



DNA - "About Bad Scaling"

@ Dublin North Agile

About Gene

Gene Gendel is an organizational design specialist, agile/lean coach and trainer, consultant and adviser to senior leadership. Almost 15 of 20+ years of his professional experience – Gene dedicated to working with companies of various sizes and lines of business, trying to help them improve internal dynamics, organizational structure and and becoming a better place to work. Gene engages at all organizational levels: senior- and mid-level management, teams and individuals. In his work, Gene uses various methods, tools and techniques to amplify learning by others and to ensure that people gain autonomy after Gene "coaches himself out of the job".

Gene is Certified Agile Coach (CAC), by Scrum Alliance – small elite community of Scrum Alliance Certified Enterprise Coaches (CEC). Today, he is the only CEC who resides in NY State. Gene is also one of the co-creators of Team Level Coaching Certifications (CTC) program for Scrum Alliance.

Gene is also one of very few <u>Certified LeSS Trainers (CLT)</u> that are based in the United States.

He is also well-recognized blogger and publisher. He is the author of <u>Adaptive Ecosystems</u>: <u>Collection of Independent Essays About Agility</u> and co-author of:

- Agile Coaching: Wisdom from Practitioners (free pdf).
- Best Agile Articles of 2017 and 2018



Gene significantly contributes to global and local agile communities, where he influences people by running workshops, webinars, seminars, panel discussions, lunch & learn, coaching retreats, professional gatherings and other events. While teaching and coaching Large Scale Scrum (LeSS) to organizations, Gene has built the biggest in world (today) <u>LeSS meetup community</u> that is used as a free educational hub about LeSS available to many people.

Community Building



Coaching, Consulting, Training

Home Y

Services ~

Community Support

KSTS Consulting proactively supports many global communities. Below, are some of the communities that we most actively support, organize and sponsor. Please, join them, for learning and networking.



~ 4500 people



~ 500 people



~ 900 people



~2000 people



~ 800 people

https://www.keystepstosuccess.com/community-support/

Simplifying Overloaded Jargon

Top-3 Abused Words

- 1) Agile
- 2) Enterprise
- 3) Scaling



When put together, in the same phrase, they become "Enterprise Agile Scaling" – what seems to be the most popular and frequently used phrase, nowadays.

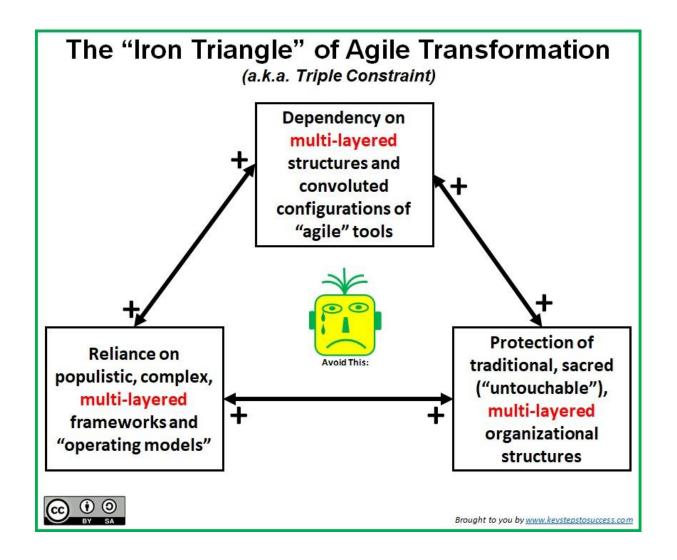
Instead of using this phrase obsessively (titles, job descriptions, etc.), please consider the following:

- If "Agile"!= "Adaptive", the word is probably misused
- "Enterprise" does not always mean "huge". A 50-person company (HR, Finance, Legal, Vendor Management, Business, Operations, IT) is an enterprise. A 500-personIT Department alone is NOT an enterprise.
- ❖ In order to SCALE goodness, you may need to DE-SCALE (remove) badness. Therefore, by obsessively focusing on scaling, you might be increasing (scaling up) levels of badness in the system (organization) ②

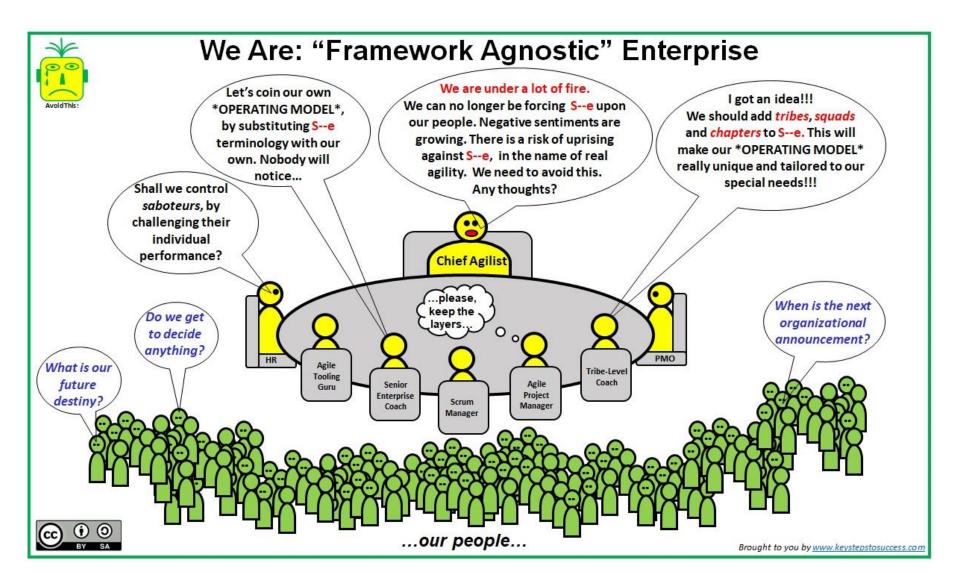


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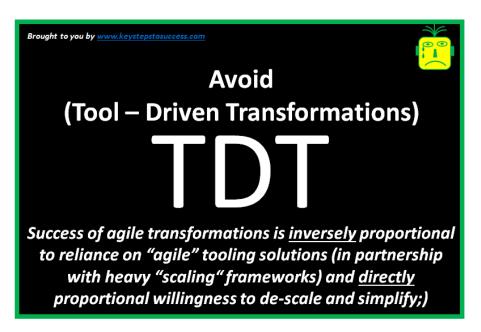
"Lets Scale Everything"

