

Lean Software Management: BBC Worldwide Case Study

Peter Middleton, Queen's University Belfast & David Joyce, ThoughtWorks Australia

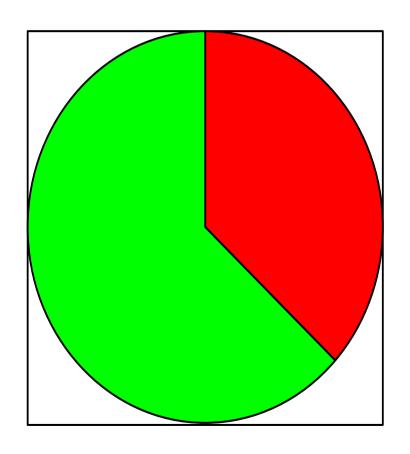
14 October 2011 European Lean IT Summit

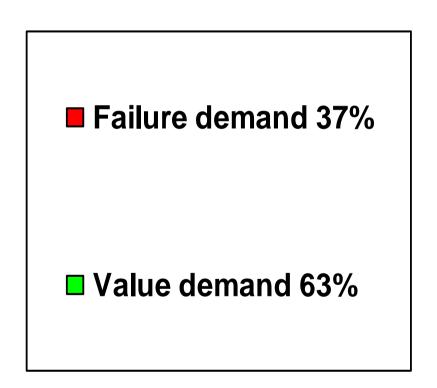
Strategy & analysis

- Customers: Statistical Process Control
 - Total end-to-end time to serve customer
- Targets = System Conditions
 - Why does system behave as it does?
 - Remove sub optimisation, then I.T.
- Purpose of customer interactions
 - Why did they contact us?
- Failure demand: 30% 70%
 - Wrong information, delivery not made

Analysis of why customers call

Failure demand: activity but waste





Foundations

• PRINCE2 unrealistic: 'Ensuring that the information required for the project team is available'

• Failure demand: 30% - 70% of all demand is caused by failures in the system itself

• Targets cause massive waste due to sub optimisation. Measures drive behaviour.

BBC Worldwide Digital Hub Software Team

- Media Village, White City, West London
- 9 staff: Analyst, Architect, QA, Developers
- Operating cost: £1.5m p.a.
- C#, .NET, MS SQL Server
- Created and maintained software
- 12 months data: Oct 2008 Oct 2009
- Reported to Business & Project Boards
- Waterfall Agile Lean

Engineering Practices

- Test Driven Development (unit tests)
- Automated Acceptance Testing
- Source Control Software
- Bug tracking software
- Decoupling improve legacy code
- Minimum Marketable Feature concept
- Daily Stand Up (15 minutes)

Japanese Manufacturing Techniques?

Cars, Printers, Cameras



- Just In Time
- Lean Production
- Pull v. Push
- Kanban

Just - In - Time Principles

- Process Control
- Easy To See Quality
- Insistence on Compliance
- Line Stop
- Correcting One's Own
 Errors
- 100% Check
- Project By ProjectImprovement

Lean Software – key idea

- Reduce Work in Process:
 - Analysis
 - Specifications
 - Design
 - Untested code
- Benefits: (flow: concept to cash)
 - Visible management & less risk
 - Flexibility
 - Productivity

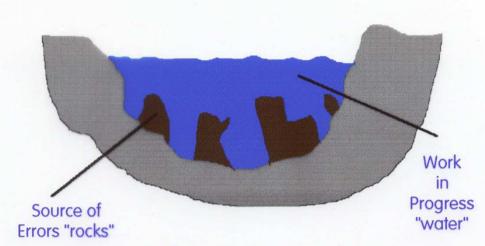
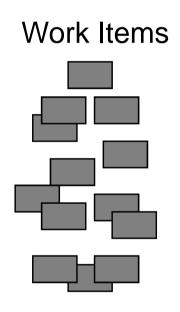


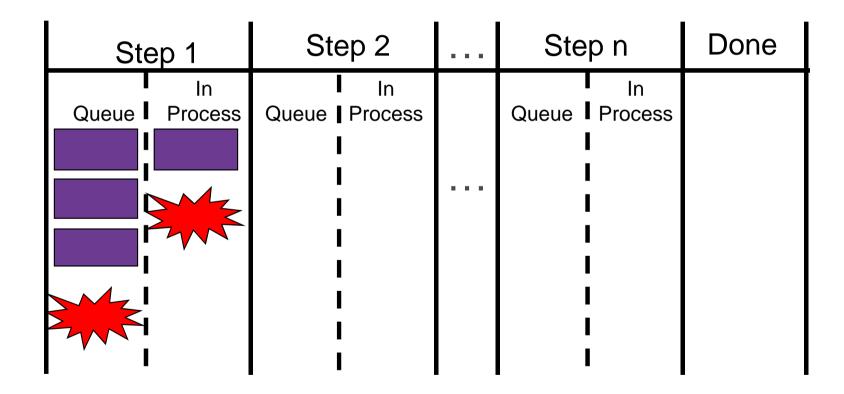
Fig. 1. The Software Pond.
Source of errors masked by
work - in - progress.



