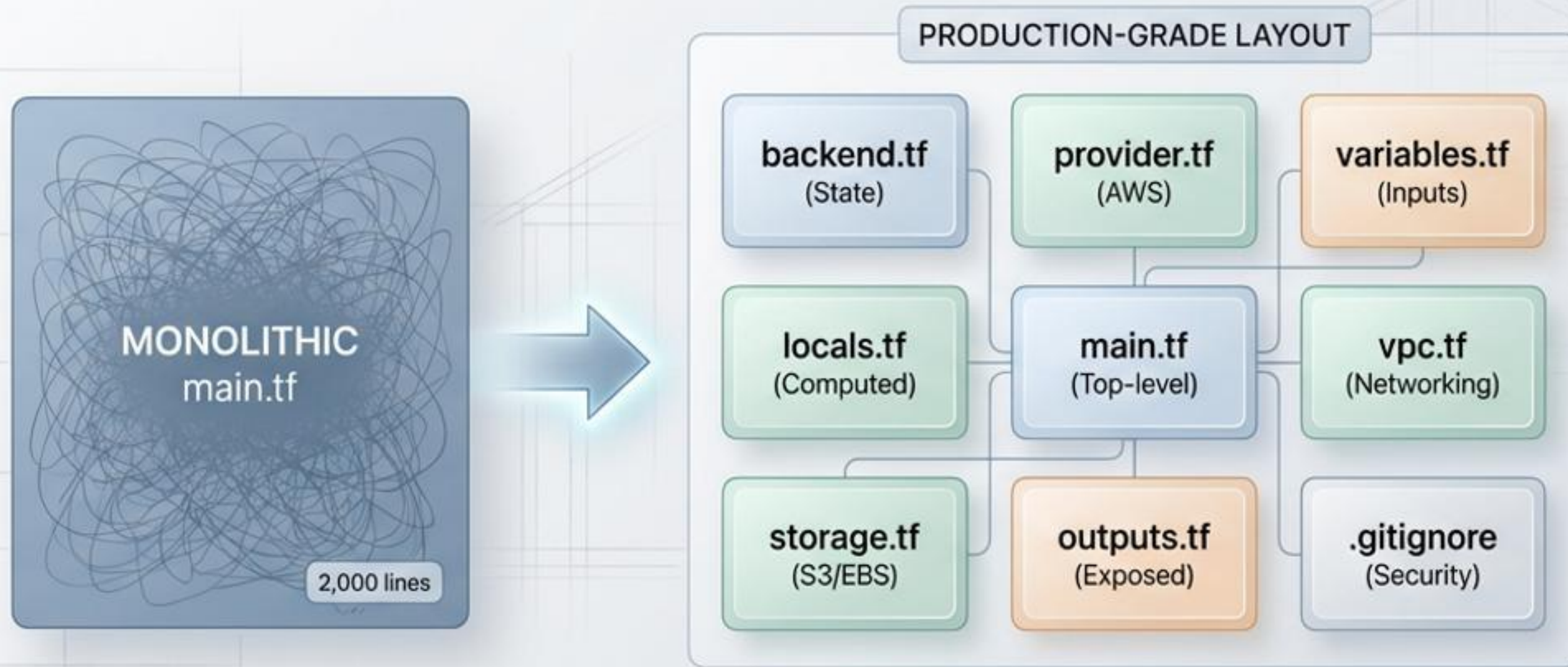


DAY 6/28

# TERRAFORM FILE STRUCTURE & BEST PRACTICES



**GOAL:** From Monolithic to Organized, Maintainable, Team-Ready



READABILITY



MAINTAINABILITY



COLLABORATION



GIT HYGIENE



TERRAFORM AWS LABS

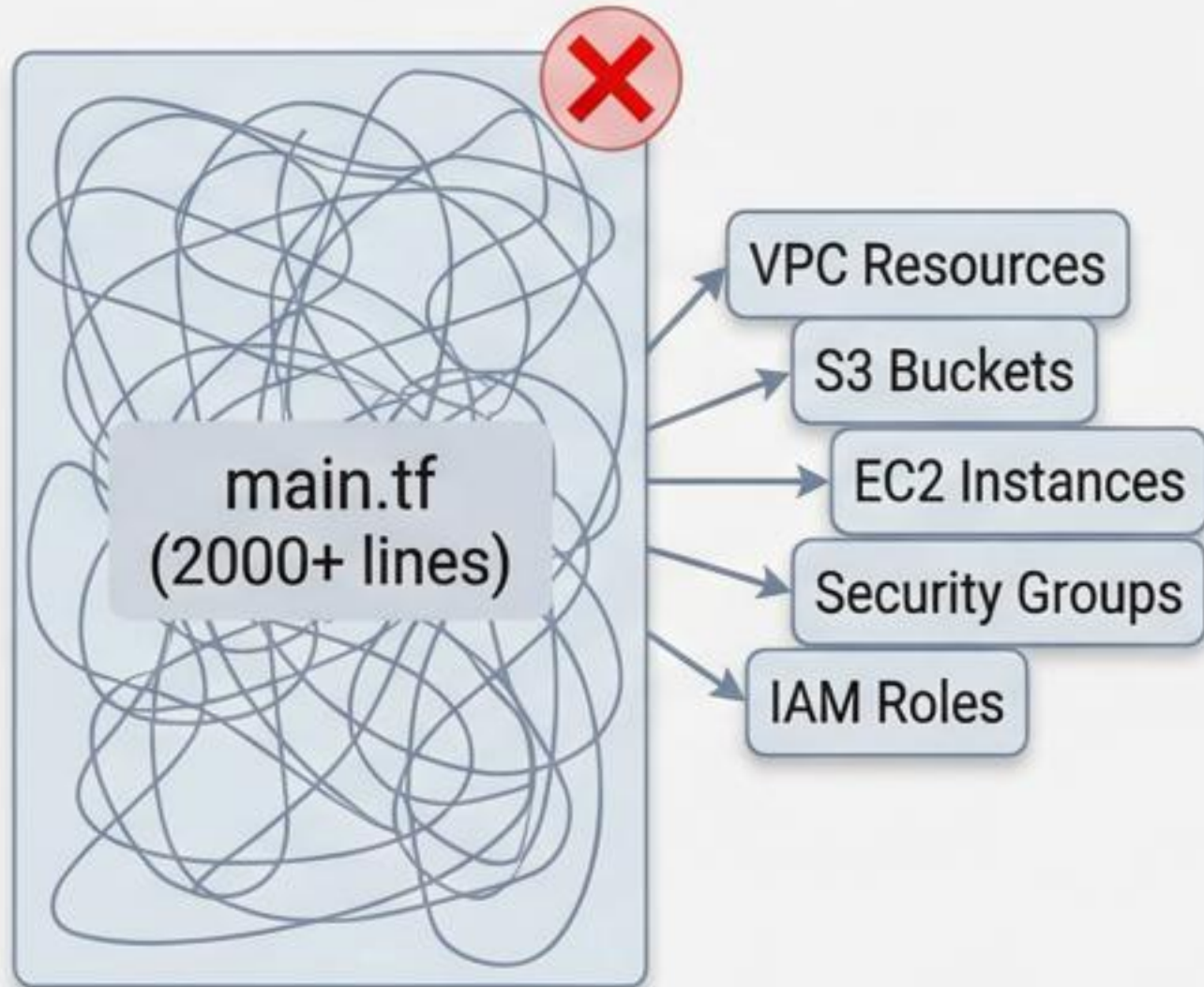
[github.com/terraform-aws-labs/day06](https://github.com/terraform-aws-labs/day06)



