

# Cloud Day

Nov 17, 2016

# Clouds

- IaaS – Infrastructure as a Service
- PaaS – Platform as a Service
- SaaS – Software as a Service
- \*aaS – *Anything* as a Service

amazon.com rackspace redhat piston nebula SOFTLAYER CITRIX CloudPassage actifio  
hp ORACLE EUCALYPTUS nimbula vmware Joyent Parallels terremark nicira

Infrastructure as-a-Service

DEVELOPERS & IT

Download a digital copy or nominate your company: [bvp.com/cloud](http://bvp.com/cloud)

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The banner displays a wide array of logos for cloud and infrastructure providers, organized into two main categories: Platform as-a-Service and Infrastructure as-a-Service. A central blue box labeled 'DEVELOPERS & IT' is positioned between these categories.

**Platform as-a-Service:**

- Logos include: heroku, SendGrid, Parse, Expect Labs, github, AppAssure, cloudshare, CLOUDFLARE, actionIQ, acquia, CLOUD FOUNDRY, Boomr, Janrain, XAPPIRO, CloudBees, cloudkick, splunk, Rally, SOASTA, infochimps, stripe, Cloud9 IDE, CloudLock, xeround, New Relic, WIX, LONGJUMP, BROADSOFT, windowsazure, twilio, dotcloud, zapier, openstack, crowdflower, AppFog, Zerto, appdynamics, alertlogic, RAPID7, Skytap, standingcloud, service now, MuleSoft, veeam, kapow, DynamicOps, apptio, CloudPassage, actifio, nimbula, vmware, Joyent, Parallels, and terremark.

**Infrastructure as-a-Service:**

- Logos include: amazon.com, rackspace, redhat, piston, nebula, SOFTLAYER, citrix, CloudPassage, actifio, amazon.com, rackspace, redhat, piston, nebula, SOFTLAYER, citrix, CloudPassage, actifio, amazon.com, rackspace, redhat, piston, nebula, SOFTLAYER, citrix, CloudPassage, actifio.

**DEVELOPERS & IT**

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# The Bessemer Cloudscape

Top 300 Cloud Computing Companies

Software  
as-a-Service

END USERS

## Enterprise Social Media



## Marketing Demand Generation



## Human Resources



## Marketing Analytics



## CRM



## Vertical



## Document Management



## Finance & Accounting



## Business Intelligence



## Collaboration



## Retail & E-Commerce



Platform  
as-a-Service

Infrastructure  
as-a-Service

DEVELOPERS & IT



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# Multi-tenancy

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# Developers



# Build vs. buy in the Federal Government

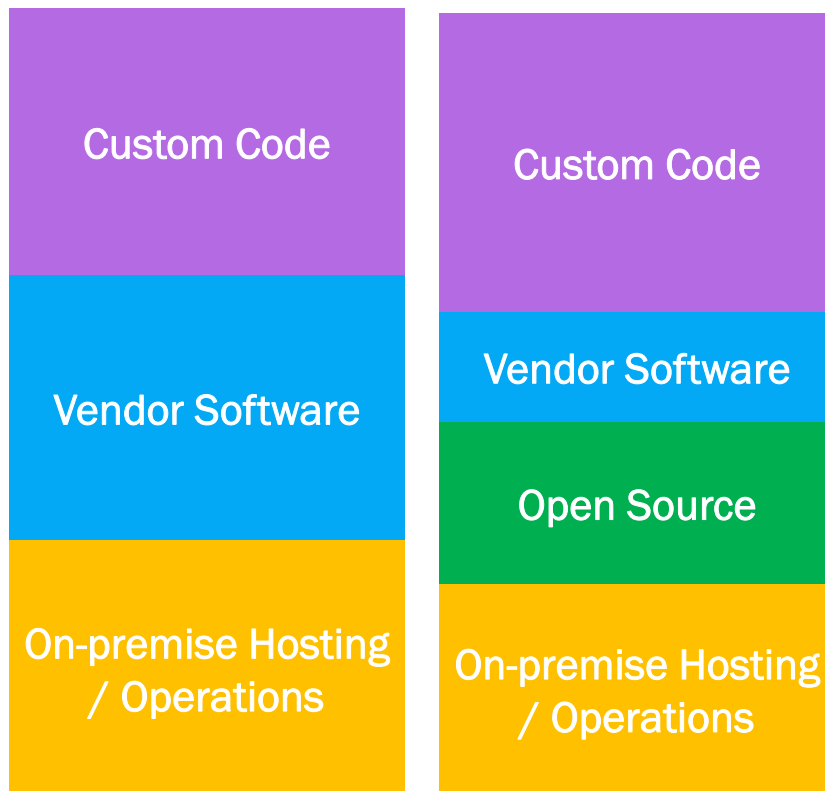


Some small portion of the systems must be built or heavily customized because off-the-shelf solutions that meet requirements do not exist.