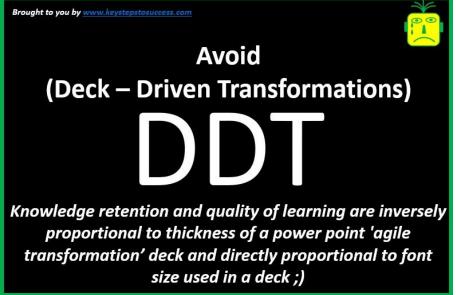


The Decision Makers



The Most Popular "Agile" Efforts



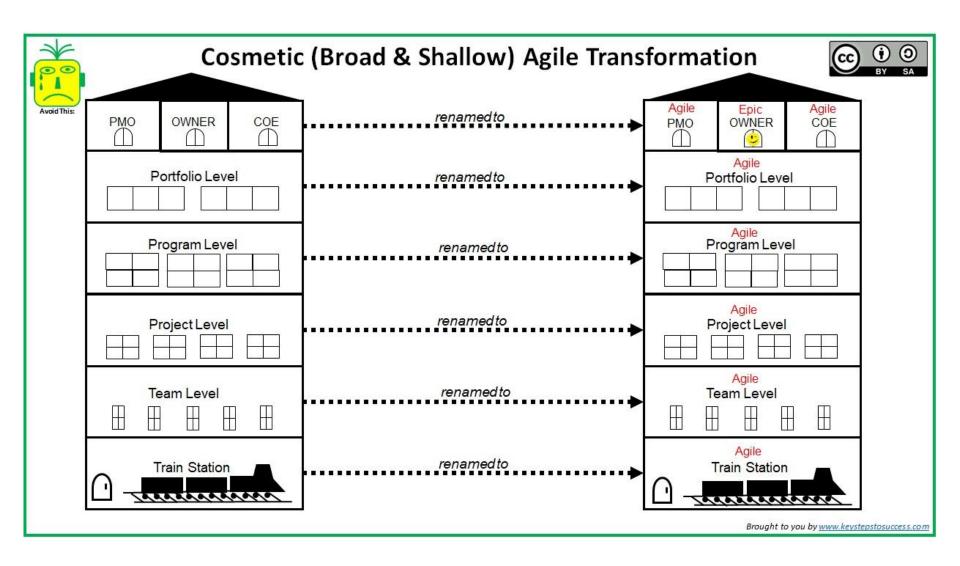


To Scale Goodness, We Must Have Goodness

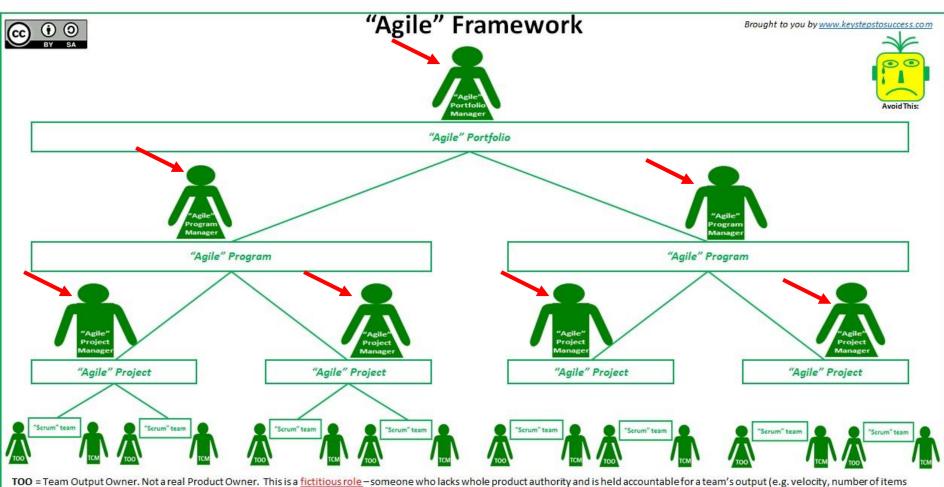
Tip:

Try keeping things simple. Avoid unnecessary complexity. Don't attempt to scale, unless it is absolutely necessary and you are confident that you are scaling goodness.

Merciless Relabeling

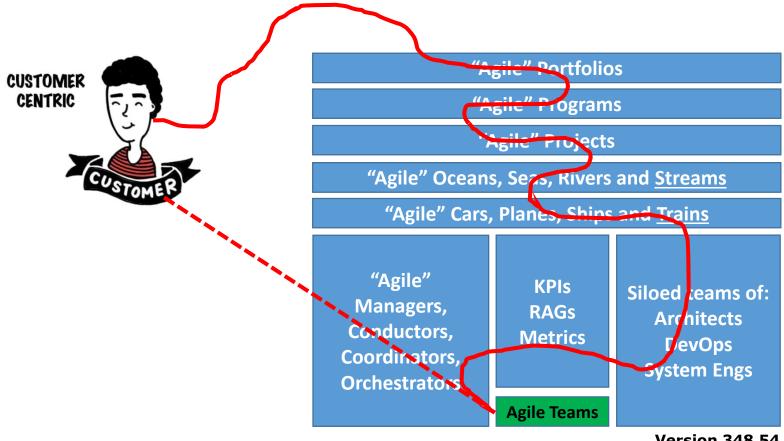


Merciless Relabeling



TOO = Team Output Owner. Not a real Product Owner. This is a fictitious role_someone who lacks whole product authority and is held accountable for a team's output (e.g. velocity, number of items delivered). This term was originally coined and is best described by Michael James (https://seattlescrum.com/) at <a href="https://