# Structure for Maintainability: Functional Grouping

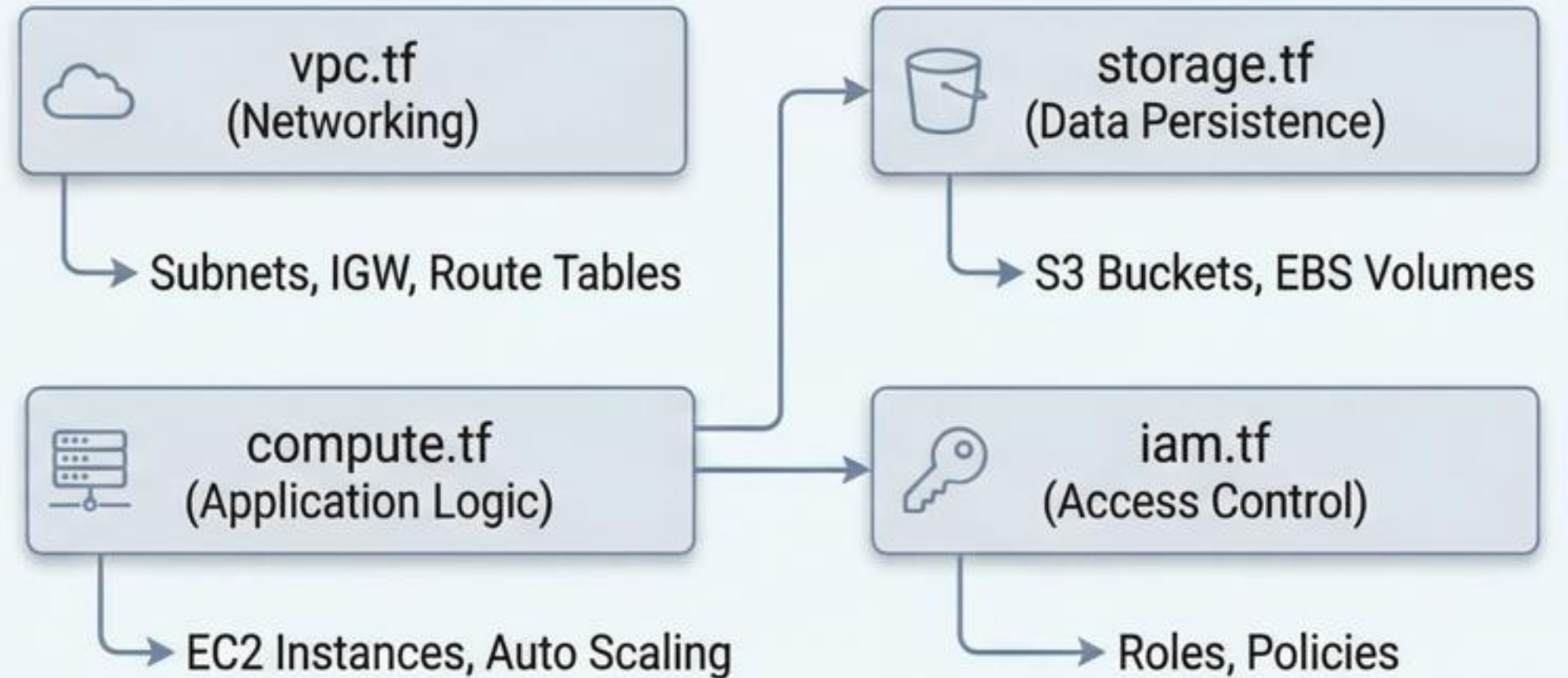
Organize files by business function, not resource type, for minimal impact and focused reviews.

## ❌ Anti-Pattern: Monolithic main.tf



Cross-cutting changes, difficult reviews, high blast radius

## ✅ Production Practice: Functional Modules



### Benefits:

- ✅ **Minimal Cross-Cutting Changes:** Modify networking without touching storage.
- ✅ **Focused Code Reviews:** Smaller, domain-specific files for faster approval.
- ✅ **Reduced Blast Radius:** Isolate changes to single functions.



