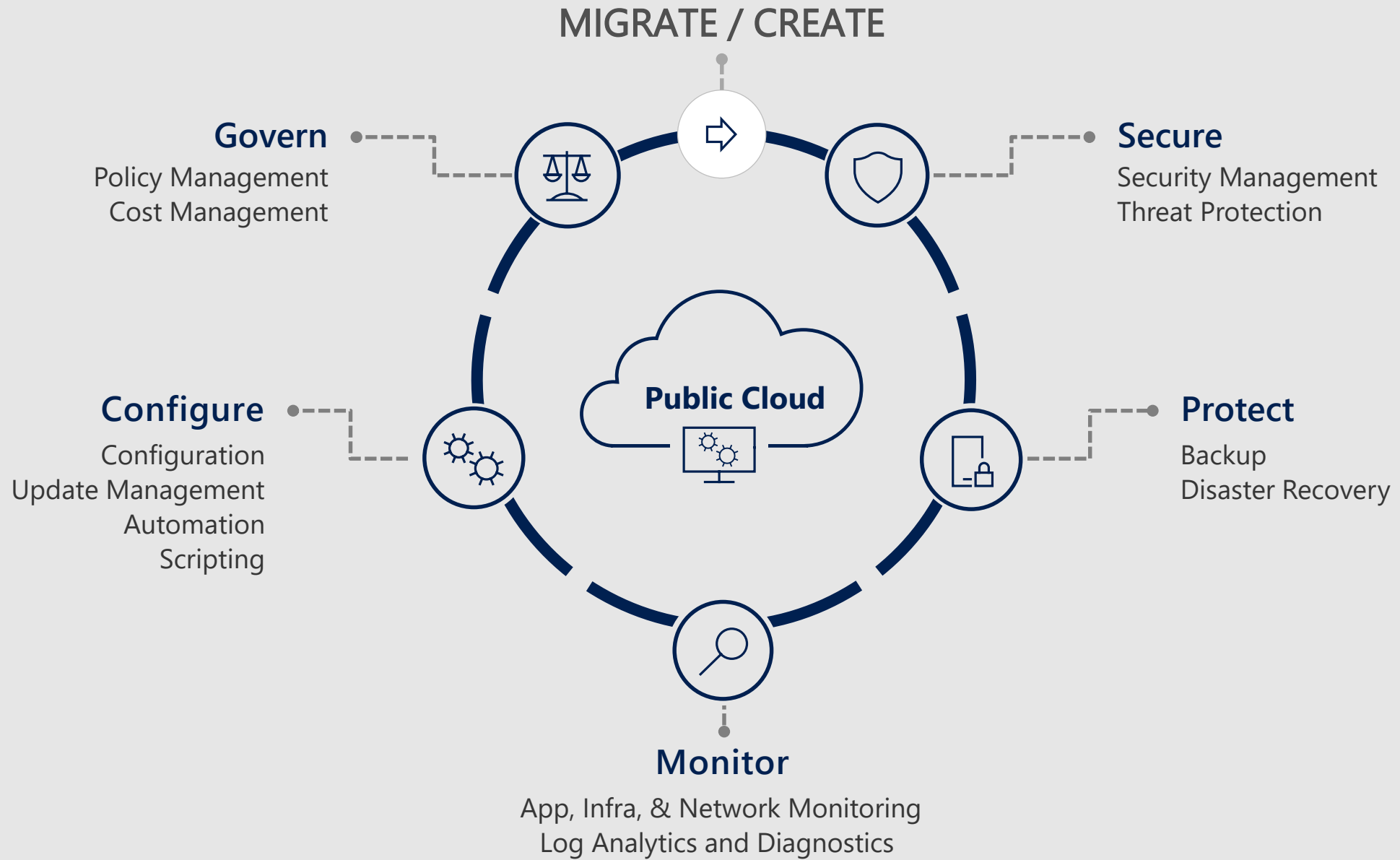


Cloud Governance



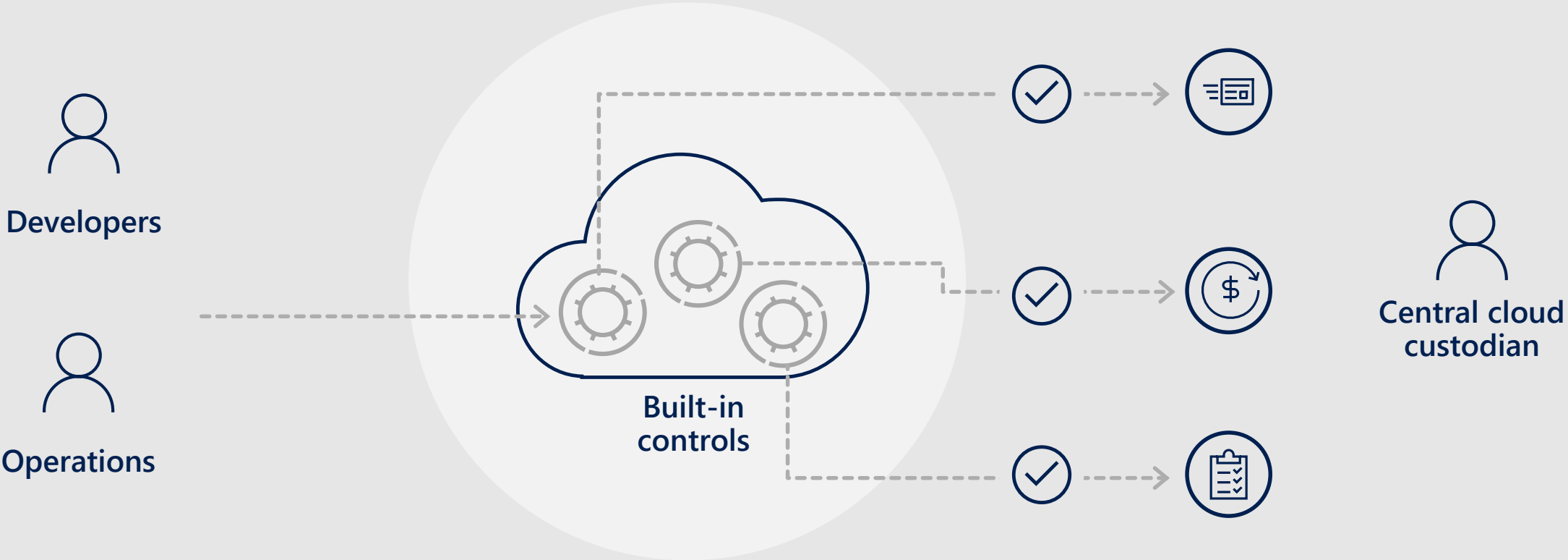
Maciej Sobianek

<https://www.linkedin.com/in/maciejsobianek/>



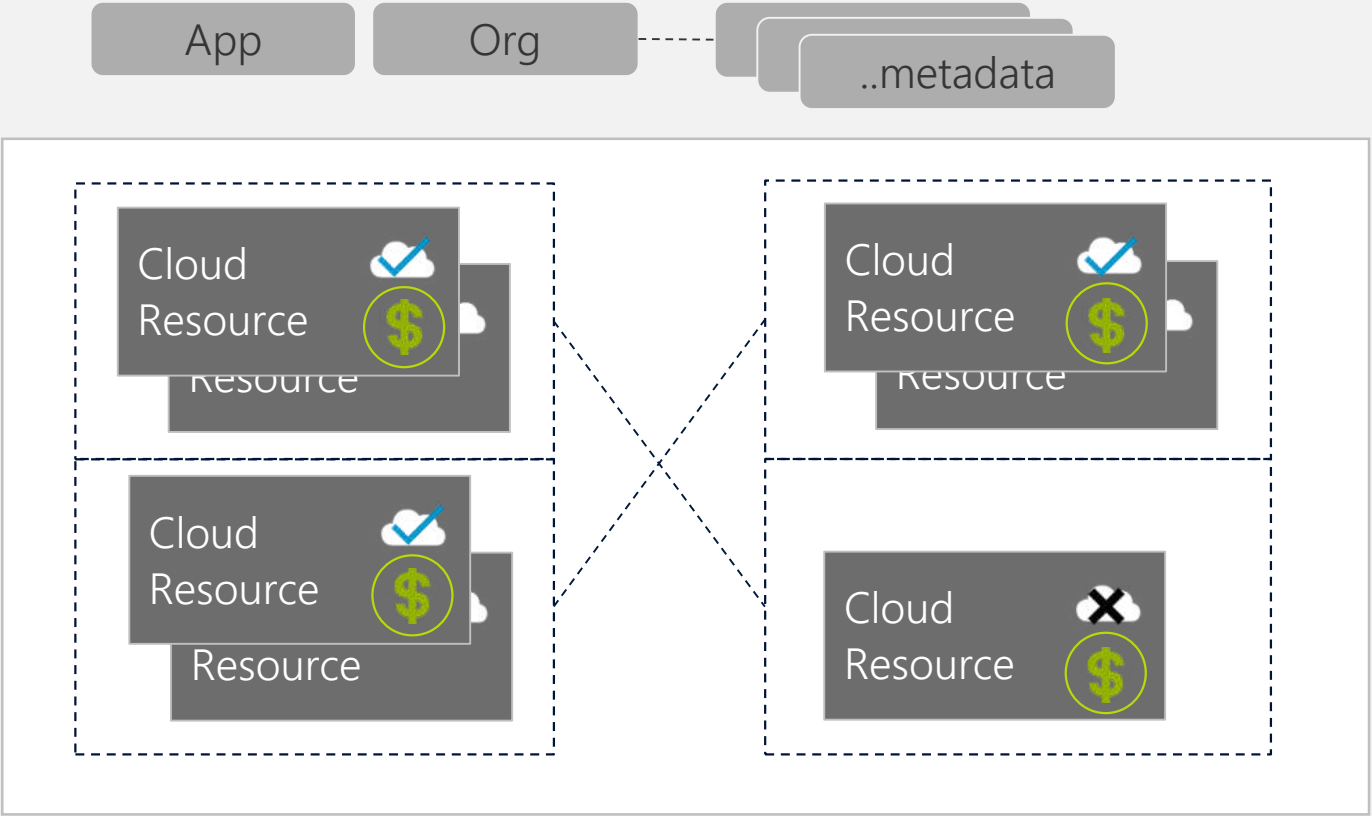
Cloud-native governance

Removing barriers to compliance and enabling velocity



Governance capabilities

Business / Enterprise



Governance for the cloud



Quickly search and find resources across your organization and their relationships with query-based exploration

