Pelago - Data Engineer Assignment

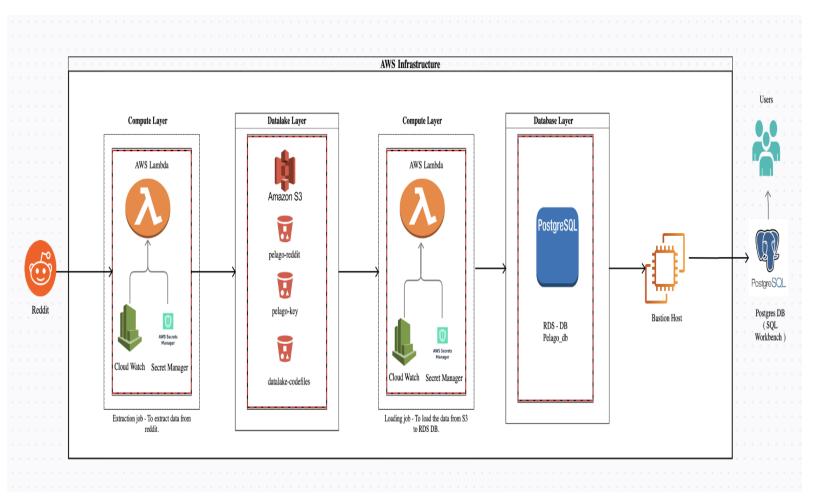
1. Assignment Description and Tasks:

Use the Reddit API to read posts from a **subreddit** and store them in a database on an hourly schedule

Task

- 1. Create a data schema in any database of your choice
- 2. Create any AWS service of your choice to read data from the API
- 3. Process and clean the data as required
- 4. Insert top 100 HOT posts into the database table(s) on an hourly schedule

2. High level architecture of the design:



2.1 Explanation on choosing the AWS resources -

a. Lambda:

Two Lambda jobs (python script) are used in the project.

Extraction Lambda job: To extract the top 100 hot posts to S3 Bucket (pelago-reddit) from reddit thru Praw API.

Loading Lambda job: To load the data from S3 Bucket (pelago-reddit) to RDS (pelago_db) thru S3 event notification wherever the object is created in the bucket.

Why lambda as ETL?

Lambda is a serverless compute service which is cheaper. The above jobs (extraction and loading) run less than a minute. Hence Lambda is preferred over Glue.

b. S3:

Three AWS S3 buckets are created in this project.

pelago-reddit: This is used as a data lake to store the raw data (top 100 hot posts) extracted from the reddit.

pelago-key: Use Secure Socket Layer (SSL) from reddit to encrypt a connection to a DB. When connecting using SSL, the client should choose to verify the certificate. If the connection parameters specify sslmode=verify-full, then the client app requires the RDS CA certificates to be referenced in the connection URL. The certificate .pem file is stored in the bucket.

Datalake-codefiles: The code files are stored in this bucket when deploying the code via cloud formation stack.

Why S3 as Data Lake?

The raw data is stored in the S3 bucket (Standard storage class) before loading to the Database. S3 is a cheaper storage service wherein the data can be stored in different file formats. In addition, the historical files can be transferred to Glacier storage class (storage is very cheap) after a certain time period using lifecycle configuration.

c. Secret Manager:

The credentials like (client-id and client-secret) used to access reddit praw API and Database credentials are stored in Secret Manager.

d. Cloud Watch:

CloudWatch Logs: All the logs in extraction and loading lambda jobs are logged in here.

CloudWatch Events: The extraction lambda job is scheduled hourly thru cron expression.

e. RDS:

The RDS Postgres instance is used as a Database. As the data is in structured format with the defined number of columns, a relational database is used. A fier tier for 750 hours is available, hence RDS Postgres is used as a Database.

Note: In the assignment it is specified to store the data in Database. But the best way would be to store the data in S3, create metadata(table schema) via AWS Glue and access it via Athena for reports and other dashboards.

f. EC2:

A free tier EC2 instance Amazon Linux t2.micro instance type is used as Bastion host. The RDS DB instance in a private subnet is connected via Bastion host.

It is not secure to expose the database to the public. Hence the DB instance is placed in a private subnet and accessed via a bastion host in a public subnet.

g. Cloudformation template:

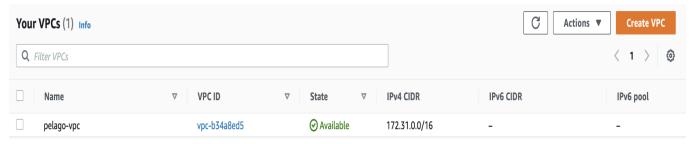
The Lambda and other associated AWS resources are created and managed using cloud formation stack.

- A CloudFormation template is created using the YAML format.
- The code files are saved in S3 bucket (datalake-codefiles).
- The bash script is used to deploy the cloudFormation stack that physically creates the stack resources.

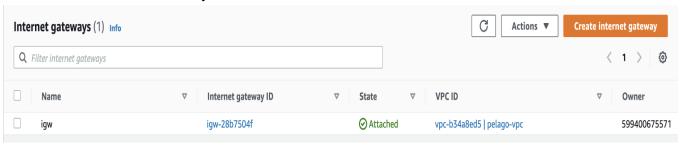
The above way of deployment is used in this project. But the best option would be to use Codepipeline.

