# **AGILE VS. TRADITIONAL CONTRACT PRACTICES**

## AGILE vs. TRADITIONAL CONTRACT VALUES - (Note. See http://davidfrico.com/agile-vs-trad-contract-manifesto.pdf)

Business & Mission Value	OVER Scope, Processes, & Deliverables
Personal Interactions	OVER Contract, Auditor, & Legal Interactions
Conversations and Consensus	OVER Contract Negotiations & Control
Collaboration & Co-Dependency	OVER Methodology & Adversarialism
• Exploration, Evolution, & Emergence	OVER Forecasting & Control
• Early Continuous Quality Solutions	OVER Late, Long-Term Deliveries
Entrepreneurialism & Openness	OVER Compliance & Self-Interest
Customer Satisfaction and Quality	OVER Policies & Governance

## AGILE VS. TRADITIONAL CONTRACT PRINCIPLES - (Note. See http://davidfrico.com/agile-vs-trad-contract-principles.pdf)

Value vs. Scope	Seek business or mission value vs. 100% scope completion
<ul> <li>Objectives vs. Capabilities</li> </ul>	Establish performance objectives vs. technical specifications
Relationships vs. Regulations	<ul> <li>Focus on relationships and trust vs. regulatory requirements</li> </ul>
Communication vs. Documents	<ul> <li>Use human communications vs. volumes of documentation</li> </ul>
Conversation vs. Negotiation	<ul> <li>Have informal conversations vs. negotiations and debates</li> </ul>
Consensus vs. Dictation	<ul> <li>Reach consensus on solutions vs. top-down policy edicts</li> </ul>
Collaboration vs. Proprietary	<ul> <li>Collaborate and open sharing vs. intellectual property rights</li> </ul>
Partnership vs. Adversarialism	<ul> <li>Share successes and failures vs. supplier-acquirer barriers</li> </ul>
• Exploration vs. Predictiveness	<ul> <li>Discover and explore solutions vs. predicting performance</li> </ul>
• Evolutionary vs. Big Bang	<ul> <li>Iterate, emerge, and flow ideas vs. late big bang delivery</li> </ul>
• Results vs. Processes	<ul> <li>Reward products and end-results vs. processes and methods</li> </ul>
• Solutions vs. Retribution	<ul> <li>Pursue innovative solutions vs. punishing non-compliance</li> </ul>
Initiative vs. Control	<ul> <li>Foster initiative and motivation vs. manufacturing control</li> </ul>
Creativity vs. Constraints	<ul> <li>Encourage creativity and risk-taking vs. meeting constraints</li> </ul>
• Quality vs. Quantity	<ul> <li>Early testing and certification vs. late, big-bang integration</li> </ul>
Satisfaction vs. Compliance	<ul> <li>Achieve customer satisfaction vs. contractual compliance</li> </ul>

#### AGILE VS. TRADITIONAL CONTRACT PRACTICES (TYPICAL)

<ul> <li>No backstabbing</li> </ul>
<ul> <li>Vision planning</li> </ul>
<ul> <li>Scope planning</li> </ul>
Cross training
<ul> <li>Social activities</li> </ul>
Brainstorming
Anonymous suggestion box
Lean-kanban
<ul> <li>Planning poker</li> </ul>
<ul> <li>Continuous integration</li> </ul>
<ul> <li>Evolutionary design</li> </ul>
Feature teams
Sustainable pace
Onsite customer
Scrum masters
Cross functional teams

#### **CONTRACT CLAUSES-TO BOX PEOPLE IN**

Rules and regulations	
<ul> <li>Laws and legal stipulations</li> </ul>	
<ul> <li>Processes, methods, and manufacturing techniques</li> </ul>	
<ul> <li>Documents, deliverables, and records</li> </ul>	
Plans, timelines, and schedules	
Reports, communications, and emails	
Meetings, reviews, and boards	
Cost estimates, budgets, and resource plans	
<ul> <li>Penalties, threats, and punishments</li> </ul>	
Skills, qualifications, and competencies	
Ethnicity, race, gender, and nationality	
Age, experience, and past performance	
Certifications, training, and education	
<ul> <li>Ethics, conflict of interest, and non-disclosure</li> </ul>	
<ul> <li>Intellectual property, patents, and copyrights</li> </ul>	

### AGILE VS. TRADITIONAL CONTRACT PRACTICES (ATYPICAL)

Relationship managers	
Vision managers	
Conflict managers	
Teamwork coaches	
Collaboration coaches	
Relationship retrospectives (internal)	
Relationship retrospectives (external)	
Relationship coaches (individual)	
Relationship coaches (team)	
Relationship coaches (customer)	
Cross-cultural coaches (national)	
Cross-cultural coaches (business)	
Communication skill coaches	
Listening skill coaches	
Consensus-based decision-making coaches	
Respect and dignity coaches	

#### CONTRACT CLAUSES-TO LET PEOPLE OUT

Minimal rules and regulations	
Sparse, flexible at-will termination agreements	
• Light, informal, just-in-time, and situational tools and techniques	
Minimal lightweight, auto-generated electronic documentation	
Lightweight, flexible plans, timelines, and schedules	
Informal reporting, communications, and human interactions	
Daily standups, product demonstrations, and collaboration	
Initial, broad-sweeping consensus-based resource estimating	
Rewards, profit sharing, and leadership recognition	
Raw talent, motivation, and willingness to learn	
Diversity, plurality, and out-of-the-box thinking	
Current skills, abilities, and relevance	
Innate talent, capabilities, and initiative to learn-the-fly	
Openness, transparency, entrepreneurialism, and leadership	
<ul> <li>Open innovation, external collaboration, and information sharing</li> </ul>	