REWE International IT Engineering standards in a decentralized organisation

Balancing community drive and governance





- Short intro REWE and RIAG IT
- The standards paradox

Agenda

- O3 Case study
- Key takeaways and lessons learned



# → 01 REWE Group and RIAG IT

Facts and figures

## Who am I?

#### **Past**

- In IT for over 20 years
- Worked across multitude of domains ranging from air traffic control to online gambling and retail
- Managed engineering departments with 50+ engineers
- Managed development of multiple internal platforms across domains

#### Now

- Leading Engineering Center of Excellence
- Engineering Center of Excellence combines Frontend, Backend and Quality Engineering
- Team of hands-on experts to raise the engineering maturity across the company





# REWE Group – At home in trade and tourism

As a trade and tourism group, we are part of your world every day: whether it is for food shopping, DIY and garden products, snacking on-the-go or the next holiday.

REWE Group comprises REWE, BILLA, the discounter PENNY, toom Baumarkt DIY stores and BIPA drugstores, as well as Lekkerland Group, the specialist for snacking on-the-go.

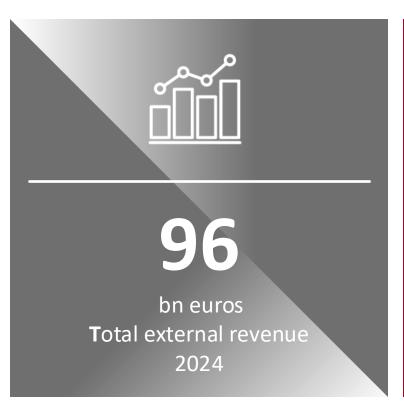
DER Touristik Group, as the tourism division of REWE Group, is one of Europe's leading travel and tourism groups. It relies on brand diversity, meets customer wishes individually and has a strong diversified sales network.

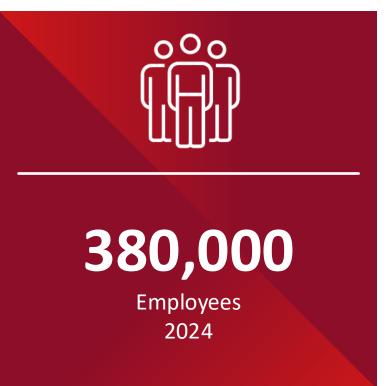




## REWE Group in figures

Successful in Germany and Europe









## REWE Group at a glance





## RIAG IT in a nutshell



Employees

700+

From over 34 nations working in 77 product teams

Applications

371+

Business applications across the whole value chain

IT Transformation

3 digit+

millions € being spent into one of the largest European IT transformation projects

Projects

50+

projects running in parallel



# → 02 The standards paradox

## The fundamental challenge

#### Team autonomy advocates say:

- Teams know their domain best
- One size doesn't fit all
- Standards slow down innovation
- Central governance kills creativity
- Conway's Law: Organizations mirror their communication

#### **Standardization advocates say:**

- Consistency reduces cognitive load
- Shared standards enable collaboration
- Quality and security need governance
- Platform effects require alignment
- Technical debt accumulates without standards

"The question isn't whether to standardize, but how to standardize while preserving the benefits of autonomy"



## The standards paradox

Standards should INCREASE autonomy, not decrease it

By handling the "how" of common problems, teams can focus on the "what" of their unique value

#### Without standards

- Every team solves common problems
- Reinventing security, monitoring, deployment
- High cognitive overhead
- Difficult knowledge sharing

#### With good standards

- Common problems are solved once
- Teams focus on business logic
- Faster onboarding
- Easy cross-team collaboration

#### With bad standards

- Rigid, one-size-fits-all
- No escape hatches
- Created in isolation
- Enforced without context



→ 03 Case study – Group book of standards

## Case study – Group Book of Standards

## The Challenge

• Large retail organization with multiple brands across different countries, each with autonomous development teams using diverse technology stacks.

#### Before GBOS

- Pure team autonomy
- Inconsistent security practices
- Difficult knowledge transfer
- Repeated problem solving
- Platform fragmentation



#### Goals with GBOS

- Maintain team independence
- Ensure consistent quality
- Enable knowledge sharing
- Reduce cognitive overhead
- Foster innovation through standards



## Community driven policy design

#### **Bottom-Up Identification**

• Standards emerge from real problems teams face, not theoretical governance needs

#### **Expert-Led Chapters**

 Domain experts (not managers) lead standard creation - Chapter Leads are practitioners

Key Insight:
Legitimacy comes
from
participation, not
authority

#### **Open Participation**

 Any team member can join Chapter Working Groups and contribute to standards

#### Transparent Feedback

• Chapter Feedback Format ensures all affected teams can review and comment



## Governance structure: distributed responsibility

- **Role:** Publisher & Spokesperson
- Quality assurance
- Publication decisions
- Strategic alignment
- Escalation handling