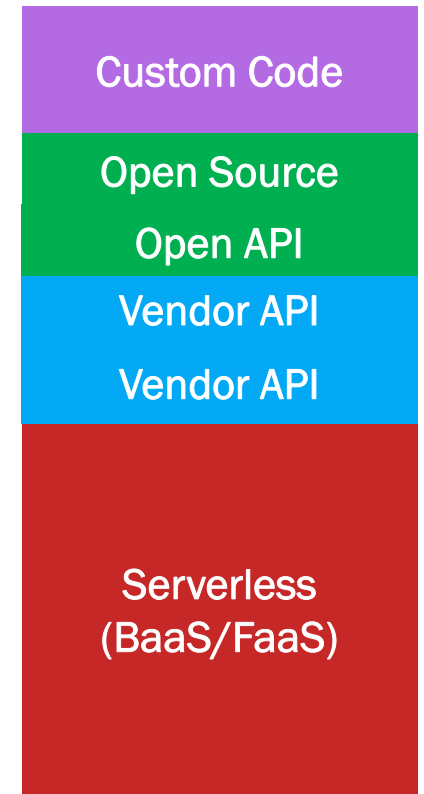
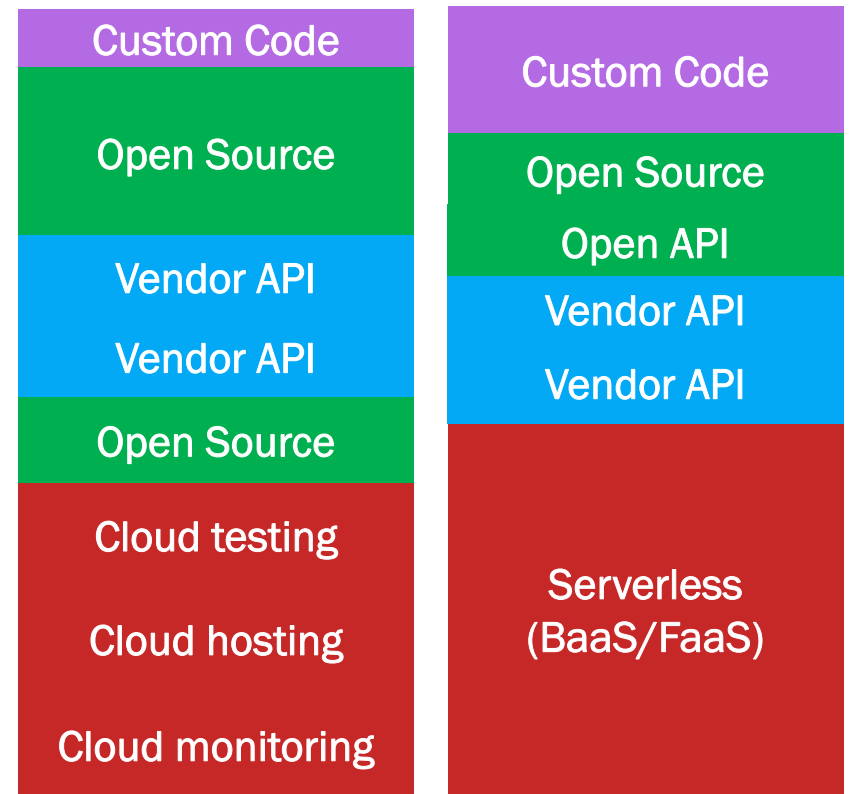