**Resource
visibility**



Monitor cloud spend, drive organizational accountability, and optimize cloud efficiency

**Cost management
and optimization**



Assess and enforce enterprise-wide governing standards across your cloud environment for proper control and compliance

**Policy-based
management**



Create easy-to-use pre-defined templates for DevOps teams that meet organizational security and compliance requirements

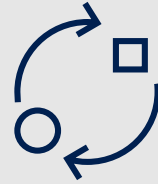
**Subscription
governance**

Azure policy for enterprise-level compliance



- Turn on built-in policies or build custom ones
- Enforce configurations like restricting deployment to specific datacenters
- Establish tagging standards to help drive accountability

**Add policies to
your resources**



- Enable policy-based management for all your Azure resources
- Apply policies to a Management Group with control across your entire organization

**Apply policies
at scale**



- Audit policy compliance against best practices
- View policy compliance and trends over time
- Aggregate multiple policies together to gain visibility on an initiative

**Monitor
compliance**

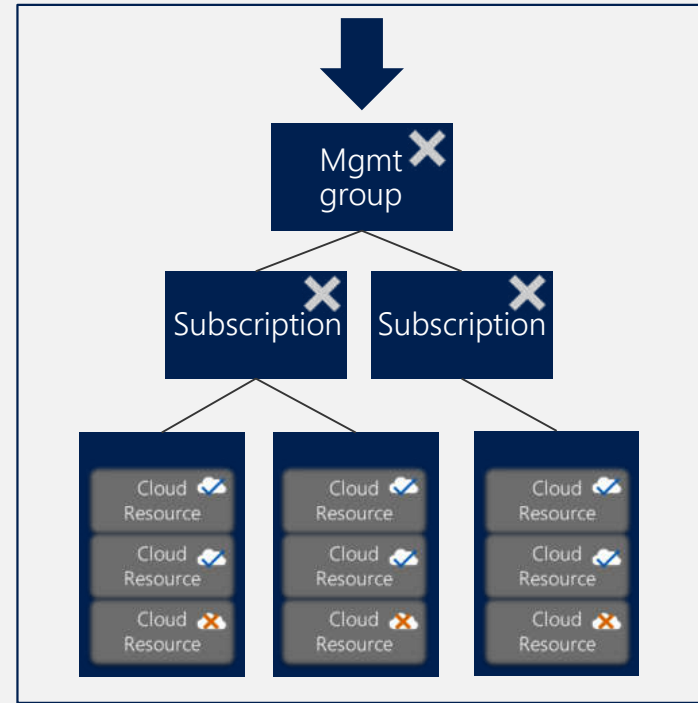
How it works at scale?



ARM – Centralized Control Plane



Org Hierarchy



Management groups for enterprises

- Organizational alignment for your Azure subscriptions through custom hierarchies and grouping
- Enables targeting of policies and spend budgets across all subscriptions and inheritance down the hierarchies
- Enables compliance and cost reporting by organizations (business/teams)



Policy rule



Logical operators

```
"not": {condition or operator}
"allOf": [{condition or operator},
           {condition or operator}]
"anyOf": [{condition or operator},
           {condition or operator}]
```



Conditions

```
"equals": "value"
"like": "value"
"match": "value"
"contains": "value"
"in": ["value1", "value2"]
"containsKey":
"keyName"
"exists": "bool"
```



Fields

```
name
kind
type
location
tags
tags.*
property aliases
```



Effects

```
Deny,
Audit,
Append,
AuditIfNotExists,
DeployIfNotExists
```

Policy definition

```
$policy = New-AzureRmPolicyDefinition -Name
costCenterTagPolicyDefinition -Description "Policy to deny
resource creation if no costCenter tag is provided" -Policy '{
  "if": {
    "not" : {
      "field" : "tags",
      "containsKey" : "costCenter"
    }
  },
  "then" : {
    "effect" : "deny"
  }
}'
```

Standard Recommended Tags

Standard Tags	Tag Value Explanation
compositeApp	Any resources tagged with the same value are considered part of the same application service
businessowner	Contains name/UPN of the person that is responsible for the resource from a business perspective.
costCode	Uniquely identifies where the costs of the resource should be associated in an external financial system.
deploymentStage	Identifies which deployment stage a resources is in (e.g. production, development, UAT)
vmWorkload	Identifies the primary application workload running in the VM (e.g. SQL Server or Jenkins)
vmRole	Identifies the role the VM is delivering in the larger service or lab environment (e.g. Database or Build Server)

Enforce naming convention

```
{
  "if": {
    "not": {
      "field": "name",
      "like": "namePrefix*nameSuffix"
    }
  },
  "then": {
    "effect": "deny"
  }
}
```

Enforce VM SKUs of basic A series

```
"properties": {
  "displayName": "Allowed VM Skus",
  "description": "This policy enables you to specify a set of virtual machine SKUs that your organization can deploy."
},
"policyRule": {
  "if": {
    "allOf": [
      {
        "field": "type",
        "equals": "Microsoft.Compute/virtualMachines"
      },
      {
        "not": {
          "field": "Microsoft.Compute/virtualMachines/sku.name",
          "in": ["Basic_A0", "Basic_A1", "Basic_A2", "Basic_A3", "Basic_A4"]
        }
      }
    ]
  },
  "then": {
    "effect": "Deny"
  }
}
```

Policy Repository

<https://github.com/Azure/azure-policy/>



Azure / azure-policy

Watch 16

Star 18

Fork 16

Code

Issues 2

Pull requests 2

Projects 0

Insights

Branch: master

azure-policy / samples / built-in-policy /

Create new file

Find file

History

cyl33922072 adding 3 bultin policy recently added

Latest commit 630202c on Dec 5, 2017

..		
allowed-locations	f	3 months ago
allowed-resourcetypes	f	3 months ago
allowed-storageaccount-sku	f	3 months ago
apply-default-tag-value	f	3 months ago
default-diagnostic-setting	adding 3 bultin policy recently added	2 months ago
deploy-default-antimalware-extension-for-windows-s...	adding 3 bultin policy recently added	2 months ago
deploy-network-watcher-in-vnet-regions	adding 3 bultin policy recently added	2 months ago
enforce-tag-value	f	3 months ago
not-allowed-resourcetypes	f	3 months ago
require-sqlserver-version12	f	3 months ago
require-storageaccount-encryption	f	3 months ago

Azure Cost Management from Clouddyn



- Track usage and cost trends
- Detect spending anomalies and usage inefficiencies
- Forecast future spend based on historical data
- Visualize data in consolidated or custom dashboards

**Monitor
cloud spend**



- Allocate usage and costs to business units and projects
- Produce chargeback and showback reports
- Let teams access data and insights with Role-Based Access Control
- Automatically alert stakeholders of spending anomalies and risks

**Drive organizational
accountability**



- Increase resource utilization with virtual machine right-sizing
- Eliminate idle resources
- Improve virtual machine reserved instances management

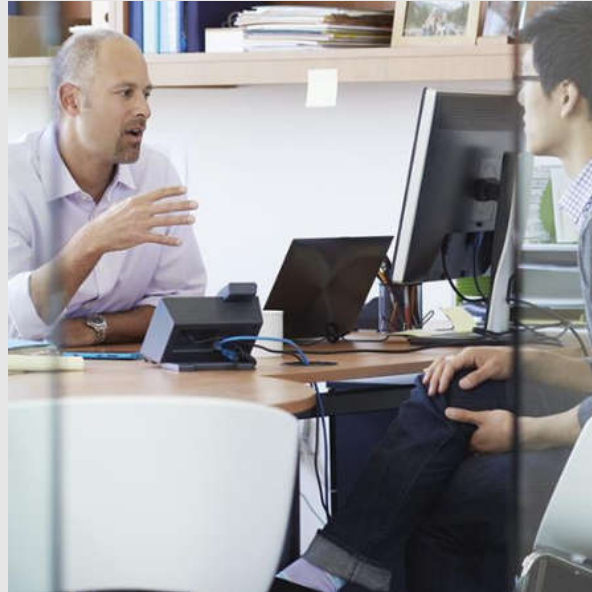
**Optimize
cloud efficiency**

Managing cloud spend across the organization is becoming increasingly difficult



IT executives

We need to understand cloud spend across the organization to ensure the best ROI



Finance teams

We need to improve cloud spend forecasting and drive more accountability across teams



Project teams

We need to deliver more with the budget we have been given

How does Azure Cost Management work?

