## Culture > Process

Paris Scrum Gathering Keynote, Sep 23, 2013



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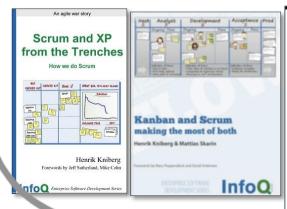


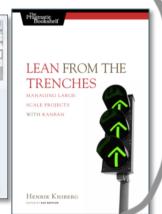
#### Agile & Lean coach





#### Author





#### Boring but important practical info about these slides

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This presentation uses the "Noteworthy" font. If you're using Mac OSX 10.7 or later it should be preinstalled. If you're on a Windows or older Mac OS then you need to download the font from here: <a href="http://tinyurl.com/noteworthy-ttc">http://tinyurl.com/noteworthy-ttc</a>

- On Windows right-click the font file and select "install". Then restart Powerpoint.
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The PDF version of these slides has the font embedded, so you don't need to do anything. On the other hand you don't get the fancy animations.

#### Font test

How the font is supposed to look: (screenshot from my computer)

How the font shows up on your computer:

The quick brown fox jumps over the lazy dog
The quick brown fox jumps over the lazy dog

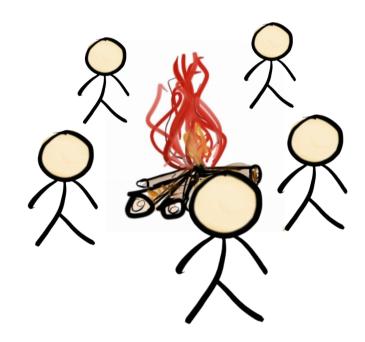
The quick brown fox jumps over the lazy dog
The quick brown fox jumps over the lazy dog

1

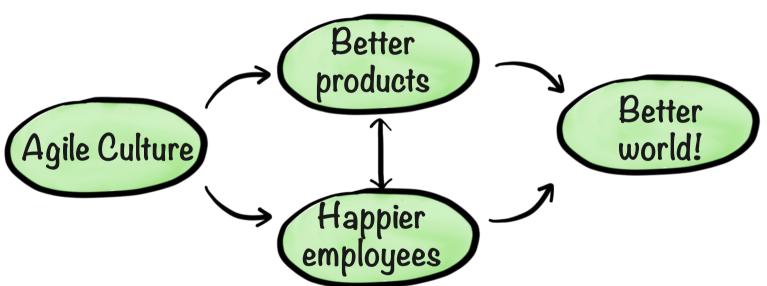
Regardless of font appearance, if that text doesn't fit nicely into the box then you're going to need to download the right font, or switch to a new font and fiddle with the slides to make sure things fit.

#### Culture

stuff that people do without noticing it





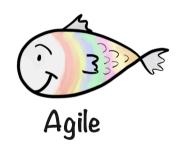


## Problem: Agile is Fragile















## Failure story: How to burn €1 billion





Pust Java - an agile/lean showcase

Agile & Lean

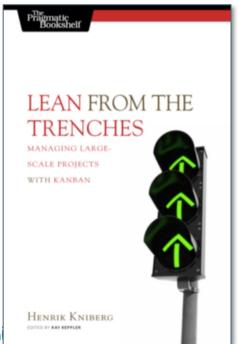
Gradual rollout

· Real users involved

Bottom-up decision making

Value-driven

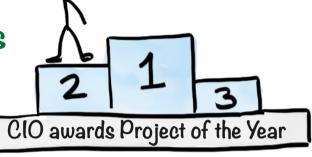
Suitable tech platform



Media Success

Happy users

Happy team







Pust Siebel - train-wreck in slow motion

- Waterfall
- Big Bang rollout
- Inappropriate tech platform
- Real users not involved
- · Top-down decision making
- · Warnings ignored
- Cost-driven



- Furious users
- Furious team



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#### Kostnaden för PUST Siebel – 10 miljarder?

#### Styrning via kvartalsrapporter?

I en organisation som verkar styras mer efter kvartalsrapporter (dels genom våra "mål", men främst genom budgetuppfyllelse) än efter långsiktig samhällsnytta är det inte konstigt att det ibland fattas tveksamma beslut. Det värsta exempel jag känner till på hur snålheten totalt har bedragit visheten i polissverige stavas dock "PUST Siebel". Ifrån att ha haft ett välbehövligt nytt avrapporteringssystem på gång som trots alla människors (och organisationers) förändringsobenägenhet togs väl emot, PUST, så byter man ned sig till ett system där det numera tar närmare ett helt arbetspass att rapportera en rattfylla eller ett ringa narkotikabrott. Även om det förhoppningsvis kommer att bli mindre uselt än vad det är idag då det avlusas så har ledningen varit tydliga med att det aldrig kommer att bli lika bra som det gamla PUST, då detta var skräddarsytt för oss medan PUST Siebel bygger på en mer generisk/generell plattform. Det ansågs alltså inte vara värt pengarna att ha ett väl anpassat datasystem för den administration som ca 20 000 poliser dagligen ägnar sig åt, och kommer att ägna sig åt i årtionden framåt.

#### Värsta ekonomiska självmålet någonsin?

Även om man helt ignorerar personalens frustration och bristande arbetsmiljö så verkar detta för



#### Polisens nya system är en riktig tidstjuv



Polisens rapporteringssystem väcker stor frustration internt. I flera anmälningar berättar poliser hur rutinärenden kan ta flera timmar och att de sitter på stationen i stället för att vara ute og å fältet.

#### Fem timmar för att rapportera rattfylla

Fem timmar Klockan var 07.45 n\u00e4r polispatrullen kom in till stationen p\u00e4 S\u00f6dermalm en morgon tidigare den h\u00e4r m\u00e4naden. En man

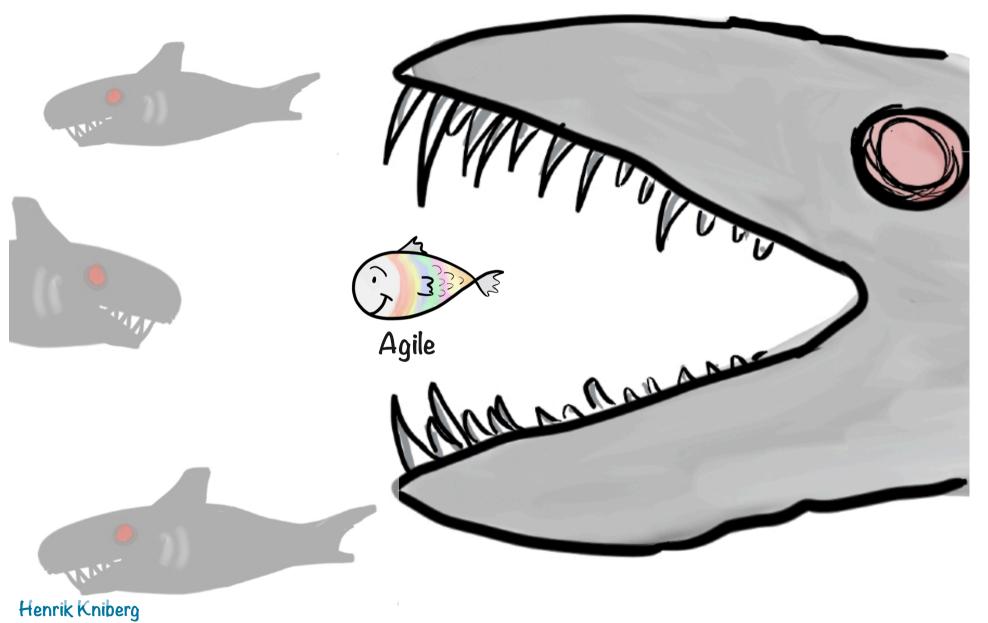








#### Culture eats Process for breakfast!



# Success story: Revolutionizing the music industry

#### Once upon a time the music industry was broken





Like a magical music player in which you've bought every song in the world!

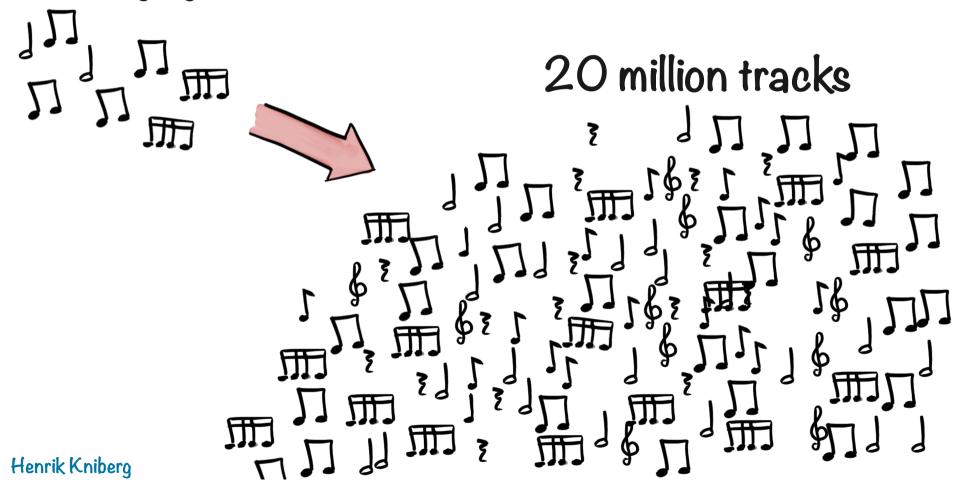


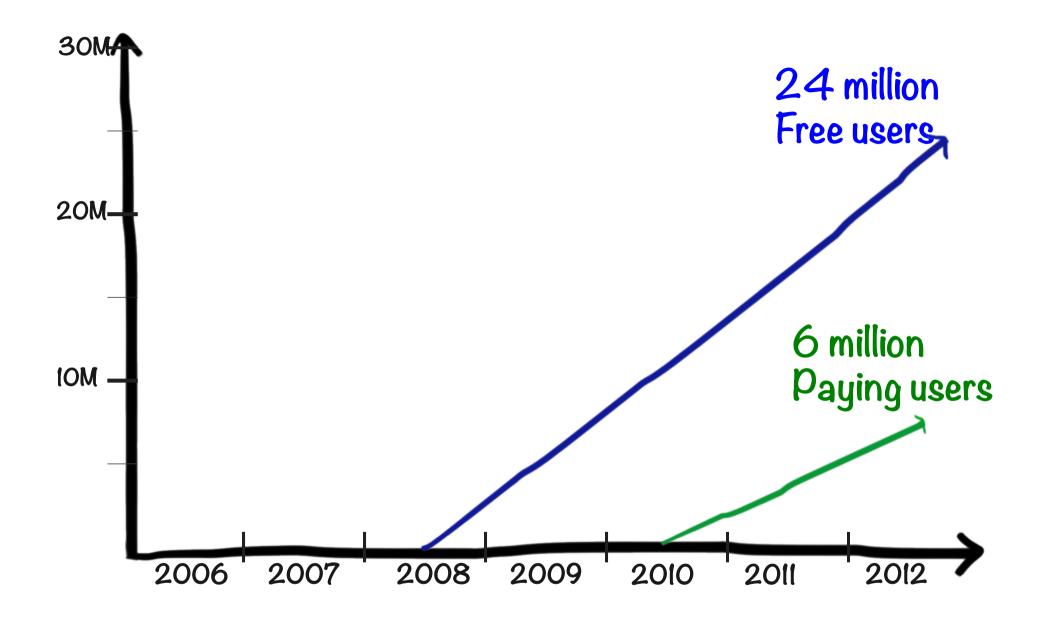
Let's revolutionize the music industry!