# Evolution of web & mobile development

## In the Past

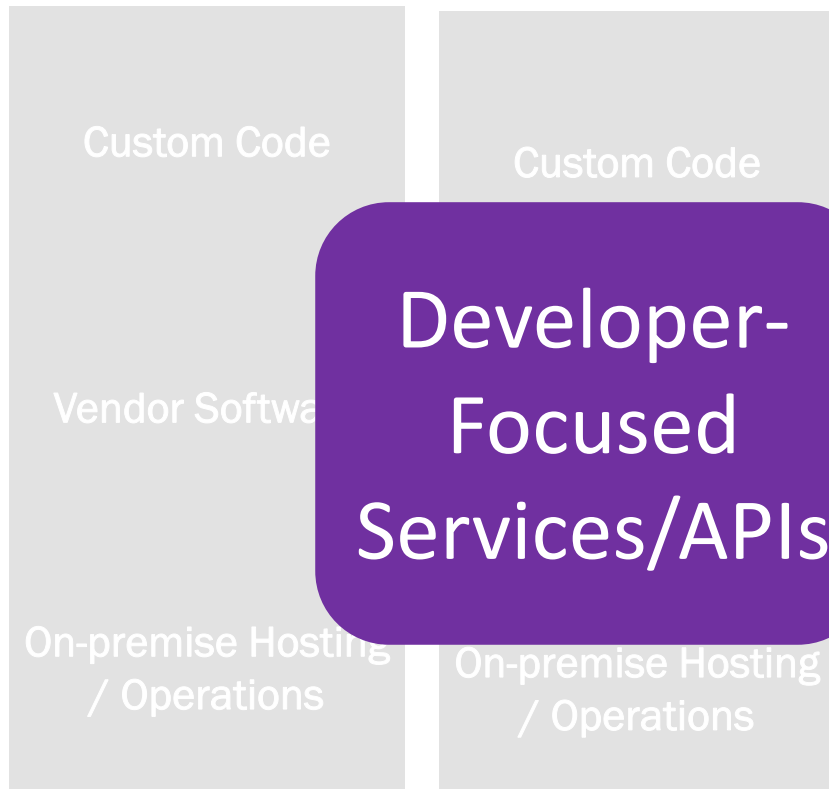


## Today

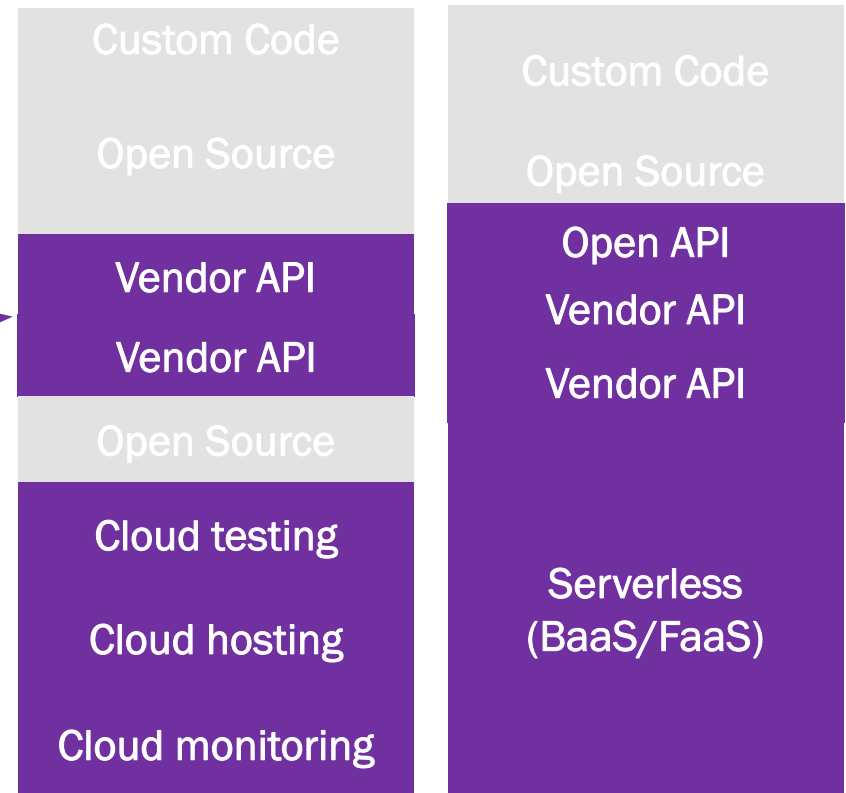


# Rapid migration to composition of services

## In the Past



## Today



# What has changed...

- Compose vs. develop
- Microservices vs. monolithic applications
- APIs and online services vs. static libraries
- Small vertically integrated teams vs. large functional teams
- Units tests and continuous integration vs. separate testing orgs
- Continuous deployment vs. major releases
- Developer/product manager buyer vs. GM/CIO buyer

# Buying Cloud

- Can be complex...

# Pricing details

Estimate your expected monthly bill using our [Pricing Calculator](#), and **track your actual account usage and bill** at any time using the [billing portal](#). Setup [automatic email billing alerts](#) to be notified if your spend goes above an amount you configure.

[Pricing calculator >](#)

## Detailed pricing information

### Compute

- [Linux Virtual Machines](#)
- [Windows Virtual Machines](#)
- [Virtual Machine Scale Sets](#)
- [App Service](#)
- [Azure Container Service](#)
- [Functions](#)
- [Batch](#)
- [Service Fabric](#)
- [Cloud Services](#)

### Networking

- [Virtual Network](#)
- [Load Balancer](#)
- [Application Gateway](#)
- [VPN Gateway](#)
- [Azure DNS](#)
- [CDN](#)
- [Traffic Manager](#)
- [ExpressRoute](#)
- [Bandwidth](#)

### Storage

- [Storage](#)
- [Data Lake Store](#)
- [StorSimple](#)
- [Backup](#)
- [Site Recovery](#)

### Web + Mobile




- [App Service](#)
- [Logic Apps](#)
- [CDN](#)
- [Media Services](#)
- [Search](#)
- [Mobile Engagement](#)
- [API Management](#)
- [Notification Hubs](#)

## New Relic Application Performance Monitoring pricing for your environments.

Our cloud pricing lets you track your account's usage in a variable manner based on the size of your instance, as calculated by [Compute Unit](#). Pay less per hour for smaller sized instances and only get billed for the hours those instances are actively running.

Monthly pricing is scaled for hosts running 24/7, approximately 750 hours per month. Our annual plans start as low as \$38 per month. [View our pricing table for common host providers.](#)

### Estimate your price.

 <b>DYNAMIC</b> Cloud environment pricing	 <b>DEDICATED</b> On prem environment pricing	 <b>HYBRID / MIXED</b> Hybrid environment pricing
<input type="button" value="SELECT"/>	<input type="button" value="SELECT"/>	<input type="button" value="SELECT"/>

# Pricing

Universal Directory	Single Sign-On	Lifecycle Management	MFA	Mobility Management
\$1 /mo per user	\$2 /mo per user	\$4* /mo per user	Starting at \$3 /mo per user	\$4 /mo per user

Enterprise customer with 5,000+ users?

[Request a quote](#)