Customer portal: visualize data in dashboards and reports

Single Sign On

Role-Based Access Control

Cost analytics: produce insights, recommendations and alerts

Operational and financial insights

Optimization recommendations

Alerts and notifications

Organizational Hierarchy

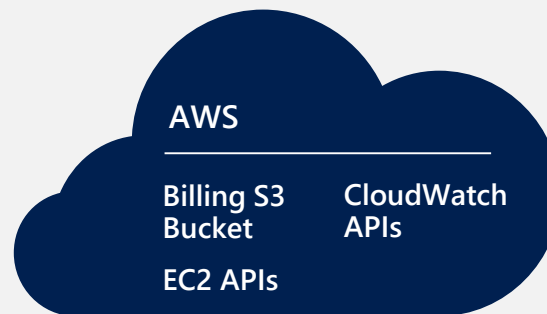
Budgets

Automated Analysis and Monitoring

Tag Enrichment

Customizable Chargeback

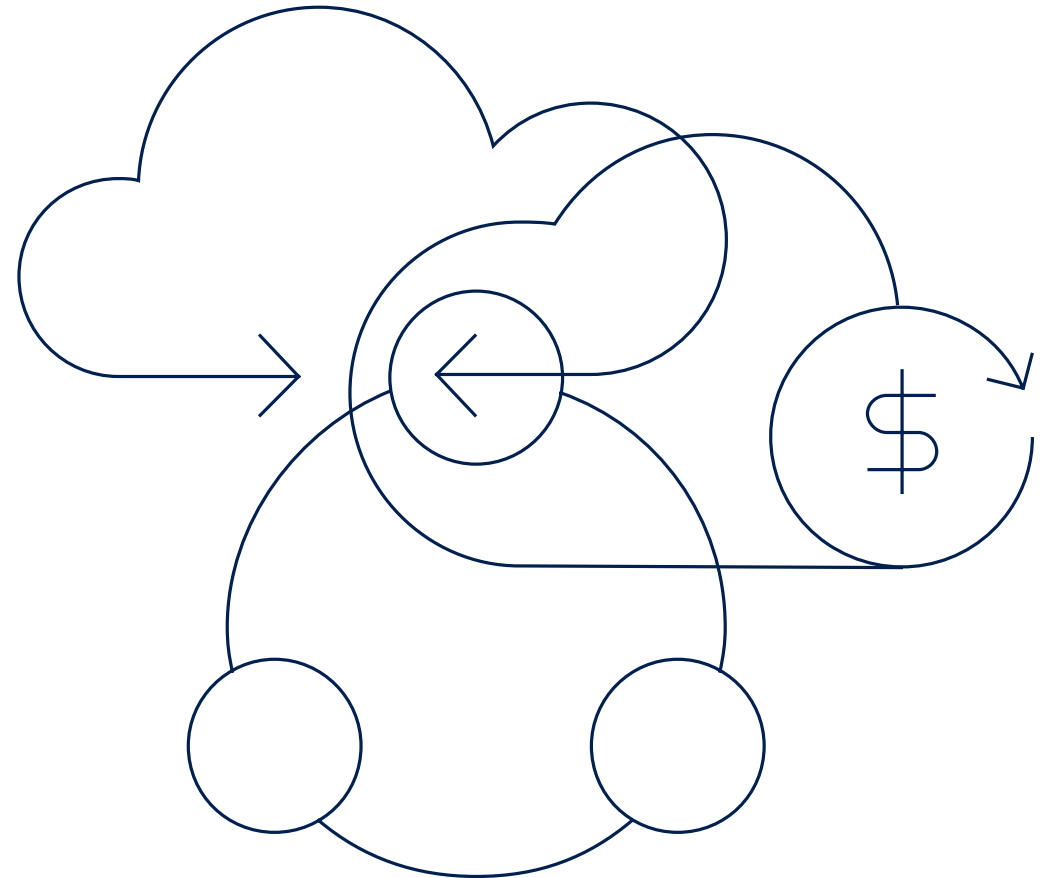
Cloud collectors: collect billing and utilization data from different clouds



Azure Cost Management can help you

Customers see an average improvement of cloud efficiency by 20% - 25% within 3 - 6 months of using the service.

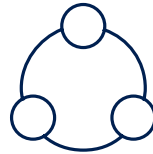
Based on customer data



With Cost Management, you can:



