

Terraform Cloud Integrated GitOps Workflow - Concept

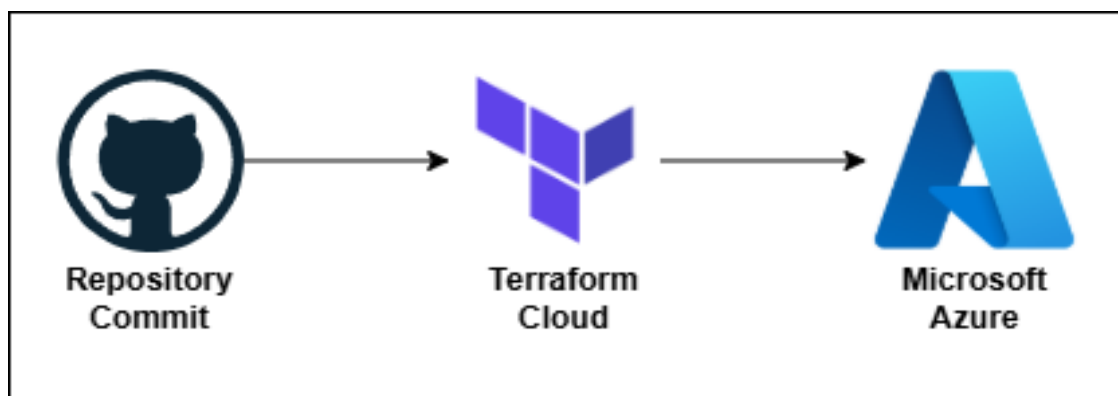
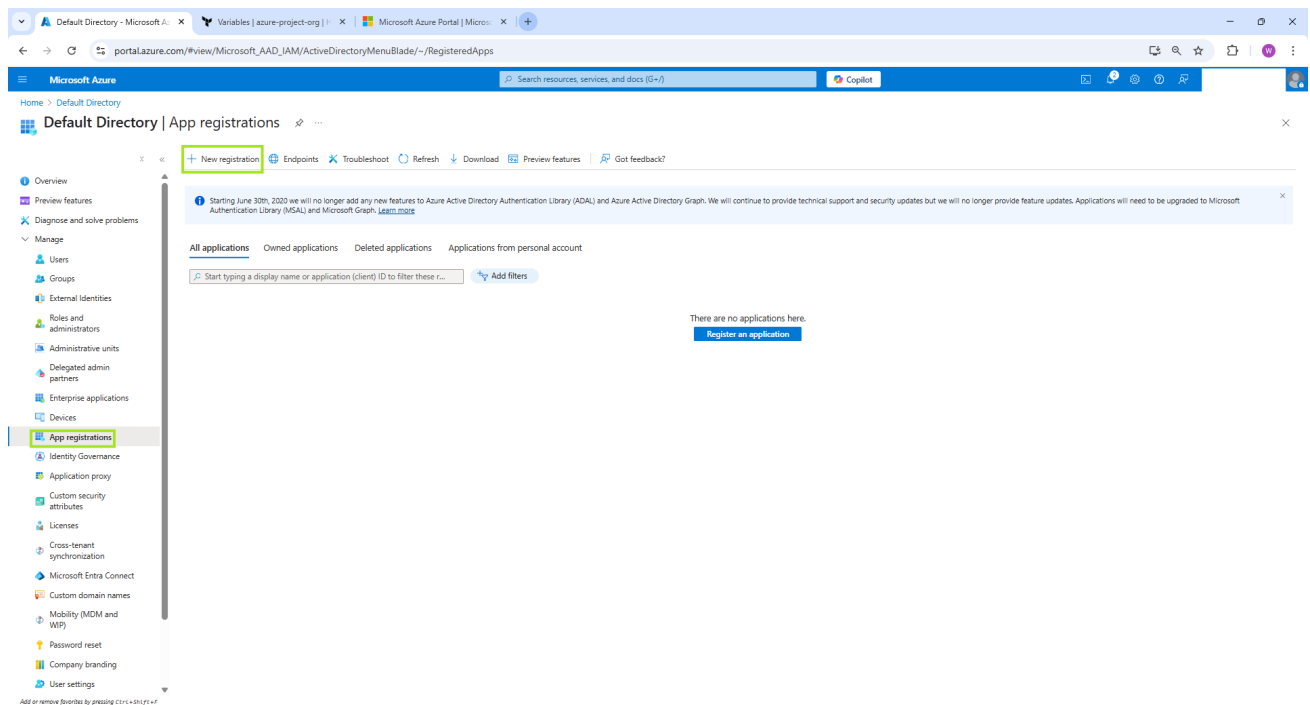


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1. Setting up Azure for Terraform

1.1 Create Application in Entra ID



1.1.1 Register Application

Home > Default Directory | App registrations >

Register an application

* Name

The user-facing display name for this application (this can be changed later).