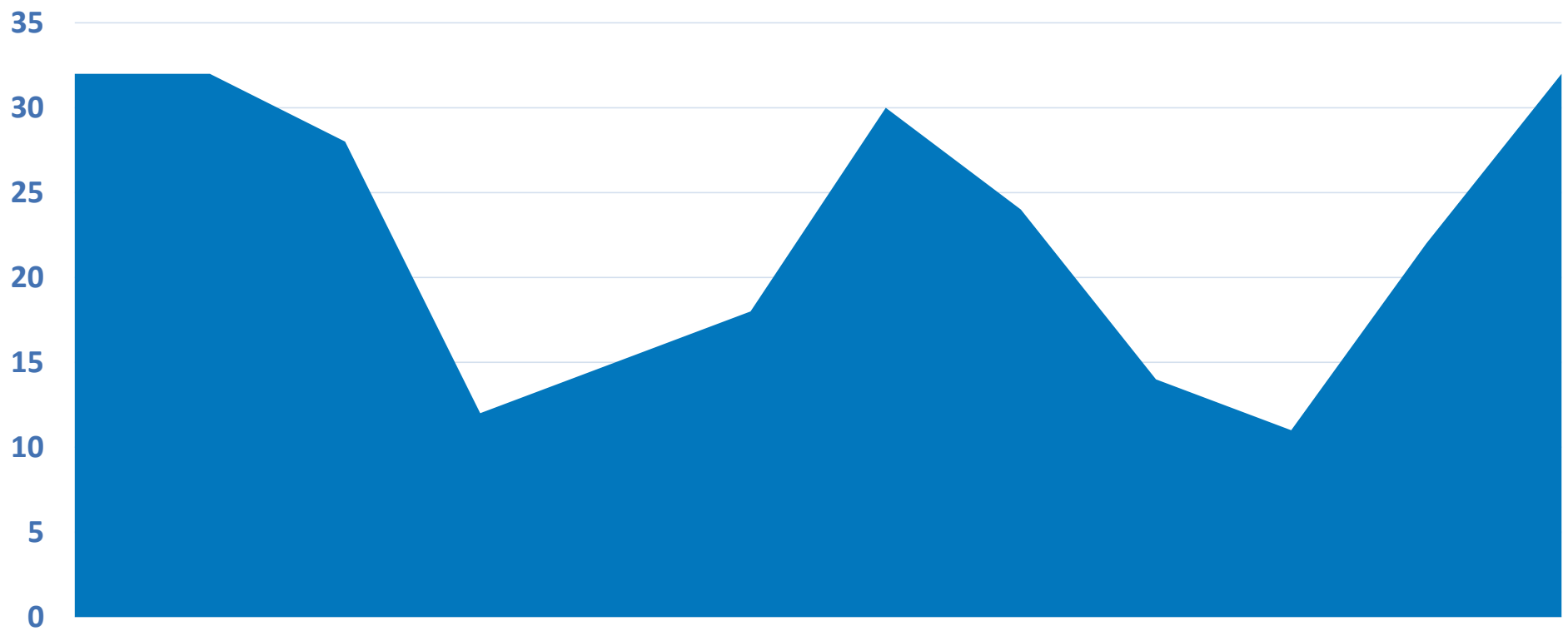
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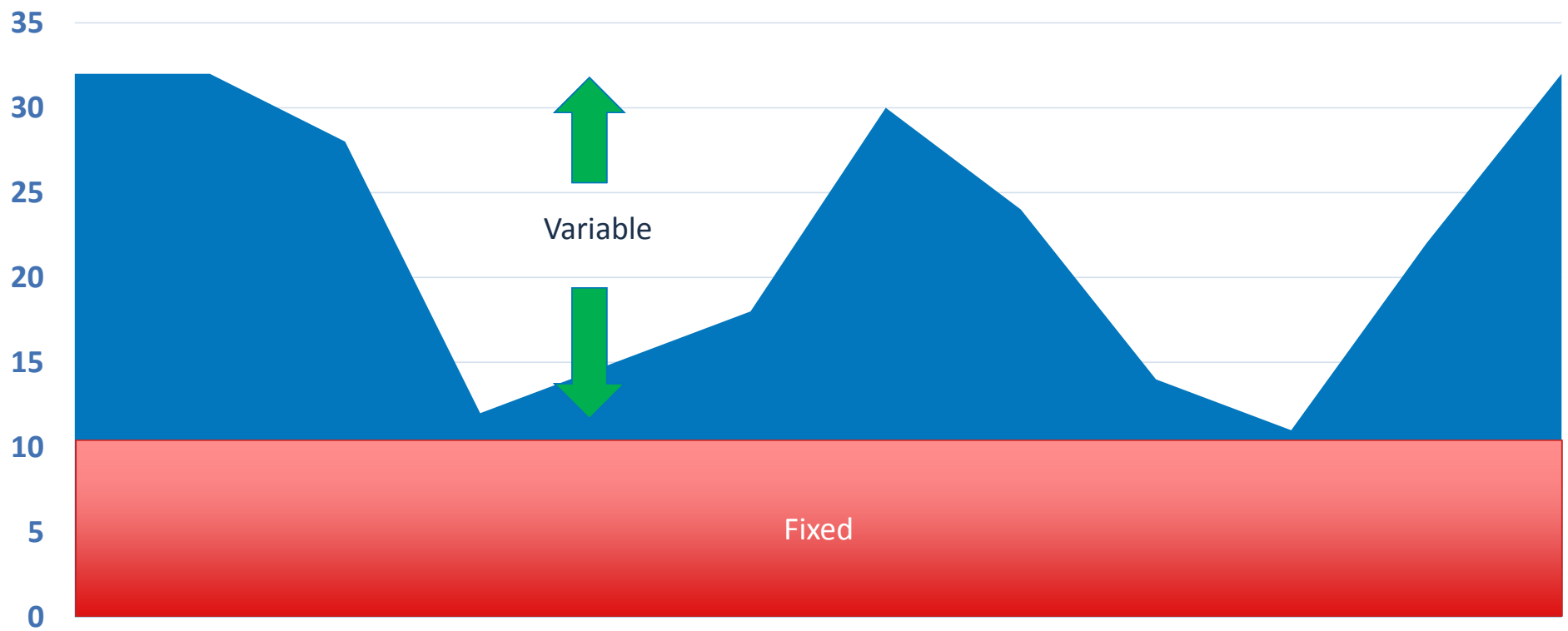
# Buying Cloud

- Models:
  - Per user
  - Per item e.g., server, gigabyte
  - Per transaction
- Timeframes:
  - Pay upfront for fixed/reserved capacity
  - Pay afterward based on actual usage
- Levers:
  - Volume
  - Performance
  - Length of commitment

# Example 1



# Example 1



## On-Demand Pricing

On-Demand instances let you pay for compute capacity by the hour with no long-term commitments. This frees you from the costs and complexities of planning, purchasing, and maintaining hardware and transforms what are commonly large fixed costs into much smaller variable costs.

