

# Managing Microsoft Azure Subscriptions

---

## CONFIGURING MICROSOFT AZURE POLICIES



**Dan Lachance**

[linkedin.com/in/danlachance](https://linkedin.com/in/danlachance)



# Topics

**1. Configuring  
Microsoft Azure  
Policies**

**2. Configure Cost  
Center Spending  
Limits and Tagging**

**3. Assign Role-  
based Access  
Control**

**4. Manage Microsoft  
Azure Resource  
Providers**



# Introduction



## Resource Tagging

- Purpose
- How to tag resources

## Microsoft Azure Policies

- Purpose
- Policy initiative definitions
- Exclusion scopes
- Built-in and custom policies

# Downloadable Exercise Files

## Network Fundamentals and Protocols

by Daniel Lachance

IPv4 is still the prevalent Internet protocol, but IPv6 is gaining traction. This course lays the foundation for security experts to secure network hardware and software.

[Resume Course](#) [Bookmark](#) [Add to Channel](#)

Table of contents Description Transcript **Exercise files** Discussion Learning Check Recommended

These exercise files are intended to provide you with the assets you need to create a video-based hands-on experience. With the exercise files, you can follow along with the author and re-create the same solution on your computer. We find this to be even more effective than written lab exercises.

[Download exercise files](#)



# Resource Tagging

---



Tags are additional  
*metadata* associated with  
Microsoft Azure ARM  
resources.



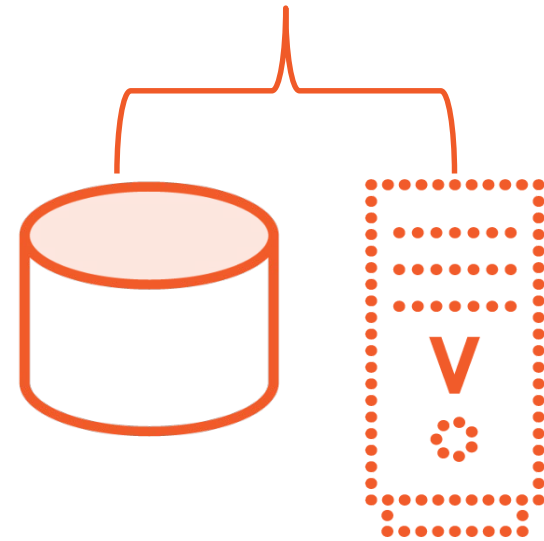
# Tag Assignment

## Azure Subscription

### Individual Resources



### Resource Groups



# Tag Examples

Tag Key	Tag Value
Project	XYZ
Department	Sales-East
CostCenter	YHZ
LifeCyclePhase	Testing





# Why Tag Resources?



**Organize deployed Azure resources**

**Search by tag**

**Facilitates viewing related resources**

**Facilitates billing and cost management**



# Tag Management



**Microsoft Azure portal**

**Microsoft Azure PowerShell**

**Microsoft Azure CLI**

**ARM template**

**Azure Policy “Modify” effect**



# Demo



## Tag resources using the Microsoft Azure portal



# Demo



Tag resources using Microsoft  
Azure PowerShell cmdlets



# Demo



## Tag resources using the Microsoft Azure CLI



# Demo



Use a custom modify policy to ensure tags are present



# Microsoft Azure Policy

---



Microsoft Azure Policies  
ensure proper cloud  
governance by controlling  
resource deployment and  
usage.





# Microsoft Azure Built-In Policies

Policy Name	Description
SQL server TDE protector should be encrypted with your own key	TDE with a customer managed key
Allowed Storage Account SKUs	Controls Storage Account SKU sizes
Allowed Resource Types	Controls which types of resources can be deployed
Allowed Locations	Controls which locations that resources can be deployed into



# Microsoft Azure Built-in Policies

Policy Name	Description
Disk encryption should be applied on virtual machines	Ensure VM disks are encrypted
Encrypt unused disks	Ensure managed disks are encrypted even if not attached to a VM
Require a tag and its value on resources	Ensures that resources are tagged with a specific key-value pair



# Custom Policies

JSON format

Used for granular resource control

- Deploy Network Security Group security rules

Custom policies can be created

- Manually
- Copy existing policy
- GitHub



# Policy Parameters

- Variable values are passed to the policy
- Enables policy reuse
  - Fewer policies are required
- String or array data type



# Policy Assignment

Built-in and custom policies can be assigned

- Microsoft Azure portal
- PowerShell cmdlets
- Microsoft Azure CLI
- ARM template

Policy permissions

- Microsoft.Authorization
- Microsoft.PolicyInsights



# Policy Effects

Effect	Description
Append	Resource property additions including tags
Audit	Logging only; generates a warning
AuditIfNotExists	Auditing enabled if properties are absent
Deny	Existing non-compliant resources are marked as non-compliant, but not deleted
DeployIfNotExists	If the resource does not already exist, deploy it Supports remediation tasks



# Policy Effects

<b>Modify</b>	<b>Add, modify, delete tags, supports remediation tasks</b>
<b>Disabled</b>	<b>Disable a single policy assignment, or within the policy “if” statement Resources are not evaluated for compliance</b>
<b>Modify</b>	<b>Add, modify, delete tags Supports remediation tasks</b>
<b>EnforceOPAConstraint</b>	<b>Rules are applied to a Kubernetes cluster</b>





# Policy Evaluation Order

- 1 – Create, update resources
- 2 – Disabled
- 3 – Append, Modify
- 4 – Deny
- 5 – Audit
- 6 – AuditIfNotExists, DeployIfNotExists