**Monitor cloud
spend**



**Drive organizational
accountability**



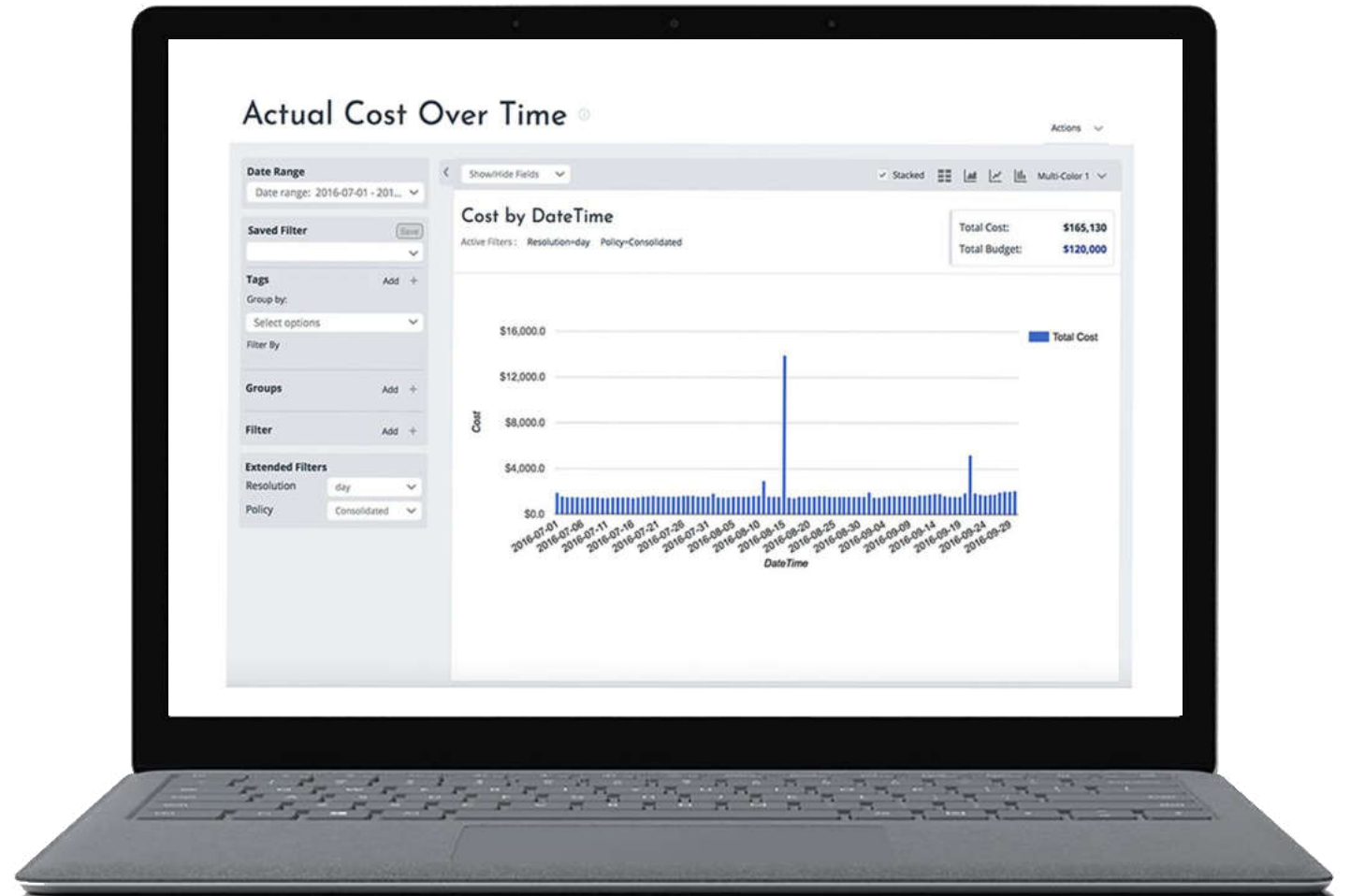
**Optimize cloud
efficiency**

Across your multi-cloud environment

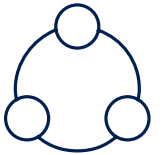
Monitor cloud spend



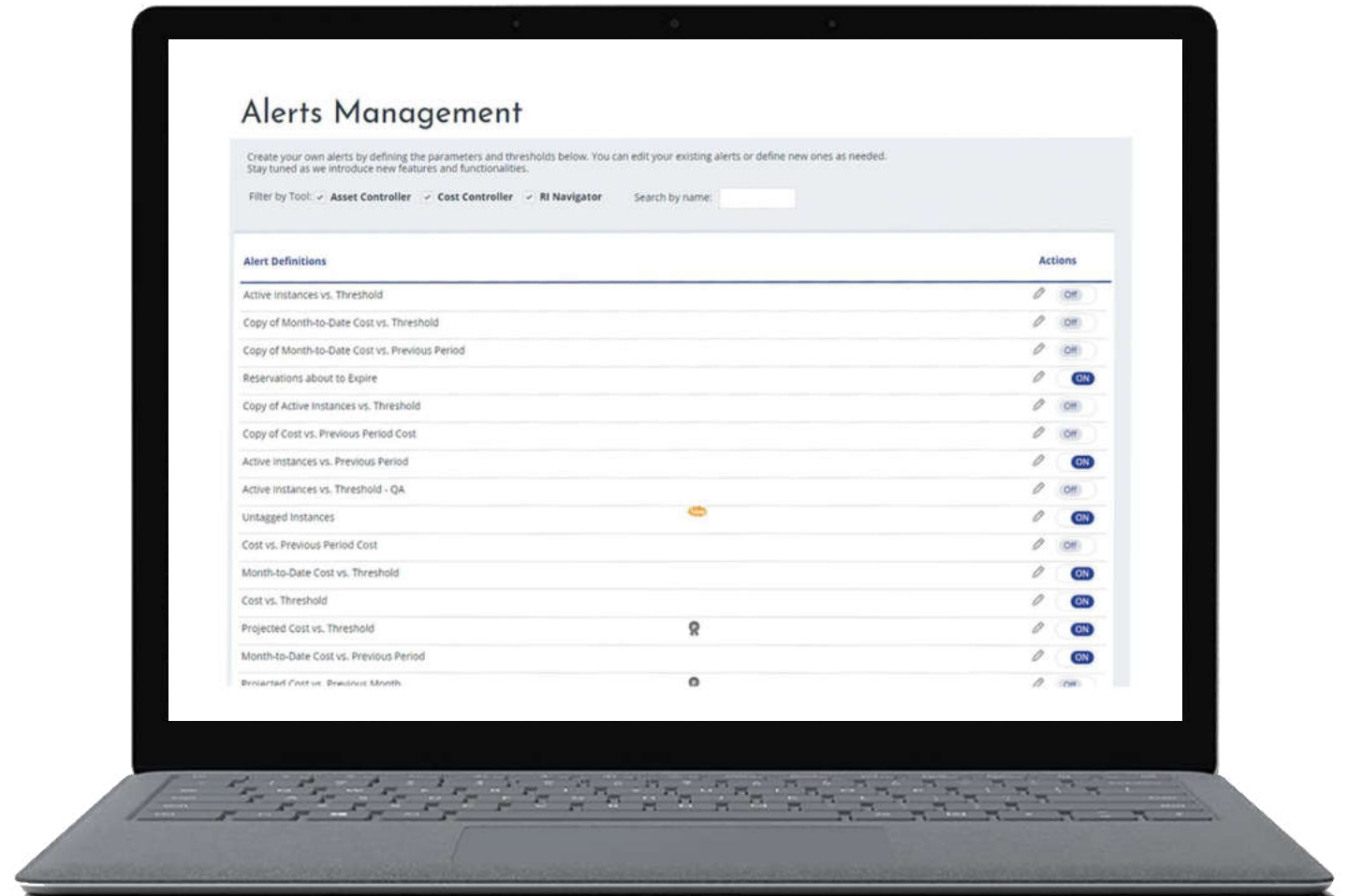
- Track usage and cost trends
- Detect spending anomalies and usage inefficiencies
- Forecast future spend using your historical data
- Visualize data in consolidated or custom dashboards



Drive organizational accountability



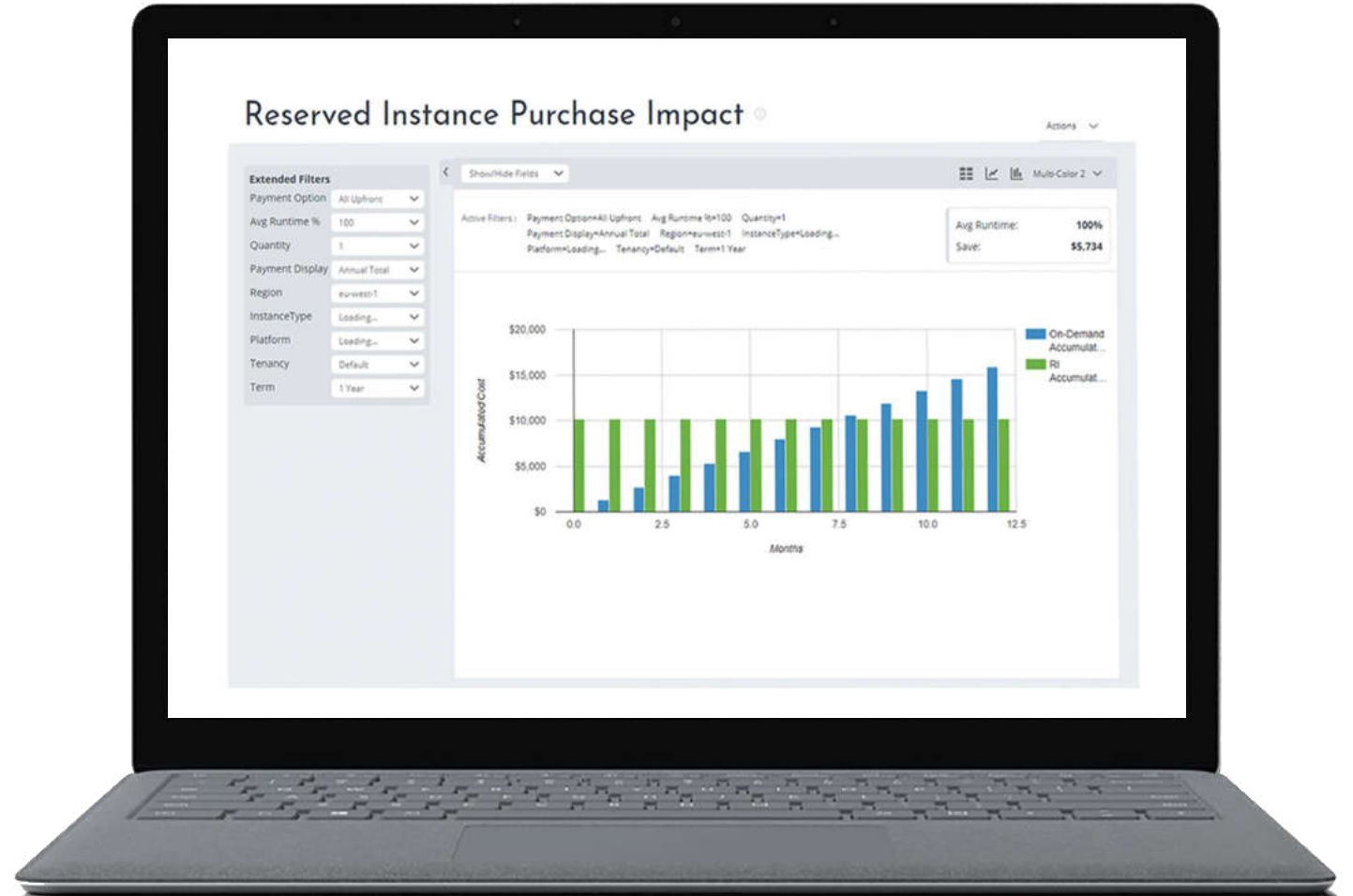
- Allocate usage and costs to business units and projects
- Produce chargeback and showback reports
- Let teams access data and insights with Role-Based Access Control
- Automatically alert stakeholders of spending anomalies and overspending risks



Optimize cloud efficiency



- Increase resource utilization with virtual machine right-sizing
- Eliminate idle resources
- Improve virtual machine reserved instances management



Cloud costs? The S.E.P. Field of IT

"An **S.E.P.** is something we can't see, or don't see, or our brain doesn't let us see, because we think that it's somebody else's problem.... The brain just edits it out, it's like a blind spot. If you look at it directly you won't see it unless you know precisely what it is. Your only hope is to catch it by surprise out of the corner of your eye."

- Douglas Adams, *Hitchhiker's Guide to the Galaxy*

S.E.P = Someone Else's Problem

Keys to accountability & governance



Extend visibility to stakeholders

Make them cost aware
Make them accountable

Set clear budgets

Set alerts
(be notified of any anomalies)

Challenge them to get better

Tagging is mandatory for better accountability

Tag your resources

Tags should be enforced by configuration policy

Use Azure Policy to set and track ARM tagging policies

Tags should include 3 types of information

Billing information: cost center, billing ID, etc.

Ownership information: whom should be contacted when needed

Purpose information: environment, application service, etc.