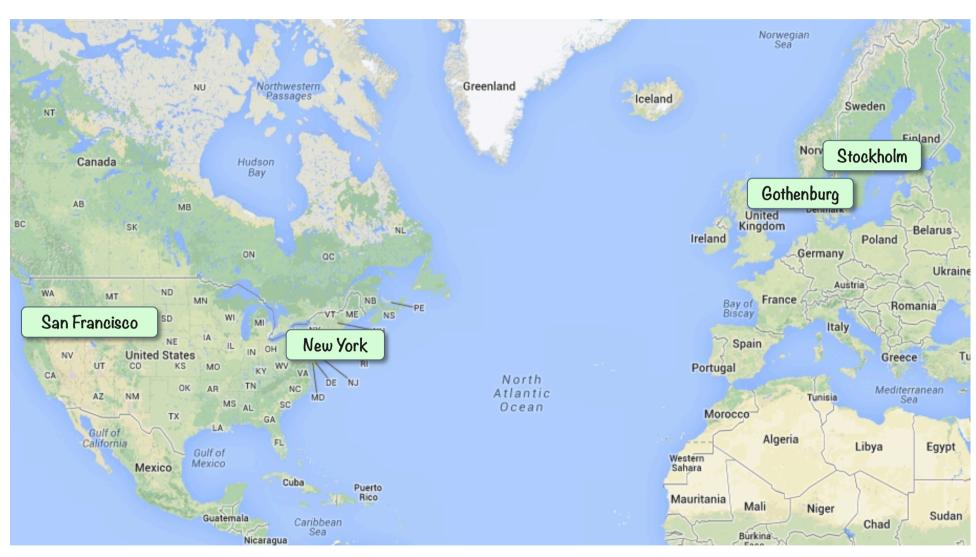


20,000 tracks added every day

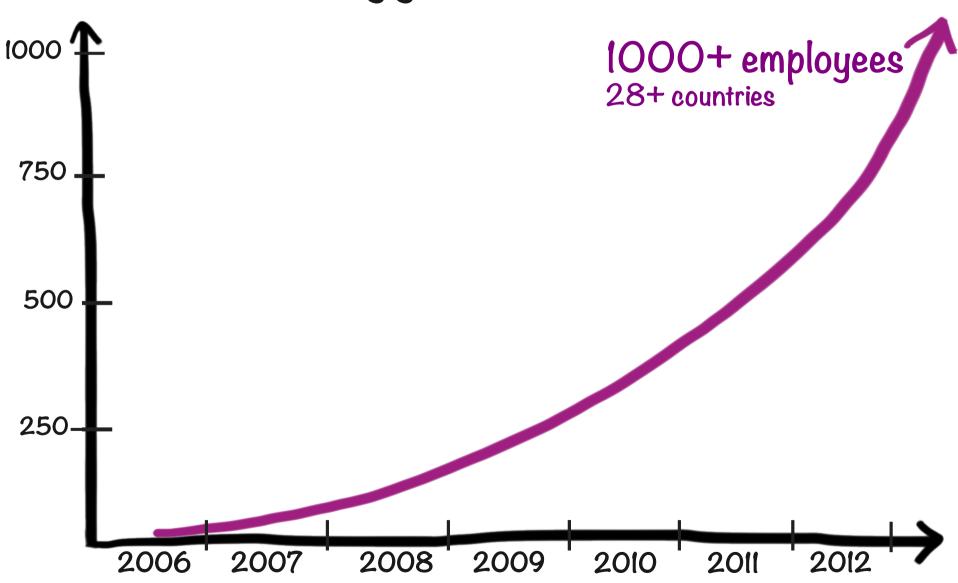




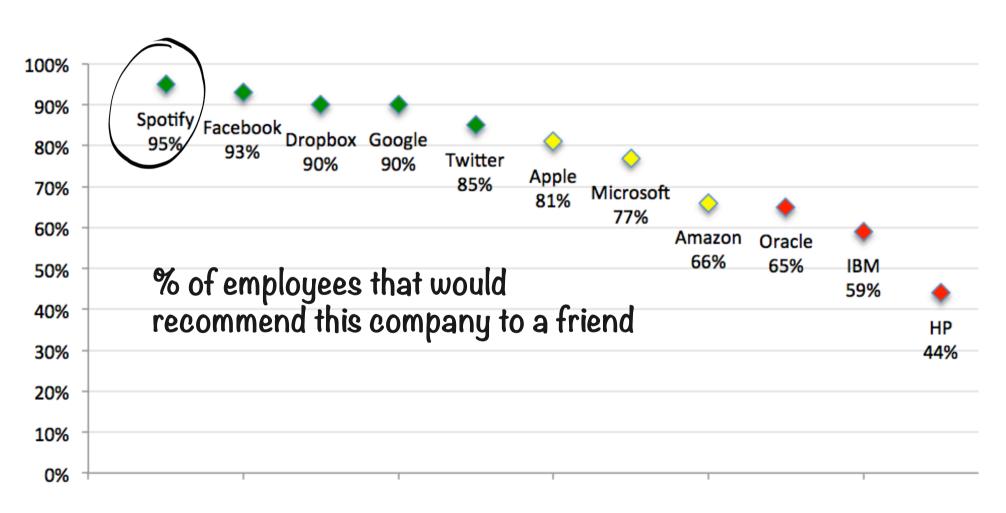
#### 4 dev centers across 3 time zones



#### Staff doubles every year

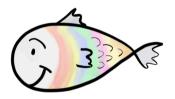


## Happy employees (despite growth pain...)

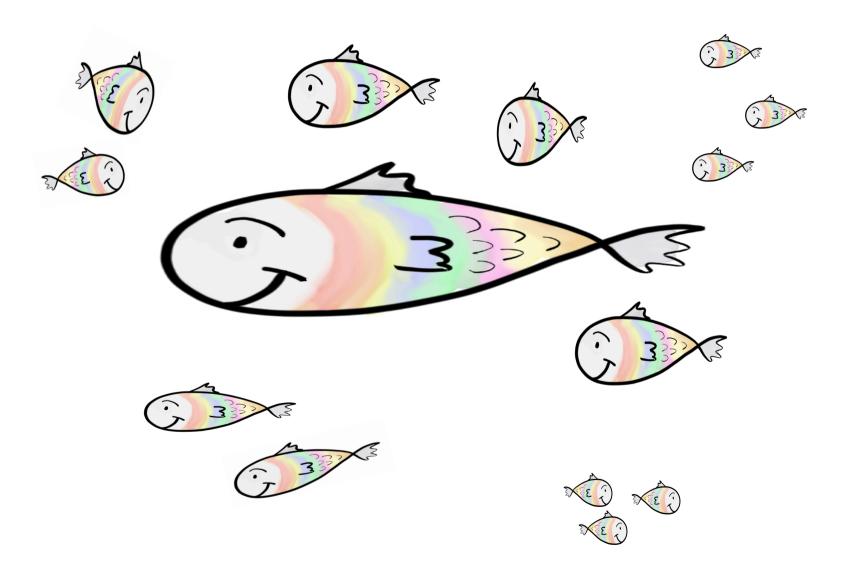


# Born Agile – and breaking all the rules!

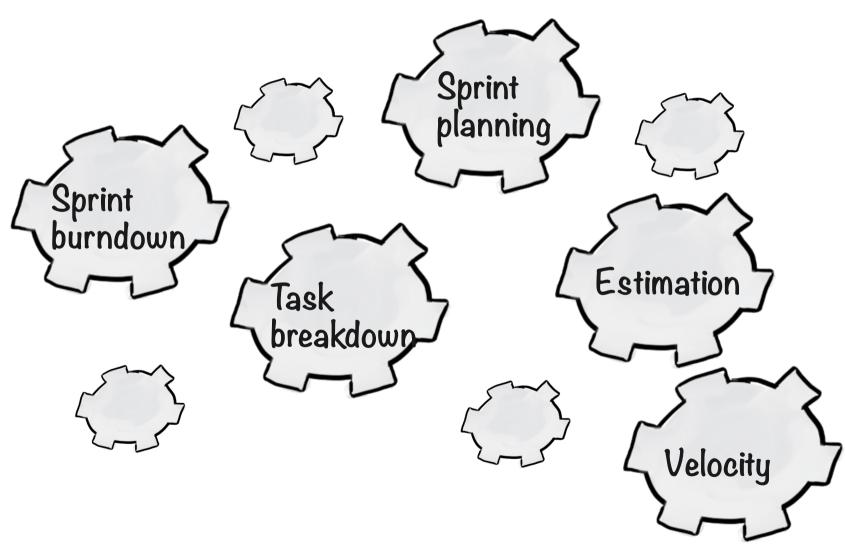
## 2006: small agile fish was born



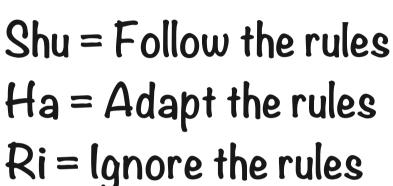
#### Grew up to form an agile culture



## Scrum practices started getting in the way



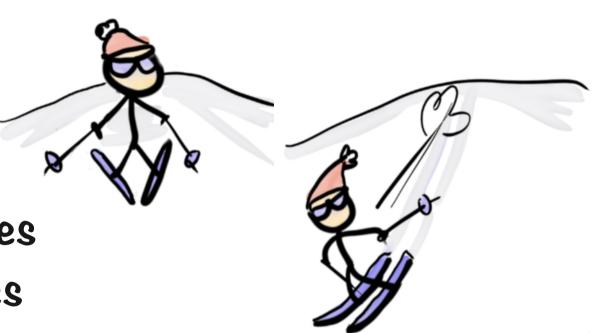
### Shu Ha Ri





See also: Scrumdamentalism
Fear of doing Scrum wrong

Symptom: Stuck in Shu

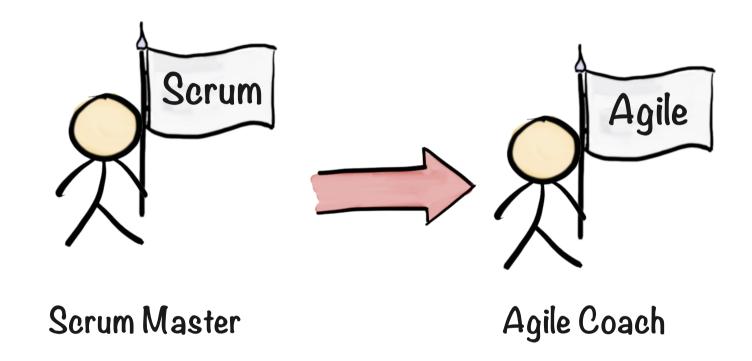


Screw the rules!