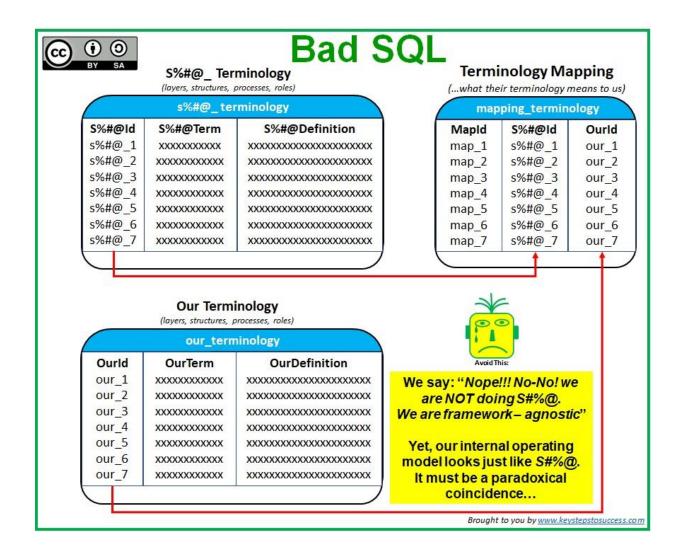
Putting Scrum Teams in The Basement



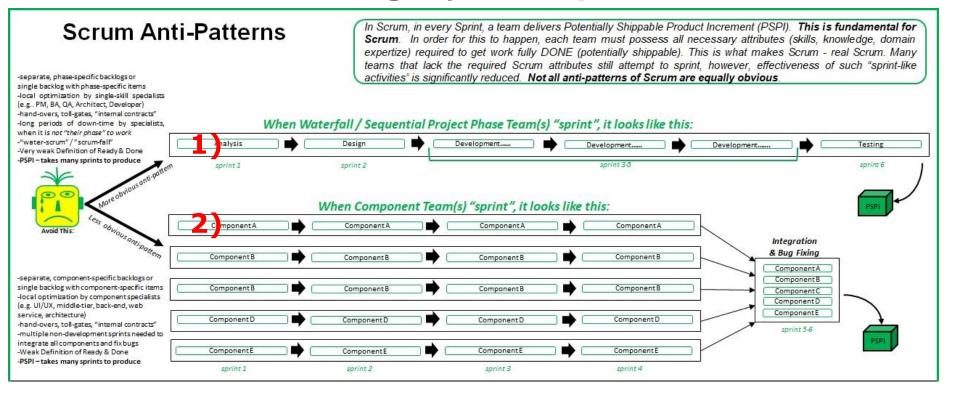
Version 348.54

- Where is customer centricity?
- ➤ How **loooooong** is a feedback loop between customers and developers?
- How adaptive (agile, fast-reacting) can teams really be, to Customer's requests?
- What has changed from what you saw prior to "installation"?

Defining Our Own Scaling Model



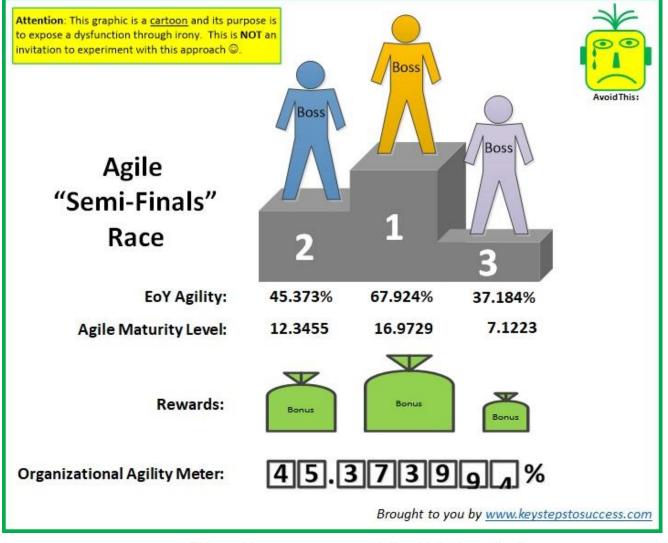
Fake Scaling by Component Teams



Typical Associated Problems

- Product definition is weak. Applications and components that don't have strong customer alignment are treated as products
- *Doing Scrum" efforts are often a result of trying to meet goals of agile transformation (some annual % goals must be met), set at enterprise level
- "Territorial" code ownership
- > Top-down, "command & control" governance, with little autonomy and self-management at team level
- > Importance of Scrum dynamics and its roles are viewed as secondary to existing organizational structure blueprints
- Too many single-specialty experts and very few T-shaped workers
- No meaningful HR changes to support Scrum team design

"My Agile Is More Agile Than Your Agile"

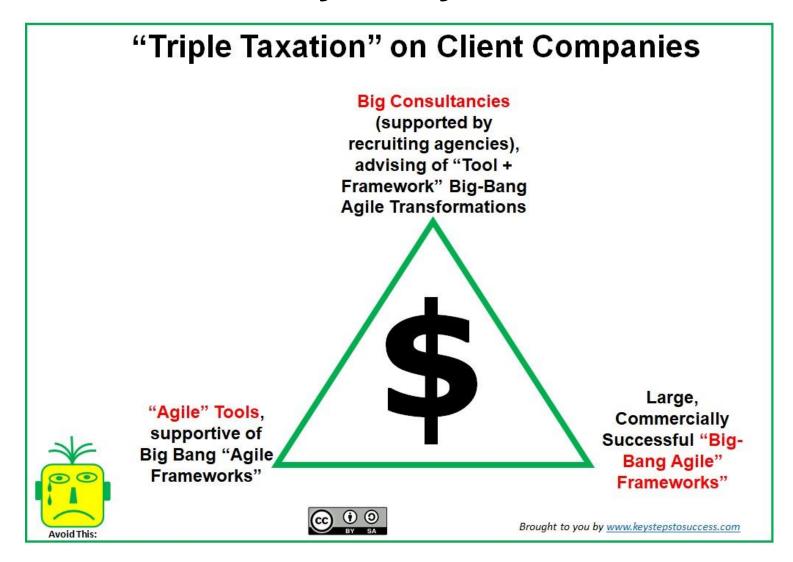


This problem grows exponentially with bad "scaling"

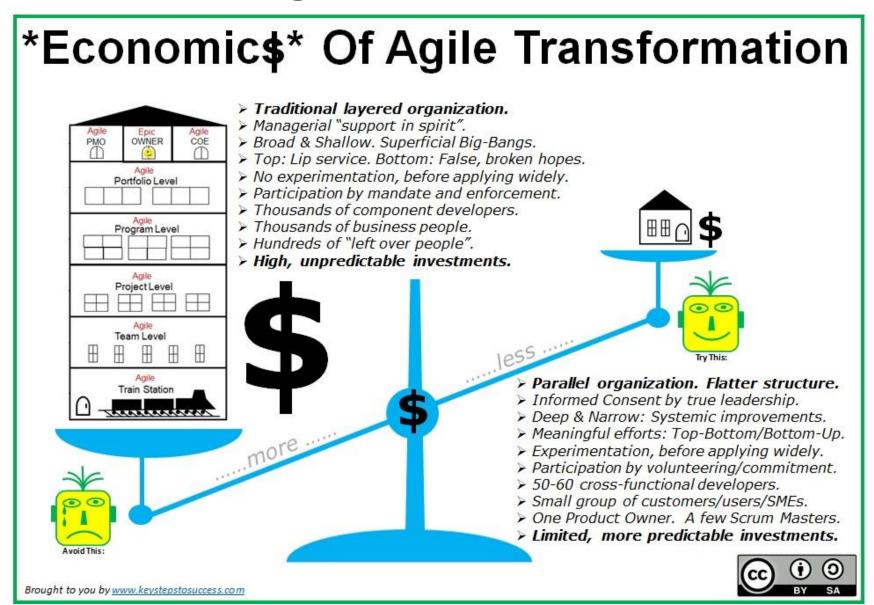
https://www.keystepstosuccess.com/agile-humor/