# Recommended Production-Grade Terraform File Structure

Root Directory: /day06/

## Configuration & State (Secure)

**backend.tf**

🔒 Encrypted S3 State, Native Locking

**provider.tf**

🌐 AWS Region, Default Tags

## Inputs & Logic (Reusable)

**variables.tf**

⬇️ Validated Inputs

**locals.tf**

🔧 Computed Prefixes, Common Tags

## Resources (Functional Grouping)

**vpc.tf**

🌐 All Networking, VPC, Subnets, IGW

**storage.tf**

🗑️ S3 Buckets, Disks

**main.tf**

🔧 Top-Level Glue Resources / Empty

## Outputs & Defaults (Exposed)

**outputs.tf**

⬆️ Downstream Values

**terraform.tfvars**

🔧 Environment Defaults

## Project Metadata (Ignored & Docs)

**.gitignore**

🚫 Block Sensitive Files

**README.md**

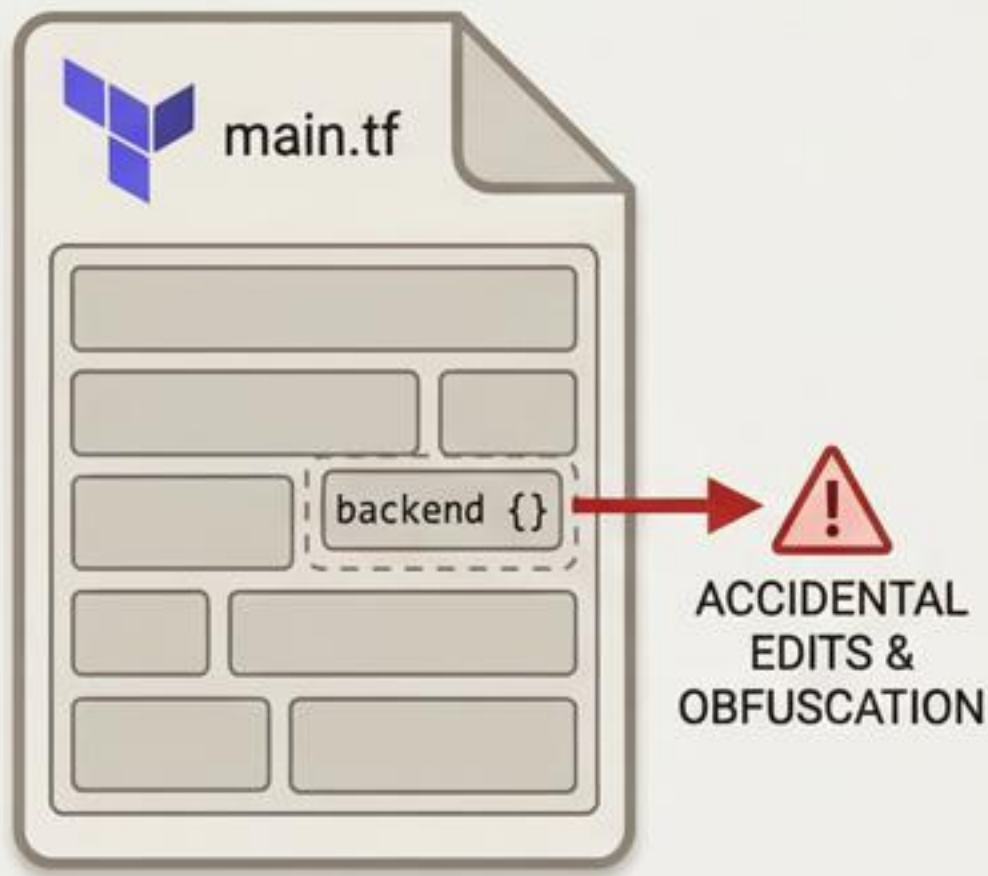
📖 Project Documentation

✅ **Key Principle:** "Separation of Concerns" —  
Group by Function, Not Just Resource Type.



# STRATEGIC BACKEND ISOLATION: ENHANCING STATE MANAGEMENT SECURITY & CLARITY

## MONOLITHIC MAIN.TF RISK




Risk of modifying state location or locking parameters within general resource configuration, leading to potential state corruption or conflicts.

## ISOLATED BACKEND.TF PATTERN



### WORKFLOW IMPLICATION

```
>_ terraform init -reconfigure
```

 **MANDATORY** on any backend change.  
Explicit action prevents silent state divergence.

## KEY BENEFITS & IMPLICATIONS



### PREVENTION

Reduces risk of accidental state configuration modification during routine resource updates.



### DOCUMENTATION

Serves as the single, unambiguous source of truth for state location, encryption, and locking mechanisms.



### WORKFLOW SIGNAL

Forces explicit re-initialization via `terraform init -reconfigure` for any backend alteration, ensuring intentionality.



### TEAM CLARITY

Provides immediate visibility into critical state infrastructure for all engineers, enhancing collaboration.

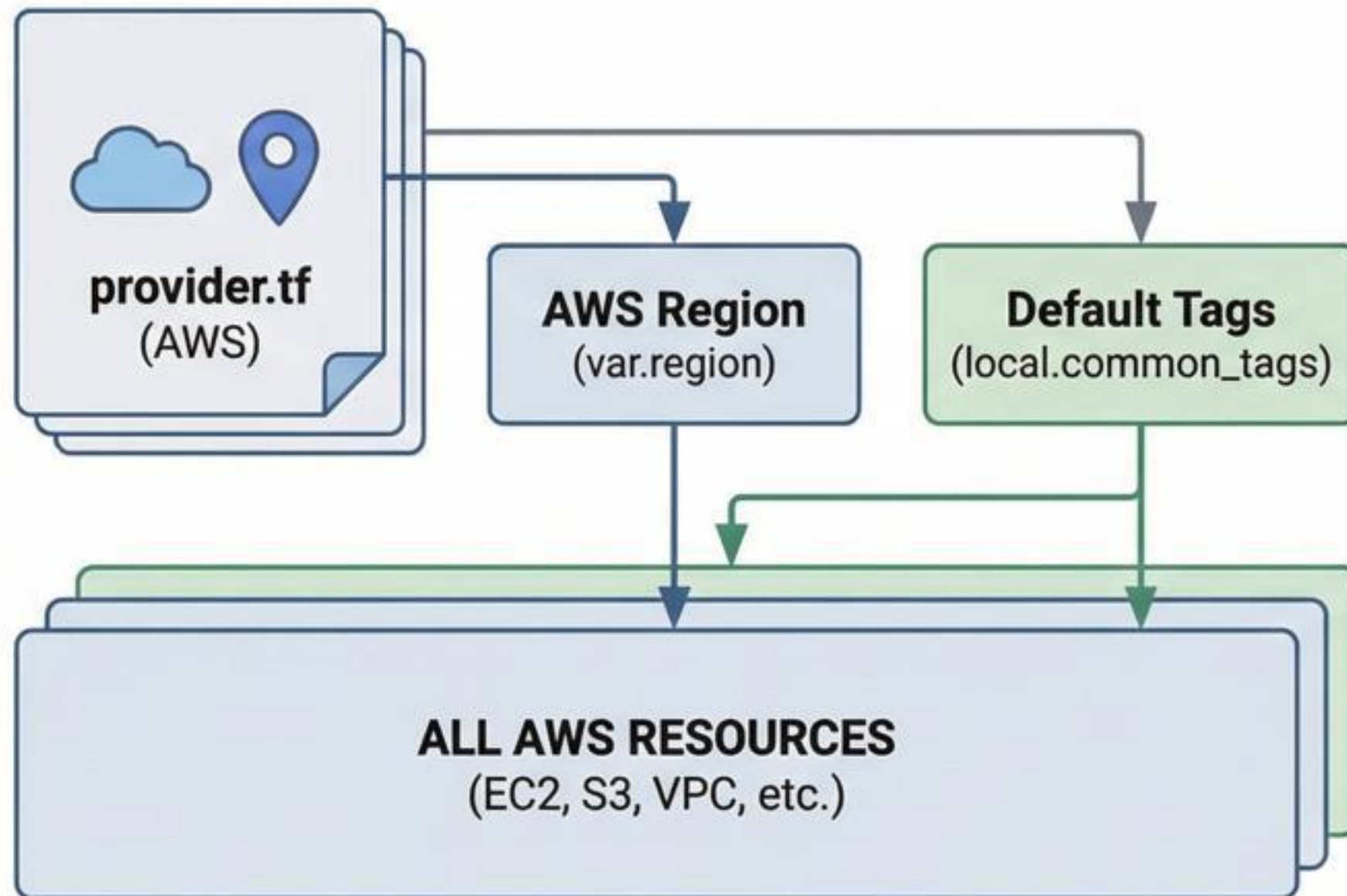
Isolating the backend block in its own file clarifies that any change to bucket, key or encryption demands `terraform init -reconfigure`; keeping it separate prevents accidental edits and documents the single source of truth for state location and locking.



# DAY 6/28: TERRAFORM FILE STRUCTURE & BEST PRACTICES

## Provider.tf – Cloud Provider & Default Tags

### CLOUD PROVIDER CONFIGURATION



### BEST PRACTICE: provider.tf

```
# 🌐 provider.tf
provider "aws" {
    region = var.region

    # ✅ Apply common tags to ALL resources (DRY!)
    default_tags {
        tags = local.common_tags
    }
}
```

#### ✅ BENEFIT

`default\_tags` eliminates repeating `tags = {...}` in *every* resource and guarantees consistent ownership, environment, and application labels across the entire footprint.