Supported account types

Who can use this application or access this API?

☒ Accounts in this organizational directory only (Default Directory only - Single tenant)

☐ Accounts in any organizational directory (Any Microsoft Entra ID tenant - Multitenant)

☐ Accounts in any organizational directory (Any Microsoft Entra ID tenant - Multitenant) and personal Microsoft accounts (e.g. Skype, Xbox)

☐ Personal Microsoft accounts only

[Help me choose...](#)

Redirect URI (optional)

We'll return the authentication response to this URI after successfully authenticating the user. Providing this now is optional and it can be changed later, but a value is required for most authentication scenarios.

Select a platform

Register an app you're working on here. Integrate gallery apps and other apps from outside your organization by adding from [Enterprise applications](#).

By proceeding, you agree to the [Microsoft Platform Policies](#)

1.2 Allow Application to control Azure Resources through IAM

Microsoft Azure

Home > Subscriptions > Azure subscription 1

Azure subscription 1 | Access control (IAM)

Search

+ Add Download role assignments Edit columns Refresh Delete Feedback

Overview
Activity log
Access control (IAM)
Tags
Diagnose and solve problems
Security
Resource visualizer
Events
Cost Management

Add role assignment
Add co-administrator
Add custom role

Check access Role assignments Roles Deny assignments Classic administrators

Looking for the previous check access view? [Click here.](#)

Check access
Review the level of access a user, group, service principal, or managed identity has to this resource. [Learn more](#)

Check access

1.2.1 Creating Role

Microsoft Azure

Home > Subscriptions > Azure subscription 1 | Access control (IAM) >

Add role assignment

Role Members Conditions Assignment type Review + assign

A role definition is a collection of permissions. You can use the built-in roles or you can create your own custom roles. [Learn more](#)

Job function roles Privileged administrator roles

Grant privileged administrator access, such as the ability to assign roles to other users.

Can a job function role with less access be used instead?

Contributor

Type: All Category: All

Name ↑↓	Description ↑↓
Contributor	Grants full access to manage all resources but does not allow you to assign roles in Azure

Showing 1 - 1 of 1 results.

Review + assign Previous Next

1.2.2 Assigning Role to the Application

Microsoft Azure

Search resources, services, and docs (G+)

Copilot

Home > Subscriptions > Azure subscription 1 | Access control (IAM) >

Add role assignment ...

Role

Members

Conditions

Assignment type

Review + assign

Selected role

Contributor

Assign access to

☒ User, group, or service principal

☐ Managed identity

Members

+ Select members

Name	Object ID	Type
No members selected		

Description

Optional

Review + assign

Previous

Next

Select members

Terraform

terraform: Application

Selected members:

terraform: Application

Select

Close

Microsoft Azure

Search resources, services, and docs (G+)

Copilot

Home > Subscriptions > Azure subscription 1 | Access control (IAM) >

Add role assignment ...

Role

Members

Conditions

Assignment type

Review + assign

If you have Microsoft Entra Privileged Identity Management (PIM), you can use eligible assignments to provide just-in-time access to role. Users with eligible and/or time-bound assignments must have a valid license. [Learn more](#)

Managed identity and service principal member types do not support Eligible assignment types. This assignment can be time bound or permanent.

Selected role

Contributor

Assignment type

☐ Eligible (Recommended)
Member must activate to use this role for a limited period of time.

☒ Active
Member can use this role at any time.

Assignment duration

☒ Permanent
Assignment has no end date or time.

☐ Time bound
Assignment has an end date and time.

Configure Privileged Identity Management (PIM) policy


Review + assign

Previous

Next

Add role assignment ...