Economic Impactof Bad Decisions

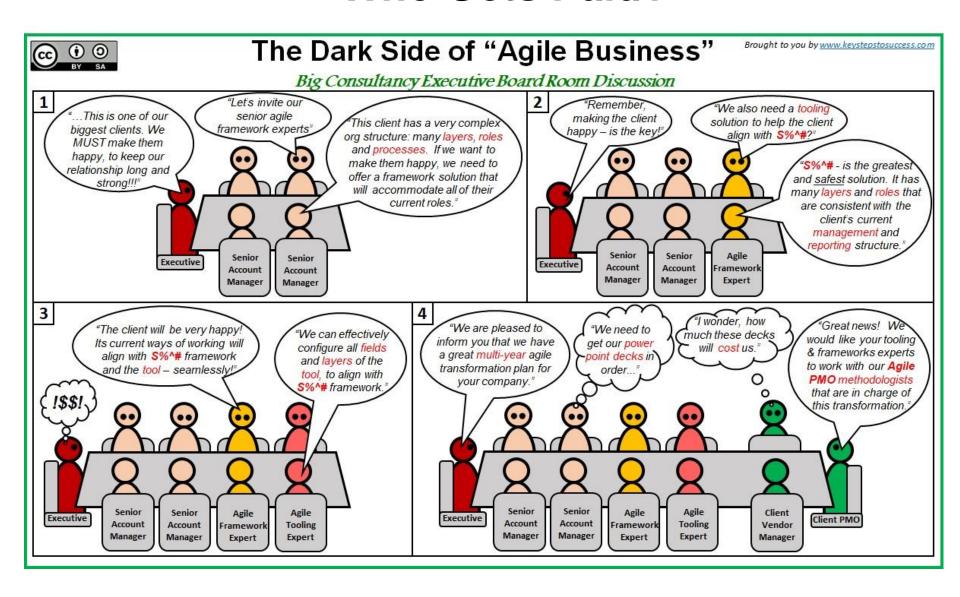
You Pay. They Get Paid.



The Big Picture of Economics



Who Gets Paid?



Industrial Model: Making A Profit From Agile

05/05 - LESS TALKS: DAVE SNOWDEN: ANSWERING TOUGH QUESTIONS (Q&A)

A great talk today (this is round 2), with Dave Snowden (round 1 was on 04/20), who took on some provocative appretty powerful questions. All points that Dave made were strong

Here is one that resonated really strong (the quote in blue below is semi-transcribed/paraphrased, starting from about 4 pm 20 sec in the video recording below):

"...SAFe is perfect for big consultancy firms...

With big consultancies, when the ratio between a principal and a doer (partner and consultant) is up to about from 1:5 to 1:10 - apprentice model.

With ratio of above 1:15 – it becomes an <u>industrial model</u> (you have to "feed" a lot of people), when you get more structured processes and recipes.

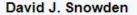
This is why big consultancies want high utilization and long-term projects, [using] Six Sigma, BPR, SAP...etc.

What they like is a massive roll out, with lots of people, over a long period of time.

What they DONT like, are small improvements in the present.

...So you [if you are a client company] are better off working with small consultancies, not big consultancies....".







Dave Snowden, 2016

Born David John Snowden

1954

Nationality Welsh

Education BA (philosophy), University of

Lancaster, 1975

MBA, Middlesex Polytechnic,

1985

Occupation Management consultant

Employer Cognitive Edge Pte Ltd,

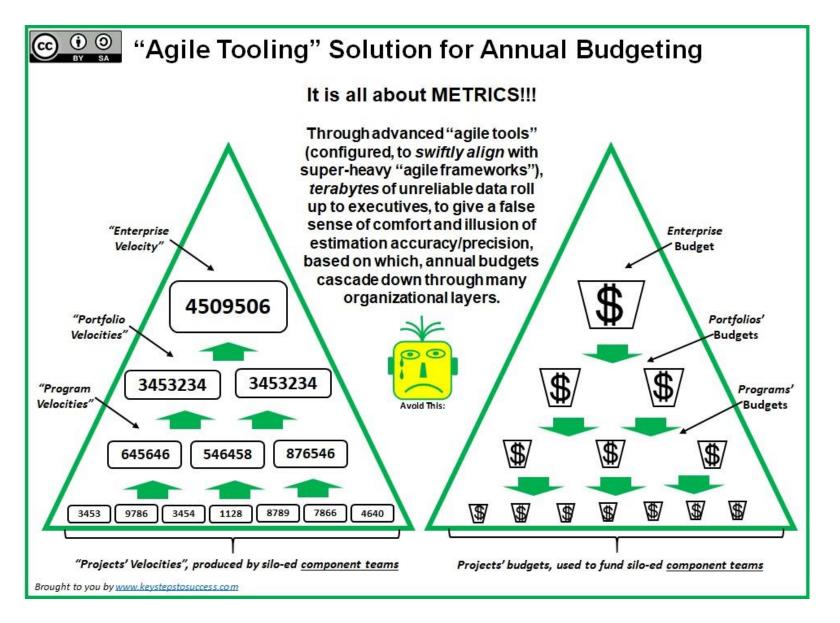
Singapore

Known for Cynefin framework

Website www.cognitive-edge.com

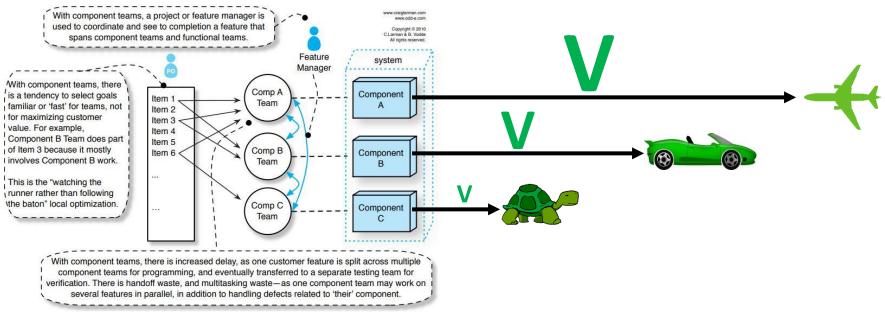
http://www.keystepstosuccess.com/2020/05/05-05-less-talks-dave-snowden-answering-tough-questions-qa/

Relation Between Estimation and Funding



Velocities Saga

Component Teams



Sourced from:

https://less.works/resources/graphics/index.html

Big Mistake # 1

Big Mistake # 2

Can these velocities be used to <u>reliably</u> estimate <u>volume</u> and <u>complexity</u> of delivered features?