Linux	RHEL	SLES	Windows	Windows with SQL Standard	Windows with SQL Web
Windows with SQL Enterprise					
Region: US East (N. Virginia)					
	vCPU	ECU	Memory (GiB)	Instance Storage (GB)	Linux/UNIX Usage
General Purpose - Current Generation					
t2.nano	1	Variable	0.5	EBS Only	\$0.0065 per Hour
t2.micro	1	Variable	1	EBS Only	\$0.013 per Hour
t2.small	1	Variable	2	EBS Only	\$0.026 per Hour
t2.medium	2	Variable	4	EBS Only	\$0.052 per Hour
t2.large	2	Variable	8	EBS Only	\$0.104 per Hour
m4.large	2	6.5	8	EBS Only	\$0.12 per Hour
m4.xlarge	4	13	16	EBS Only	\$0.239 per Hour

## Reserved Instance Payment Options

You can choose between three payment options when you purchase a Standard or Convertible Reserved Instance. With the **All Upfront** option, you pay for the entire Reserved Instance term with one upfront payment. This option provides you with the largest discount compared to On-Demand instance pricing. With the **Partial Upfront** option, you make a low upfront payment and are then charged a discounted hourly rate for the instance for the duration of the Reserved Instance term. The **No Upfront** option does not require any upfront payment and provides a discounted hourly rate for the duration of the term.

Linux

RHEL

SLES

Windows

Windows with SQL Standard

Windows with SQL Web

Windows with SQL Enterprise

Region: US East (N. Virginia)

t2.nano

STANDARD 1-YEAR TERM					
Payment Option	Upfront	Monthly*	Effective Hourly**	Savings over On-Demand	On-Demand Hourly
No Upfront	\$0	\$3.29	\$0.005	31%	\$0.0065 per Hour
Partial Upfront	\$25	\$1.10	\$0.004	32%	
All Upfront	\$38	\$0.00	\$0.004	34%	
STANDARD 3-YEAR TERM					
Payment Option	Upfront	Monthly*	Effective Hourly**	Savings over On-Demand	On-Demand Hourly
Partial Upfront	\$54	\$0.73	\$0.003	52%	\$0.0065 per Hour
All Upfront	\$76	\$0.00	\$0.003	55%	

# Example 2

- So you want to buy cloud storage...

## MULTI-REGIONAL

Geo-redundant storage with the highest level of availability and performance. Ideal for low-latency, high QPS content serving to users distributed across geographic regions.

[Explore Multi-Regional storage](#)

## Regional

The highest level of availability and performance within a single region. Ideal for compute, analytics, and ML workloads in a particular region.

[Explore Regional Storage](#)

## Nearline

Fast, low-cost, and highly durable storage for data accessed less than once a month.

[Explore Nearline Storage](#)

## Coldline

Fast, low-cost, and highly durable storage for data accessed less than once a year.

[Explore Coldline Storage](#)

## Example 2

- So you want to buy cloud storage...

Multi-Regional Storage (per GB per Month)	Regional Storage (per GB per Month)	Nearline Storage (per GB per Month)	Coldline Storage (per GB per Month)
\$0.026	\$0.02	\$0.01	\$0.007



# Example 2

- Network

Egress\*

US

Monthly Usage	Network (Egress) Worldwide Destinations (excluding China & Australia, but including Hong Kong) (per GB)	Network (Egress) China Destinations (excluding Hong Kong) (per GB)	Network (Egress) Australia Destinations (per GB)	Network (Ingress)
0-1 TB	\$0.12	\$0.23	\$0.19	Free
1-10 TB	\$0.11	\$0.22	\$0.18	Free
10+ TB	\$0.08	\$0.20	\$0.15	Free

Storage (Month)

# Example 2

## Data retrieval

- Reading Nearline Storage data incurs a cost of \$0.01 per GB.
- Reading Coldline Storage data incurs a cost of \$0.05 per GB.

## Early deletion

- Nearline Storage data that is deleted less than 30 days after creation incurs a minimum 30-day charge.
- Coldline Storage data that is deleted less than 90 days after creation incurs a minimum 90-day charge.

For example, suppose you store 1,000 GB of Coldline Storage data in a US region. If you add the data on day 1 and then remove it on day 60, you are charged \$14 ( $\$0.007/\text{GB}/\text{mo.} \times 1,000 \text{ GB} \times 2 \text{ mo.}$ ) for storage from day 1 to 60, and then \$7 ( $\$0.007/\text{GB}/\text{mo.} \times 1,000 \text{ GB} \times 1 \text{ mo.}$ ) for 30 days of early deletion from day 61 to 90.

# Buying Cloud

- Can be complex...
- However, this complexity better reflects the underlying costs of the cloud provider (reality is often more complex)