Cost Management can help

Discovers ARM Resource Group tags and automatically associate to underlying resources

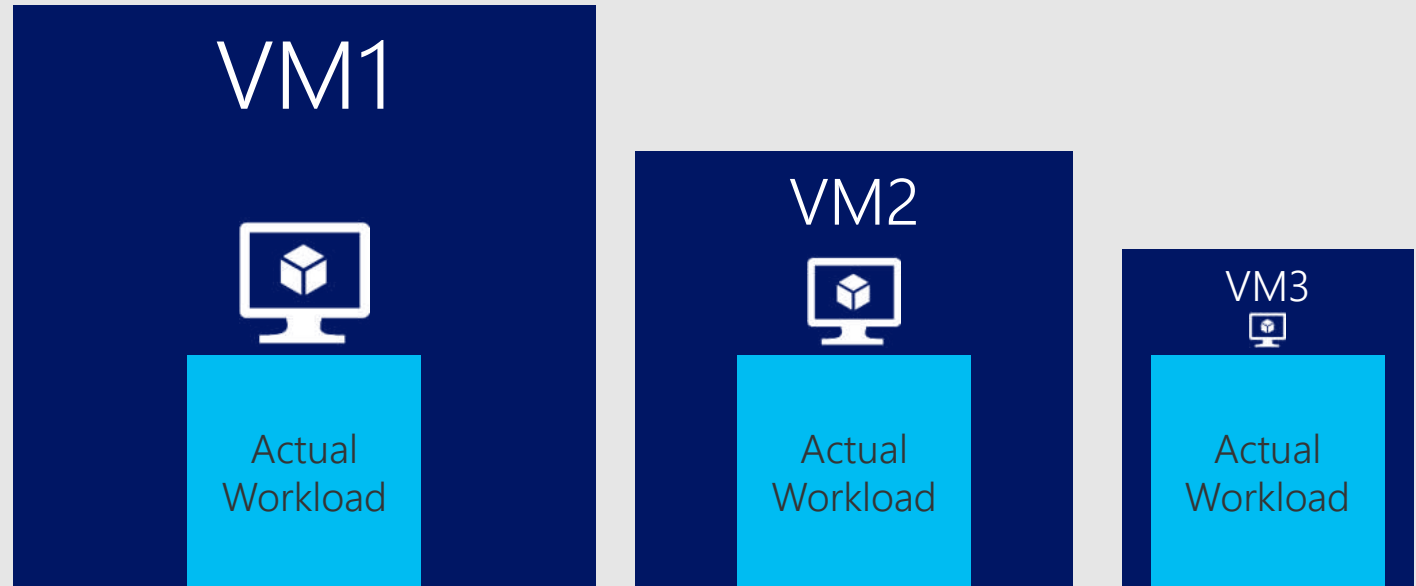
Has rules for standardizing, rewriting, adding meta-tag values

Cost is a difference between success and failure

A major operational metric with a friendly reminder every month and early indicator of anomalies

The workload will run fine in all three VM sizes

- Which will a developer naturally choose?
- Which will deliver more success to the business?
- Which one will make managers and finance want to do more things in the cloud?



Optimization is the path to success

Optimization is not a one-time effort



Cloud is a constantly changing place

New projects, new applications, changing loads

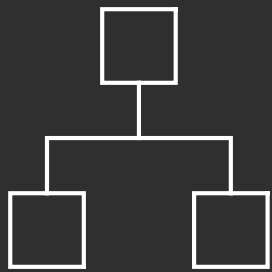
Resource optimization

Correct families & sizes

Correct resource/service types

Purchasing optimization

When to buy more/less Reserved Instances



Networking

Robust networking infrastructure services



Virtual Network

Provision private networks, optionally connect to on premise datacenters. NSG, User Defined Routes, & IP addresses.



Load Balancer

Deliver high availability and network performance to your applications



Application Gateway/WAF

Build scalable and highly-available web front ends in Azure



DDoS Protection

Protect your Azure resources from DDoS attacks



VPN Gateway

Establish secure, cross-premise connectivity



Azure DNS

Host your DNS domain in Azure



Content Delivery Network

Ensure secure, reliable content delivery with broad global reach



Traffic Manager

Route incoming traffic for high performance and availability



ExpressRoute

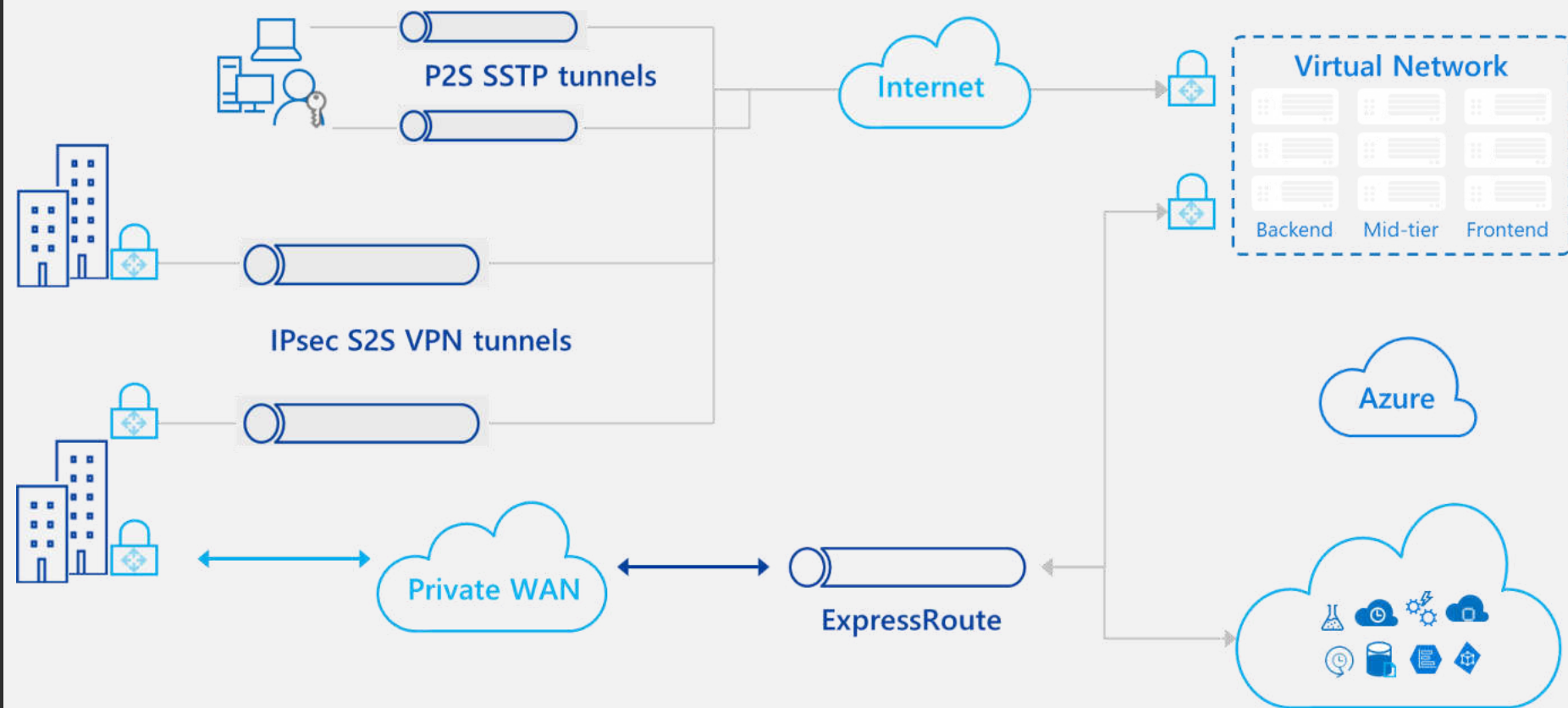
Dedicated private network fiber connections to Azure

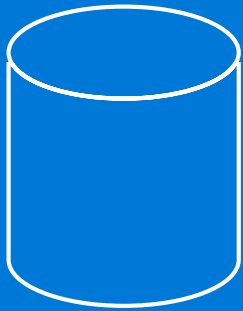


Network Watcher

Network performance monitoring and diagnostics solution

Hybrid Connectivity Overview





Storage

Azure provides a unified distributed storage system offering durability, **encryption at rest**, strongly consistent **replication**, and auto load-balancing

Secure,
scalable and
highly
available
storage
options for
every use
case



Disk Storage

Premium
Standard

Reliable, persistent, high
performing storage for
Virtual Machines



Object Storage

Azure Blobs

Secure, centralized
storage target for
backup/disaster recovery



File storage

Azure Files
Azure NetApp Files

Lift and shift of legacy
applications that require file
shares to the cloud

101010
010101
101010

Data Transport

Azure Import/Export
Azure DataBox

Move or migrate data into
Azure



Hybrid Storage

Azure StorSimple
Azure File Sync
Avere*

Secure, intelligent data tiering
between on-premises and
cloud storage

Azure Disks

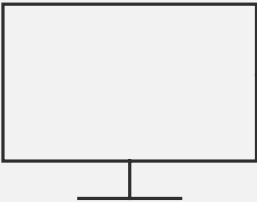
Performance Tiers



Premium SSD Disks
Provisioned performance for Enterprise Prod



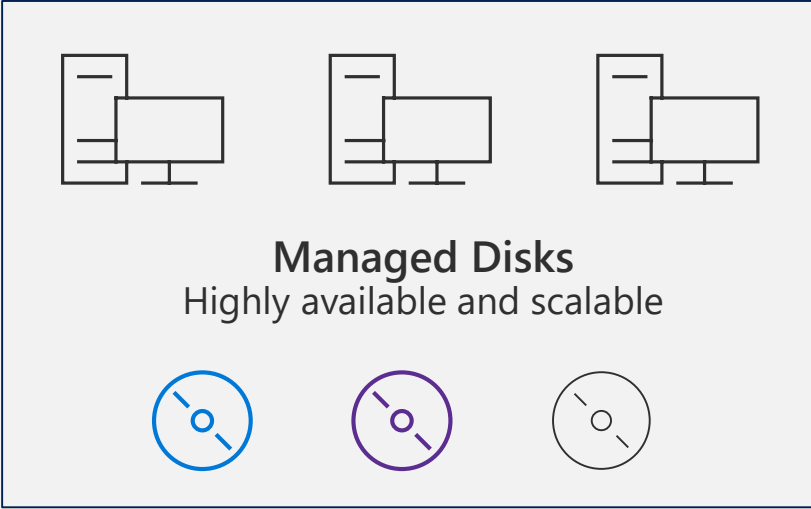
Standard SSD Disks
Cost effective performance for entry-level workloads



Standard HDD Disks
HDD based, cost effective for dev-test workloads

Simplified Management

Resource Group



Industry leading **ZERO %** Annual Failure Rate
Enterprise grade durability with 3 replicas