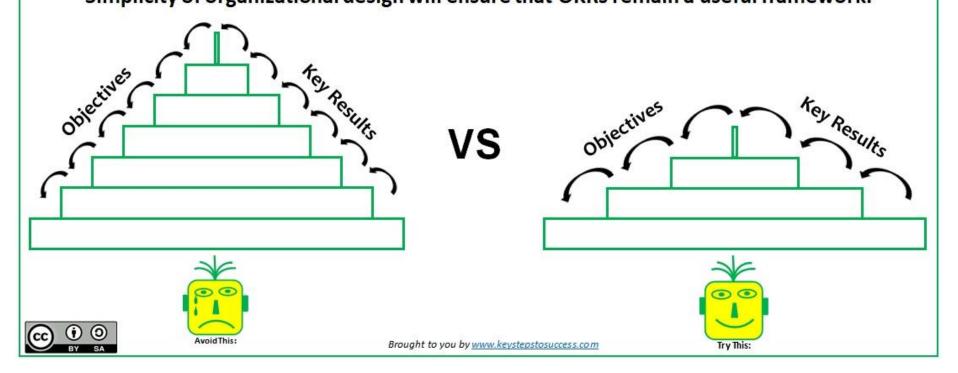
Organizational Layering And OKRs

OKRs: Narrowing The Gap Between "O(s)" and "KR(s)"

As strategic **objectives** ("O") cascade from-top-to-bottom, through an organizational structure, they get interpreted, at each level. This interpretation is subjected to cognitive bias, variance, errors & omissions... and even intentional numbers gaming. The same is true about **key results** ("KR") as they roll up, from-bottom-to-top.

More hierarchical organizations, with excessive reporting layers and complex WBS (e.g. projects, programs, portfolios) run a higher risk of OKRs, becoming inaccurate and unreliable measures.

Simplicity of organizational design will ensure that OKRs remain a useful framework.



Their Opinions Should Matter

- Ken Scwaber: unS**e at any speed
- Ron Jeffries: Issues with S**e
- Martin Fowler: "S**e = sh**y Agile for Enterprises"
- Mike Beedle: Truth about the S**e
- Mike Cohn: L.A.F.A.B.L.E (Large Agile Framework Appropriate for Big, Lumbering Enterprises)

The Big Question:

- Is NOT: Is our own scaling Right or Wrong?
- It IS: Are our scaling approaches consistent with the <u>fundamental</u> principles of Agile & Scrum?

Manifesto for Agile Software Development

We are uncovering better ways of developing software by doing it and helping others do it. Through this work we have come to value:

Individuals and interactions over processes and tools
Working software over comprehensive documentation
Customer collaboration over contract negotiation
Responding to change over following a plan

That is, while there is value in the items on the right, we value the items on the left more.

Kent Beck Mike Beedle Arie van Bennekum Alistair Cockburn Ward Cunningham Martin Fowler James Grenning
Jim Highsmith
Andrew Hunt
Ron Jeffries
Jon Kern
Brian Marick

