

ADC-C4

# **Enabling a Modern Data Architecture**on AWS

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30 Year Track Record

Leading Stand-Alone Property & Casualty Reinsurer

## RenaissanceRe

718 Employees (Feb '23)

11 Global Offices

> \$9.2BN Gross Written Premium

\$17BN Total Managed Capital





We are a pioneering technology consultancy focused on AWS and serverless

Advanced
Consulting
Partner

We can help with:

Migrations & Application Modernization Accelerated High Performance Computing Event-Driven Architectures Data engineering, Analytics & AI



**SLIC Watch** 











#### RenRe - Our First Workload

#### Risk Rollup

- Uses financial modeling to understand our portfolio of risk
- Run internal custom-built risk model on all reinsurance deals
- HPC (High-Performance Computing) workload
- ~45TB data processed, ~600GB produced for analytics
- 10/12-hour runtime

#### Goal

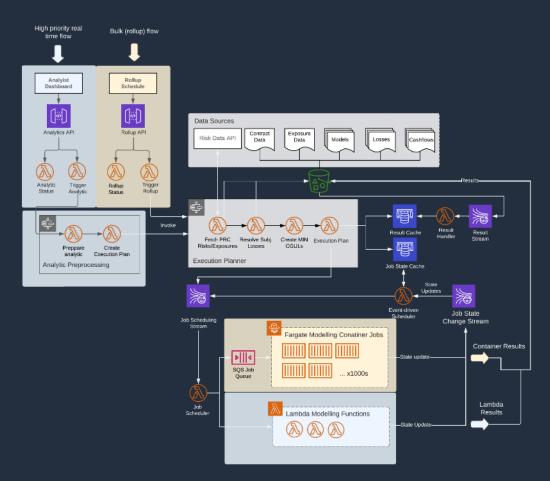
Re-Imagine for at least <u>10x</u> performance improvement



#### RenRe - Our First Workload

#### Results

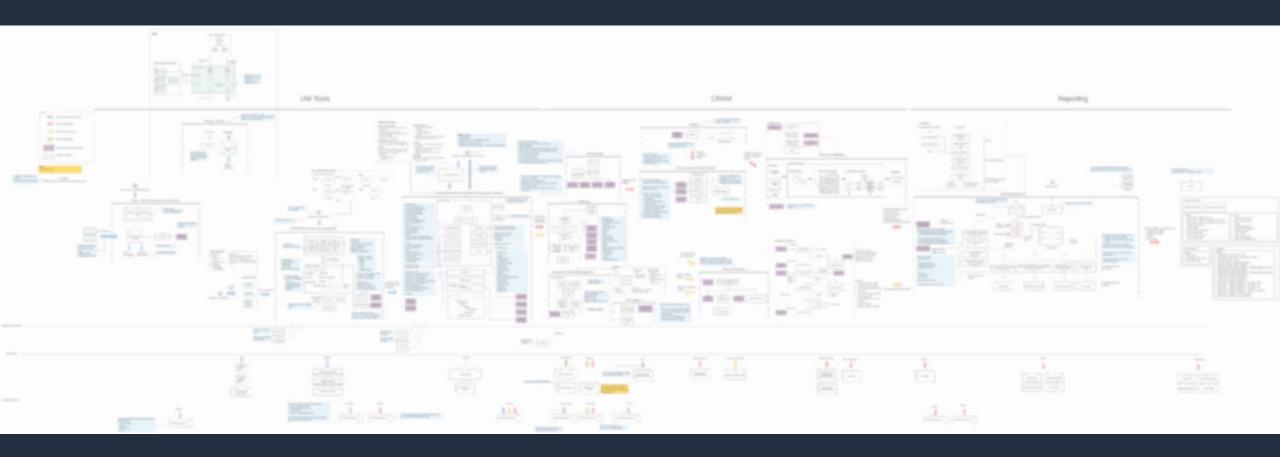
- Rollup executing in ~ 1 hour
- Removed constraints on the number of runs
- Now supporting data volumes up to 5x
- Huge business impact
- Carbon footprint reduction