Fig. 2. The Software Lake Drained by Lean Production.
Source of errors exposed by
reducing the work - in - progress

Kanban 101 (BNP Paribas)

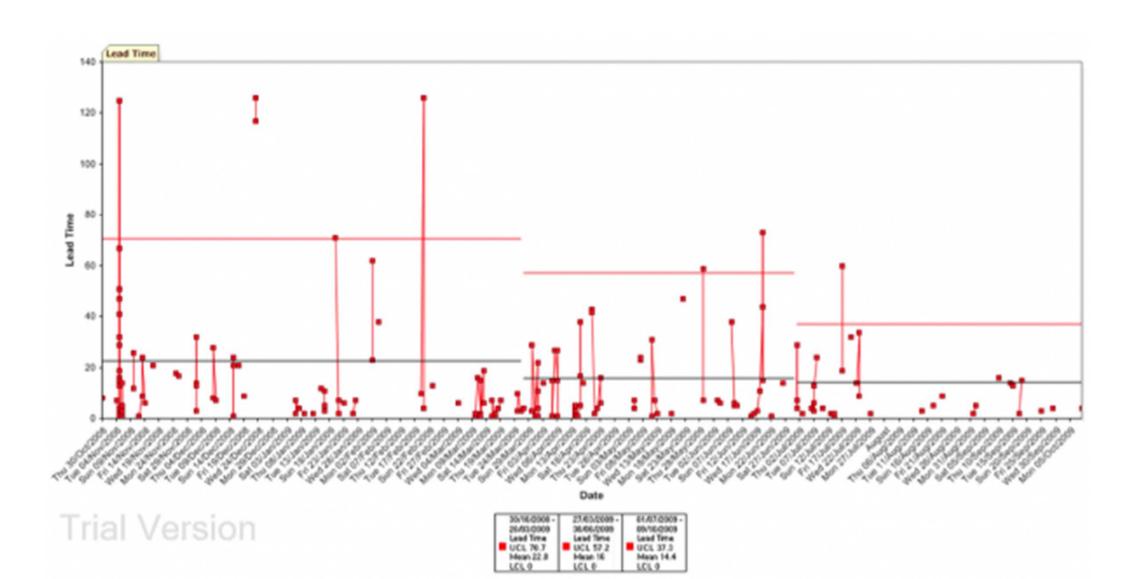




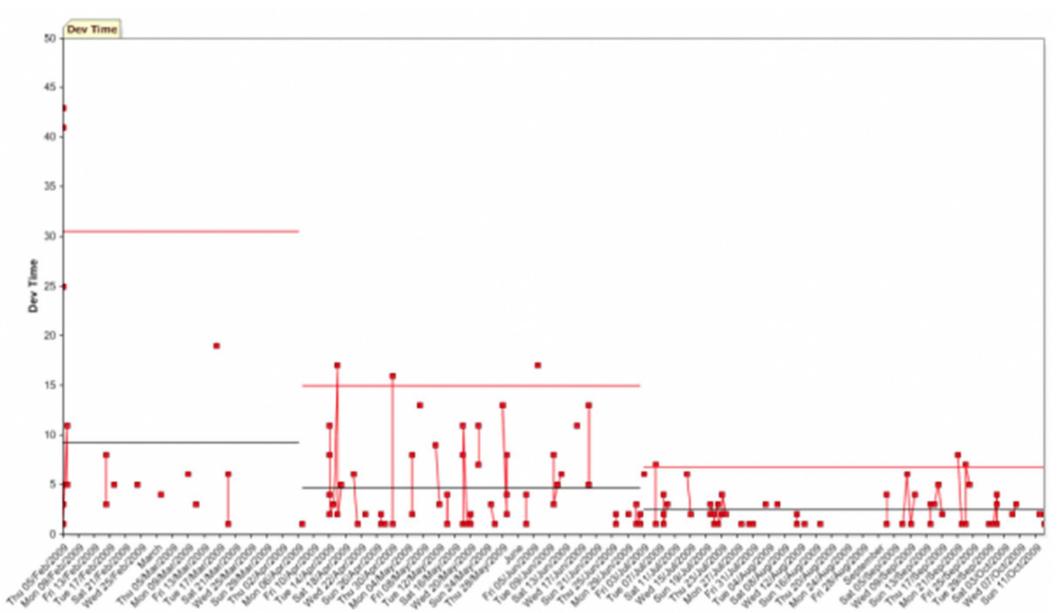




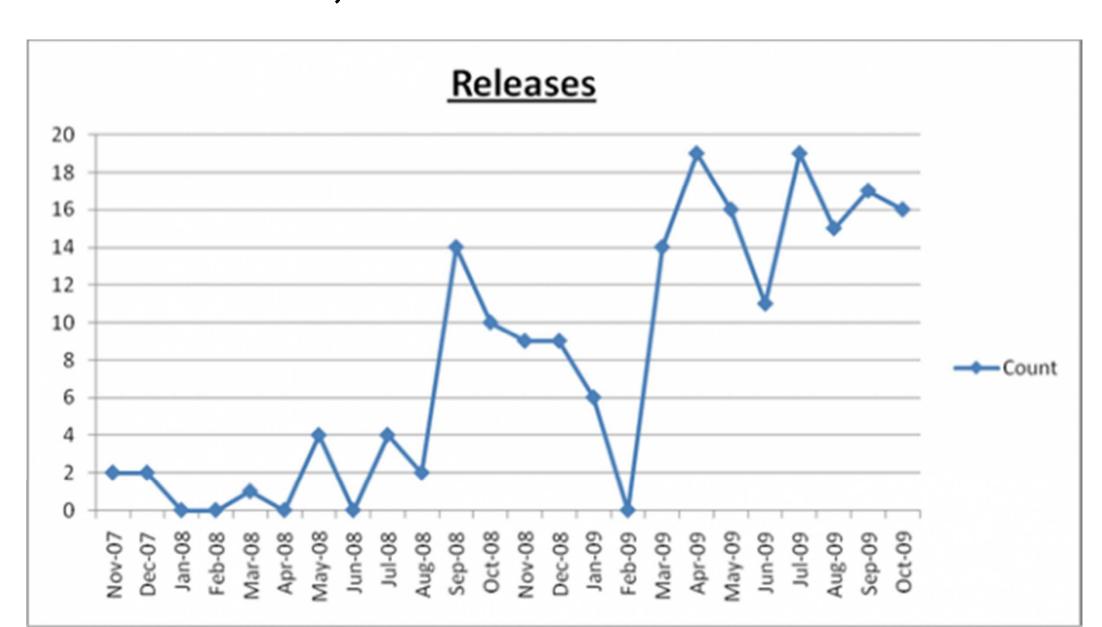
Lead time to customers -37% Variance -47%