Robert C. Martin Steve Mellor Ken Schwaber Jeff Sutherland Dave Thomas

Ken Schwaber



Agile Manifesto Co-Author

Scrum & Nexus Co-Creator

Ron Jeffries



Agile Manifesto Co-Author

XP Co-Founder

Martin Fowler



Agile Manifesto Co-Author

Experienced Software Developer

Mike Beedle



Agile Manifesto Co-Author

Co-Founder of Enterprise Agility

Mike Cohn



Early contributor to Scrum

Co-Founder of Scrum Alliance

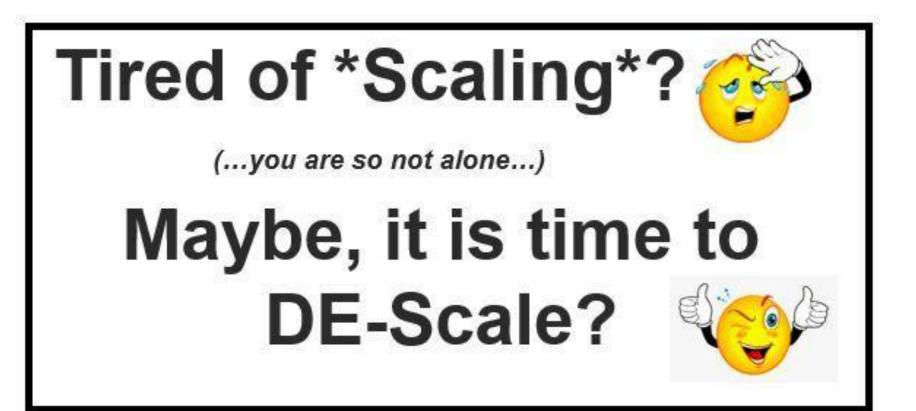
Experienced Software Developer

References

- •05/05 LESS TALKS: Dave Snowden: Answering Tough Questions
- •Ken Scwaber: unSAFe at any speed
- •Mike Cohn: L.A.F.A.B.L.E (Large Agile Framework Appropriate for Big,
- Lumbering Enterprises), by Mike Cohn
- •S_Fe is not Agile. S_Fe is not even Scrum, by Mike Beedle
- •Issues with SAFe, by Ron Jeffries
- "SAFe = shitty Agile for Enterprises", by Martin Fowler
- •SAFe: Market Share Increase. Rapid Growth. What Is The Recipe?, by Gene Gendel
- •Dan Snowden: SAFe: the infantilism of management
- Does SAFe agree with the Agile Manifesto?, by Peter Merel
- •SAFE ≠ AGILE, by Tom Mellor
- Dependencies, Scrum of Scrums, and SAFe, by Ron Jeffries
- https://ronjeffries.com/categories/safe/, by Ron Jeffries
- •GOTO 2015: Agile is Dead, by Dave Thomas
- •Why do so many companies seem to jump straight to SAFe when starting Agile?, by Mark Levison
- •U.S. Air Force Questions about Agile /SAFe Memo? -highly discouraging from using rigid, prescriptive frameworks such as SAFe | (Slide 12 screenshot)
- •CSO Memo on Agile and SAFe, by Nicolas M. Chaillan (US Air Force Chief Software Officer)
- •"It's just a toolbox" essentials and accidents in scaling agile, by Dr. Agilefant
- Scaling Agility or Bureaucracy, by Ari Tikka and Ran Nyman
- LeSS SAFe comparison, by Ari Tikka and Ran Nyman
- •The Horror Of The Scaled Agile Framework, by Neil Killick
- ·You Don't Need a Complicated Story Hierarchy, by Mike Cohn
- •Let's Acknowledge SAFe for What It Is....And Move On, by Mike Cottmeyer
- •Revenge of the PMO, by Marty Cagan
- •Why SAFe Is Not The Scaled Agile Approach You Need, by Renee Thoughton
- •Remove References To Scrum From SAFe!, by Den Sunny
- •Beware SAFe (the Scaled Agile Framework for Enterprise), an Unholy Incarnation of Darkness, by Sean Dexter
- •10 Common Mistakes when Implementing SAFe, by Michael Küsters
- •Steal "Agile": Despicable Mission, Jacques Morali, Victor Willis, Henri Belolo
- •<u>How is SAFe different from Scrum/Agile project management?</u>, by <u>Peter Stevens</u>

- Failed #SquadGoals, by Jeremiah Lee
- •Case Study: When emulating Scaling Agile at Spotify went awry at Refinery29, by Andy Park
- •The Spotify "Model": Don't Simply Copy-Paste, by Evan Campbell
- •Spotify didn't implement the Spotify model by copying Spotify...by Kent Beck
- "Spotify Model" 10 lessons in transplantology, by Kate Hobler (Terlecka)
- Scaling Agile @ Spotify, with Tribes, Squads, Chapters & Guilds, by Henrik Kniberg & Anders Ivarsson
- •Don't Copy the Spotify Model, by Ben Linders
- •Over-engineered "Agile Operating Model" by Gene Gendel
- •Accelerated career path by "!@#\$%^ Coach", by Gene Gendel

Please, Rethink Your Intentions



ALTERNATIVES???

Please, UNDERSTAND...

Organizational <u>STRUCTURE</u> –

is the 1st Order Factor (Variable) that has impact on everything else inside ECOSYSTEM.

Everything else just follows: culture, mindset, behaviors, norms, values, processes, policies

e.g. metrics, velocities, OKRs, KPIs, RAGs, maturity levels – much less relevant

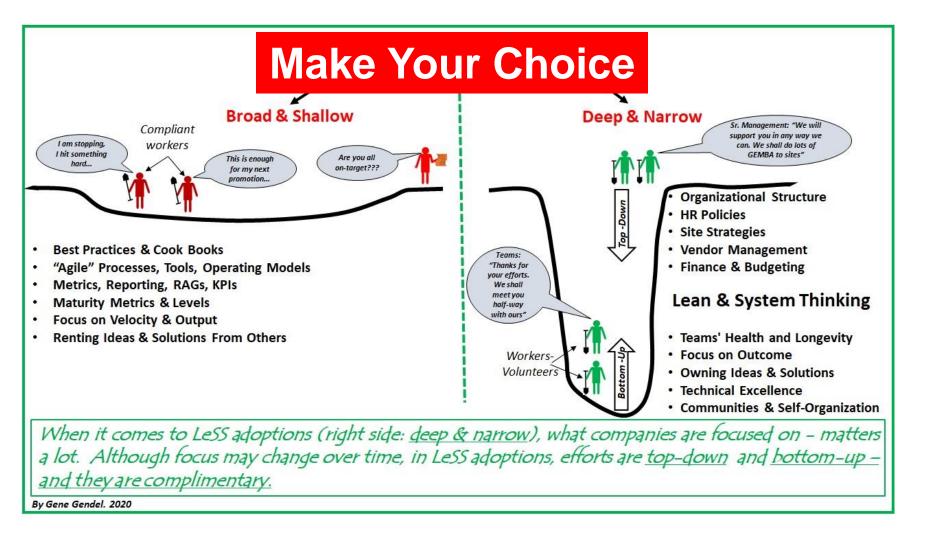
Please, UNDERSTAND...

It is vital to appreciate that organizational agility <u>cannot be achieved by a development team</u> in isolation -- it is a system <u>challenge</u> for organizational redesign. Especially when you are interested in LeSS within an R&D department of thousands, where each product group may have 200 or 700 people distributed in two or five sites around the world. If an engineering team has the technical capacity to adapt or change quickly, but requirements management, legal practices, product management, HR policies, site strategies, and deployment processes all emphasize rigidity, conformance to original plans, conformance to the status quo, and slow practices, then how can there be real agility?

Source: https://www.scrumalliance.org/community/spotlight/craig-larman/june-2015/less-agile-or-less-agile

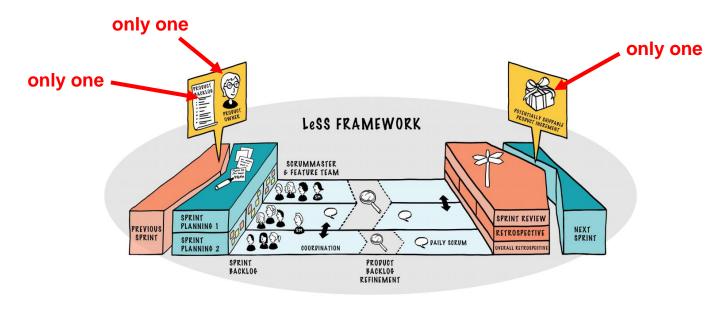
http://www.keystepstosuccess.com/2017/08/agile-organization-as-a-sushi-roll/

Scaling: Deep & Narrow vs. Broad & Shallow



Try: "Deep & Narrow". Parallel Organization.