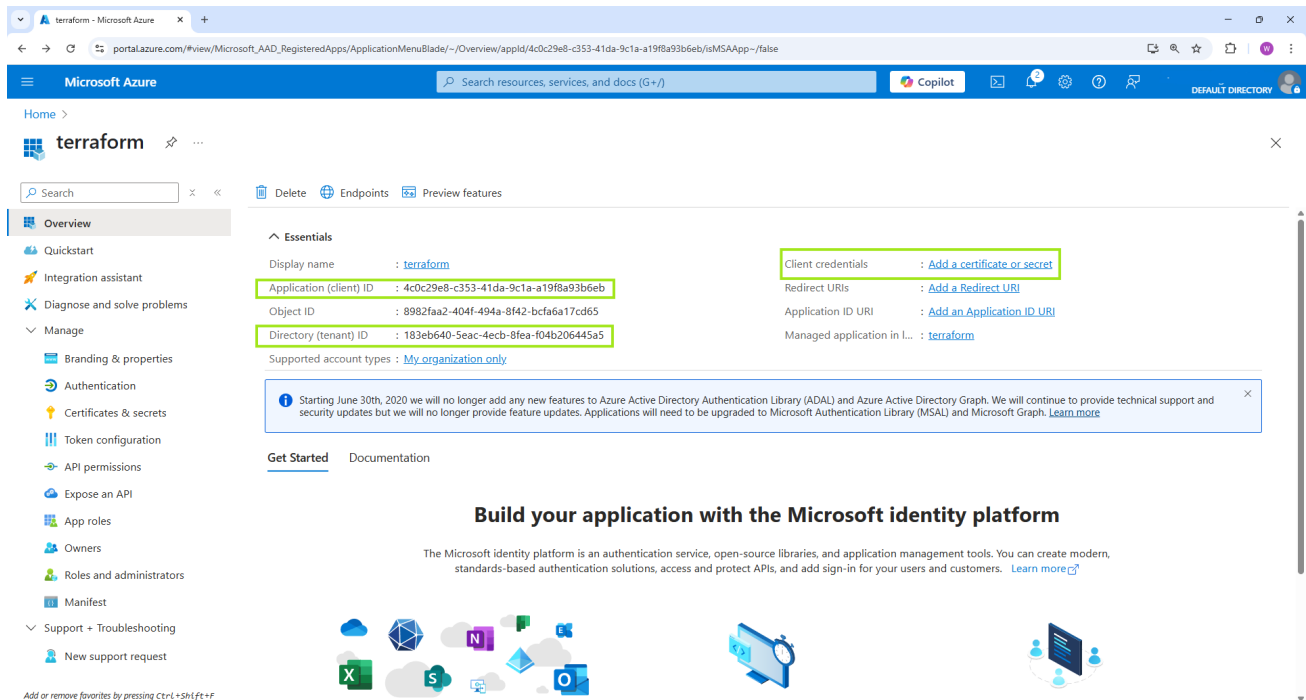
- Role
- Members
- Conditions
- Assignment type
- Review + assign

 If you changed your role or member selection, your assignment type might have changed. Please review the assignment before submitting.

Role	Contributor		
Scope	/subscriptions/9415056c-ecba-40e0-8fae-6f3101fb0dba		
Members	Name	Object ID	Type
	terraform-access	907ec851-f3a3-4345-8fe5-7c12fde218a8	App
Description	No description		
Assignment type	Active		
Assignment duration	Permanent		