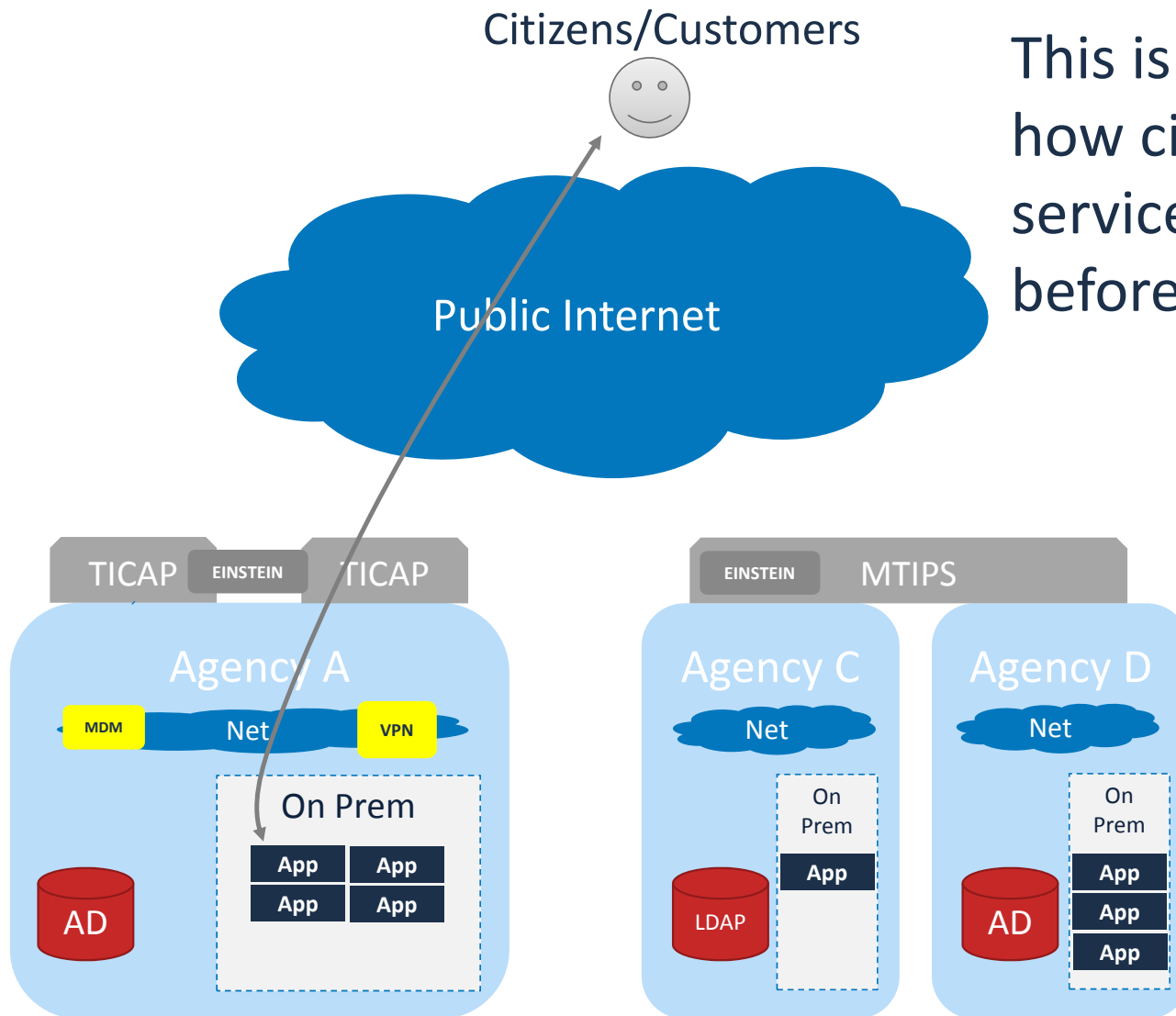
# Tips

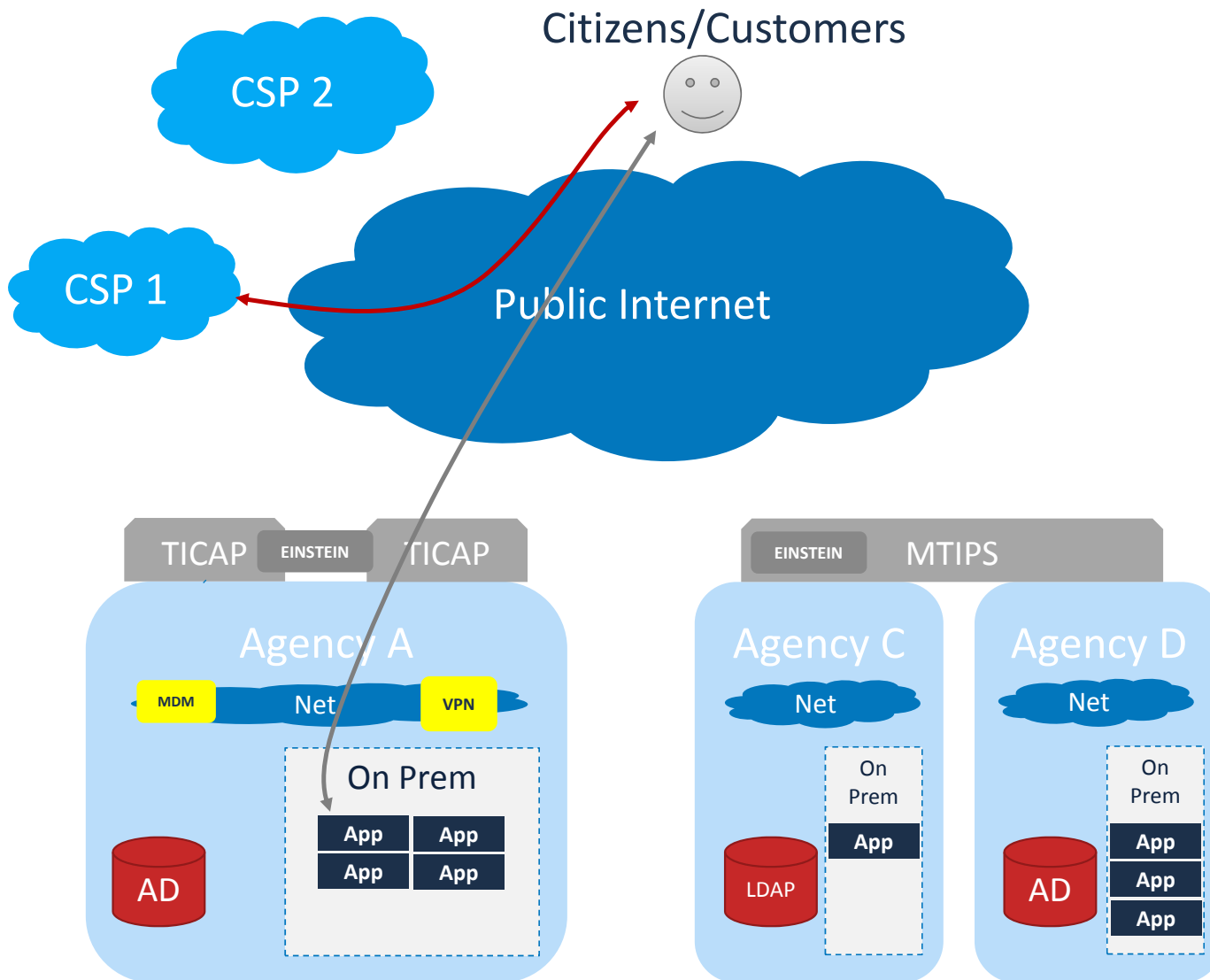
- Leverage vendor 'pricing calculators'
- Pay close attention to your pricing levers:
  - Volume
  - Performance
  - Length of commitment
- Unlike traditional enterprise software vendors, cloud vendors will often let you allow you scale up from a few dollars/month to millions/month => take advantage of this!
  - Consider based set of functionality/usage and provide the business mechanism to unlock incremental additional chunks of financing as requirements change