AWS HPC Blog: <u>A serverless Architecture for high-performance financial modelling</u>



## The Next Challenge





#### **Our Software Solution Estate**

- Built over the past 30 years to support a very successful business
  - Data driven business

- Has some challenges
  - Disparate data and storage technology
  - Inconsistent data models across the organization
  - Inconsistent integration patterns
  - Implicit dependencies at the data layer
  - Inconsistent use of APIs and Message Queues
  - Lots of ETL



#### **Modernization Goals**

- Elevate our competitive advantage through technology
- Decentralize and democratize data access

- Support significant business scale-up and enhanced efficiency
- Enable business agility through composability
- Rapid development and deployment of business capabilities



#### **Architectural Frames of Reference**

- Adopt Data Mesh principles
  - A focus on data as a key value generator
- Adopt event driven, evolutionary architecture
  - The system must be agile and flex with the business

- Domain Driven Design at the macro level
  - Enable devolved responsibility through bounded contexts



#### Iris

 Iris is the project name for the development platform within RenRe

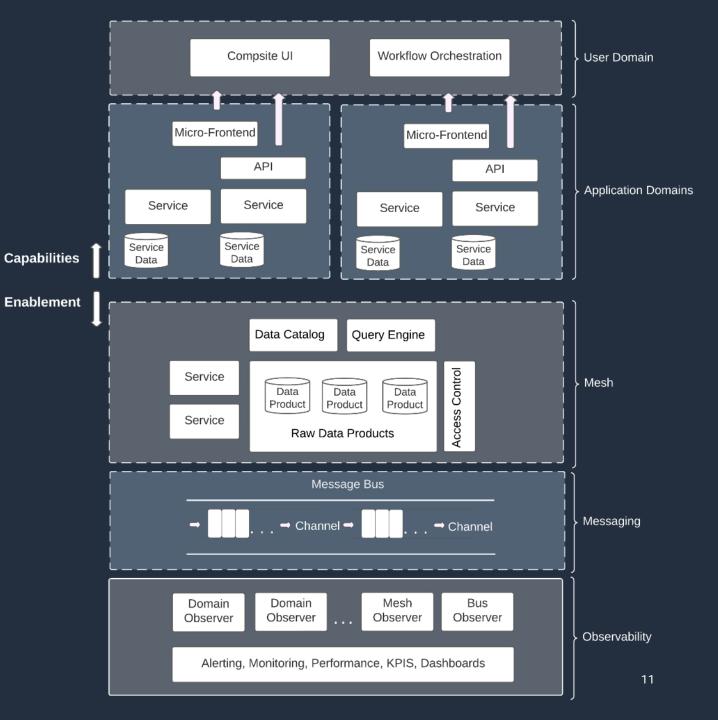
- Ancient Greek goddess.
- Iris is associated with communication, messages, the rainbow, and new endeavours.



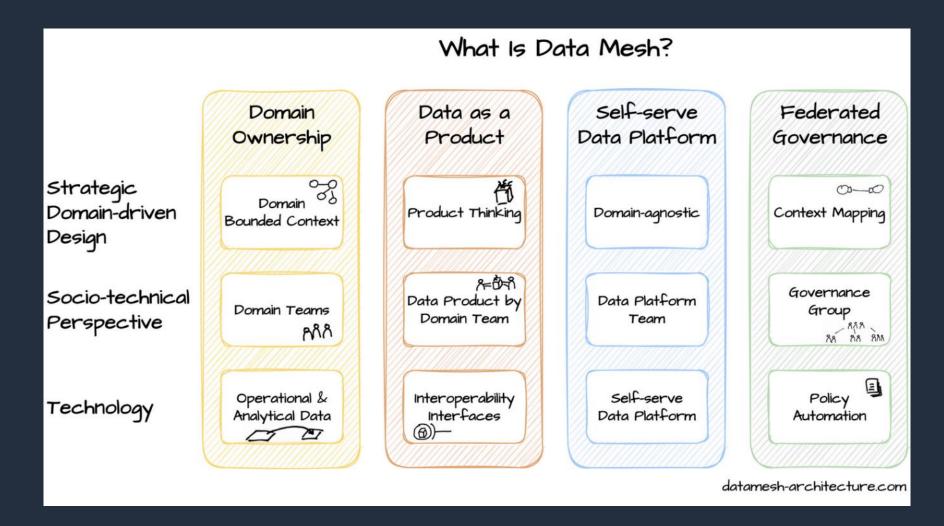


## **Conceptual Overview**

- Serverless-first platform
- Decentralized domains
  - Business aligned
  - Bounded context
  - Autonomous teams
- Enabling layers
  - Data mesh
  - Message / Event Bus
  - Observability



