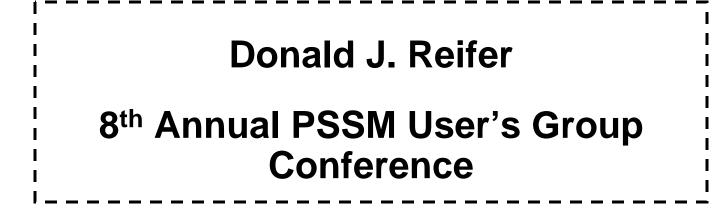
CMMI in Commercial Use – A View from the Outside

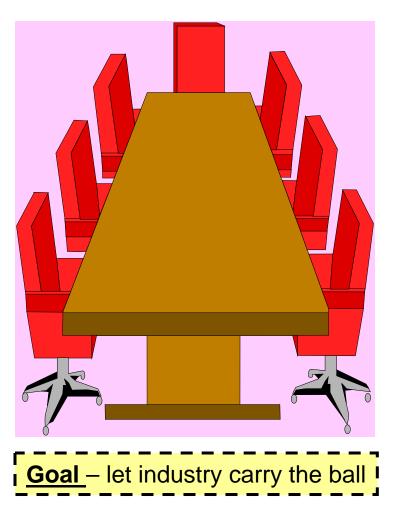


Experience Summary

- Most CMMI early adopters todate reported to be the military and their contractors
- While being heavily adopted in Asia, many in the commercial sector in the US and Europe have abandoned the CMMI
 - View it as a DOD creation with little commercial input
 - Consider it overly restrictive and complicated (SCAMPI)
- Many commercial firms view the CMMI as DOD's next Ada



Original CMM Goals



- Establish framework for self-improvement
- Help senior managers understand what's needed to be succeed with software
- Engage the community and get their buy-in
- Stimulate future developments via commercialization

27 July 2004

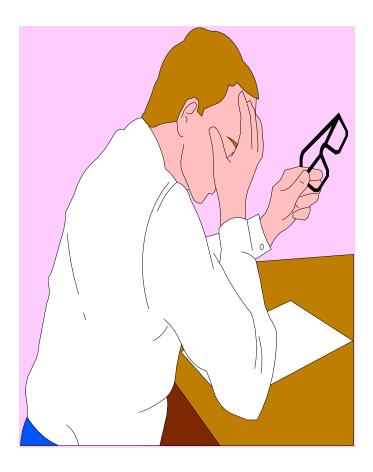
Three Waves of CMM Adoption

- At first, made up of a large wave of military contractors
 - Stimulated when Level 3 was made a precondition to do USAF work
- Followed later by an even larger wave of commercial firms making process improvements
 - Many dropped the CMM when hit by the business down-turn
- Followed by even larger wave of foreign firms (China, India, etc.) seeking US out-sourcing jobs



Not Compelling Justification

- <u>CMMI</u> Many commercial firms currently don't see the value of using it
 - DOD builds weapons systems, they provide services and software
- Business case for CMMI use viewed as non-existent by firms that I talked with
 - Systems engineering doesn't solve software problems
- Early adopter experience views expenses as not justified by returns
 - Results in abandonment



One Large Firm's Experiences

- SEI Guidance
 - Manuals over-bearing
 - Should have gone with one model instead of two
 - Good SEI support readily available for a fee (\$\$\$)
 - Training and qualified assessors available
- SCAMPI Process
 - Audit-based
 - Needed to pass test; selfimprovement not the goal
 - Viewed by many as overkill when getting reassessed
 - Must do as qualifier to win DOD work

- Expensive
 - Ten people working for 10 weeks at Division level to conduct review
 - Thirty people working for 4 months to get ready to perform the appraisal
 - Total cost = \$3 million
 - Spent \$1.5M to go from CMM Level 4 to 5 just two years ago
- CMMI standard
 - Viewed as military-based
 - Criticized as having too little commercial standards organization involvement
 - IEEE, ISO, etc.