# Architecture

- The cloud can pose an architectural challenge for some department and agency networks and security models

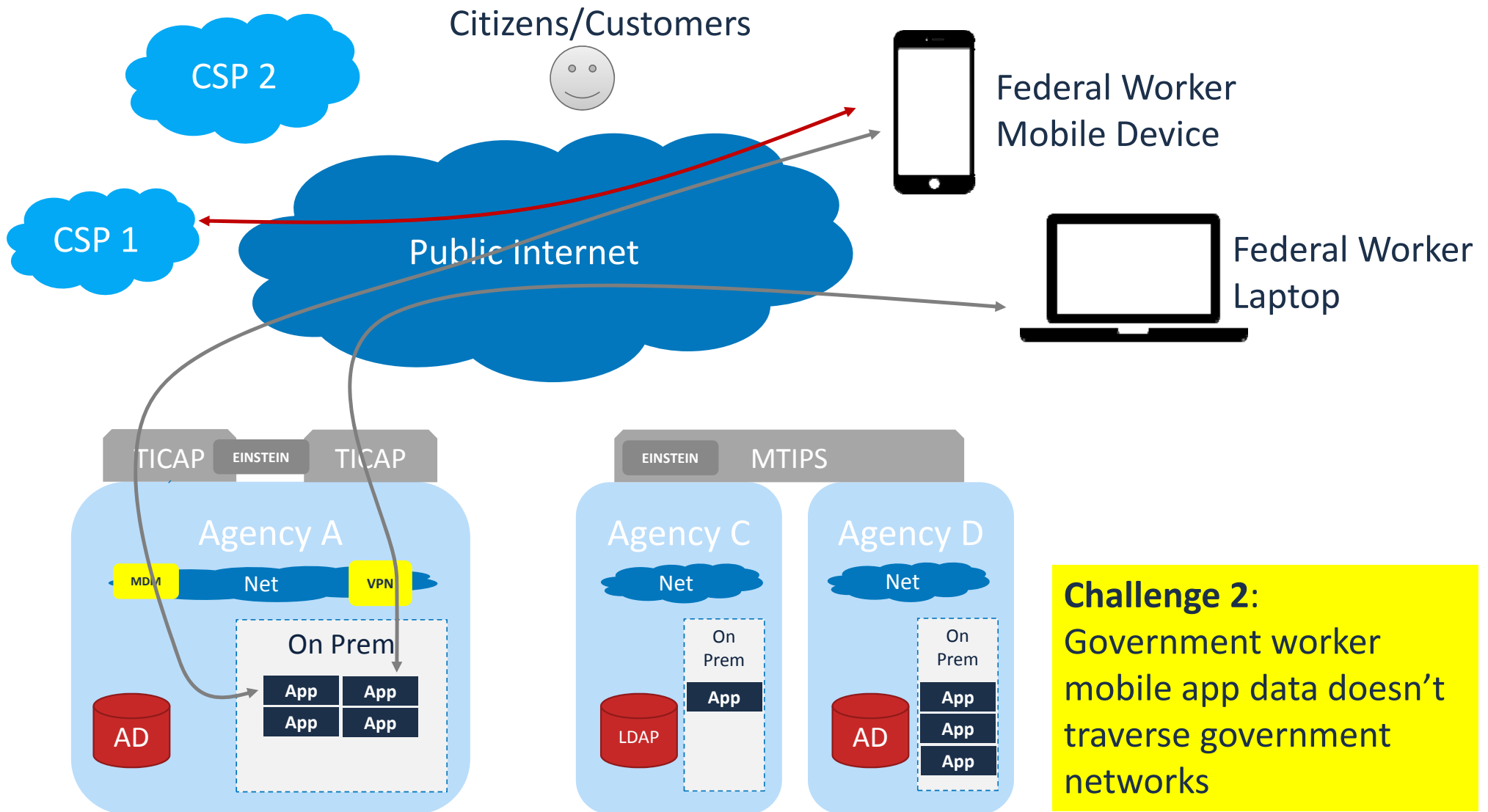
This is generally how citizen-facing services worked before the cloud...





**Challenge 1:** Public-facing services delivered via CSPs don't traverse a government networks





# Security

- What is different in security model for cloud services?
  - It partly depends on the type of service (IaaS/PaaS/SaaS)
- Fundamental difference is that we must rely upon CSP to implement compensating controls
  - How do we assess?