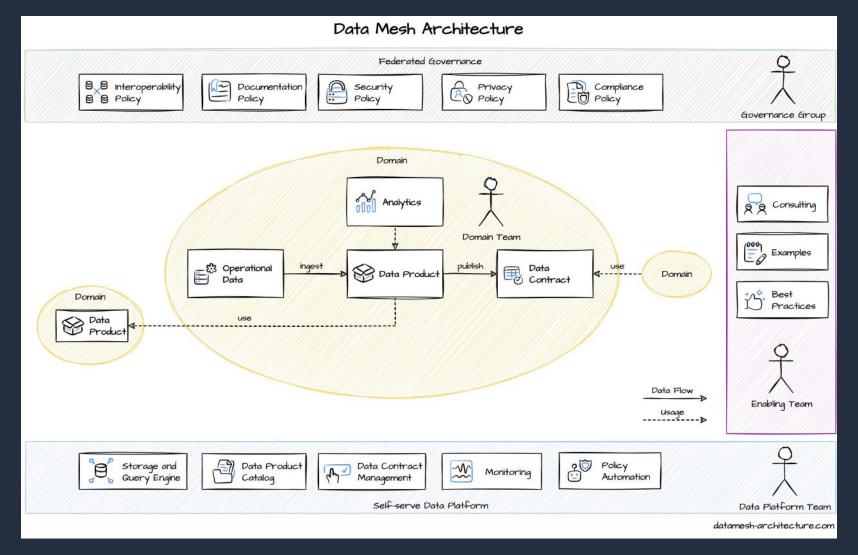
## **Mesh Principles**



Source: <a href="https://www.datamesh-architecture.com">https://www.datamesh-architecture.com</a>



#### **Canonical Architecture**



Source: <a href="https://www.datamesh-architecture.com">https://www.datamesh-architecture.com</a>



#### **Data Consumers**

#### The different data consumption patterns in RenRe

- Machine-to-Machine
- Power users that access prod systems using SQL / notebooks
- Underwriters / business analysts typically use derived data
- Report builders and consumers

How do we solve for these use cases on our development platform?



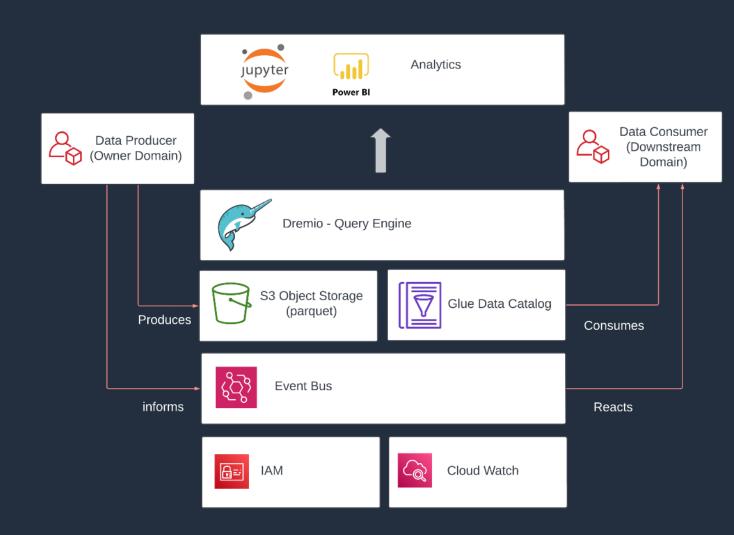
#### **Data Contracts**

#### Similar to an API contract

- Schema versioning, documentation, etc
- Data Catalog relational model
- Teams publishing products have a responsibility to honor the contract
- Contracts can evolve with new schema versions
- Use of data quality tools (e.g. Soda) to enforce constraints on data