SEI SEMA Data Analysis

SEMA Date	Time Period	No. Orgs.	No. Firms	No. Projects	% Off-Shore	Classification			
						Comm.	DoD/Fed	Military	Other
СММІ	2002-6/03	65+	52	357	54%	47%	45%	8%	
3/03	1998-2002	1345	508	6765	47%	72%	24%	4%	
3/02	1997-2001	1158	365	5424	38%	69%	25%	6%	
3/01	1996-2000	1012	302	4783	33%	65%	27%	8%	
3/00	1995-1999	870	256	4110	30%	61%	30%	9%	
3/99	1994-1998	731	214	3466	27%	54%	29%	12%	5%
5/98	1993-1997	636	195	3021	24%	50%	28%	16%	6%

72% commercial inputs for SW-CMM versus 47% for CMMI is discouraging especially when DOD made a major effort to get outsiders to adopt the framework

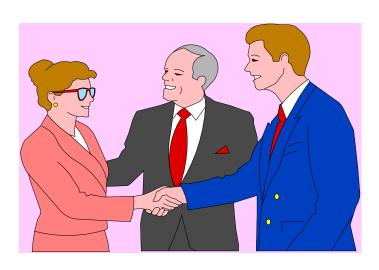
MORE SEMA Data Analysis

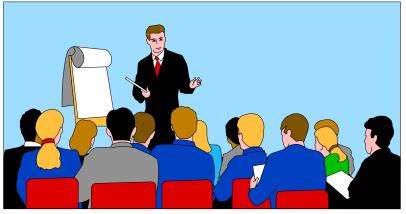
SEMA Data	Time Period	% in CMM Level							
Date		1	2	3	4	5			
CMMI	2002-6/03	10.6%	27.3%	37.9%	4.5%	19.7%			
3/03	1998-2002	16.9%	43.2%	24.6%	8%	7.3%			
3/02	1997-2001	24.8%	39.9%	23.8%	6%	5.5%			
3/01	1996-2000	32.2%	39.3%	19.4%	5.4%	3.7%			
3/00	1995-1999	39.3%	36.3%	17.7%	4.8%	1.8%			
3/99	1994-1998	47.9%	30.8%	16.7%	4.1%	0.5%			
5/98	1993-1997	56.8%	24.5%	15.4%	2.7%	0.6%			

 Most CMMI early participants were high level adopters from either DOD/aerospace or foreign firms (i.e., 62.1% of CMMI were level 3 or higher while 84.7% of SW-CMM appraisals were level 3 or lower)

• Trends indicate that firms at lower levels of the CMM and CMMI are not flocking to its use (like in the past) (SEI Public Affairs refutes these claims)

What Should SEI/DOD Do?

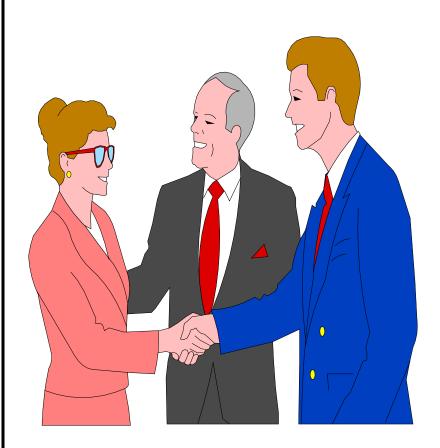




- They already taken some positive actions in response to criticisms
 - However, on hold waiting for new Director
- However, many view these actions as too little and too late
- Suggest they conduct an independent assessment
 - Ask IEEE-TCSE to chair
 - Should ask IEEE how to get commercial buy-in
 - IEEE should brief results to SEI Director/Responsible DOD Officials

Positive SEI Actions

- Expand Advisory Board to include commercial members
 - From auto manufacturers, banks, insurance firms, financial institutions, etc.
 - Not from commercial arms of aerospace companies
- Develop commercial appraisal methodology
- Develop commercial examples and guidelines
- Expand outreach and mend relationships



Summary and Conclusions

- Let's make the CMMI a success
 - Respond to criticism positively, not defensively
 - Support efforts by commercial firms within the US to embrace it
- Let's reconsider returning to a self-improvement philosophy
 - Provide support for use either in an acquisition or a self-improvement mode
 - Be responsive to US industry first, then foreign firms
 - Move ahead and continue the momentum

Final Thoughts

There isn't any silver bullet ... Fred Brooks They will always believe the big lie

...Hitler

If you don't know where you are, a map won't help

... Watts Humphrey

To survive with government initiatives, declare success and move ahead

... Don Reifer