Best in class VMs with High IOPS/BW
80,000 IOPS & 2,000 MB/s Disk throughput per VM

< 1ms latency for cached operations
Blob Cache technology Up to 160,000 IOPS

Developer Support
REST API Support
Easy Migration / DR / Backup
Rich partner ecosystem

Secure,
scalable and
highly
available
storage
options for
every use
case



Disk Storage

Premium
Standard

Reliable, persistent, high
performing storage for
Virtual Machines



Object Storage

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File storage

Azure Files
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Lift and shift of legacy
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101010
010101
101010

Data Transport

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Move or migrate data into
Azure



Hybrid Storage

Azure StorSimple
Azure File Sync
Avere*

Secure, intelligent data tiering
between on-premises and
cloud storage

Object storage for every use case

Azure Blob



Hot

Frequently accessed data



Cool

Less frequently accessed data



Archive

Rarely accessed data



PER TB PER MONTH

\$18.40

\$10.00

\$2.00



PER 10K WRITE OPERATIONS

\$0.05

\$0.10

\$0.10



RETRIEVAL TIMES

Immediate

Immediate

Hours

USE CASES

Cloud native application data storage

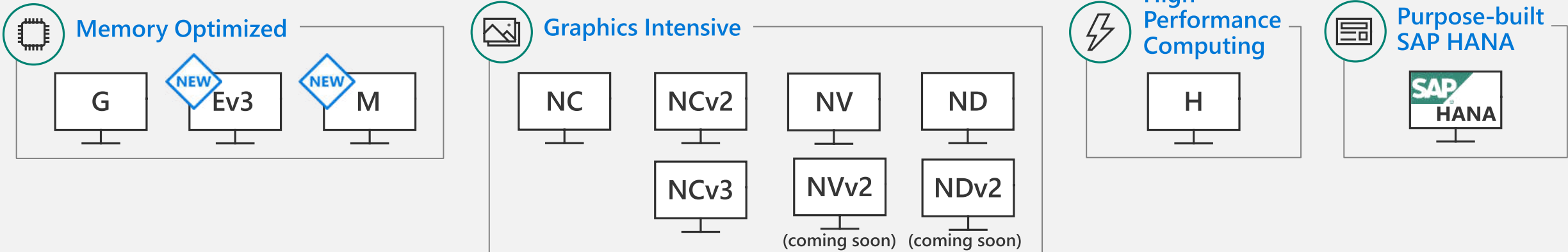
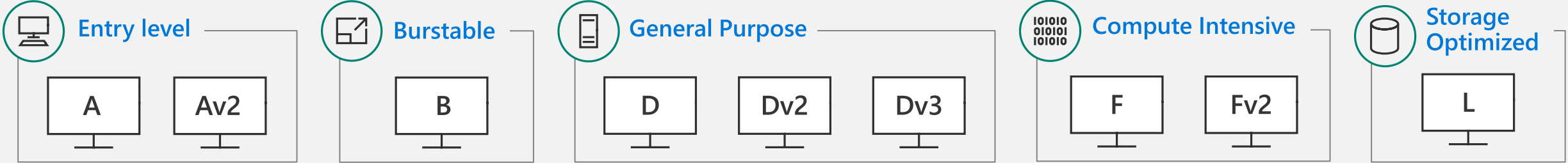
Repository for server backups

Medical records archiving



Compute

Compute options for all types of apps



New VM Scale Sets enhancements

With VM Scale Sets, you can confidently deploy thousands of identical Virtual Machines in minutes and focus on what matters—your application.

- Provides auto scale-out and scale-in based on health checks
- Enables easy integration with Azure SLB or App Gateway
- Auto-OS image update for guest images
- Deploy low-priority VMs and realize cost savings
- Support for cross-zone deployment



Azure Reserved VM Instances



Committing to services through Reserved VM Instances

- Reserve virtual machines in advance
- Select 1- or 3-year terms with significant benefits