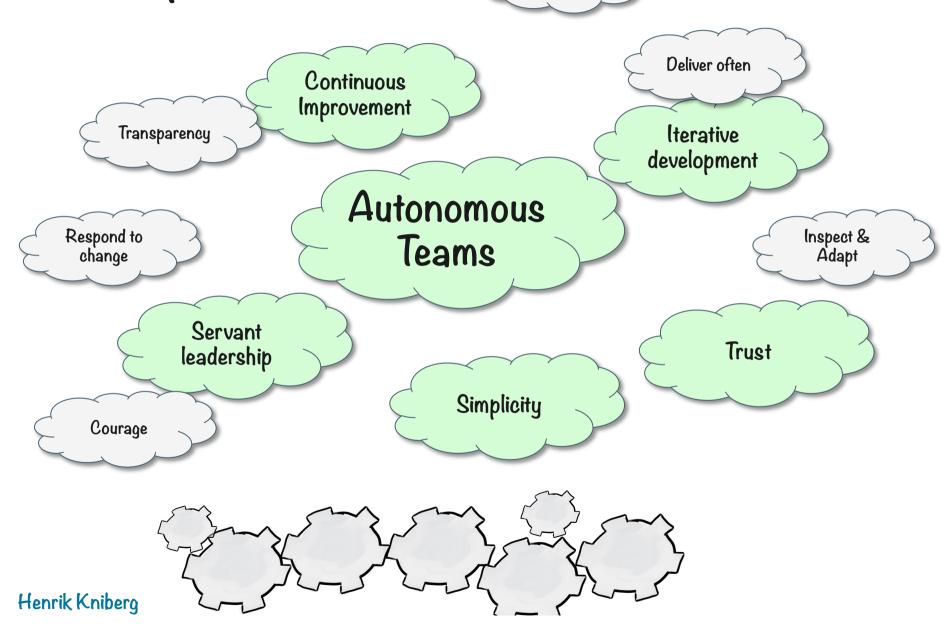
Rules are a good start, then break them when needed.

#### Agile > Scrum

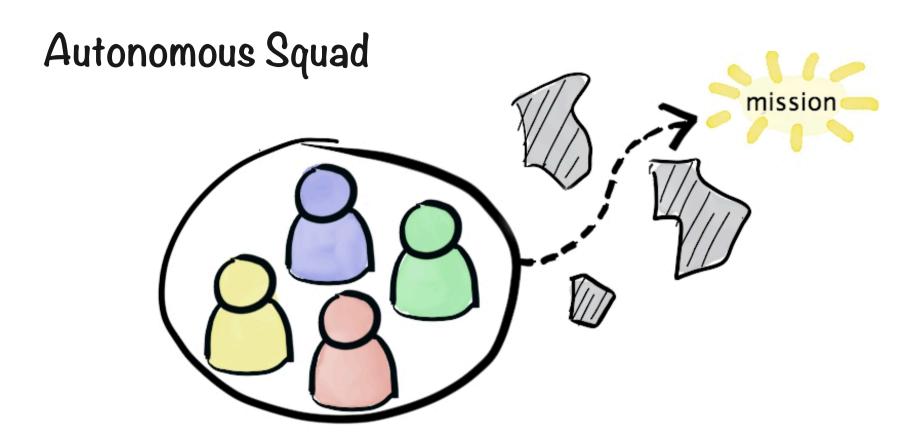


#### Principles > Practices

Customer collaboration



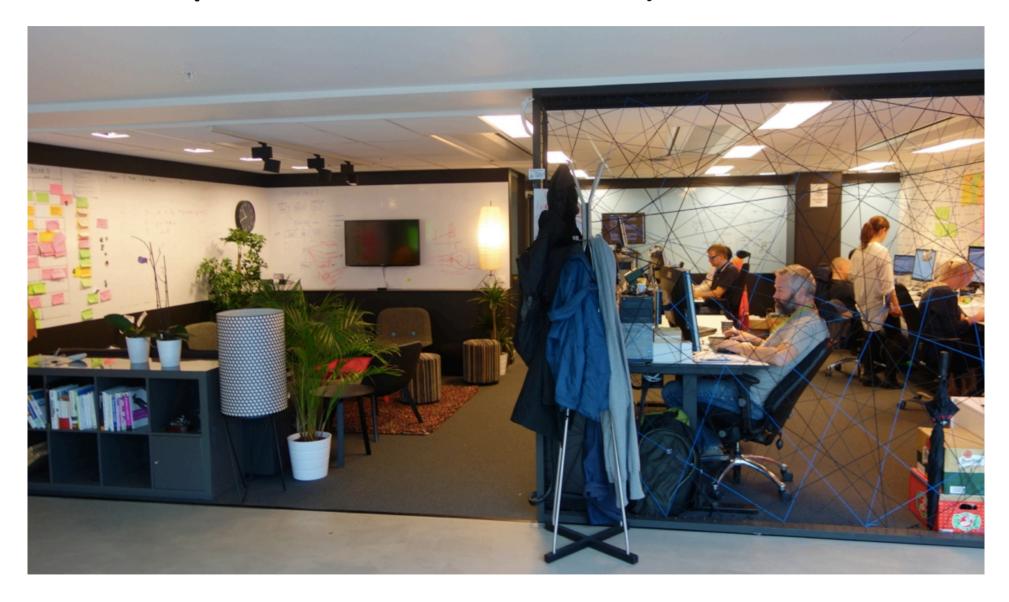
# Autonomy > Consistency



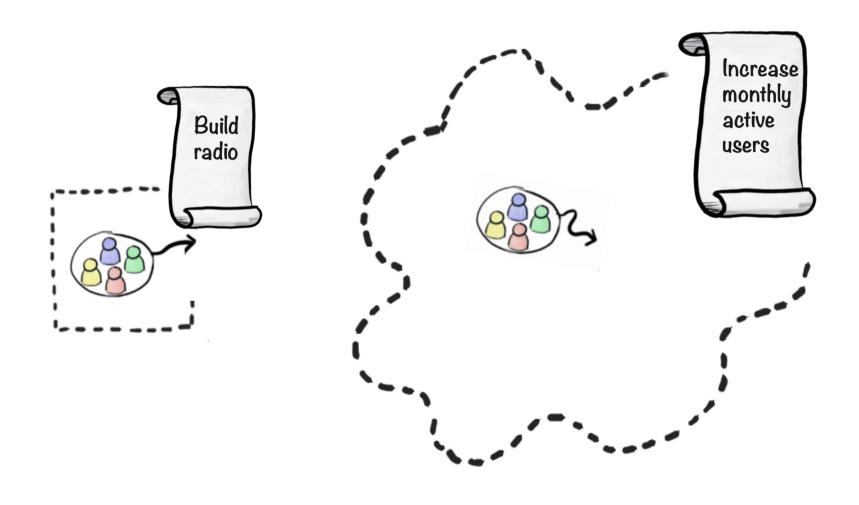
- Small, co-located, self-organized
- End-to-end responsibility for the stuff they build from design to commit to deploy to maintenance.
- Within the scope of its mission, a squad is empowered to decide what to build, how to build it, and how to work together while doing it.

Reality check: Not all squads are this autonomous (yet)

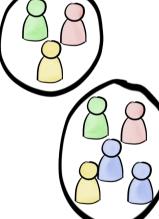
## Office optimized for autonomous squads

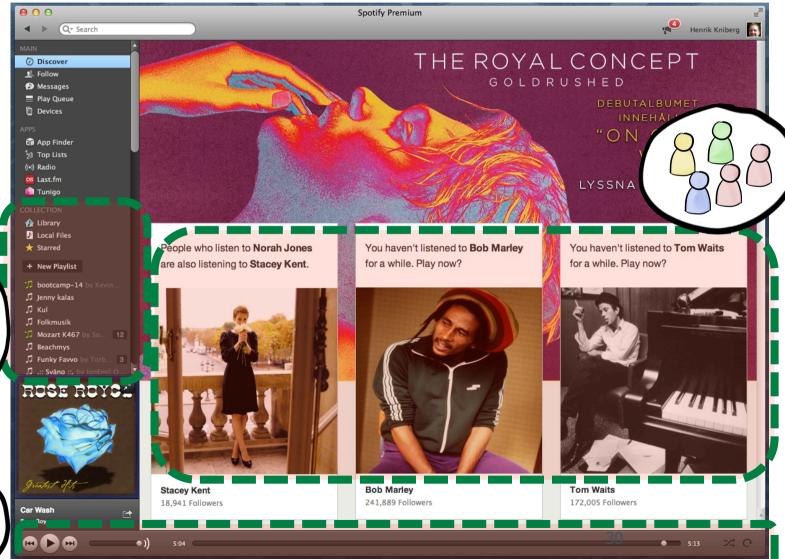


## Broader mission = more autonomy





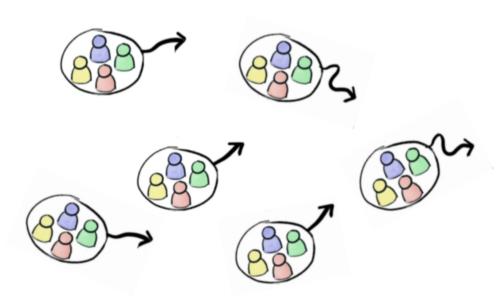


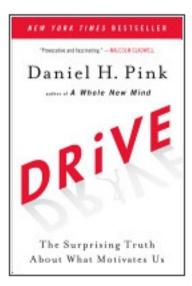


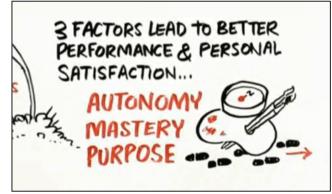


#### Why Autonomy matters so much

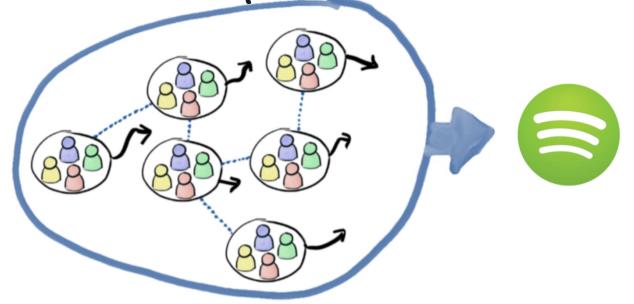
- Motivation
- Speed
- · Scaling







Be autonomous. But don't suboptimize.