GBOS Owner



- Role: Domain Experts
- Content creation
- Community organization
- Cross-chapter coordination
- Final decision making

**Chapter Leads** 



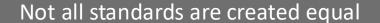
- **Role:** Active Contributors
- Standards development
- Peer communication
- Rule ownership
- Continuous improvement

**Chapter Members** 





## Nuanced requirement levels



Different problems need different levels of enforcement

#### **COULD (Recommendation)**

- Suggested patterns and best practices
- Teams decide freely
- No documentation required
- Example: Preferred logging libraries

#### **SHOULD (Guideline)**

- Central requirement, decentral decision
- Can be violated with good reason
- Must document decision (ADR)
- Example: API design patterns

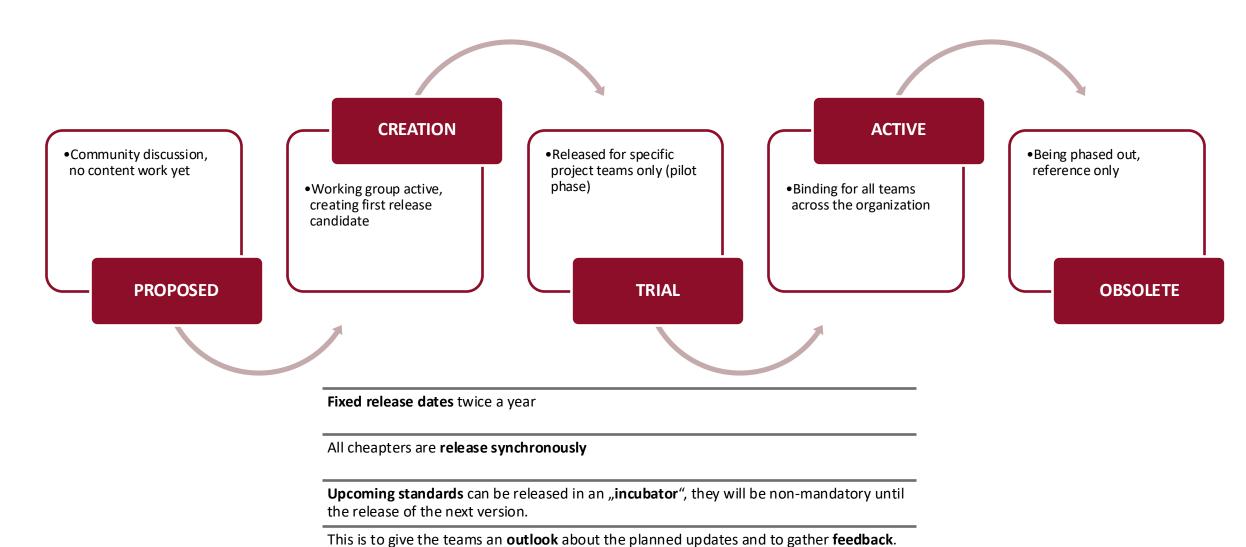
#### **MUST (Requirement)**

- Central requirement, central decision
- Exception needs approval
- Transparent exception tracking
- Example: Security standards

"Accept or Explain" approach - similar to regulatory compliance frameworks



## Chapter lifecycle management





## Automated compliance checking



Standards without automation are just suggestions

#### **REWE Solution**

- Technology Insights Board
  - Scans all repositories
  - Verifies against rule set using set of coded rules and AI functionality (for more fuzzy rules)
  - Actionable dashboard per team

#### **Alternative Tools**

- SonarQube: Code quality and security
- Open Policy Agent: Policy as code
- Backstage: Developer portal with standards
- GitHub Security
   Advisories: Dependency scanning
- Checkov: Infrastructure as code scanning
- Custom scripts: Repository analysis



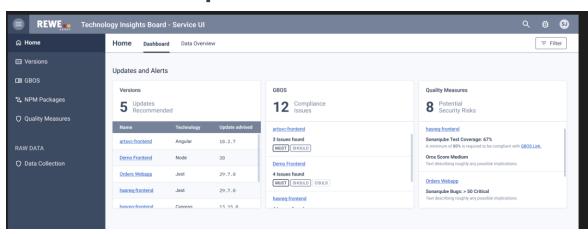
Key: Provide actionable feedback, not just compliance scores

## Continuous feedback mechanisms

#### **Chapter feedback format**

- Open meetings for all IT employees
- Async channels (Teams/Slack)
- Chapter consultation hours
- Release candidate reviews
- Transparent documentation