3. Network configurations:

1. Create VPC (default vpc is used) .



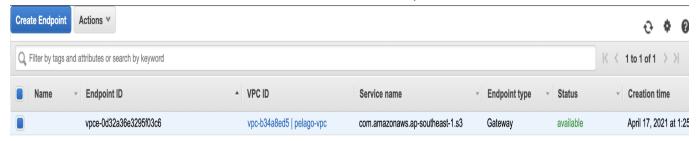
2. Create Internet Gateway.



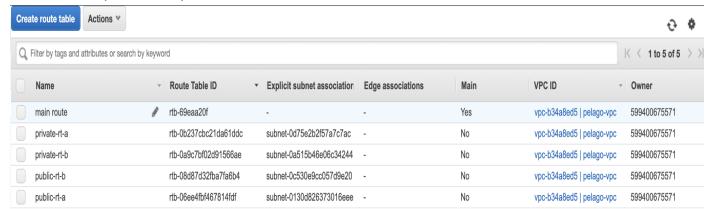
3. Create NAT Gateway.



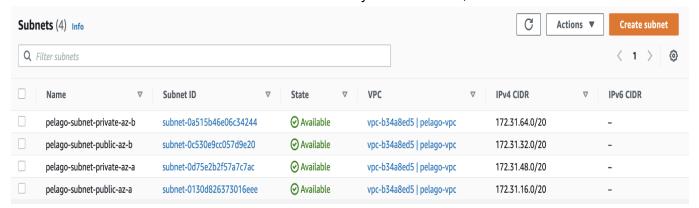
Create Endpoint (Gateway) for S3.
To communicate with other AWS resources within the vpc network .



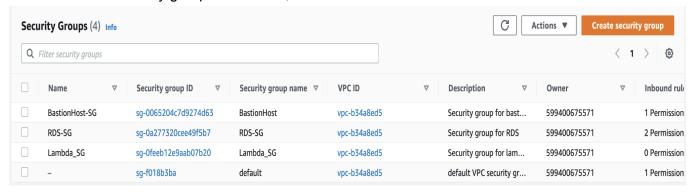
5. Create private and public route tables.



Add Internet Gateway to the public route table and NAT Gateway to the private route table. 7. Create Private and Public Subnets in availability zone A and B, attach to VPC.

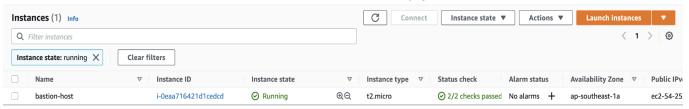


- 8. Attach the private subnet to private route tables and public subnet to public route table.
- Create a security group for Lambda, EC2 and RDS.

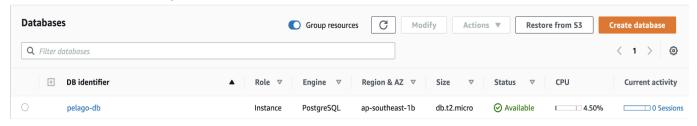


4. Bastion host:

1. Create a EC2 Instance (Bastion host) and add a security group.



Create RDS Postgres Database Instance.



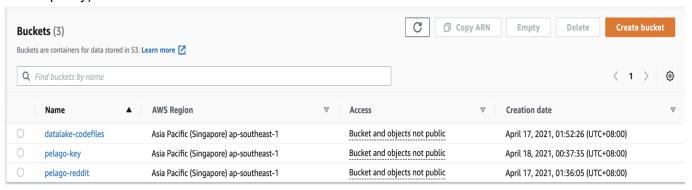
5. IAM Configuration:

1. Create an IAM role for Lambda and attach policy.



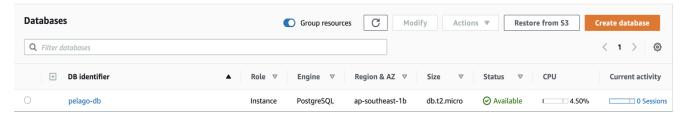
6. S3 Bucket:

- Create S3 bucket pelago-reddit (to store the extracted reddit post raw data), pelago-key (to store the RDS CA certificate) and datalake-codefiles(to store the cloudFormation stack code files).
- Create bucket policy to manage the access at bucket level. (Refer github for bucket policy).



7. RDS:

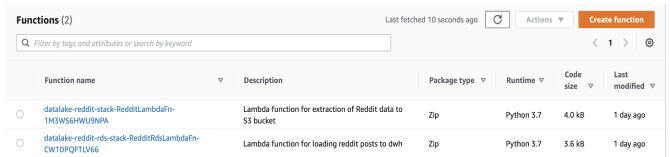
- 1. Create the RDS Postgres DB Instance.
- 2. Attach the RDS Security group while creating the instance.



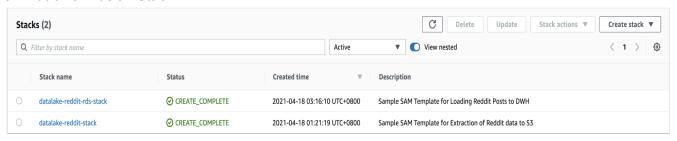
8. Lambda:

- 1. Extraction lambda job.
- 2. Loading lambda job.

Prerequisite: Create an IAM role for lambda to access S3, RDS,CloudWatch and SecretManager.



9. CloudFormation stack:



References:

What is uploaded to github-

- 1. Lambda job (python scripts)
- 2. Cloud formation yaml file
- 3. Bash script to automate the creation of resources (lambda) physically thru cloud formation stack.
- 4. Sql files
- 5. Bucket policy