- Be a good citizen in the Spotify ecosystem
  - Spotify's mission > Squad's mission
  - Collaborate & sync with other squads
  - Follow agreed-upon standards

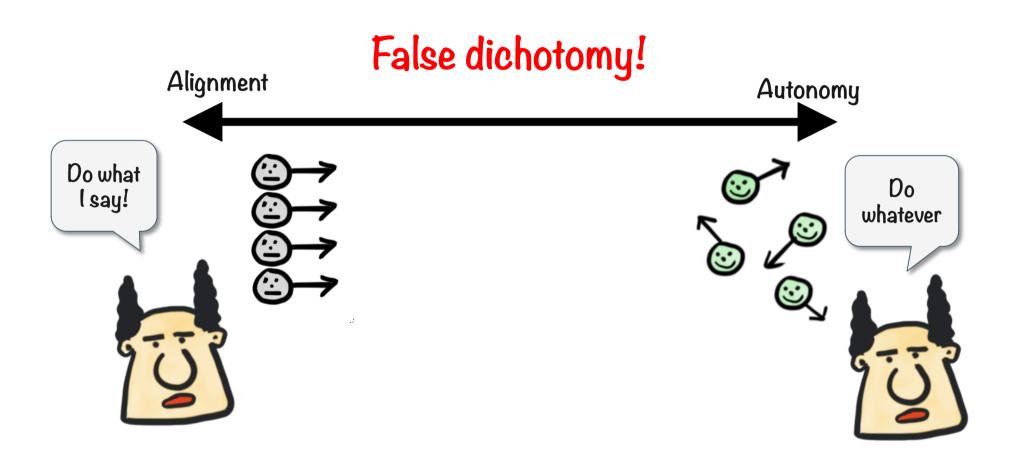
## Office optimized for cross-squad collaboration



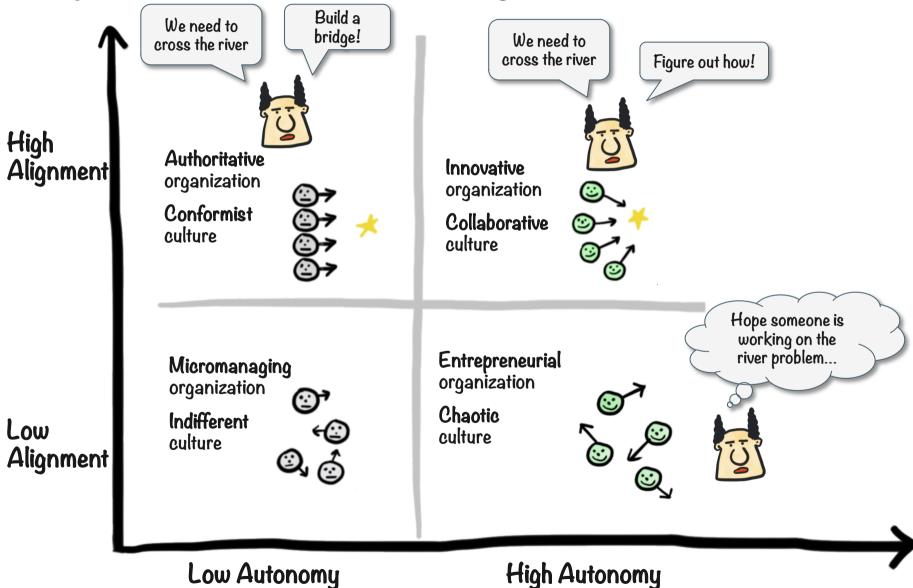
## Example: Sprint demo & open discussion



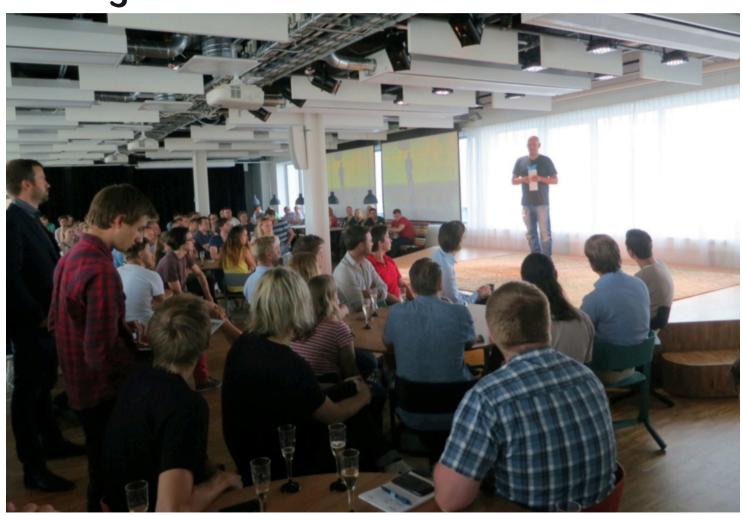
#### Alignment & Autonomy



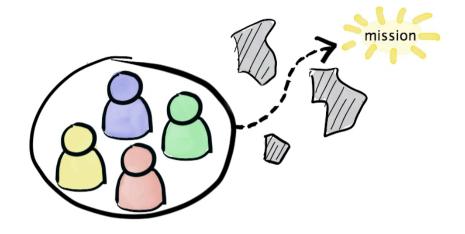
Alignment enables Autonomy



#### Leader's job: Explain what problem needs to be solved. And Why.



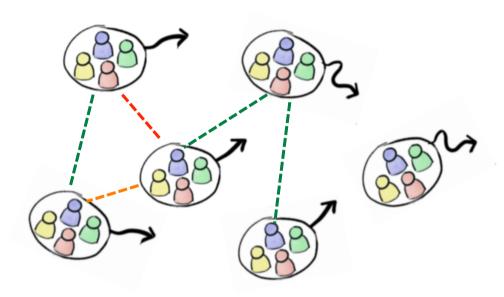
#### Measuring autonomy



Area	Squad 1	Squad 2	Squad 3	Squad 4	Squad 5
Product owner	○	• 🖢	● →	$\bigcirc$	○ →
Agile coach			● →		<b>9</b>
Influencing work	<b>○ 孝</b>	<b>○ 孝</b>	○ →		<b>•</b>
Easy to release	○		<ul><li>1</li><li>1</li><li>2</li><li>3</li></ul>	$\bullet \rightarrow$	• • • • • • • • • • • • • • • • • • •
Process that fits team	$\bigcirc$		• 4		○
A mission	○	<ul><li>1</li><li>1</li><li>2</li><li>3</li><li>4</li><li>5</li><li>6</li><li>7</li><li>7</li><li>8</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><li>9</li><l< td=""><td>• 1</td><td><u> </u></td><td><math>\bigcirc</math></td></l<></ul>	• 1	<u> </u>	$\bigcirc$
Org. support	● →		$\circ$	$\bigcirc$	<u> </u>

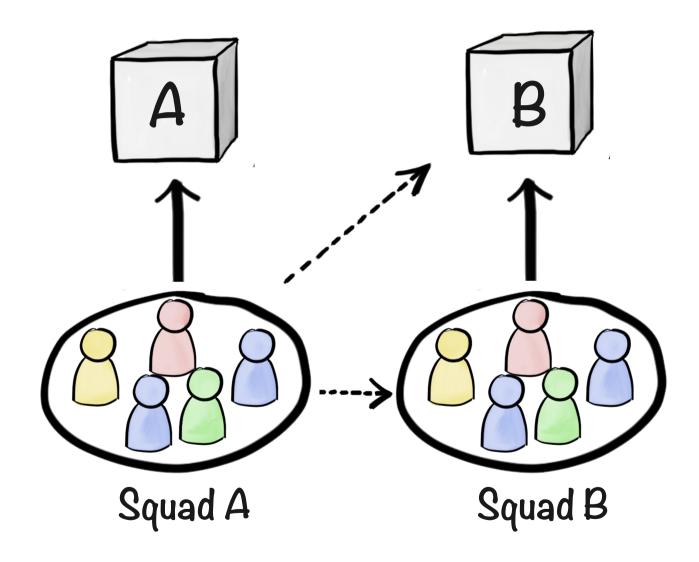
How to measure dependencies

Ask people!

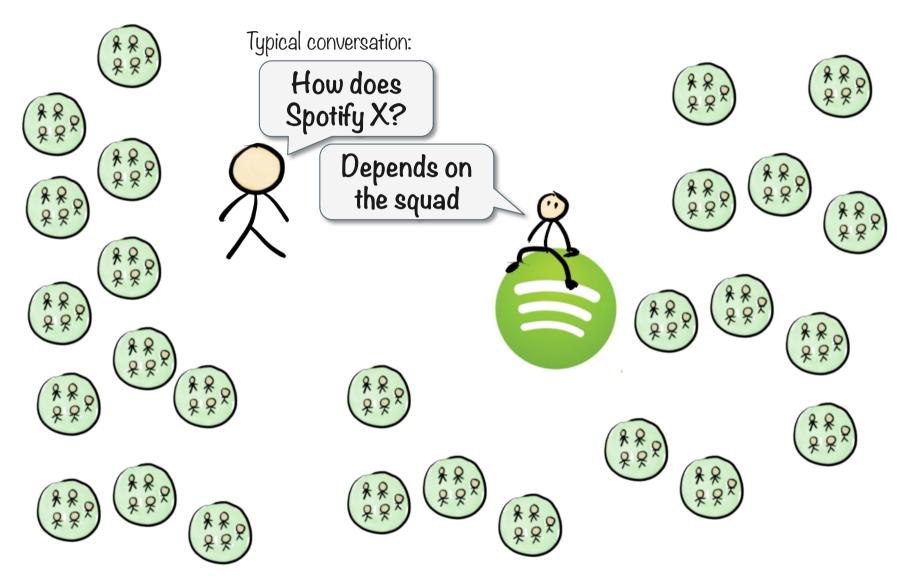


	A	В	C	D	E
1	Squad	Depends on	Dependency	Comment	Same tribe?
2	Music Player				
3	Content	Ops	Slowing	Need machines, connections, help set-up things etc. Works really well in general, but at times the workload on operations causes the lead times to grow and slow us down	No
4	Content	NeXT	No problem	Storage. Not big, mostly information/communication needs to happen.	No
5	Content	BFS	No problem	Replacement service	Yes
6	Content	Team 2	No problem	Communication around next story	No
7	Content	Team 1	Future	Content ingestion	No
8	BFS	UX	Slowing	Need UX to discuss, review and provide mock-ups.	No
9	BFS	Content	No problem	Normal dependencies, sprint work.	Yes
10	BFS	Mobile	Slowing	No internal mobile developers within Squad.	No
11	BFS	Analytics	Slowing	A/B test results slowing down roll outs of features	No
12	BFS	Team 3	Blocking	Waiting for data dumps	No
13	BFS	Team 1	Future	Waiting for data dumps	No
14					