- No more than 50-60ppl: don't try to bite more than you can swallow
- 2-8 Teams
- One Product. One Product Owner. One Backlog
- Months of preparation and then a 'FLIP'.

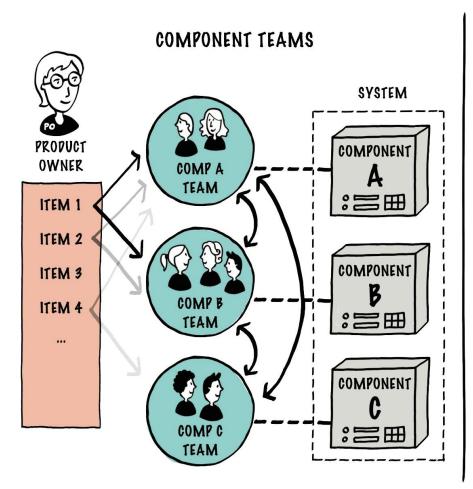


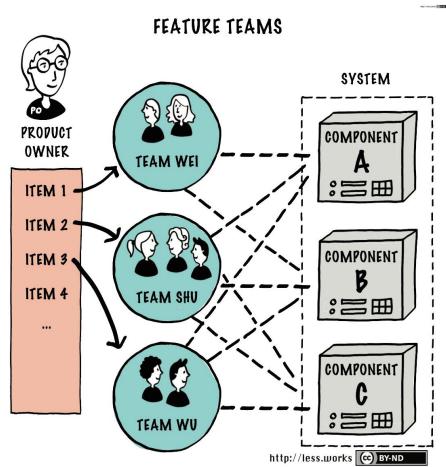
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Scale beyond this ONLY, if it is ABSOLUTELY necessary and when you are READY.

From Component Teams to Feature Teams



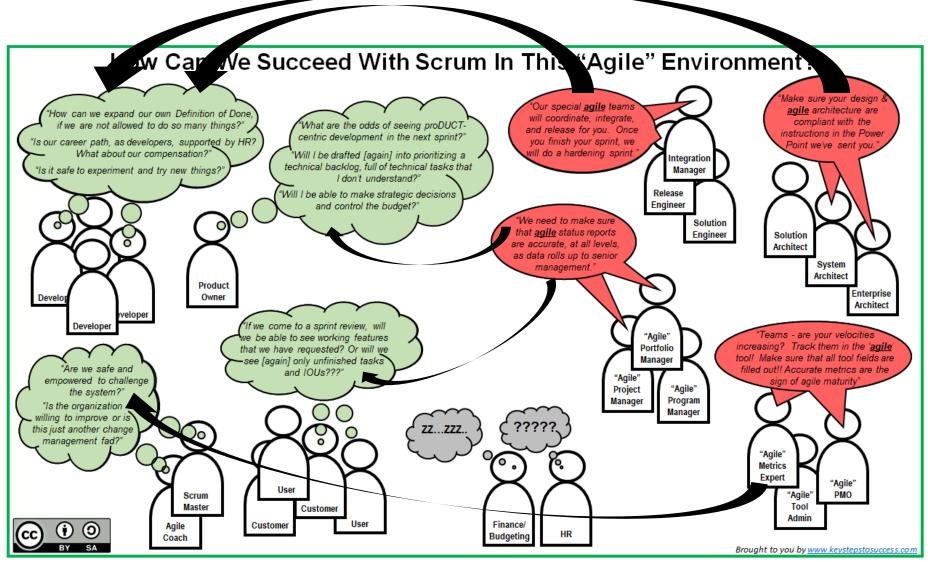




Q&A

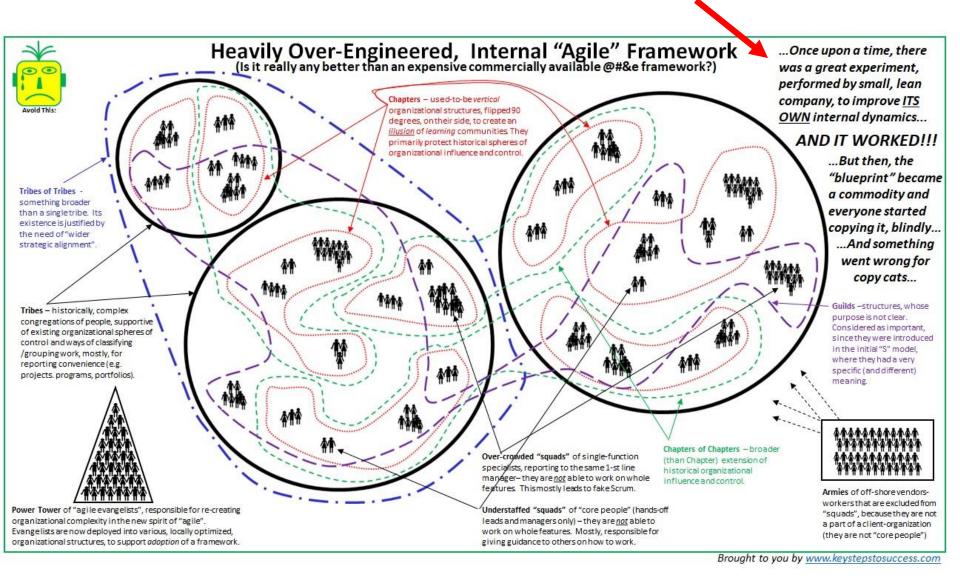
APPENDIX

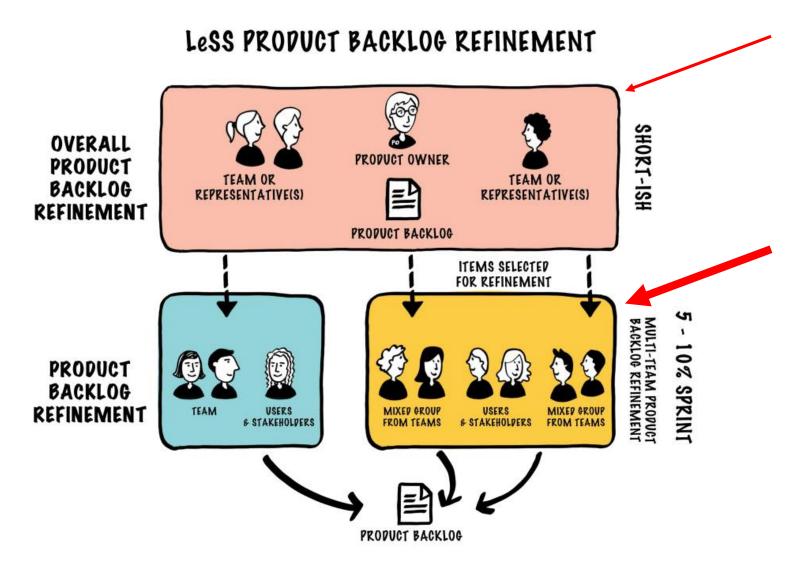
Leaving "Scraps" for Scrum



This problem grows exponentially with bad "scaling"