## Mesh Technology Stack

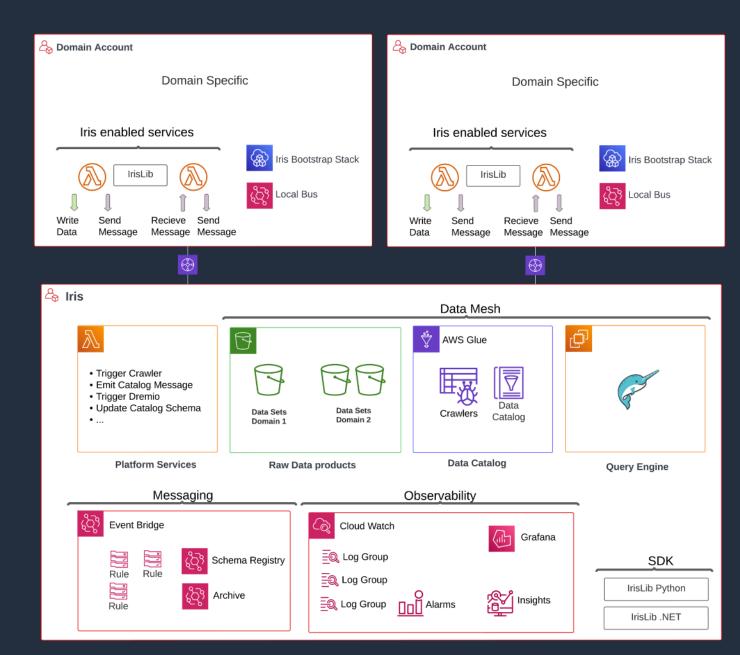
- **Storage**: S3 (Parquet)
- Catalog: AWS Glue
- Analytics engine: Dremio
- Access: IAM/SSO
- Observability: CloudWatch





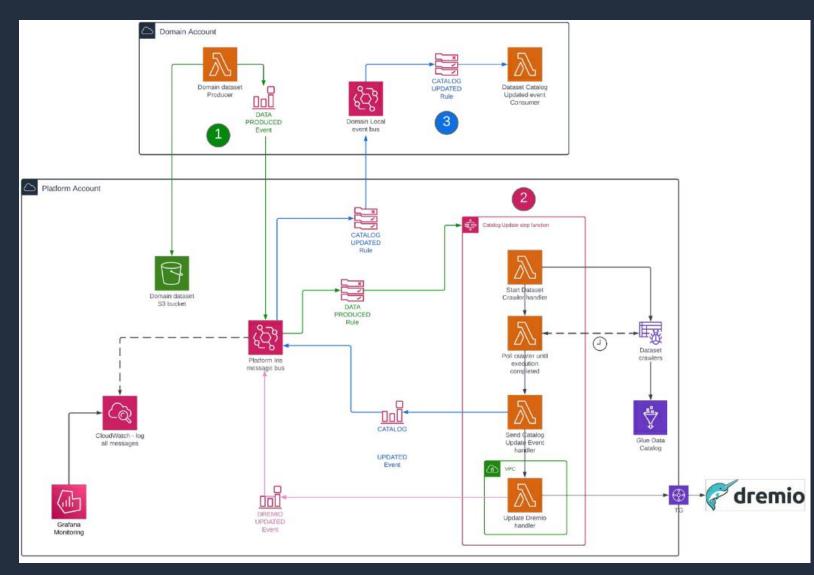
#### Realization on AWS

- Domains map to AWS accounts
- Iris provides enabling layers
  - Data Mesh
  - Common messaging
  - Common observability
  - Shared SDK



## Publishing a Data Set

- Producer creates a dataset and sends an event notification
- Iris responds to the event and updates the Glue catalog (Crawler or schema API)
- Iris emits event to announce data is ready to be consumed