#### Open-source model

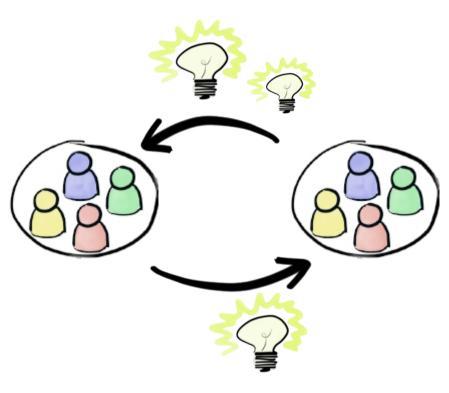


#### Minimum standardization

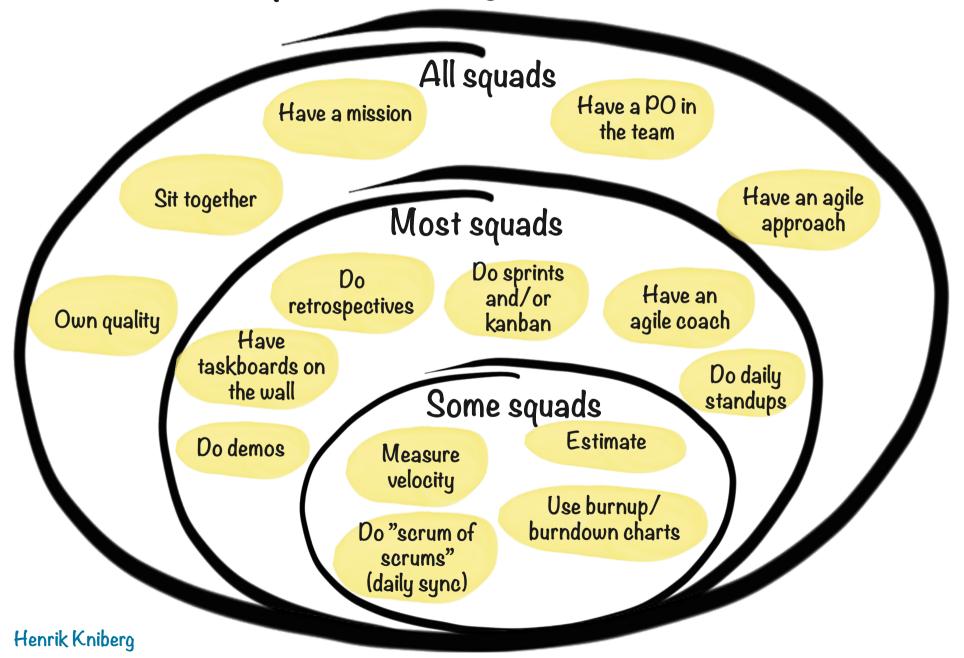


#### Cross-pollenation > Standardization

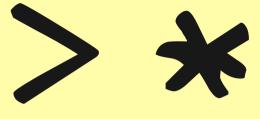




#### So how do squads actually work?



# People



#### Mutual respect

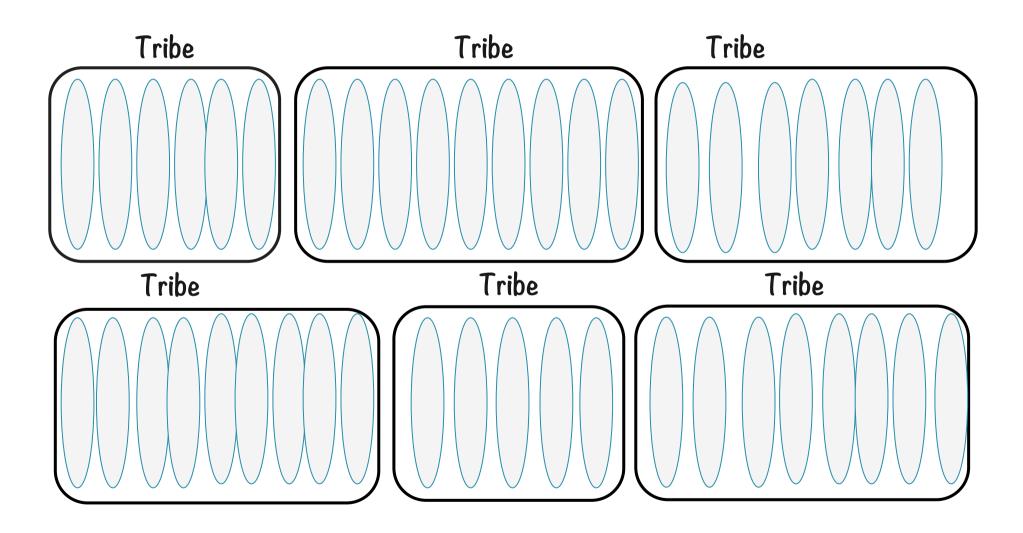


#### Measure motivation & relentlessly focus on it

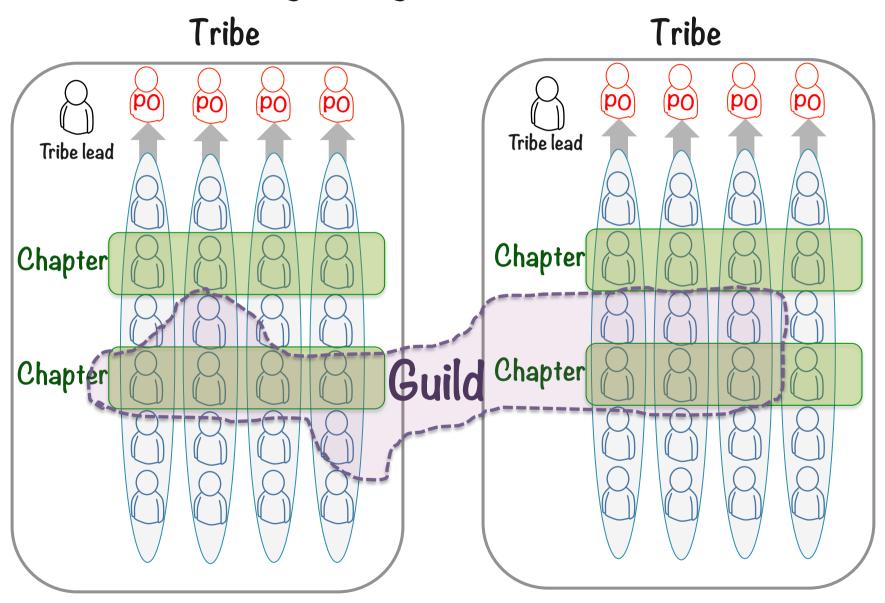
```
Hi everyone,
Our employee satisfaction survey says
91% enjoy working here,
and 4% don't enjoy it here.
This is of course not satisfactory,
and we want to fix it.
If you're one of those unhappy 4%,
please contact us.
We're here for your sake, and nothing else.
```