# INPUT VARIABLE BEST PRACTICES: VALIDATION & SECURITY

**Goal:** Catch Errors Early & Secure Sensitive Data

## BEFORE: Monolithic & Risky

```
main.tf
...
variable "env" {}
...
variable "vpc_cidr" {}
variable "vpc_cidr" {
  default = "10.0.0.0/8"
}
variable "db_password" {
  default = "secret123"
}
```

❌ Errors caught only at 'apply';  
Secrets exposed in code/git

## AFTER: Production-Grade & Secure

### variables.tf (Definitions)

```
✓ variable "env" {
  description="Environment"
  type=string
  validation {
    condition=contains(["dev","prod"], var.env)
    error_message="Invalid environment"
  }
}
```

```
✓ variable "vpc_cidr" {
  description="VPC CIDR"
  type=string
  validation {
    condition=can(cidrhost(var.vpc_cidr,0))
    error_message="Invalid CIDR"
  }
}
```

### terraform.tfvars (Defaults)

```
env = "dev"
vpc_cidr = "10.0.0.0/16"
```

### main.tf (Top-level)

```
prod.secret.tfvars (Sensitive - Excluded)
db_password = "actual_secret_value"
```

```
.gitignore
*.secret.tfvars
*.tfstate
.terraform/
```

✓ Errors caught at 'validate'; Secrets injected securely, not committed

**Summary:** Use descriptions, types, and validation for robustness; isolate sensitive values from version control.



# LOCALS.TF: COMPUTED VALUES & DRY LOGIC

Centralized Naming, Tags, and Computed Values for Maintainability.

## ❌ Hardcoded & Repetitive (Before Locals)

```
resource "aws_s3_bucket" "app_bucket" {
  bucket = "my-app-dev-logs"
  tags = {
    Environment = "dev"
    Owner       = "team-a"
    Application  = "my-app"
  }
}

resource "aws_ec2_instance" "web" {
  tags = {
    Environment = "dev"
    Owner       = "team-a"
    Application  = "my-app"
  }
}

# Duplication & Error-Prone
```

## ✅ Centralized & Dynamic (With Locals)

```
# locals.tf
locals {
  # Reusable Naming Convention
  name_prefix = "${var.app}-${var.env}"





  # Consistent Tag Map
  common_tags = {
    Environment = var.env
    Application  = var.app
    Owner       = "terraform-team"
    Terraform   = "true"
  }

  # Globally Unique S3 Bucket Name
  bucket_name = "${local.name_prefix}-logs-${random_string.suffix.result}"
}
```

```
# storage.tf
resource "aws_s3_bucket" "logs" {
  bucket = local.bucket_name
  tags   = local.common_tags
}

# Single Source of Truth, Cascading Updates
```

### KEY BENEFITS

-  **Eliminates Duplication (DRY):** Define once, use everywhere.
-  **Simplifies Updates:** Change `var.app` or `var.env` in one place, everything updates automatically.
-  **Ensures Consistency:** Uniform naming and tags across all resources.
-  **Prevents Typos:** Reduces human error from manual repetition.

**Day 6 Goal:** Move to Organized, Maintainable Structure  
[github.com/Netflix/terraform-aws-labs/tree/master/day06](https://github.com/Netflix/terraform-aws-labs/tree/master/day06)



# NETWORKING: OPTIMIZED vpc.tf & MULTI-AZ STRATEGY



- ✓ **CONSOLIDATION:** VPC, IGW, Subnets, Route Tables live in `vpc.tf`.
- ✓ **SCALABILITY:** `for_each` simplifies multi-AZ deployments.
- ✓ **CONSISTENCY:** Tags reference `local.name_prefix` for uniform naming.



# Storage.tf: Secure-by-Default S3 Configuration & Decoupled Naming





# outputs.tf: Exposing Essential Values for Downstream Use

## Purpose & Benefits



**Purpose:** Expose key infrastructure data.



**For Downstream:** CI/CD pipelines, other tools, human readability.



**Clarity:** Descriptions clarify value purpose.



**Security:** Use 'sensitive' sparingly.

### Example: outputs.tf & Best Practice

```
# 🏠 outputs.tf
output "vpc_id" {
  description = "ID of the VPC"
  value       = aws_vpc.main.id
}

output "bucket_name" {
  description = "S3 bucket name"
  value       = aws_s3_bucket.logs.bucket
  sensitive   = false # ✅ Safe to show in logs
}

output "environment" {
  description = "Environment label"
  value       = var.env
}

output "common_tags" {
  description = "Tags applied to resources"
  value       = local.common_tags
  sensitive   = false
}
```

Annotations:

- ← Adds Context (points to description of vpc\_id)
- ↙ Reference Resource/Var/Local (points to aws\_s3\_bucket.logs.bucket)
- ✅ Keeps Logs Useful (Avoids Redaction unless Secret) (points to sensitive = false)



**Pro Tip:** Only mark outputs as `sensitive = true` if they contain actual secrets (e.g., database passwords, access keys) to prevent accidental exposure.



# `.gitignore` & Git Hygiene: Secure Collaboration

Preventing accidental credential leakage and maintaining state integrity in shared repositories.



## Sample `.gitignore` Snippet

```
# 🗄️ Terraform State & Backups
terraform.tfstate
terraform.tfstate.backup
.terraform.tfstate.lock.info
```

```
# 📦 Provider & Module Cache
.terraform/
# 🔑 Secret Variable Files
*.tfvars.json
```

```
# ⚠️ Crash Logs
crash.log
```

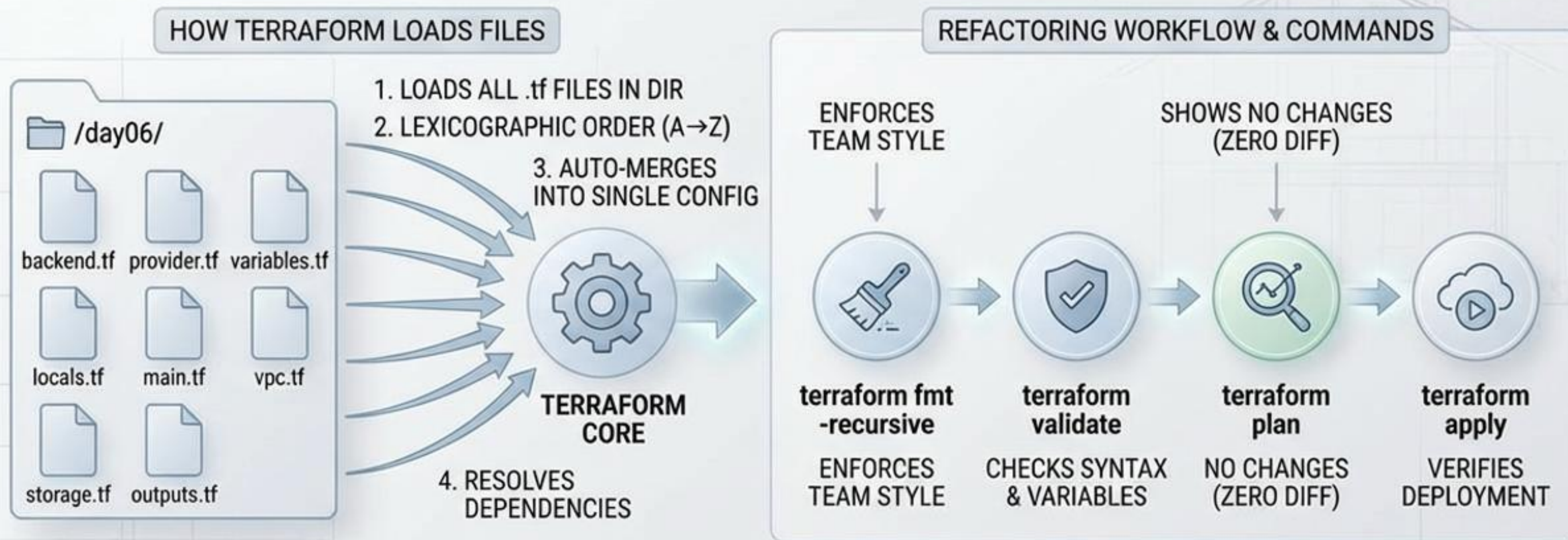
```
# ✂️ Override Files
override.tf
override.tf.json
```

```
# 📄 Keep Example Files
!terraform.tfvars.example
```

Golden Rule: Commit templates (`.example`), ignore actual secrets (`.tfvars`), and secure state remotely.