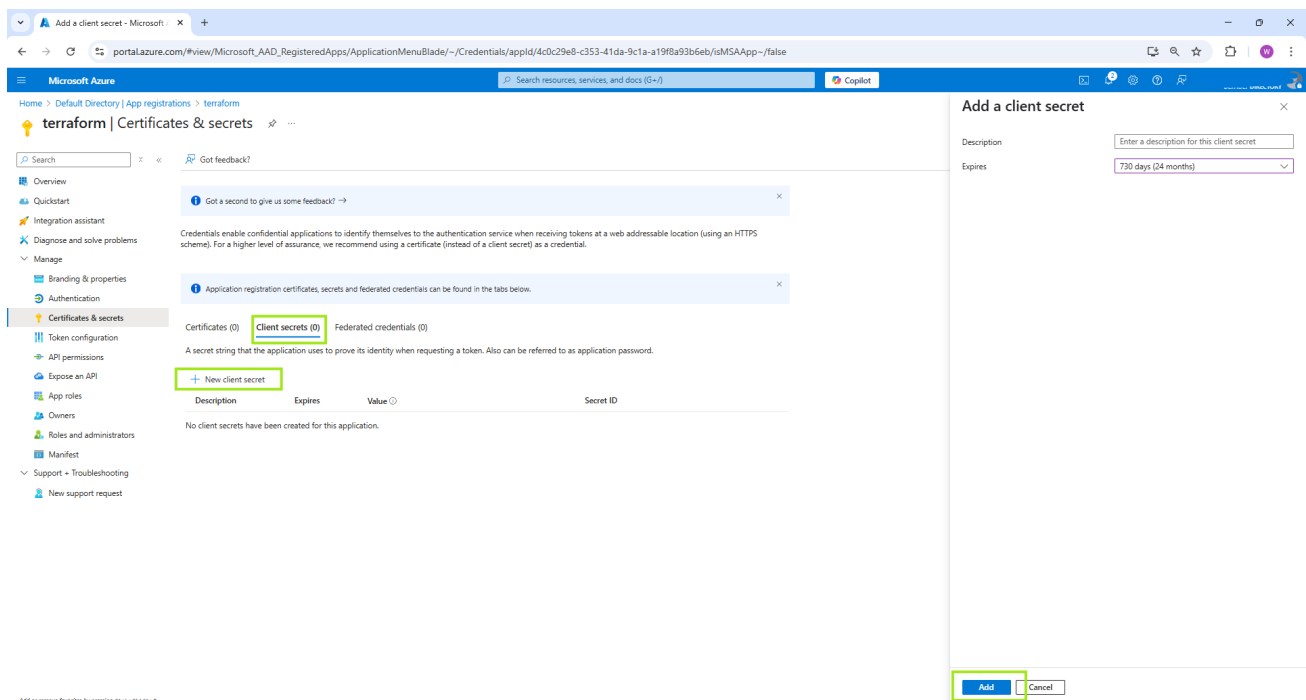
1.3 Retrieving azure env variables for use in terraform cloud

1.3.1 Attain Azure Application Env Variables



Microsoft Azure portal showing the 'Overview' page for the 'terraform' application. The page displays essential information such as the Display name, Application (client) ID, Object ID, and Directory (tenant) ID. It also shows Client credentials, Redirect URIs, Application ID URI, and Managed application in L. A warning message is present regarding the deprecation of Azure Active Directory Authentication Library (ADAL) and Azure Active Directory Graph. The page includes a 'Get Started' section and a 'Build your application with the Microsoft identity platform' section.

1.3.2 Attain Azure Application Env Variables (Client Secret)



Microsoft Azure portal showing the 'Add a client secret' page. The page displays a table with columns for Description, Expires, Value, and Secret ID. A 'New client secret' button is visible. A modal window is open on the right, allowing the user to add a new client secret by entering a description and selecting an expiration date.

Microsoft Azure portal showing the 'Certificates & secrets' section. The left sidebar lists navigation options: Overview, Quickstart, Integration assistant, Diagnose and solve problems, Manage (Branding & properties, Authentication, Certificates & secrets, Token configuration, API permissions, Expose an API, App roles, Owners, Roles and administrators, Manifest), Support + Troubleshooting, and New support request.

The main content area shows 'Certificates & secrets' with tabs for Certificates (0), Client secrets (1), and Federated credentials (0). A table lists client secrets:

Description	Expires	Value	Secret ID
Password uploaded on Thu Jul 10 2025	7/10/2027	UZd8Q~4Zf3e6.2JLCSj9kDjL128qGfPT4t...	1721b6d5-fdb8-4a94-b31e-70cdaa7cdc79

2. Creating a Version Control Workflow with Terraform Cloud

2.1 Creating an organization

Terraform Cloud 'Create a new organization' page. The page asks 'How will you use this organization?' with two options: Business and Personal. The Business option is selected.

Business

- Best for company or institution use (even if this is just for testing for now).
- Ensures proper handling of taxes.
- Ensures business continuity by tying this organization to the business rather than individuals.

