Azure Subscriptions and Governance – Refined Overview

✓ 1. Azure Subscriptions – What and Why

An Azure subscription is:

- A logical container for Azure resources.
- Tied to an Azure account (identity and billing).
- The access and billing boundary for Azure services.
- An agreement with Microsoft to use Azure services under specific terms.

Key Functions of Subscriptions

- Organize resources by **environment**, **department**, or **project** (e.g., Dev, Test, Prod).
- Control access and policy enforcement at a manageable scope.
- Enable budgeting, cost tracking, and quotas.

2. Ways to Get an Azure Subscription

Option	Description	Ideal For
Enterprise Agreement (EA)	Commitment-based contract with upfront spend, volume licensing discounts.	Large organizations
Microsoft Reseller (Open Licensing)	Buy Azure through a licensed reseller. Flexible but phased out in favor of CSP.	SMBs (formerly)
Cloud Solution Provider (CSP)	Azure via a Microsoft Partner who manages billing/support.	SMBs and mid-size orgs

Microsoft Partner Partners also help design, deploy, and Any size org

manage Azure environments. needing help

Free Account 12 months of limited free services + \$200 New users

credit (30 days).

Pay-As-You-GoNo upfront commitment. You pay monthly for Startups,

what you use.

individuals

Student Subscription \$100 credit, free services for verified Education use

students (12 months).

3. Identifying Subscription Usage Models

Model Key Features

Free Tier \$200 credit for 30 days, limited services free for 12 months. Great

for experimentation.

Pay-As-You-Go Charges based on usage; no long-term commitment.

CSP Purchased via partner, often includes services/support. Possible

discounts.

Enterprise Agreement

(EA)

Consolidated billing, committed spend, suited for large-scale

deployment.

Student \$100 credit, no credit card needed, only educational verification

required.

4. Azure Governance – Organizing and Controlling Your Cloud

Governance ensures your Azure environment is secure, compliant, and efficient.

Key Components:

Component Description

Management Groups Group subscriptions into a hierarchical structure. Apply

policies or RBAC at scale.

Azure Policy Define and enforce **rules** (e.g., allowed VM sizes, resource

locations).

RBAC (Role-Based Access Control)

Define **who can do what** at which scope (user, group, or

service principal).

Cost Management +

Budgets

Monitor usage, analyze costs, set budgets, optimize spending.

Tags Add metadata (like CostCenter, Owner, or Environment) to

resources for filtering, tracking, and reporting.

Management Group

L— Subscription

Resource Group

Resource (VM, DB, Storage, etc.)

- Access and policy inheritance flow top-down unless overridden.
- Ideal for **enterprise-scale architecture** with multiple teams or regions.

Final Summary

Concept Summary

Azure Container for Azure resources tied to billing and access.

Subscription

Ways to EA, CSP, Reseller, Free, PAYG, Student.

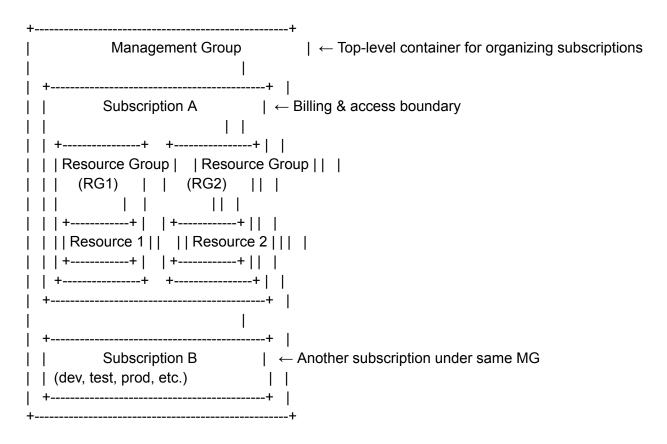
Subscribe

Tools

Governance Management Groups, Policies, RBAC, Tags, Cost Management.

access, tag resources consistently, monitor costs.

Azure Resource Hierarchy:



Notes:

- Management Group: Groups multiple subscriptions. Policies and RBAC assignments here apply to all underlying subscriptions and resources.
- Subscription: Container for resource groups, defines billing and access boundaries.
- **Resource Group**: Logical grouping of related resources (VMs, databases, etc.) for easier management.
- Resources: Individual Azure services (virtual machines, storage accounts, web apps, etc.).