### **Consuming a Data set**

#### Dremio

- Dremio is an open data lakehouse, providing self-service analytics through an SQL interface.
- This is intended for reporting and analytical workloads for human users.
- A "reflection" is an optimized materialization of source data or a query, similar to a materialized view.
- Data sets exist in layers and can be built using other data sets (e.g. raw/business/reporting)

#### AWS data services

- Glue Data Catalog: Python based services can use the awswrangler library to interact with the catalog
- S3: Direct system to system access

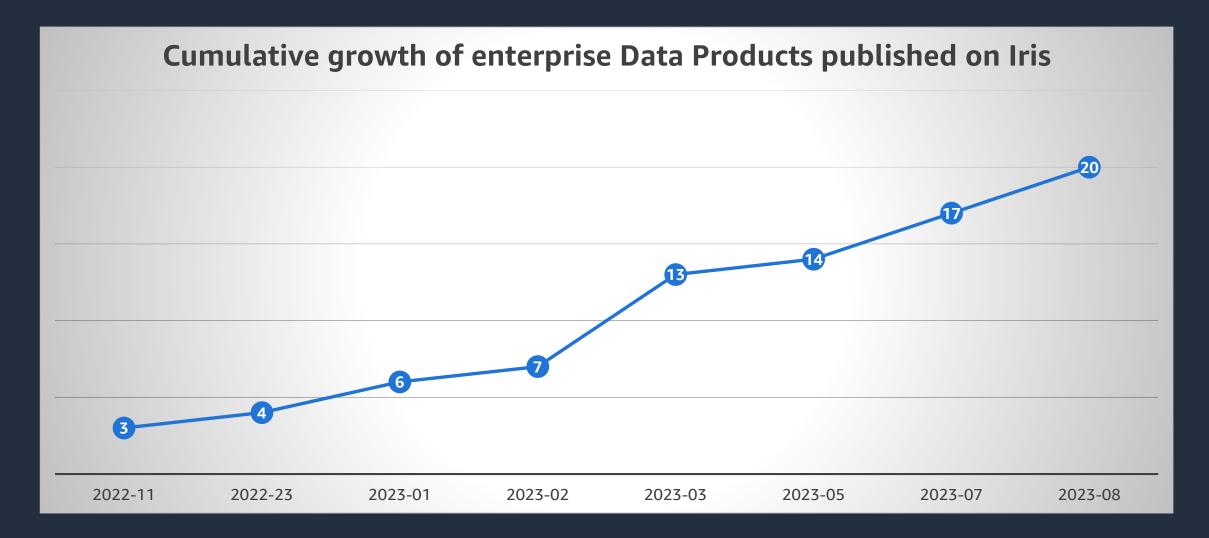


#### **Technical details**

- Data Lifecycle and events
  - Data Producers are responsible for the life-cycle of data sets (included as an SLA)
- Permissions Model
  - Machine to machine access is governed by IAM permission policy
  - Data consumers via Jupyter notebooks / Dremio or Power B.I. through A.D. + SSO
- Best practices multi-account setup
  - Security OU: Logs & audit, Guard duty, Macie...
  - Services OU: Networking, Secrets manager...
  - Production OU: Domain accounts
  - Disaster Recovery (warm pilot)



## Adoption





## A Data Mesh Approach

- Perfect is the enemy of good. Start small and build
- Flywheel effect as more data sets are published, the demand from consumers grows
- Governance is key Data Product Portfolio Management (DPPM)\*
  - Aim for Bonsai not Kudzu or Desert
  - Protect value
  - Manage Risk
  - Guide Evolution

https://aws.amazon.com/blogs/big-data/the-art-and-science-of-data-product-portfolio-management/



## Wrap Up

- At RenRe our Iris development platform is the architectural foundation of our modernization journey
- It facilitates our dev teams to more easily transition to a data mesh approach
   a core part of our broader data strategy
- Data mesh enables us
  - replace legacy data patterns
  - democratize access to data across the enterprise
  - allow data producers to create a single governed version of their data for consumption
  - allow data consumers to consume the data products using their preferred tools