# DAY 6/28: TERRAFORM FILE STRUCTURE & BEST PRACTICES



**GOAL:** CONFIRM REFACTOR IS IDENTICAL TO MONOLITH & TEAM-READY



READABILITY



MAINTAINABILITY



COLLABORATION



GIT HYGIENE



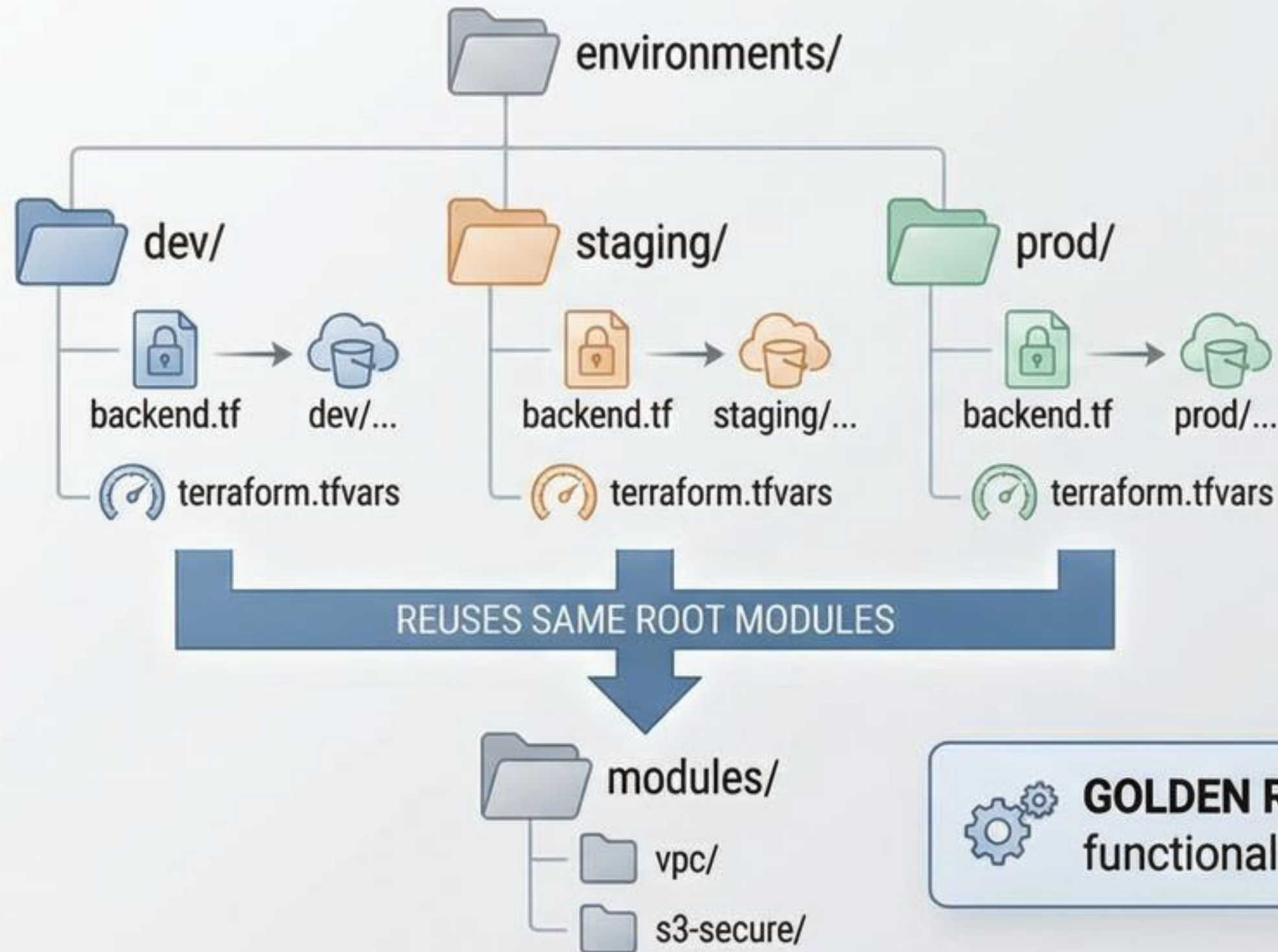
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[github.com/Push/terraform-aws-labs/day06](https://github.com/Push/terraform-aws-labs/day06)



# ADVANCED PATTERNS: ENVIRONMENT-SPECIFIC DIRECTORIES

Isolating backends and variables per environment for maintainable scale.



## TRADE-OFF & MITIGATION

- ✓ **PROS:** Isolated state, independent variables, clean separation.
- ✗ **CONS:** Duplicated 'backend.tf' code.

💡 **MITIGATION:** Module composition once modules are introduced (Day 12+).