Blindly Copying Someone Else's Experiment





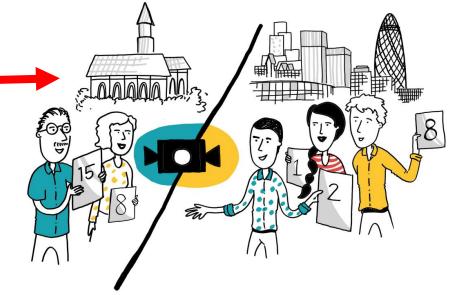
Multi-team Product Backlog Refinement



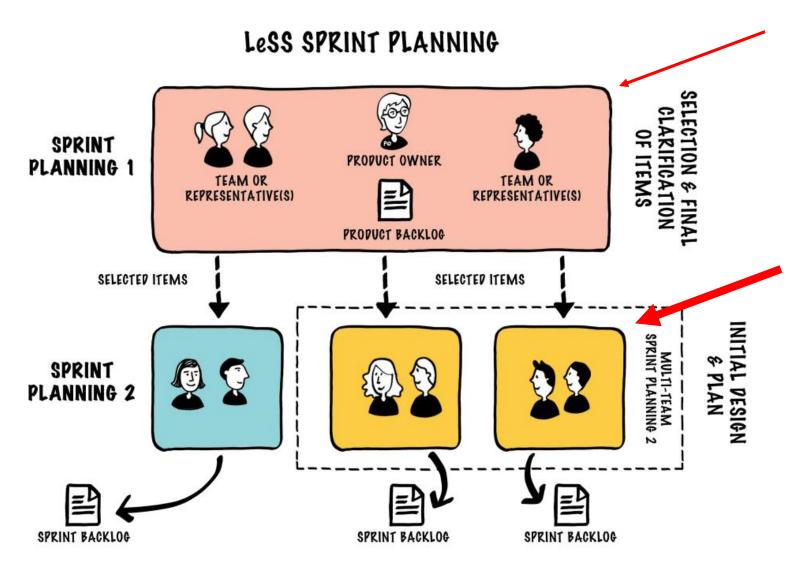
- Open space (physical or virtual)
- "Promiscuous" collaboration
- Directly, with users and customers

Multi-site estimation with Planning Poker

- By "doers" (team members)
- Everyone is involved
- The main goal: CCC (Card, Conversation, Confirmation)
- No need to be too conservative (pad) or aggressive, while estimating

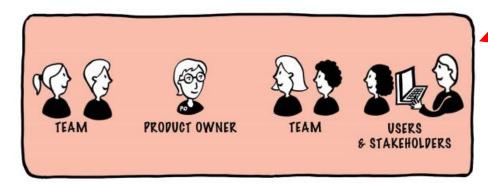


37



Less sprint review & retrospective





TEAM RETROSPECTIVE





OVERALL RETROSPECTIVE



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Less is More

Scaling Organizational Adaptiveness (a.k.a. "Agility") with Large Scale Scrum (LeSS) Simplified (flatter) and inverted (senior leadership is in supportive function) organizational design. System Optimization. Reduction of: silos, hand-overs. Scrum is implemented by coordinated, feature-centric teams (2-8), building the same, widely defined Product/serving the same Product Owner. Scrum is the main building block of IT org. structure. Teams are collocated. Teams strive to 'own' their decisions, not 'rent' from others. Adoption of LeSS is "deep & narrow", not "broad and shallow"; no Big Bang transformation attempts. Multi-site development - used for multiple locations. Reliance of technical Mentoring and Communities. No subsystem code ownership. Reduction of 'undone' work. Focus Organizational deon Customer value. Support of Senior Leadership. Involvement of HR, supporting the Improved HR policies scaling (flattening) concept of job security, not role security. Management → Leadership takes months and Transition from independent basic Scrum, performed by multiple teams to LeSS, is a desirable approach, when a product is widely defined and real Product Owner is identified years to complete and End to faked "Projects/Portfolios" from a high Theory X → Theory Y Copy-paste scaling (no conscious scaling strategy) of Scrum throughout an perspective, looks like organization: many teams doing their 'own' Scrum. Frequently manifested, when Abolishing Performance Appraisals a gradual process. there is an internal competition between departments or company areas, on e.g. "who is going to have more scrum teams by e.g. end-of-year". True product definition is Laloux Coloring: Orange -> Green weak. Cases of using Scrum for component-centric development are frequent (often, However, throughout the result of trying to meet goals of agile transformation (% annually), set at enterprise David Logan's Tribal Stage: 3 +4 this long process, level. This results in massive integration problems that need to be resolved by adding Training, Coaching & Mentoring "integration/stabilization" sprints. Importance of Scrum dynamics and roles is viewed there are many as secondary, to existing organizational structures and blueprints. Too many singlephases (bursts) of: **Communities of Practice** specialty experts and very few T-shaped workers. No meaningful HR changes. comprehensive **Promotions & Career Paths** preparation, **End of Contract Game** followed by a Waterfall Complex organizational design. Domains of single-function expertise, ownership and organizational Systems Thinking Requirements 7 control. Numerous silos, hand-offs and translational layers between component "flipping". Lean Thinkina teams, single-function specialty groups, and technology and business, overall. Internal Design contracts and blame-shifting strongly prevail. Long cycle "from concept to cash". Development Go See (Gemba) Local optimization by single-specialty workers/departments. Theory X management is the primary way to manage/treat individuals. HR - putting a lot of emphasis on performance appraisals and individual ownership; manipulating workers with subjective bonuses; fostering an environment of internal competition and "I am the best and you are not" attitude. Weak definition of product value, from a stand-point of a paying customer. Manifestation of Larman's Laws of Organizational Behavior. Graphics are courtesy of https://less.works Diagram created by Gene Gendel

Source: http://www.keystepstosuccess.com/wp-content/uploads/2018/02/scrum_scaling_org_descaling-1.pdf

Relationships in LeSS