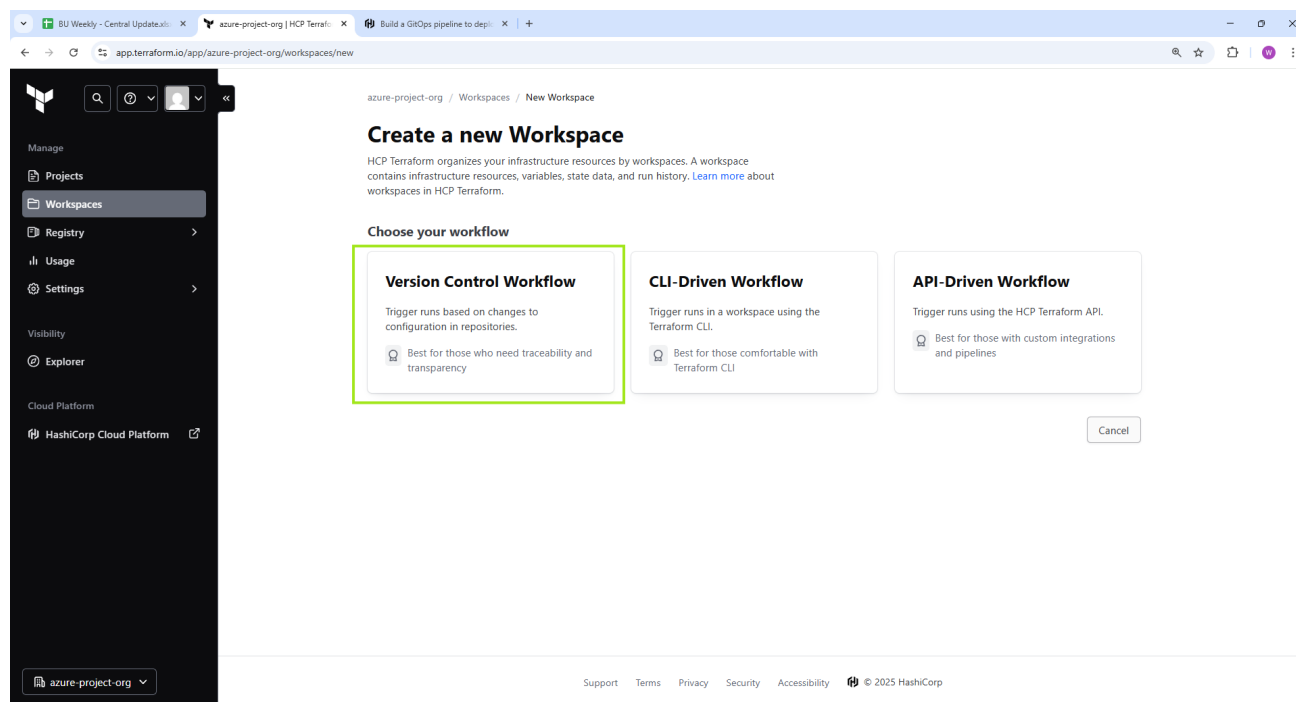
Personal

- Best for individual use for your own personal projects that have no affiliation to a business.