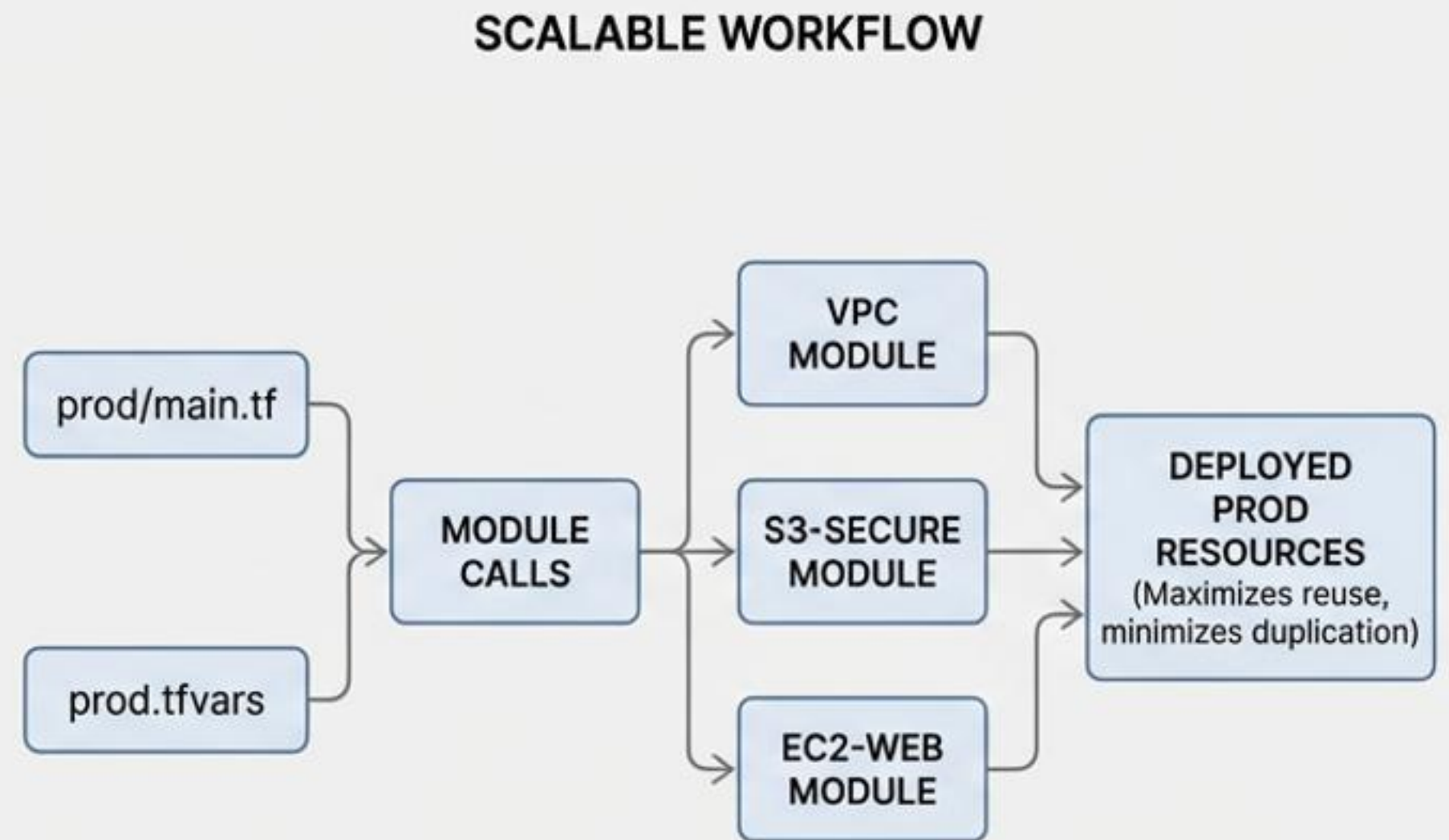
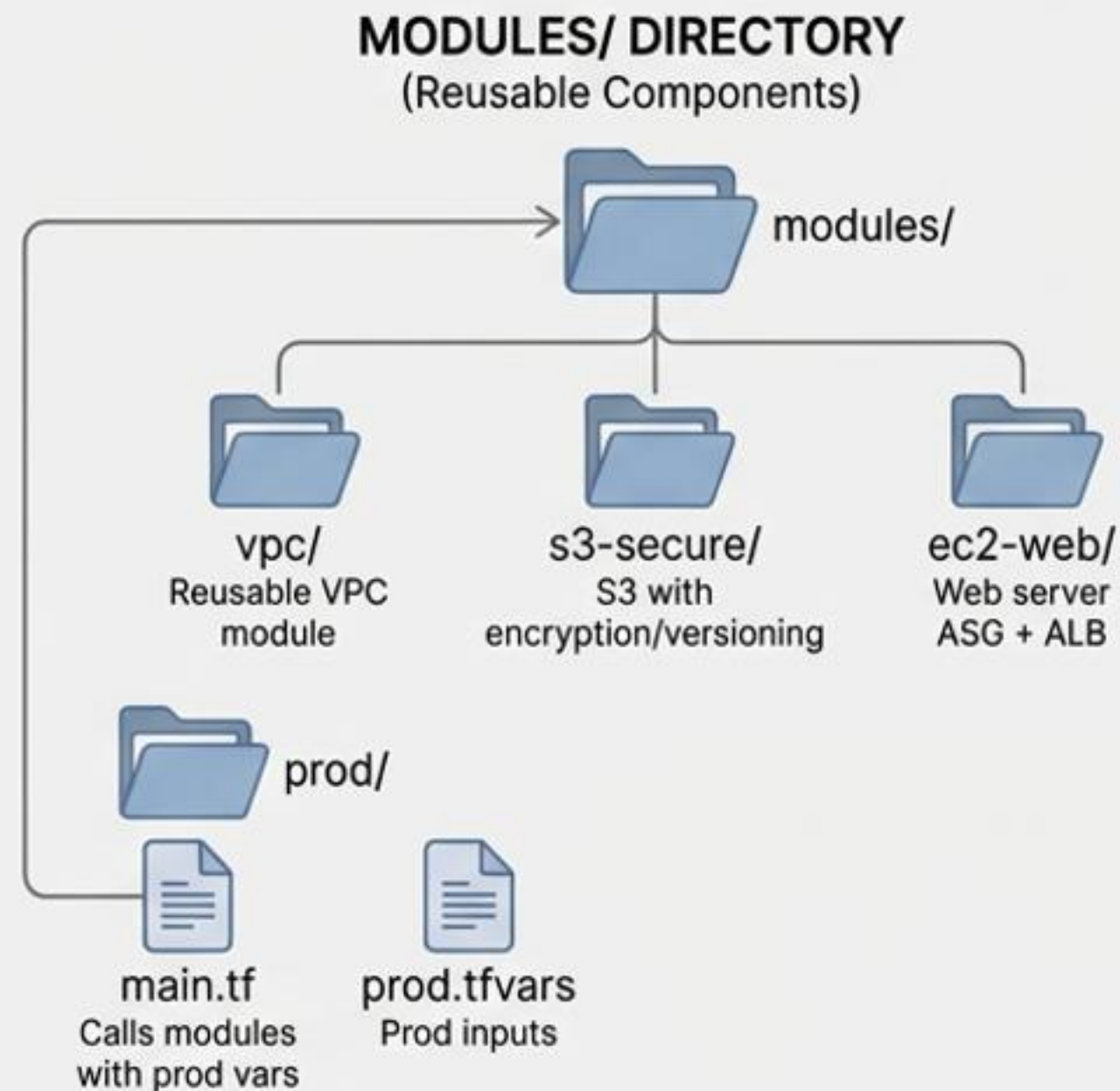


**GOLDEN RULE:** Structure for maintainability, not just functionality. If it's hard to understand, simplify it.



# DAY 6/28: TERRAFORM FILE STRUCTURE & BEST PRACTICES

## Advanced Patterns: Service-Based Modules (Scalable)





# Lab: Validate & Test Your Structure

**Goal:** Verify Refactored Structure Behaves Identically to Monolithic Config

## ✓ Success Criteria

- ✓ **terraform validate** passes with no errors.
- ✓ **terraform plan** shows *\*identical\** resources as Day 5 (no unexpected changes).
- ✓ **terraform destroy** cleans up all resources without errors.