Significant cost savings



Budget predictability and prioritized compute capacity

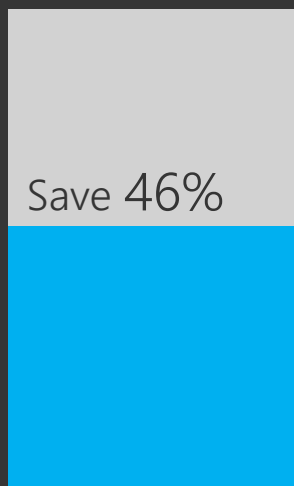


Flexibility to modify reservations and simplicity of purchase

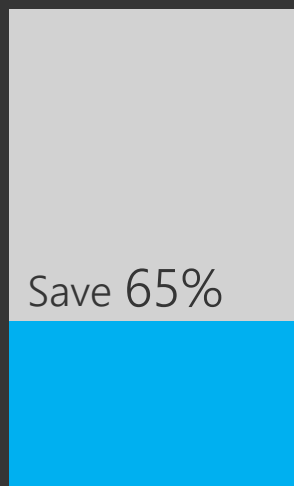
Typical savings with RI



Dv2 Series

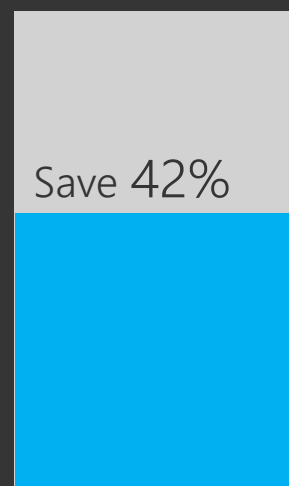


1-year term

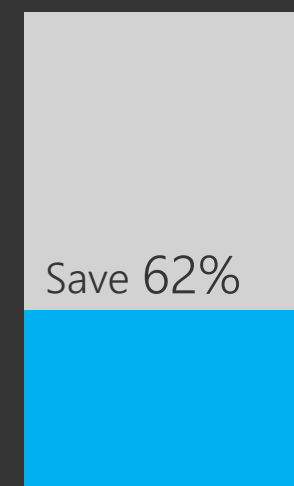


3-year term

Ev3 Series

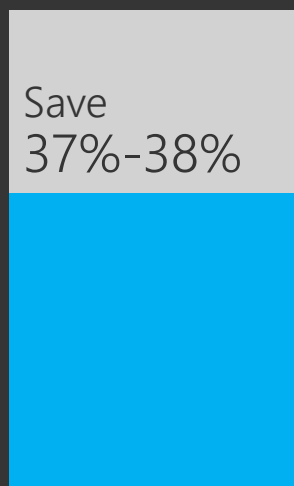


1-year term

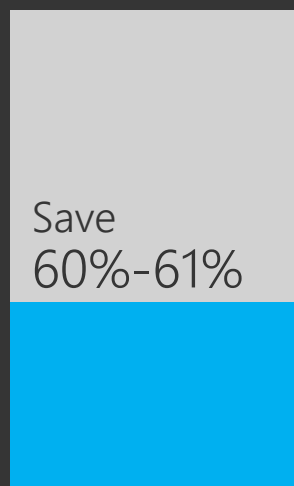


3-year term

F Series

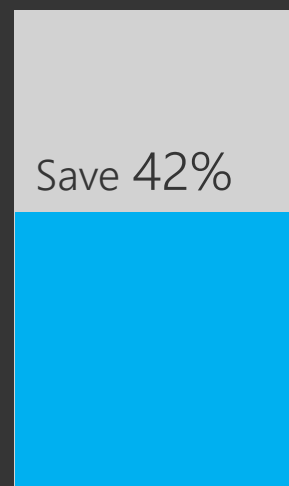


1-year term

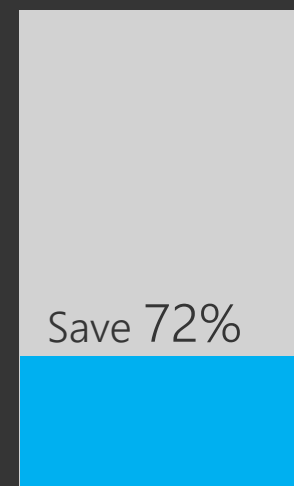


3-year term

M Series



1-year term

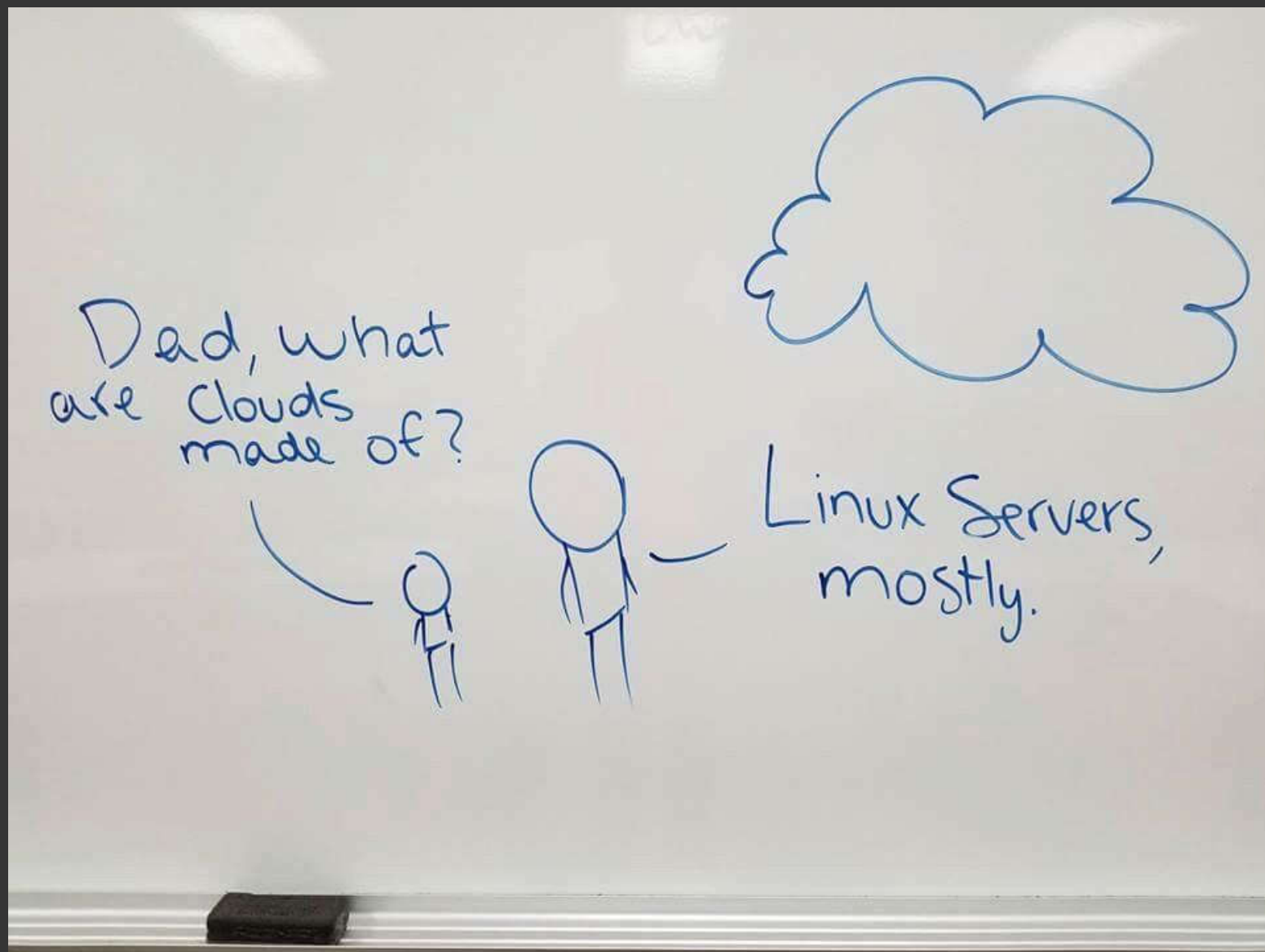


3-year term

Base VM pay-as-you-go price

Azure RI price

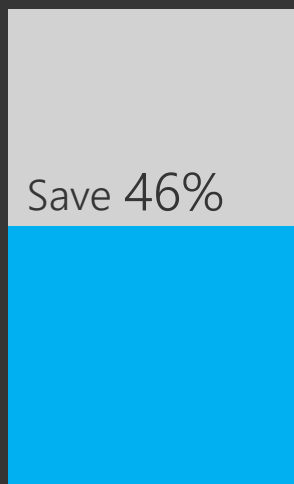
Typical savings with RI



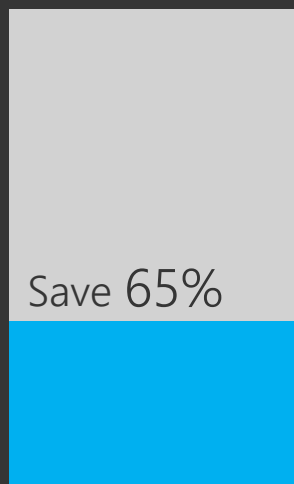
Typical savings with RI



Dv2 Series

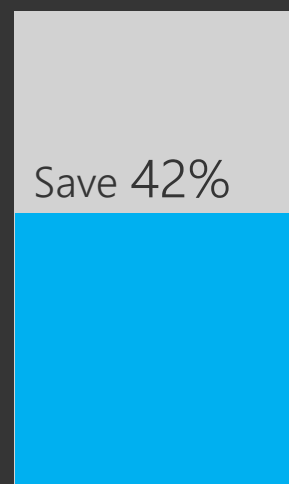


1-year term

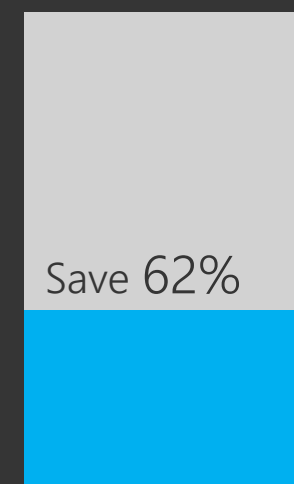


3-year term

Ev3 Series

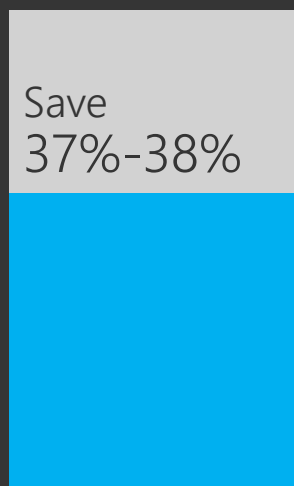


1-year term

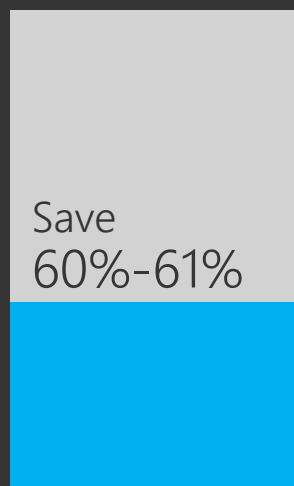


3-year term

F Series

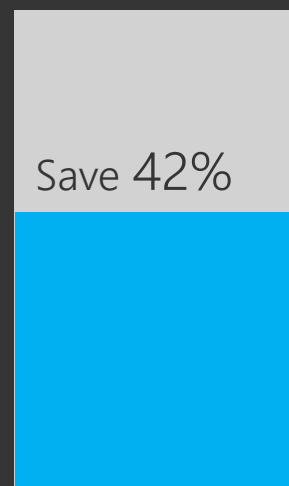


1-year term

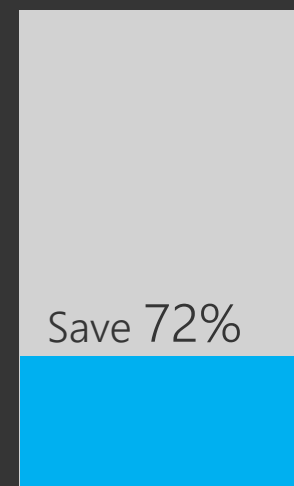


3-year term

M Series



1-year term



3-year term

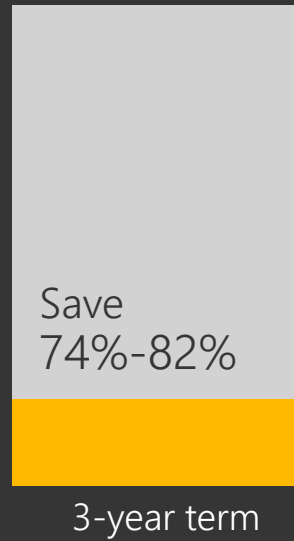
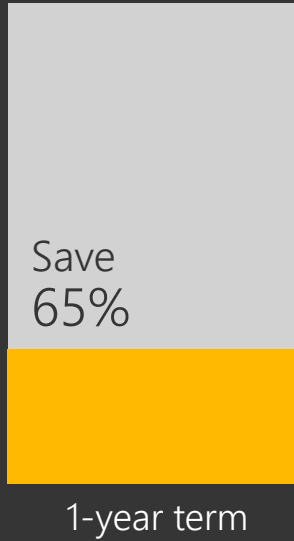
Base VM pay-as-you-go price

Azure RI price

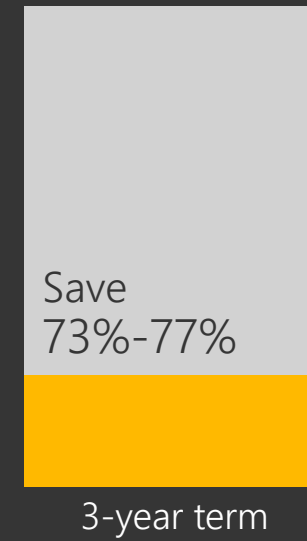
Typical savings with RI + Azure Hybrid Benefit