## Community > Structure

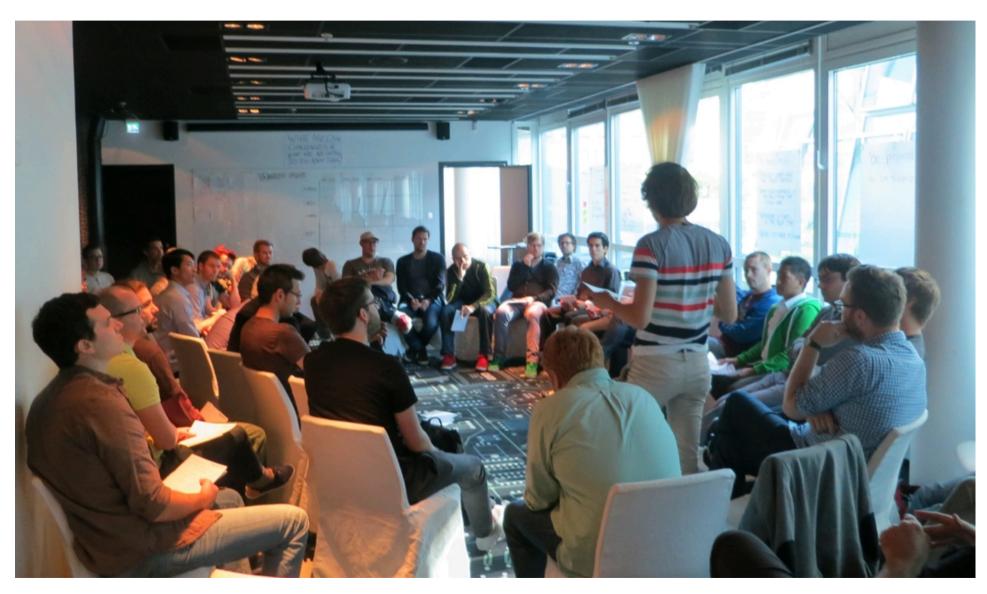
#### Squads are grouped into Tribes



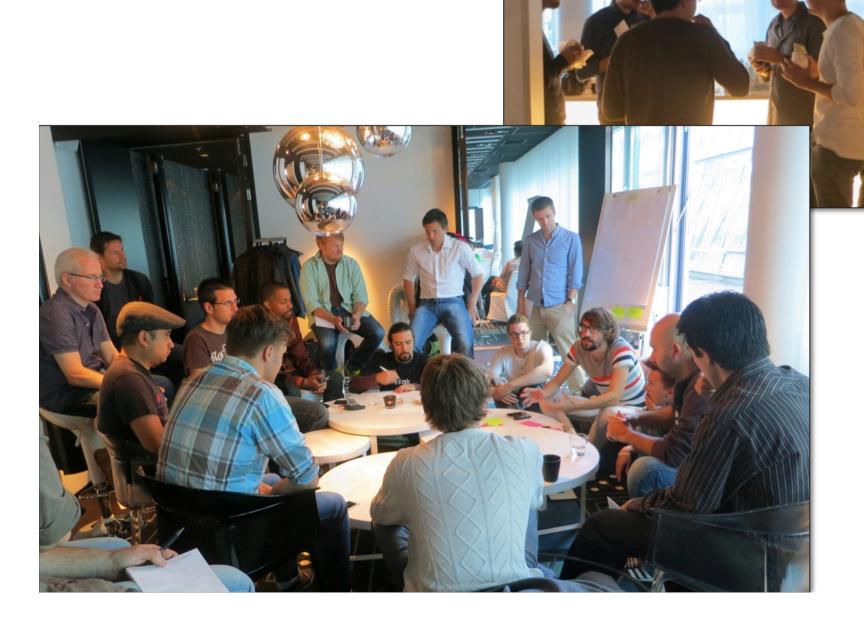
#### Each Tribe is a lightweight matrix



#### Guild unconferences

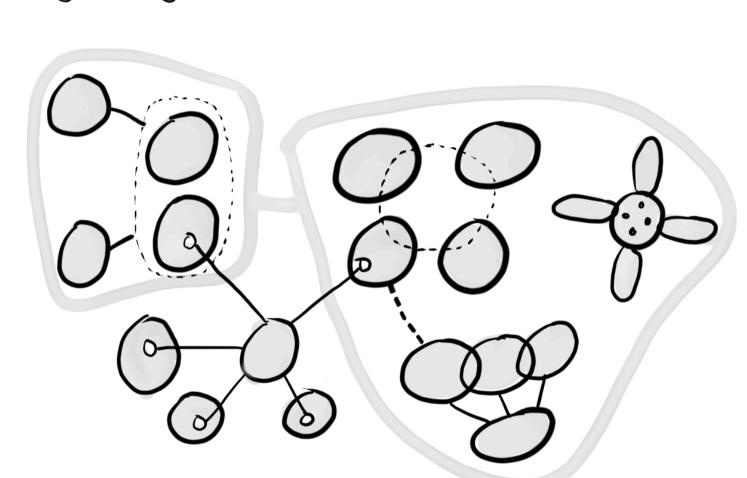


#### Guild unconferences



Organic structure emergent, dynamic

If you need to know exactly who is making decisions, you are in the wrong place

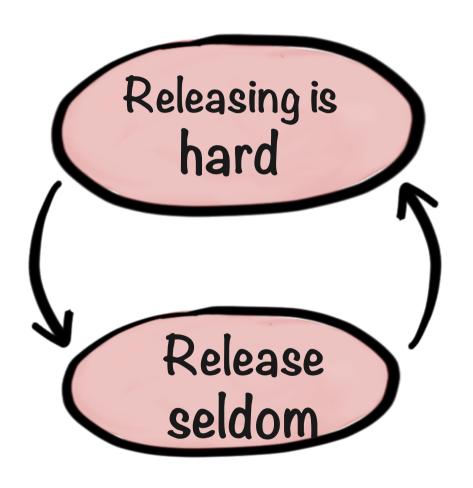


## Making release easy

#### Vicious cycle

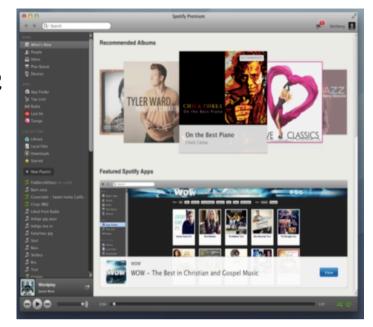


#### Virtuous cycle

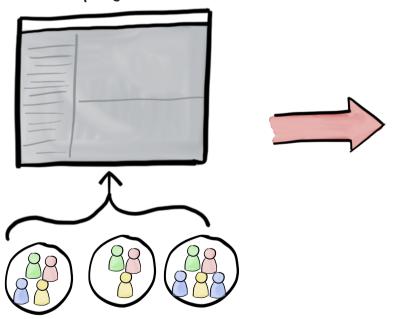




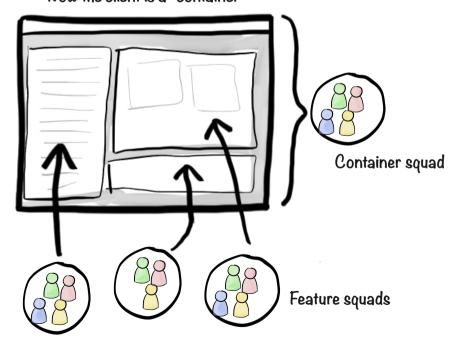
#### Decouple as much as possible



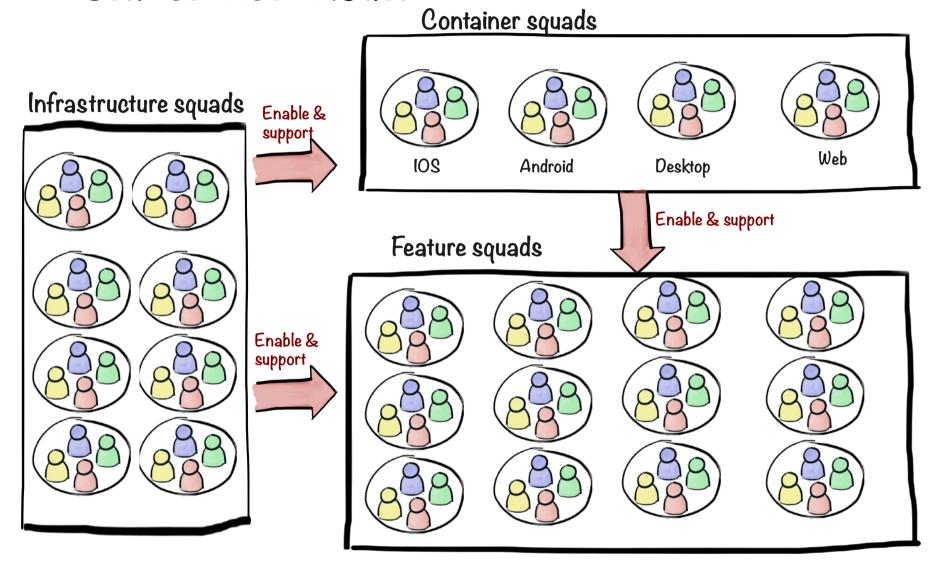
First the Spotify client was a monolith...



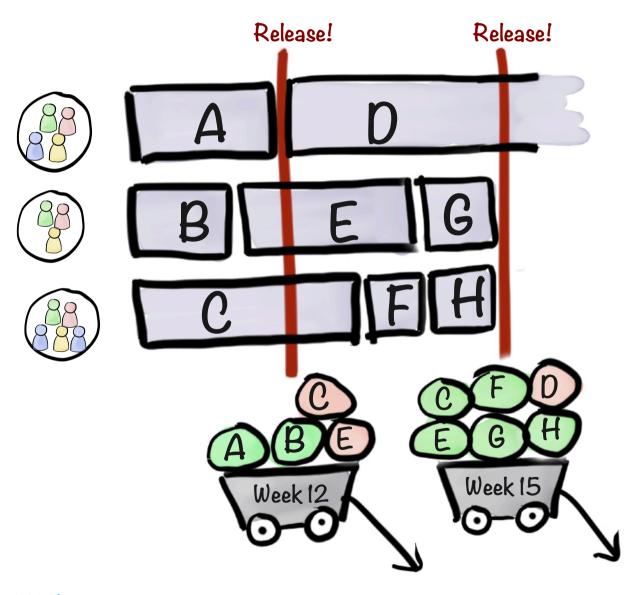
Now the client is a "container"



#### "Self-service" model

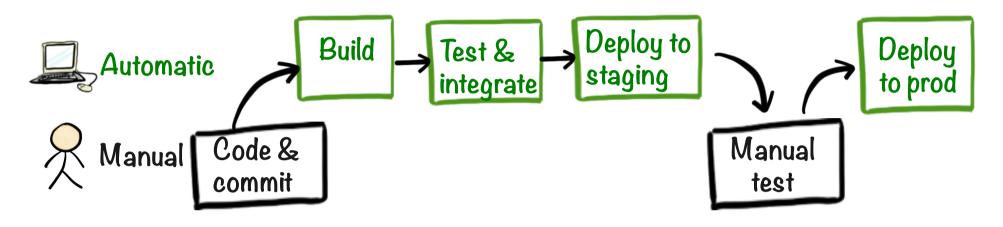


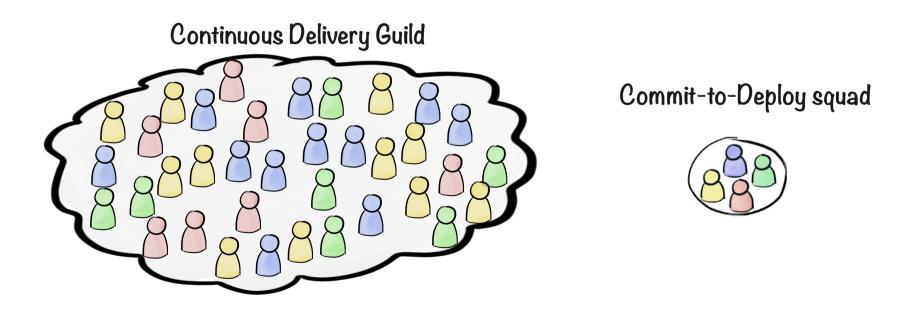
#### Release trains & Feature toggles





#### Pushing for Continuous Delivery





## Trust > Control



We trust our people to make informed decisions about the way they work and what they work on

### Politics

Fear

Agile at scale requires
Trust at scale!

Agile culture demands that there are NO internal politics involved!





When you give people the freedom to create without fear of failure, amazing things happen!



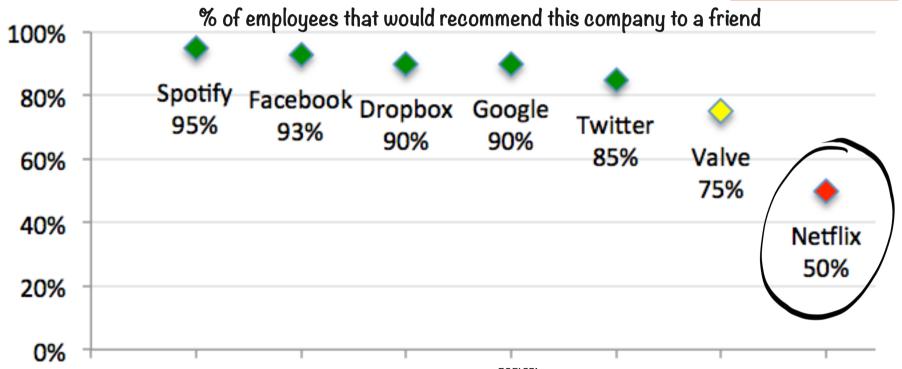
#### Fear kills motivation Even in "aqile" companies

Turnover is so quick that it's almost unnecessary to unpack your bag.

The reward for doing a good job today is having a job tomorrow

They love firing people for things that aren't under the employees entire control





Henrik Kniberg

http://www.glassdoor.com/Reviews/Netflix-Reviews-E11891.htm http://www.forbes.com/sites/edwardlawler/2013/06/24/netflix-we-got-it-right/

#### Failing = Learning

Move fast and break things

Screwing up is a great way to find out that your assumptions were wrong





#### Celebrate failure



#### Internal blog:

## How we shot ourselves in the foot

Asdf asdf asdf ddhffdd asdfsdfasdf s dfs ei lkjsdfkjh dkd ie kkd kdsflk sdi elk sdfkjh sdfkjhasdflkj dk dj wi dm chsdfjh wlkjsdm

WTF?

Slkdfoi clk sdil wkdkdk dk dkiwlslkj dlkh slkj sdflkj dpijslkjdlldk slkdflk sdflk sdlk kjsdf

Sdflk sdfsdfasdf

Internal blog:

#### Celebrate failure!

Asdf asdf asdf ddhffdd asdfsdfasdf s dfs ei lkjsdfkjh dkd ie kkd kdsflk sdi elk sdfkjh sdfkjhasdflkj dk dj wi dm chsdfjh wlkjsdm

dfkj dfjh slkkd dj dflkj sdfkjh sdf

Slkdfoi olk sdil wkdkdk dk dkiwlsikj dlkh slkj sdflkj dpijslkjdlldk slkdflk sdflk sdlk kjsdf

Šdflk sdfsdfasdf

Retrospectives & Post Mortems
Driven from below

Supported from above

Who's fault was it?



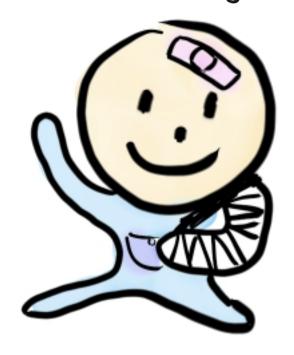
What did we learn?