# Policy Assignment Enforcement Mode

Policy enforcement ⓘ



- **Enabled:** Policy assignment is enforced
- **Disabled:** Policy assignment is not enforced, compliance results will be available

# Policy Assignment – Management Groups



- Used to organize Microsoft Azure subscriptions
- Up to 6 hierarchical levels can be created
- Subscriptions inherit settings
- Facilitates role-based access control (RBAC)
- Subscriptions can be moved to other parts of the hierarchy

# Policy Assignment



- Subscription
  - Exclusions can apply to child items such as resource groups



- Resource group
  - Exclusions can apply to child items such as virtual machines

# Policy Initiative Definitions

---



# Policy Initiative Definitions

- Groups policies into a single unit
- Used when a single Azure governance goal consists of multiple checks
- Example:
  - Initiative Definition: Security Compliance



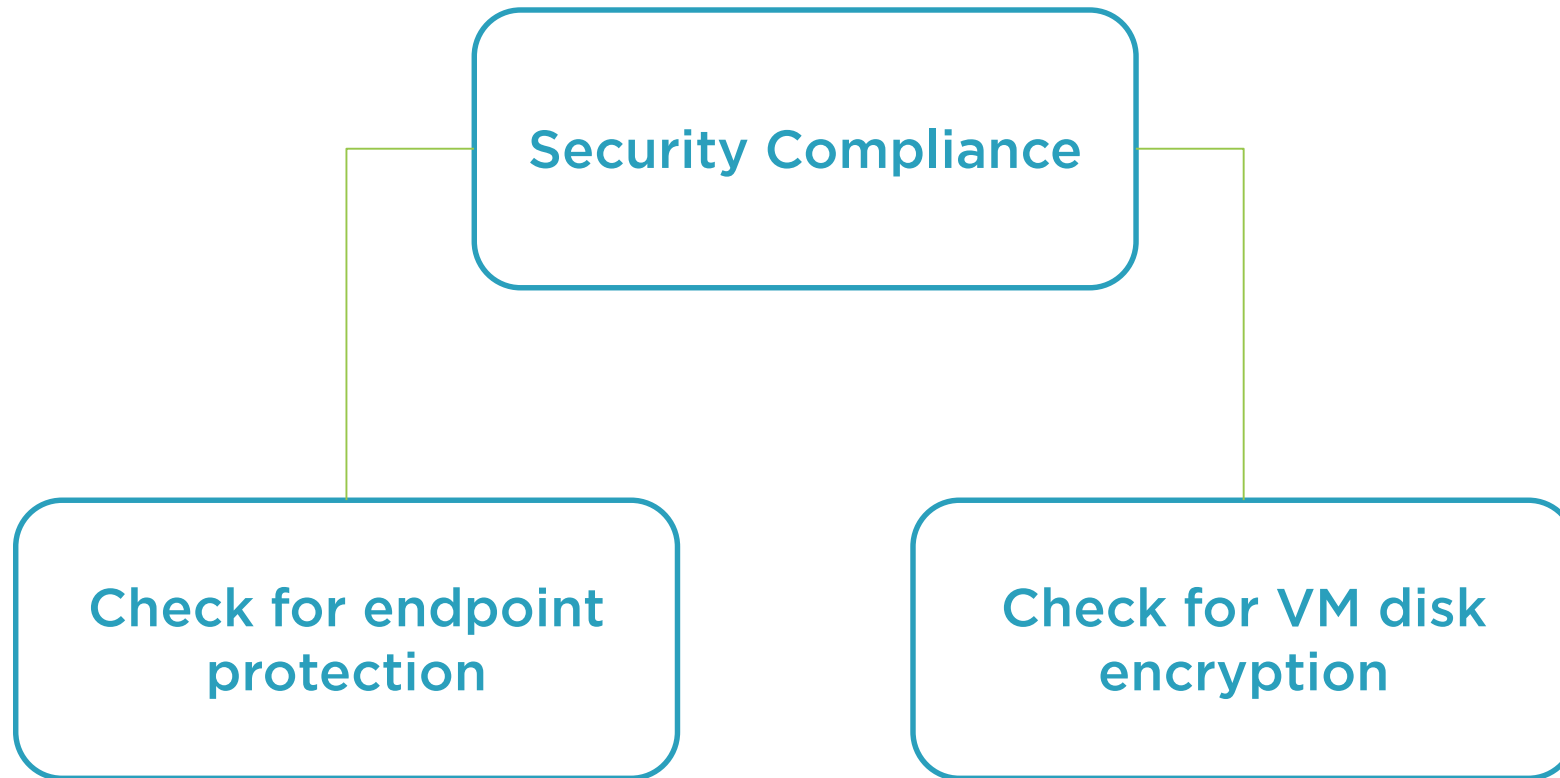
Assign Policy



Assign Initiative



# Policy Initiative Definition Example



# Microsoft Azure Policy Compliance

**Policies apply to new and existing resources**

**Azure runs delta scans against resources are to ensure policy compliance**

**Geo-compliance**

- **“Allowed Locations” built-in policy**



# Demo



**Assign policies using the Microsoft Azure portal**





# Demo



Assign policies using Microsoft  
Azure PowerShell cmdlets



# Demo



**View policies and assignments  
using the Microsoft Azure CLI**



# Demo



## Create and assign a custom policy



# Demo



## Assign a built-in remediation policy



# Summary



## Resource Tagging

- Purpose
- How to tag resources

## Microsoft Azure Policy

- Purpose
- Policy initiative definitions
- Exclusion scopes
- Built-in and custom policies