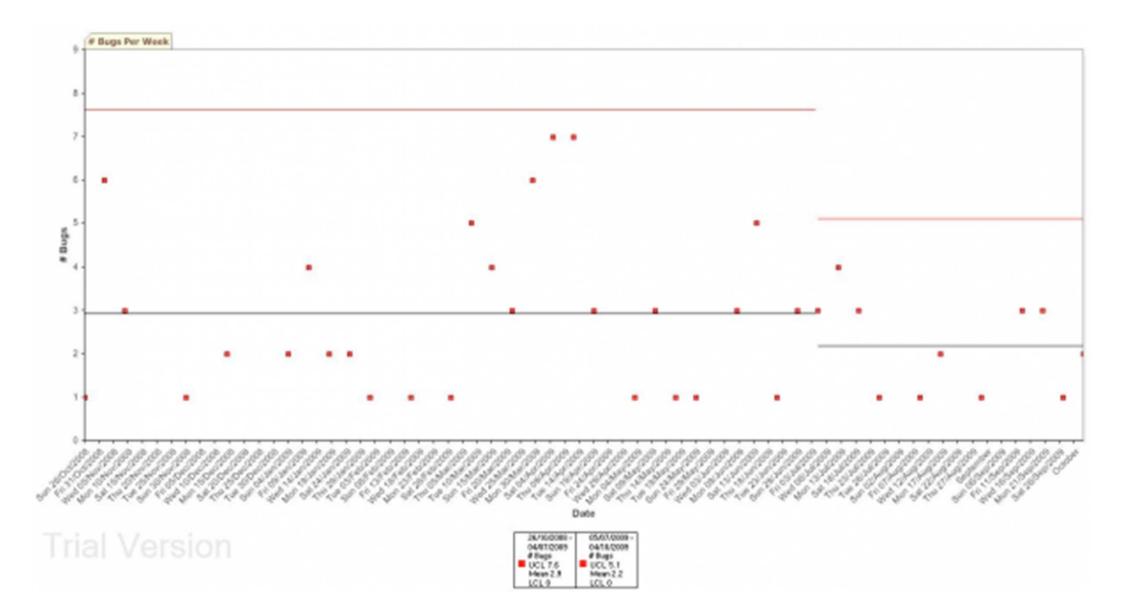
Development Time -73%; Variation -78%



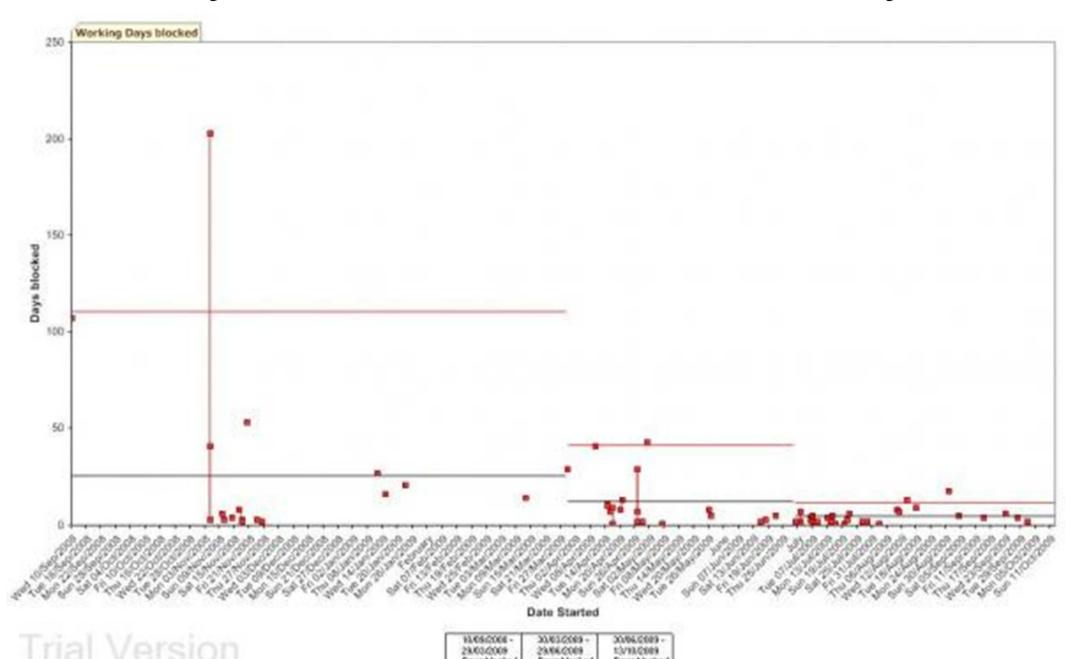
Throughput: smaller, incremental deliveries



Fewer Bugs: -24%; Variance: -33%



Continual Improvement Days lost: -81% 26 to 5 days



Possible problems

- 1. Space needed for Kanban & info boards
- 2. Plan driven, document centric process
- 3. Poor fit with standardised reporting
- 4. Remit of IT upstream & downstream
- 5. Command & control compliance model
- 6. Staff initiative and multi skilling

Lean handles <u>risk</u> by low WIP, transparency, small units & frequent deliverables

Lean & Kanban software process

- -37% reduction in lead time
- -47% reduction in lead time variation
- -73% reduction in development time
- -24% reduction in errors
- -33% reduction number of open errors
- -81% delays reduced continual imp.
- *8 increase in frequency of delivery

Frequent small deliverables reduce risk

Value delivered

 The digital assets produced rose by hundred of thousands of hours of content

 610% increase in valuable assets output by software products written by the team.

Differences Agile and Lean

- Batch / Push versus Pull
 - Time-boxed iterations
- Reliance on Data
 - Focus on people
- Continual Improvement
 - Velocity', features, story points
- Multiskilling
 - 'impediment list' / 'improvement backlog'
- Evolution v. Revolution

Conclusion

- Lean applies from idea to release
- Iterates on continual customer feedback
- Software under quantitative control
- Pareto effect: 80 20 rule
- Frequent, small, high value deliverables
- Lean provides both discipline and agility

Lean Software Management: BBC Worldwide Case Study, P. Middleton & D. Joyce, IEEE Trans. on Engineering Management, accepted for publication Sept 2010

Follow up

to the IEEE article
 http://leanandkanban.wordpress.com/2011
 /04/09/lean-software-management-bbc worldwide-case-study/

- p.middleton@qub.ac.uk
- dpjoyce@googlemail.com
- Twitter: @dpjoyce