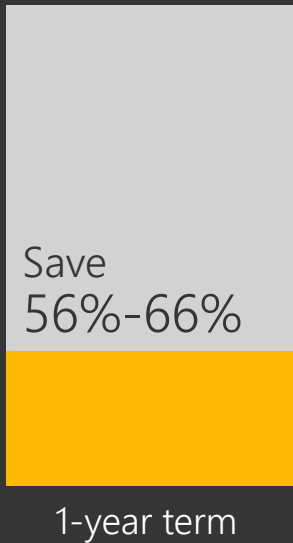
Dv2 Series



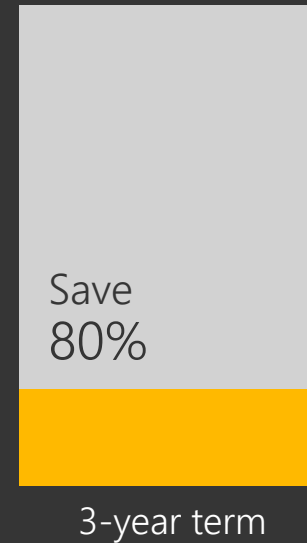
Ev3 Series



F Series



M Series

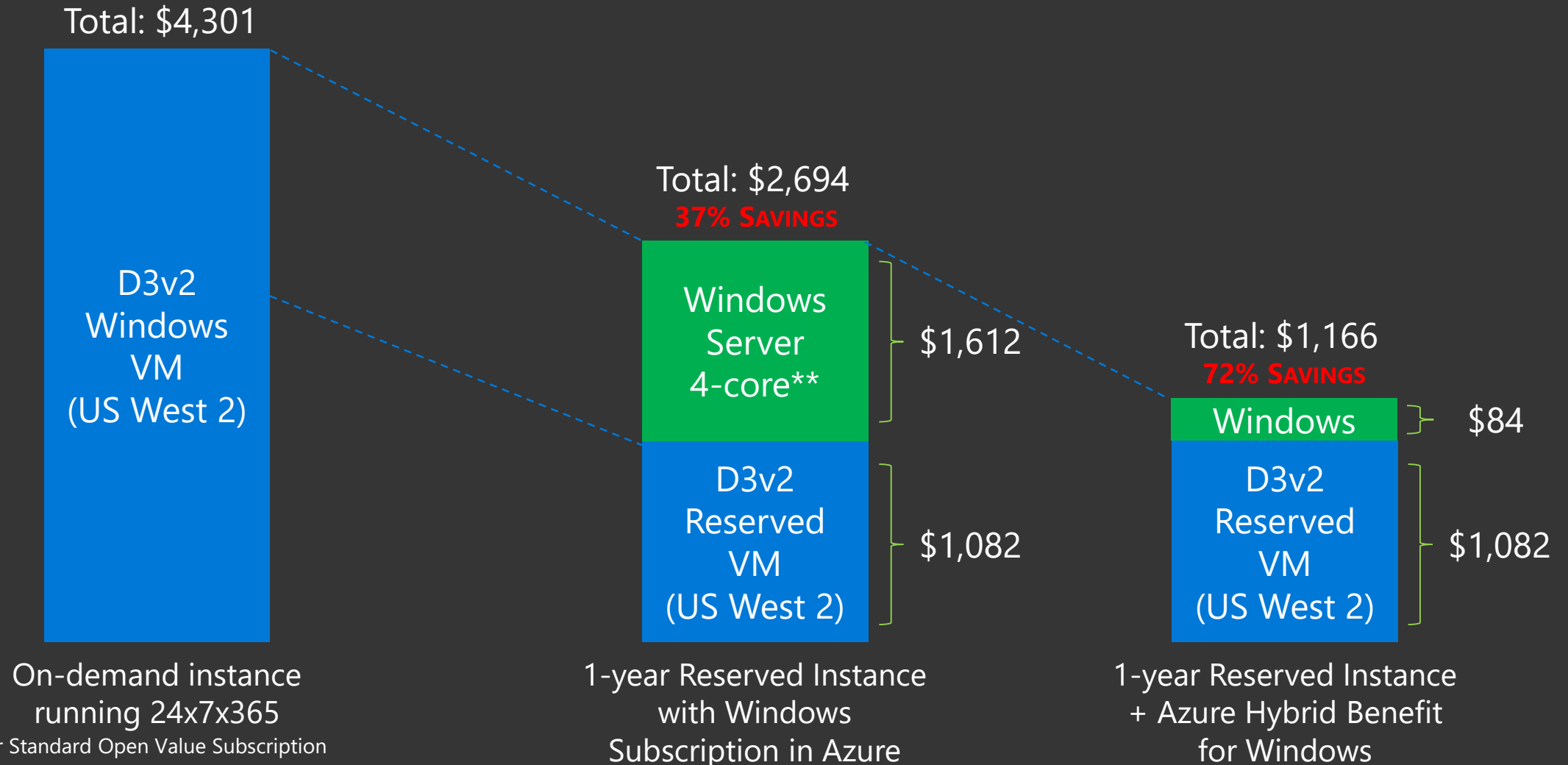


Base VM pay-as-you-go price

Azure RI + Azure Hybrid Benefit price

1-year Reserved Virtual Machine Instance Savings

Scenario: Customer running a D3v2 Windows VM in US West 2 24x7x365



*(2) 2-core Windows Server Standard Open Value Subscription

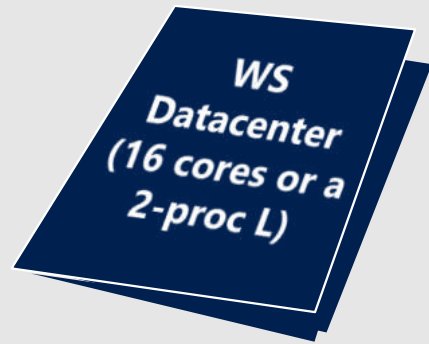
** Windows Server 4-core meter running 24x7x365 (only charged when VM is active)

Standard and Datacenter licenses with Software Assurance get up to two VMs per license

License with SA

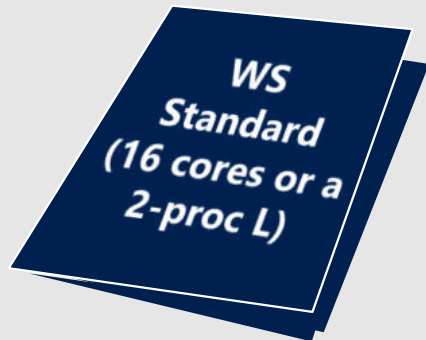
VMs & cores granted

How they can be used



Up to 2 VMs and up to 16 cores

Run virtual machines both on-premises and in Azure




Up to 2 VMs and up to 16 cores

Run virtual machines either on-premises or in Azure

Flexibility to run configurations per your needs


With one two-Proc or 16-core license

Example 1: Maximize cores

VM #1  = D14 (16 vCore)



Total: 1 VM, 16 cores (max)

Example 2: Maximize VMs and cores

VM #1  = D13 (8 vCore)
VM #2  = D13 (8 vCore)

Total: 2 VMs (max), 16 cores (max)

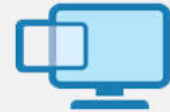
Example 3: Mix VMs and cores

VM #1  = D2 (2 vCore)
VM #2  = D3 (4 vCore)

Total: 2 VMs (max), 6 cores

With two 2-Proc or 32 cores
Run VMs > 16 cores by stacking licenses

Example: Stacking licenses with two 2-Proc or 32 cores



VM #1 = G5 (32 vCore)

Total: 1 VM, 32 cores (max)

Getting started with Azure Cost Management

Getting started with Azure Policy

<https://aka.ms/GetPolicy>

Azure Portal > Policy > Getting Started

Assign standard tier policy to enforce tags, policy to enable diagnostic logs & metrics & policy to audit use of managed disk

Assess state of compliance in Policy > Compliance view

Getting started with Azure Cost Management by Cloudfyn

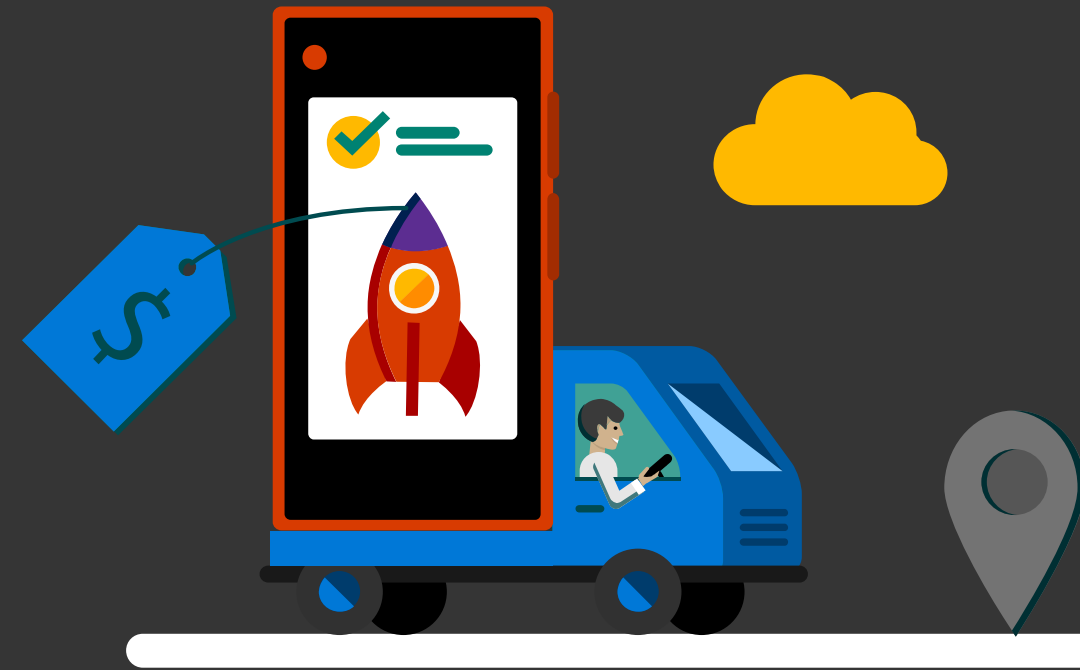
<https://aka.ms/CloudfynInfo>

Azure Portal > Cost Management + Billing > Cost Management

Optimized onboarding experience for Azure customers and partners

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Thanks!



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