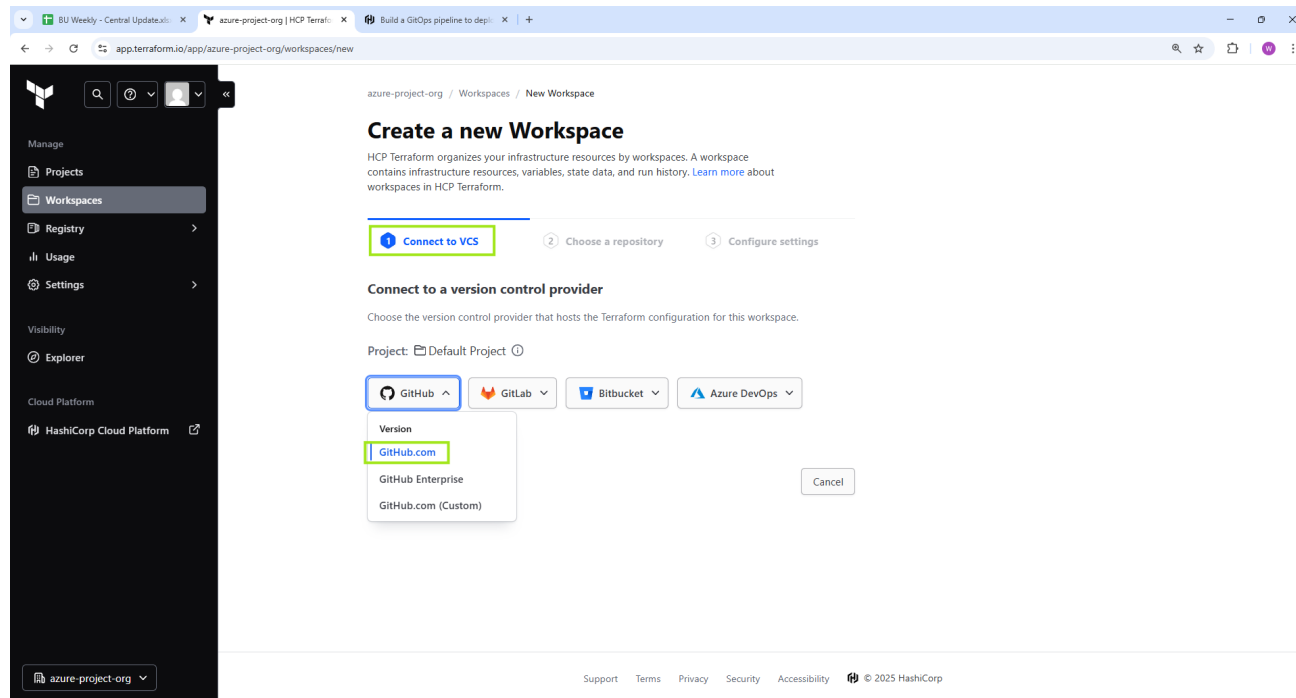
Cancel

Choose an organization

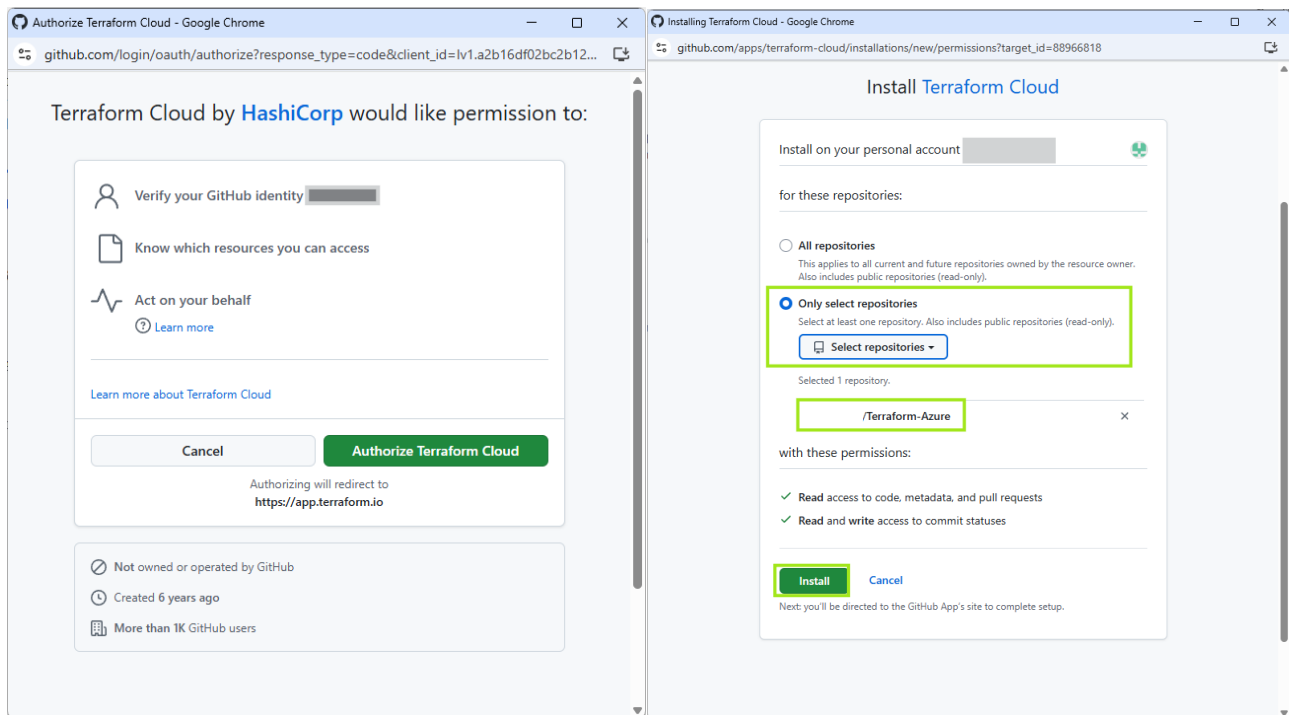
2.2 Creating a Version Control Workflow workspace