## Failure Recovery is more important than Failure Avoidance

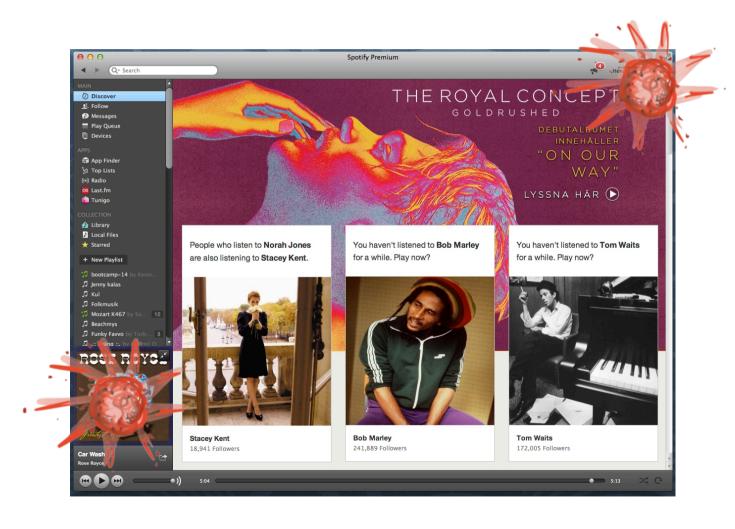
Failure Avoidance

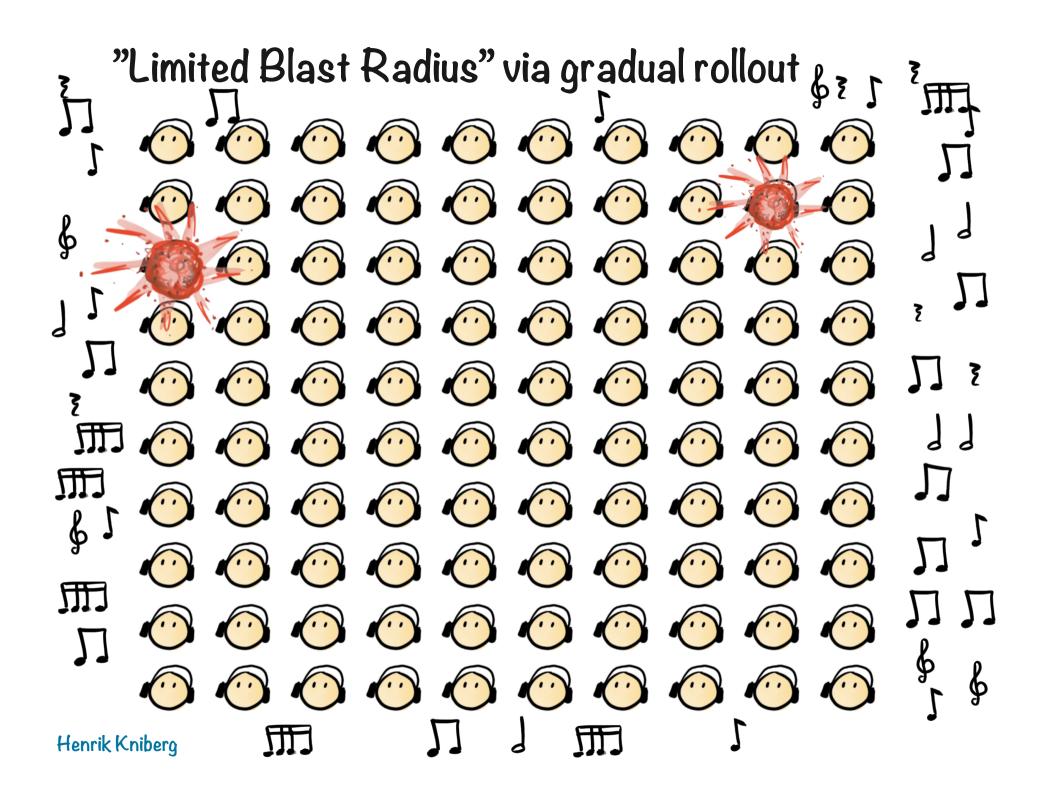


Failure Recovery



#### "Limited Blast Radius" via decoupled architecture





#### 100% control = 0% motion

If everything's under control, you're going too slow!

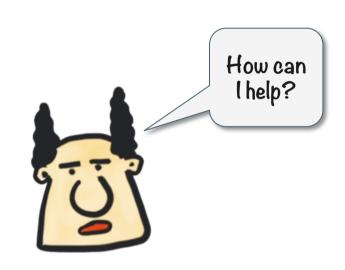


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#### Servant leadership

#### Manager's job:

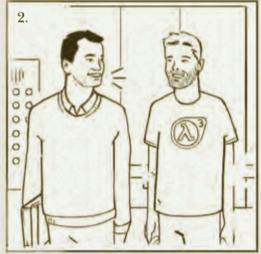
- Telling people what to do
- Having control
- · Coaching
- Mentorship
- Enabling
- Solving impediments

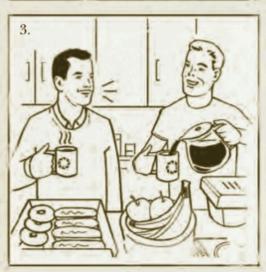


#### VALVE

Fig. 2-4 Methods to find out what's going on







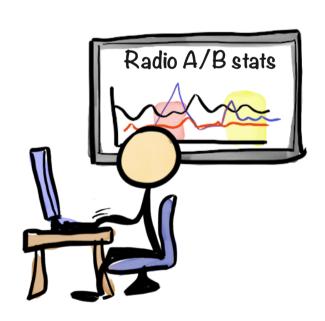


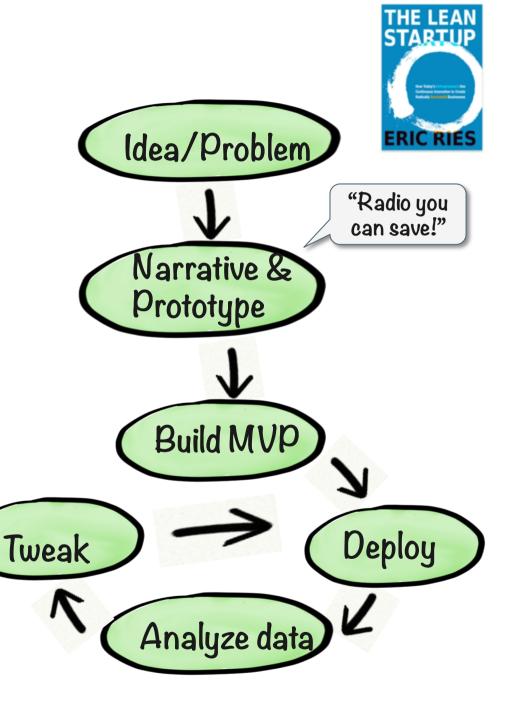
- step 1. Talk to someone in a meeting
- step 2. Talk to someone in the elevator
- step 3. Talk to someone in the kitchen
- step 4. Talk to someone in the bathroom

# Value & Impact

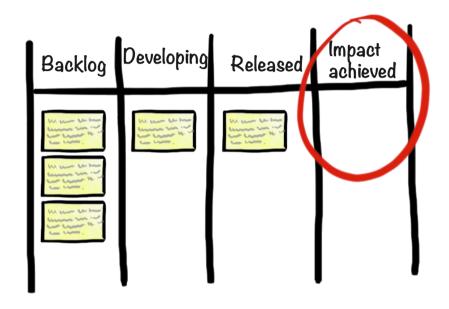


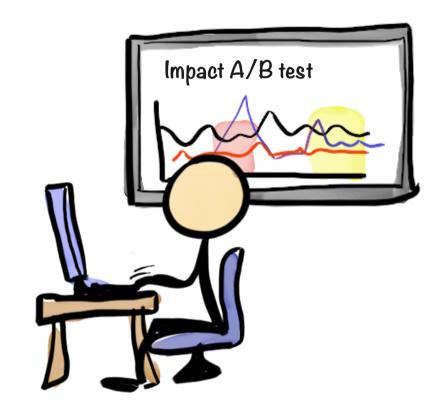






## Impact-driven development

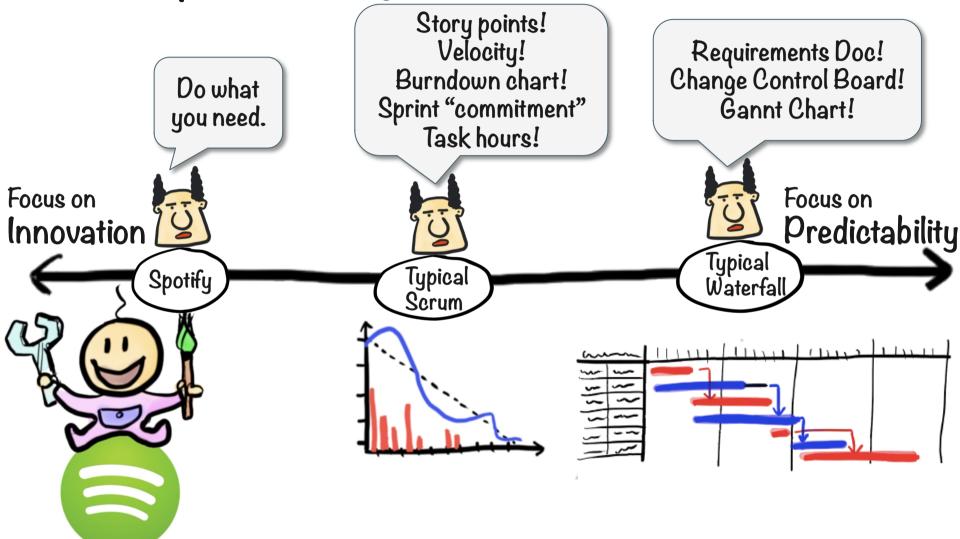




## Flexibility & lnnovation



## 100% predictability = 0% innovation



## Unleash the innovation!

Hackathon every few months

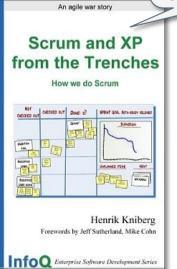
facebook







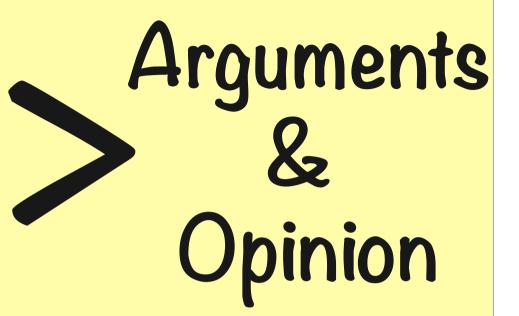
Lab Day last Friday every month



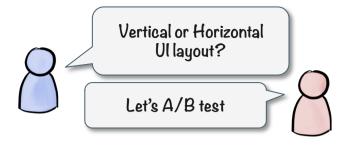


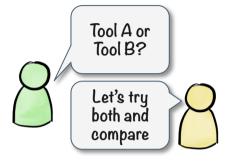
Henrik Kniberg

# Experiments & Data



## Experiment-friendly culture





Ego-driven ...
Opinion-driven ...
Authority-driven ...

nional .

What's the hypothesis?

What did we learn?

What will we try next?

Data-driven decisions!