# Data-centric View of Security

1. **End hosts** – e.g. Antivirus, host monitoring
2. **Logs** – e.g. applications, servers, containers
3. **Network** – e.g. netflow, full packets, etc. from routers and taps

**Data Size**  
**Data Value**



3  
2

# Data-centric View of Security

1. End hosts – e.g. Antivirus, host monitoring

2. Logs – e.g. applications, servers, containers

**3. Network** – e.g. netflow, full packets, etc. from routers and taps

**TIC/EINSTEIN operate here**

Data Size  
Data Value



3  
3

# Data-centric View of Security

Cloud security operates here

1. **End hosts** – e.g. Antivirus, host monitoring
2. **Logs** – e.g. applications, servers, containers

3. **Network** – e.g. netflow, full packets, etc. from routers and taps

Data Size  
Data Value





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BLOG

### FedRAMP at a glance



4

Ready



51

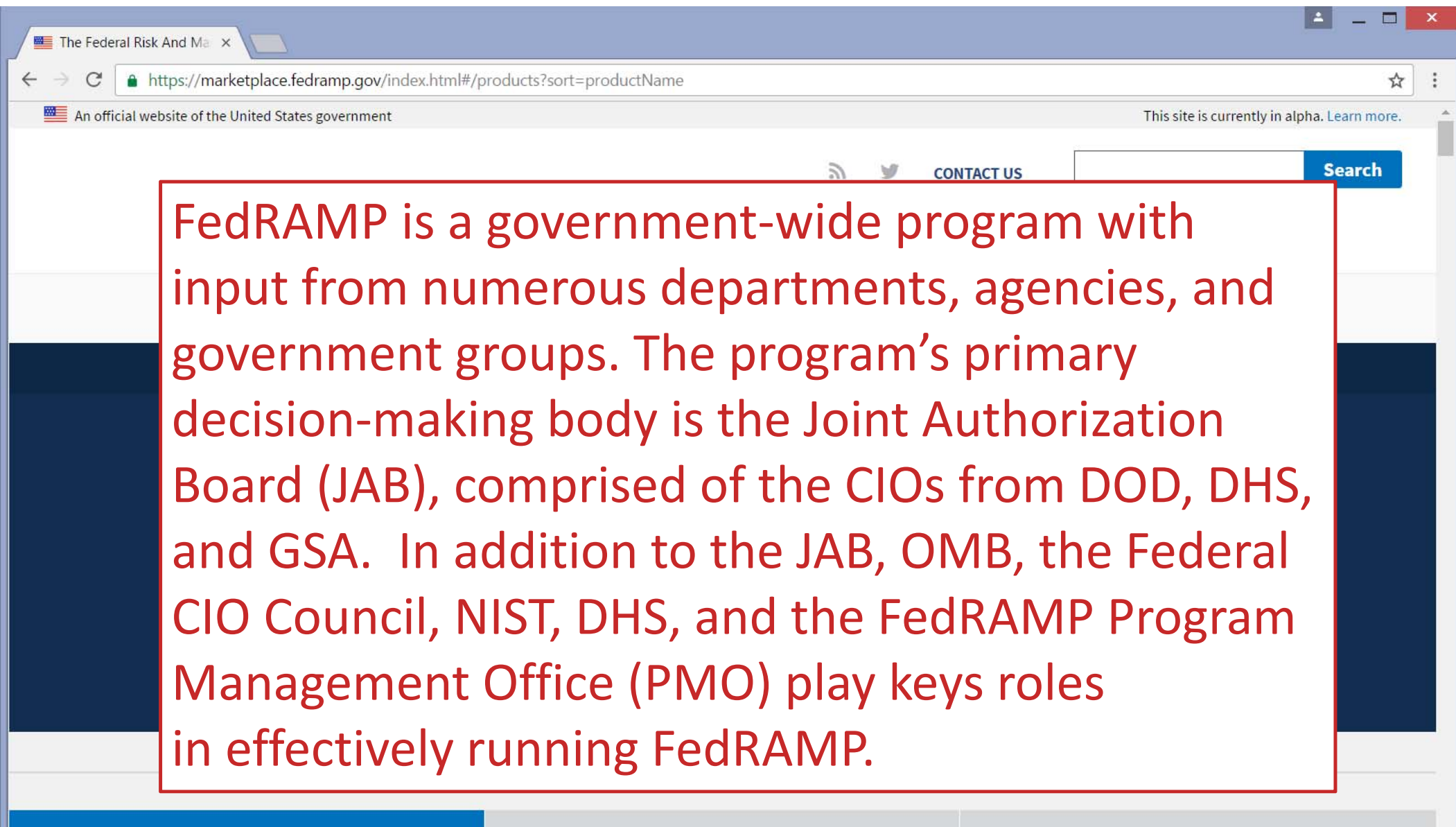
In Process



77

Authorized

Show me



FedRAMP is a government-wide program with input from numerous departments, agencies, and government groups. The program's primary decision-making body is the Joint Authorization Board (JAB), comprised of the CIOs from DOD, DHS, and GSA. In addition to the JAB, OMB, the Federal CIO Council, NIST, DHS, and the FedRAMP Program Management Office (PMO) play key roles in effectively running FedRAMP.





OMB - MAX.gov Shared Services



FedRAMP Ready



FedRAMP In Process



FedRAMP Authorized

FedRAMP Authorized Since 06/09/2014

3  
Authorizations

System Profile

Service Models

PaaS, SaaS

Deployment Model

Government Community Cloud

Impact Level

Moderate

Contact Information

POC: N/A  
E-mail: [MAXSupport@omb.eop.gov](mailto:MAXSupport@omb.eop.gov)  
Website: [www.max.gov](http://www.max.gov)

FedRAMP Authorization Timeline

12/03/2013  
In-Process

06/09/2014  
Authorized

Service Description



Additional products from this provider

[MAX General Support Services](#)

Agencies using this service

- [Defense Information Systems Agency](#)
- [Department of Defense](#)
- [Executive Office of the President](#)
- [Office of Management and Budget](#)
- [United States Office of Government Ethics](#)

Package ID

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# ATOs

- Securing the cloud often means securing the **configuration** and **data** not the infrastructure
  - Plan for worst case and follow NIST Framework
- Leverage FedRAMP JAB/agency ATOs where you can
- Your use case is likely similar to other D/As, work together to save time

# Discussion

- The cloud is here and will likely grow more powerful and cost effective over time
- What is your biggest concern about the cloud?
- What uses cases are not right for the cloud?
- How will ML/AI and other trends impact the cloud?