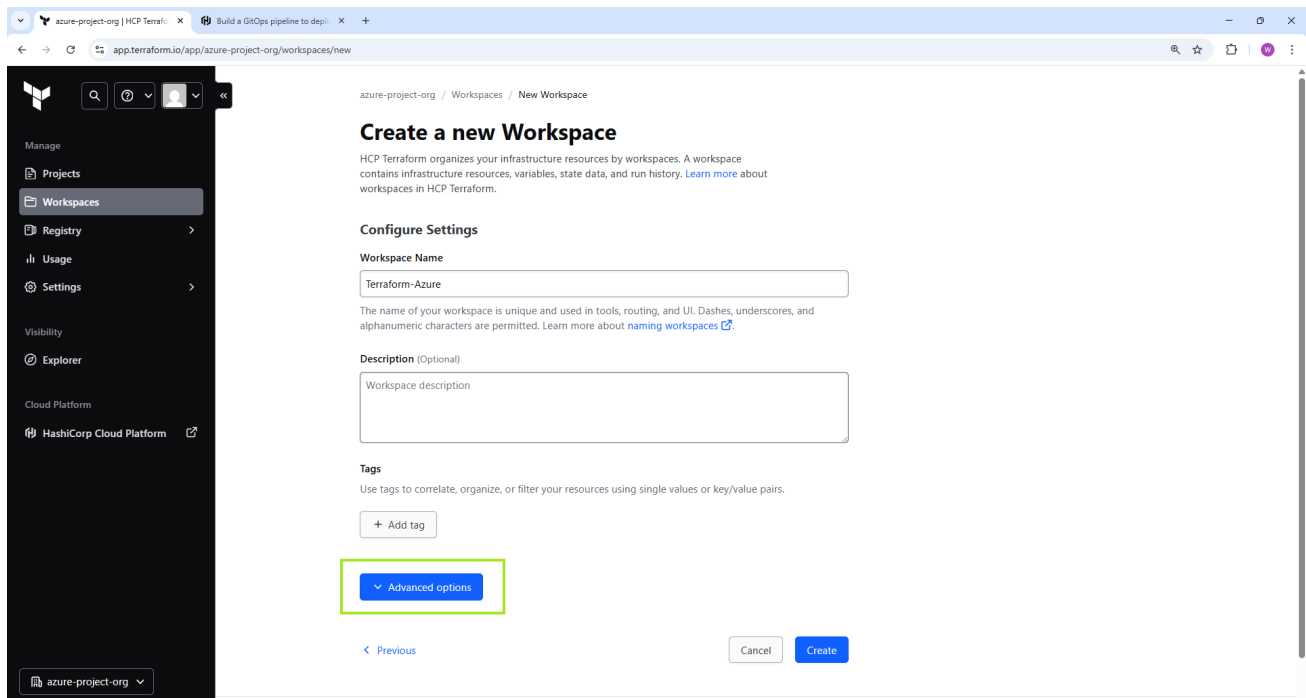
2.3 Linking workspace with GitHub (TF Cloud uses GitHub App for Auth)



2.3.1 Authorizing Terraform Cloud to access selected Repository



2.4 Configure workflow settings (advanced options) in workspace



2.4.1 Configure Auto-Apply, Repo Branch, Run Triggers, VCS Trigger Type etc.

The image displays two screenshots of the Terraform Cloud workspace configuration interface, showing the 'Workspace Settings' page for a workspace named 'azure-project-org'.

Workspace Settings

Terraform Working Directory

The directory that Terraform will execute within. This defaults to the root of your repository and is typically set to a subdirectory matching the environment when multiple environments exist within the same repository.

Auto-apply

Sets this workspace to automatically apply changes for successful runs. If disabled, runs require operator approval.

- ☒ Auto-apply API, UI & VCS runs
- ☒ Auto-apply run triggers

VCS Triggers

Workspaces with no Terraform working directory will always trigger runs.

VCS Trigger Type

Branch-based (Selected)

Begin new runs for changes that affect the specified branch.

Tag-based

Begin new runs only for changes that have a specific tag format.

VCS branch

main

The branch from which to import new versions. This defaults to the value your version control provides as the default branch for this repository.

Automatic Run triggering

- ☒ Always trigger runs
- ☐ Only trigger runs when files in specified paths change

Supports either glob patterns or prefixes.

Pull Requests

- ☒ Automatic speculative plans

Trigger speculative plans for pull requests to this repository.

Other Settings

- ☐ Include submodules on clone

Checking this box will perform a recursive clone of your repositories submodules, making them available in the resulting slug containing your Terraform configuration. Recursive clone is performed with `--depth 1`.