## Waste-repellant culture (= Lean)

Try





- Daily standup
- · Google docs
- · GIT
- · Guild Unconferences

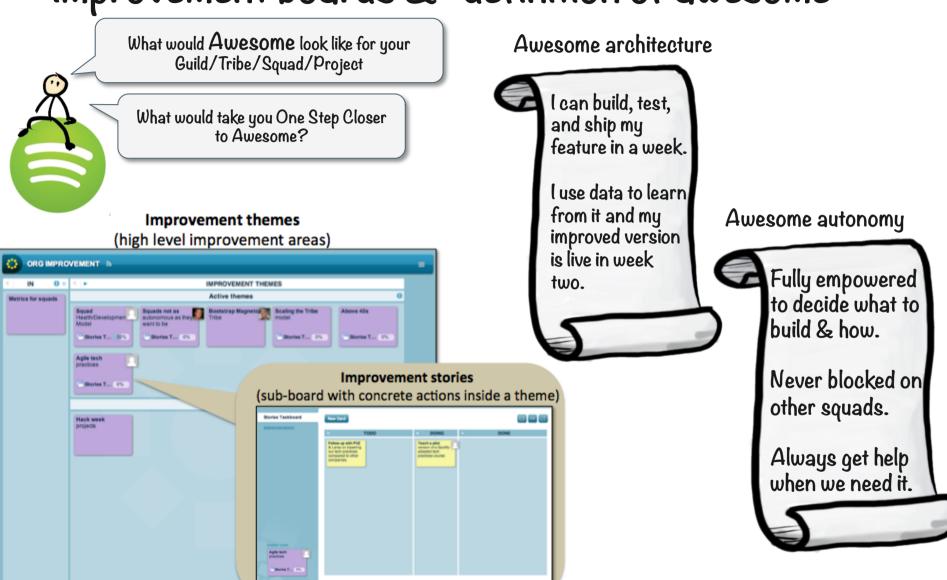
If it works, keep it. Otherwise, dump it.

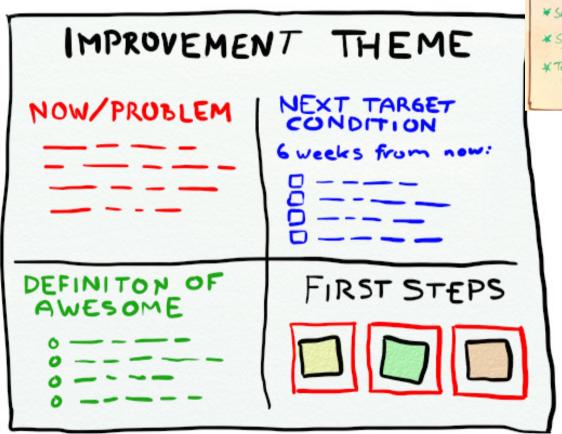


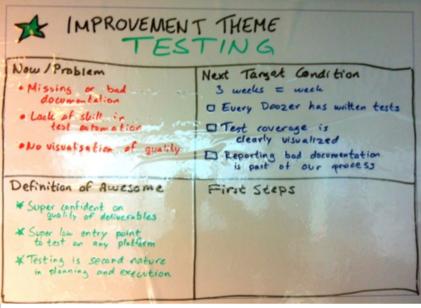


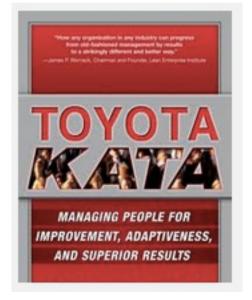
- Useless meetings
- PMO & PM role
- Timereporting
- Handoffs
- Acceptance test phase
- Task estimates
- Corporate BS

## Improvement boards & "definition of awesome"









## What we've learned about Big Projects

1. Avoid Big Projects whenever possible.

## 2. When unavoidable, do:

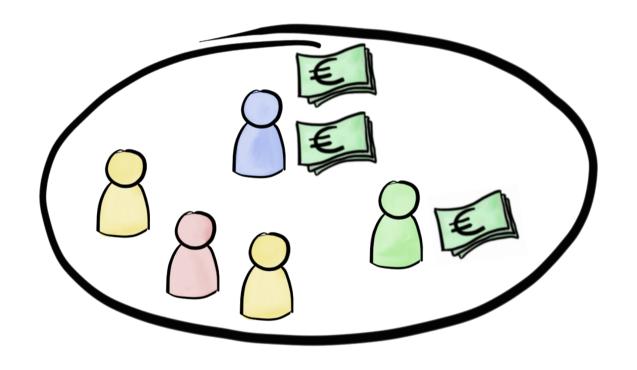
Daily sync (to resolve squad dependencies)



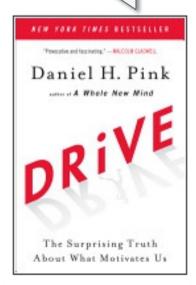
Weekly demo (to evaluate the integrated product)



Big Experiment: Personal Bonus system



Dan Pink was right...



Big Experiment: Tech-wide hackweek

· One whole week.

Everyone in Tech (≈300 ppl)

• Build whatever you want....

· With whoever you want...

• In however way you want.

Demo & party on Friday!



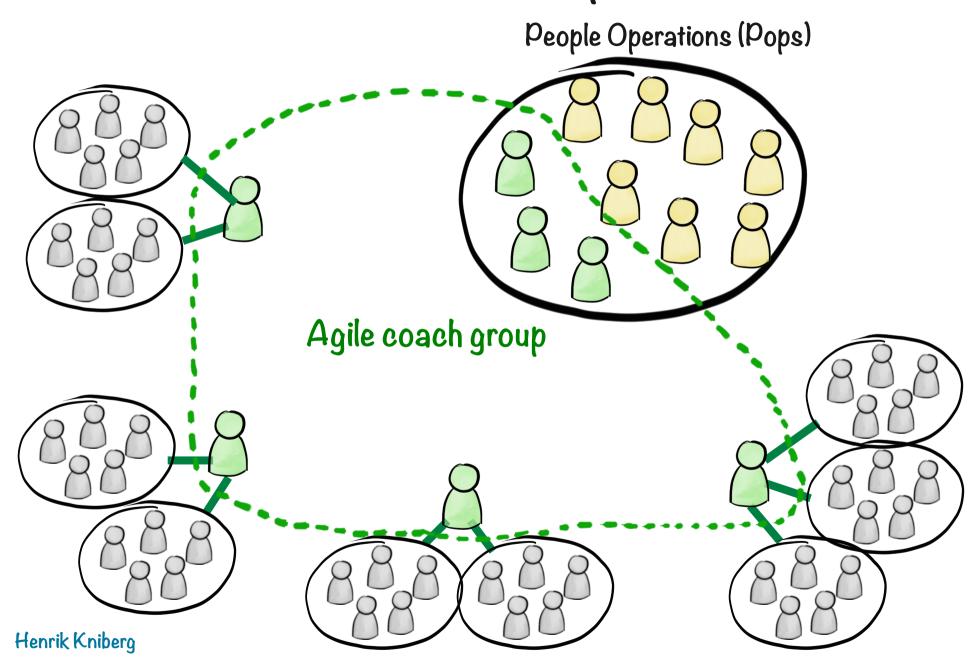


### Next experiment

Spotify-wide hack week! All departments. > 1200 ppl!

## Spreading & reinforcing the culture

## Roles dedicated to culture & improvement

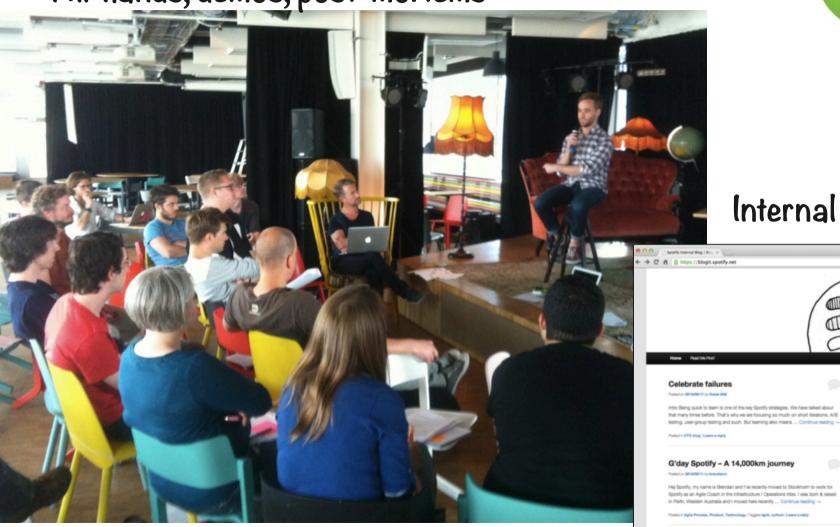


## Story telling

l mostly just go around talking to people

- Chief Architect

All-hands, demos, post-mortems



Internal blog

Henrik Kniberg

Boot camp







## Social group

We're here to help you get to know each other better, and to make sure you have fun while doing it!



Board games

Live bands

Guitar lessons

Yoga

Parties

Trips

Movie nights

...etc...

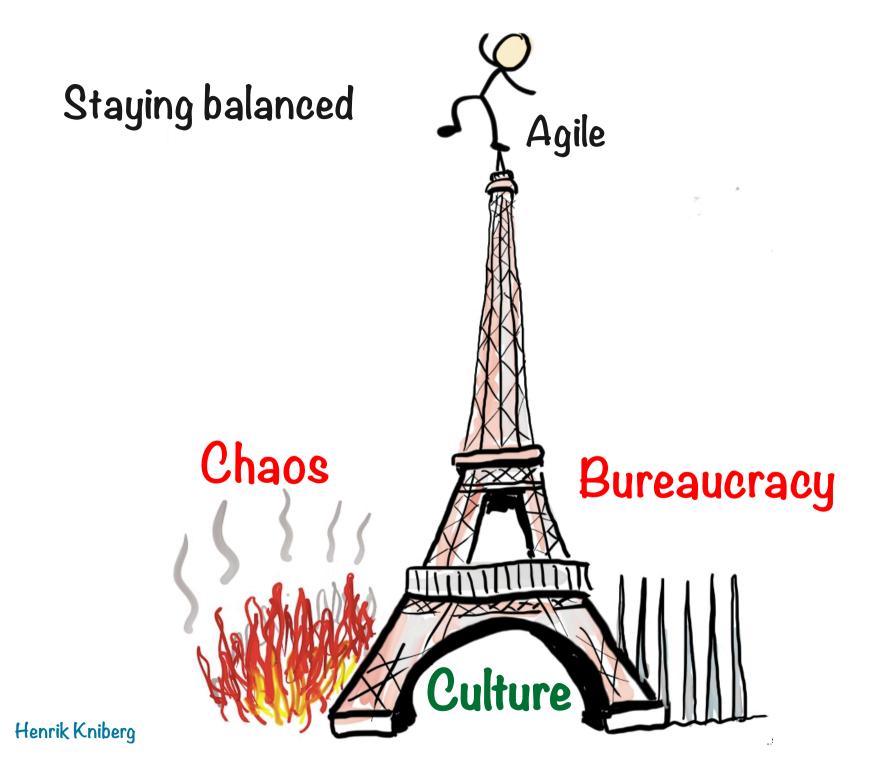
## Challenges & pain points



## Growth pain

- Unstable squads
- · Scaling breaks stuff all the time
  - Yesterday's "brilliant solution"
     is today's impediment
- · Cross-timezone collaboration
  - 50+ squads, 4 cities, 3 timezones
- Technical debt
- ... etc, etc ....





## Wrapup

## Culture > Process

## Shu-level Scrum can get you out a ditch, but won't make you fly.

· Learn the rules so you can break them

## Healthy Culture heals broken process.

· Hack the culture, and process will follow

## Agile is Fragile.

• It is only sustainable over the long term if all parts of the organization are committed to it.

## You are the culture.

Model the behavior you want to see

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