**Initialize**  
(backend + providers)

```
>_terraform init
```

**Format all files**  
(team consistency)

```
>_terraform fmt -recursive
```

**Validate syntax & logic**

```
>_terraform validate
```

Pass

**Dry-run**  
(confirm no changes)

```
>_terraform plan
```

**Apply**  
(if testing)

```
>_terraform apply -auto-approve
```

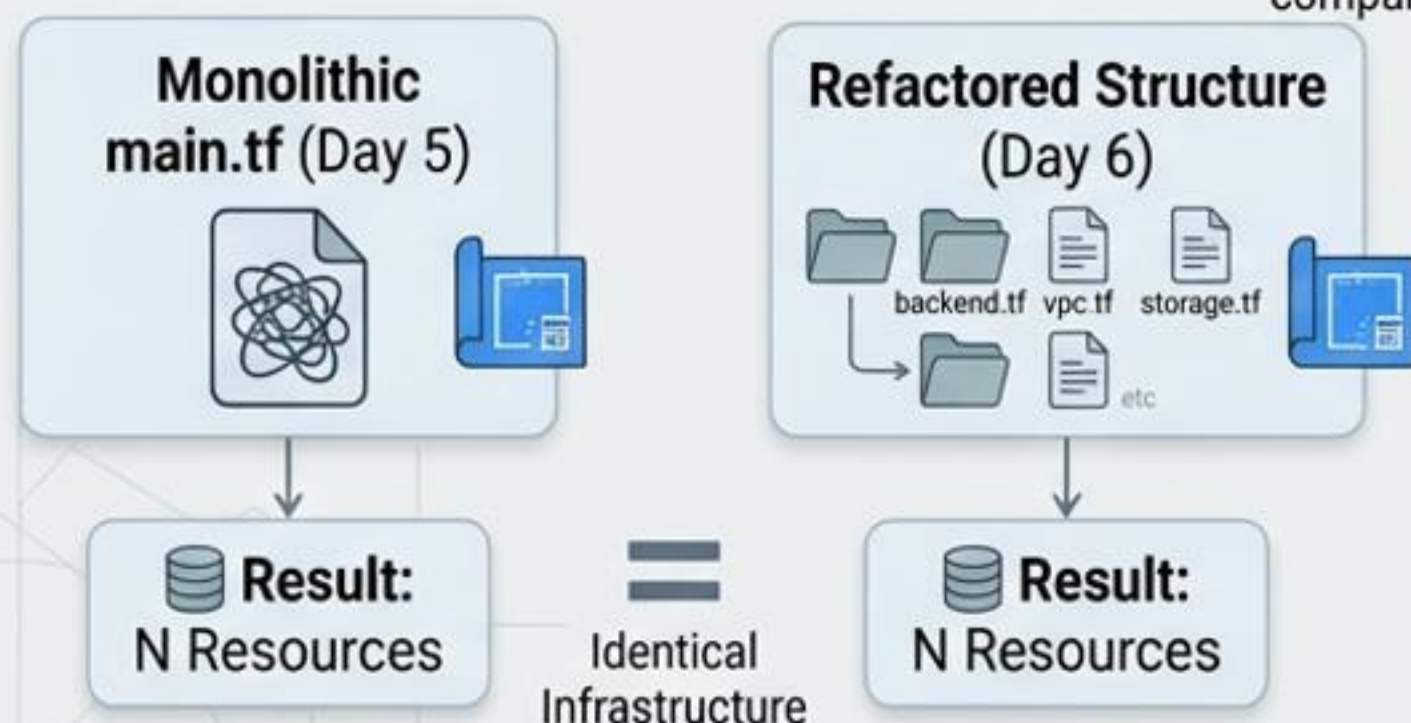
**Clean up**

```
>_terraform destroy -auto-approve
```

## Proving the Split Files Behave Identically

Must show **No Changes** compared to Day 5

Verify complete cleanup



## ➡ Summary: Structure = Maintainability

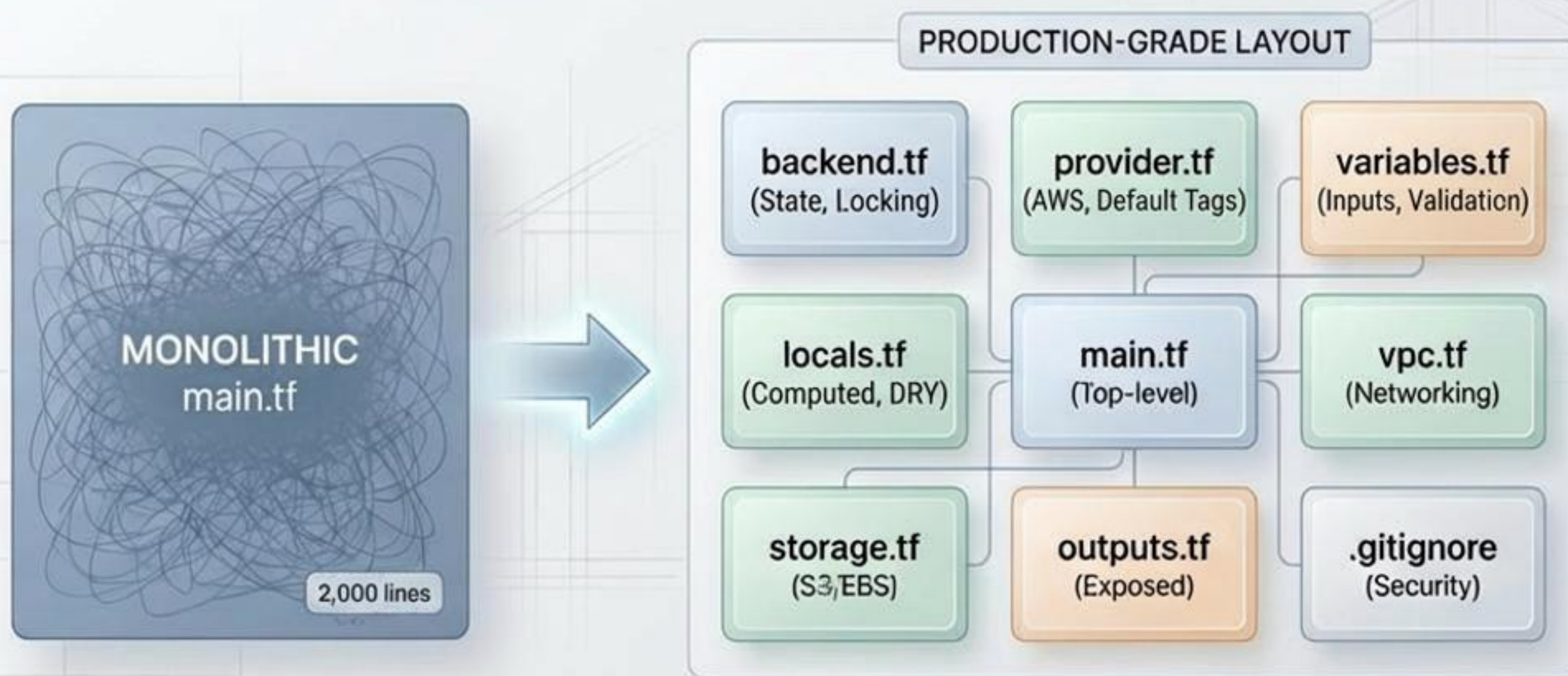
Anti-Pattern	Production Practice
✗ One main.tf	✓ Logical files (vpc.tf, storage.tf)
✗ Hardcoded values	✓ variables.tf + .tfvars
✗ Repeated tags	✓ locals.tf + default_tags

**Golden Rule:** "If a new engineer can't understand your structure in 5 minutes — simplify it."



# DAY 6/28: TERRAFORM FILE STRUCTURE & BEST PRACTICES

[Repo: github.com/terraform-aws-labs/day06](https://github.com/terraform-aws-labs/day06)



## STEP-BY-STEP REFACTOR

- ✓ Replace a single bloated main.tf with logical files.
- ✓ Replace hard-coded strings with validated variables.
- ✓ Replace copy-pasted tags with locals and default\_tags.
- ✓ Replace committed state with remote backend and .gitignore.
- ✓ Replace silent failures with validation blocks to achieve production-grade maintainability.