Buttons: Previous, Cancel, Create

2.5 Adding Terraform Workspace Environment Variables

Variables | azure-project-org | X

app.terraform.io/app/azure-project-org/workspaces/Terraform-Azure/variables

Terraform-Azure

ID: ws-VEHnTv5tFhpVL4BQ [Add workspace description](#)

Unlocked Resources 0 Tags 0 Terraform v1.12.2 Updated 44 minutes ago

Variables

Terraform uses all [Terraform](#) and [Environment](#) variables for all plans and applies in this workspace. Workspaces using Terraform 0.10.0 or later can also load default values from any `*.auto.tfvars` files in the configuration. You may want to use the HCP Terraform Provider or the variables API to add multiple variables at once.

Sensitive variables

[Sensitive](#) variables are never shown in the UI or API, and can't be edited. They may appear in Terraform logs if your configuration is designed to output them. To change a sensitive variable, delete and replace it.

Workspace variables (0)

Variables defined within a workspace always overwrite variables from variable sets that have the same type and the same key. Learn more about variable set [precedence](#).

Key	Value	Category	Actions
There are no variables added.			

[+ Add variable](#)

Variable sets (0)

[Variable sets](#) allow you to reuse variables across multiple workspaces within your organization. We recommend creating a variable set for variables used in more than one workspace.

See values in [1.3 Retrieving env variables for use in terraform cloud](#)

ARM_CLIENT_ID = Application (client) ID

ARM_CLIENT_SECRET = Application Client Secret Value (Mark as Sensitive)

ARM_SUBSCRIPTION_ID = Azure Subscription ID

ARM_TENANT_ID = Directory (tenant) ID

2.5.1 Terraform Workspace Environment Variables

Variables | azure-project-org | X

app.terraform.io/app/azure-project-org/workspaces/Terraform-Azure/variables

Terraform-Azure

ID: ws-VEHnTv5tFhpVL4BQ [Add workspace description](#)

Unlocked Resources 0 Tags 0 Terraform v1.12.2 Updated 44 minutes ago

Variables

Terraform uses all [Terraform](#) and [Environment](#) variables for all plans and applies in this workspace. Workspaces using Terraform 0.10.0 or later can also load default values from any `*.auto.tfvars` files in the configuration. You may want to use the HCP Terraform Provider or the variables API to add multiple variables at once.

Sensitive variables

[Sensitive](#) variables are never shown in the UI or API, and can't be edited. They may appear in Terraform logs if your configuration is designed to output them. To change a sensitive variable, delete and replace it.

Workspace variables (4)

Variables defined within a workspace always overwrite variables from variable sets that have the same type and the same key. Learn more about variable set [precedence](#).

Key	Value	Category	Actions
ARM_CLIENT_ID	[REDACTED]	env	...
ARM_CLIENT_SECRET Sensitive	Sensitive - write only	env	...
ARM_SUBSCRIPTION_ID	[REDACTED]	env	...
ARM_TENANT_ID	[REDACTED]	env	...

[+ Add variable](#)

3. Terraform VCS Workflow Illustration

3.1 Terraform Baseline Code Setup

```
provider.tf x
provider.tf > ...
1 terraform {
2   // when upgrading version, first run 'choco upgrade terraform' on OS.
3   required_version = ">= 1.11.4"
4   cloud {
5     organization = "azure-project-org"
6     workspaces {
7       name = "Terraform-Azure"
8     }
9   }
10  required_providers {
11    azurerm = {
12      source = "hashicorp/azurerm"
13      version = "~> 4.35.0"
14    }
15  }
16 }
17
18 # Configure the Microsoft Azure Provider
19 provider "azurerm" {
20   features {}
21 }
22
```

3.2 Terraform Trigger through TF Cloud upon Commit

azure-project-org / Workspaces / Terraform-Azure / Runs / run-k9UiLFs6YVnFobBf

Terraform-Azure

Lock New run

ID: ws-VEHnTv5tFHpVLd8Q

[Add workspace description.](#)

Unlocked Resources 8 Tags 0 Terraform v1.12.2 Updated a few seconds ago

Test Commit

CURRENT Planned and finished

Plan duration Less than a minute Resources to be changed +0 ~0 -0

triggered a run from GitHub a few seconds ago

Run Details

Plan finished a few seconds ago

Resources: 0 to add, 0 to change, 0 to destroy

Started a few seconds ago > Finished a few seconds ago

No changes Your infrastructure matches the configuration

Terraform 1.12.2 Download raw log

Download Sentinel mocks

Sentinel mocks can be used for testing your Sentinel policies

Apply will not run