**GOAL:** From Monolithic to Organized, Maintainable, Team-Ready

READABILITY



MAINTAINABILITY



COLLABORATION



GIT HYGIENE



TERRAFORM AWS LABS

[github.com/terraform-aws-labs/day06](https://github.com/terraform-aws-labs/day06)



# THE 5-MINUTE RULE: CLARITY IS RELIABILITY

**Goal:** Ensure repository structure is immediately understandable for any engineer.



🔍 READABILITY

⚙️ MAINTAINABILITY

🤝 COLLABORATION

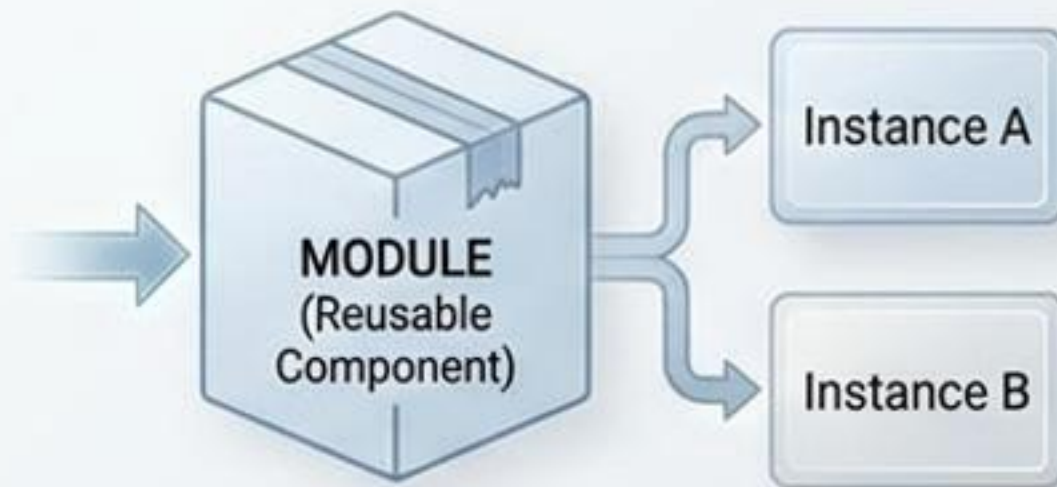
🛡️ GIT HYGIENE



# FUTURE SESSIONS:

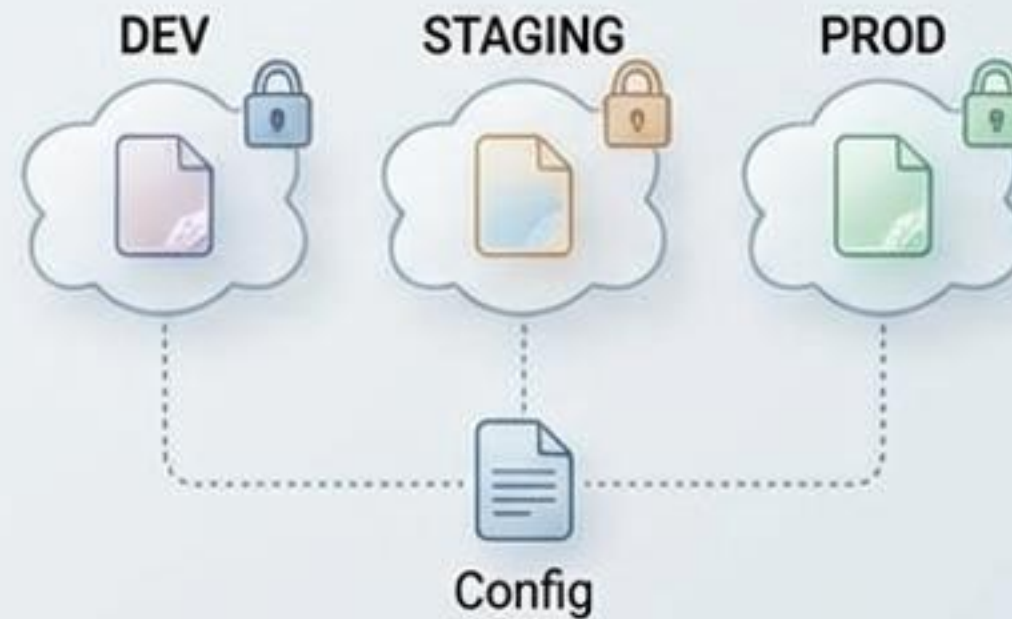
## Building on Foundations for Automation & Scale

### MODULES (Packaging for Reuse)



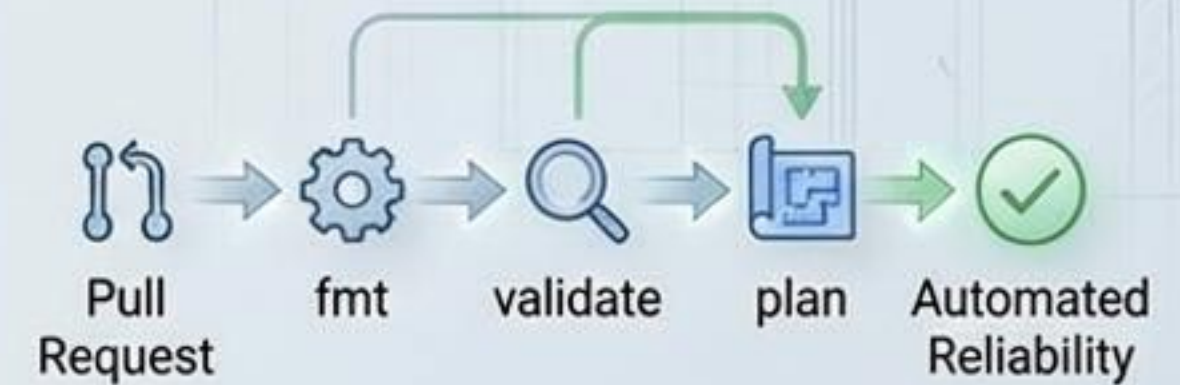
- Encapsulate resources into reusable components. Promotes DRY, consistency, and simplified management.

### WORKSPACES (State Isolation)



- Manage multiple environments with isolated state files from a single configuration. Prevents accidental cross-environment changes.

### CI PIPELINES (Enforced Reliability)



- Automate `fmt`, `validate`, and `plan` on every PR. Ensure code quality and prevent drift.

Turning clean code into automated reliability through modularity, isolation, and enforced workflows.