#### **Compliance Feedback**



# Feedback loop principles

- Fast: Near real-time compliance feedback
- Actionable: Specific steps to resolve issues
- Contextual: Why this standard matters
- **Bidirectional:** Teams can question/improve standards



## Alternative implementation approaches

#### **Netflix Model**

- High trust, high freedom
- "Paved roads" easy defaults
- Strong engineering culture
- Failure tolerance
- **Best for:** Mature engineering orgs

#### **Spotify Model**

- Guilds for knowledge sharing
- Minimal viable bureaucracy
- Chapter & Squad structure
- Culture over process
- **Best for:** Growing organizations

#### **Platform Team Model**

- Internal products for standards
- Product mindset for tooling
- Self-service capabilities
- Developer experience focus
- **Best for:** Large enterprises

# Common Success Factors

- Make the right thing the easy thing
- Practitioner-led standard creation
- Clear escalation and exception processes
- Continuous evolution based on feedback



## Addressing Common Resistance

#### Technical Resistance

## "Diverse Technology Stacks"

- **Solution:** Focus on outcomes, not implementation
- Define what, not how
- Language-agnostic principles
- Standard interfaces, flexible implementations

## "Standards Slow Us Down"

- **Solution:** Measure total cost, not initial cost
- Factor in maintenance, security, onboarding
- Show time-to-market improvements
- Provide tooling to reduce friction

#### Cultural Resistance

"Central Standardization"

- **Solution:** Community-driven approach
- Standards come from teams, not management
- Clear contribution mechanisms
- Transparent decision making

"Missing Transparency"

- **Solution:** Radical transparency
- Public discussions and decisions
- Clear rationale for each standard
- Exception tracking and learning



## Implementation strategy

#### Start Small, Think Big

 Begin with noncontroversial standards that solve obvious pain points

#### Build the Feedback Loop

 Set up automation and communication channels early









#### **Find Your Champions**

 Identify respected engineers who can lead by example

#### **Measure and Iterate**

 Track adoption, exceptions, and team satisfaction

Remember: You're building a system, not just rules

Focus on the governance system that can evolve standards over time



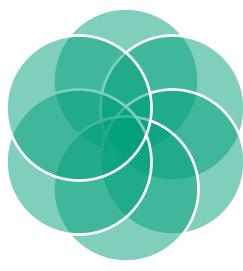
— 04 Key takeaways and lessons learned

## Key lessons learned

#### **What Works**

Automation is Essential: Manual compliance checking doesn't scale

Clear Exception
Process: Teams need
escape hatches for
unique situations



Practitioner
Leadership: Standards
led by respected
engineers, not architects
in ivory towers

#### Management Buy-in is Critical: Leadership must understand and support the cultural shift

Start with Pain
Points: Address real
problems teams are
already facing

# Technical Debt: Existing systems may not comply with new standards Cross-team Coordination: Getting input from busy teams

is difficult

Balancing Act: Too rigid kills innovation, too loose provides no benefit

#### What's Challenging

Time
Investment: Building
good standards takes
significant time and
effort

Cultural
Change: Moving from
pure autonomy to
governed autonomy is
hard

"The goal isn't perfect compliance, it's continuous improvement towards better practices"



## Measuring success

#### **Adoption metrics**

- Standards compliance rates
- Exception request trends
- Time to compliance for new projects
- Chapter participation levels

## **Quality metrics**

- Security incident reduction
- Production error rates
- Time to resolve common issues
- Code review efficiency

## **Velocity metrics**

- Developer onboarding time
- Flow of value (Cycle time)
- New project setup time



#### **Success Indicators**

- Teams asking for new standards (not just complaining about existing ones)
- Voluntary adoption beyond required compliance
- Cross-team knowledge sharing increases
- Faster resolution of common problems
- Higher developer satisfaction with tooling and processes



## Key takeaways

#### Autonomy ≠ Anarchy

 Good standards increase effective autonomy by reducing cognitive load on common problems

# Community Over Command

 Standards created by practitioners have higher legitimacy and adoption than topdown mandates

## Automation is Essential

 Without tooling support, standards become bureaucratic overhead instead of enabling constraints

#### Nuanced Enforcement

 Different problems need different levels of governance -COULD/SHOULD/MUST provides flexibility

#### The Ultimate Goal

 Enable teams to focus on delivering unique business value by solving common problems once, well, and transparently



## Questions to explore together

## Your experience

- What standards challenges do you face in your organization?
- How do you currently balance autonomy vs. consistency?
- What resistance have you encountered when introducing standards?
- Which compliance checking tools have worked (or not worked) for you?

## Implementation questions

- How would you adapt the GBOS model to your context?
- What would be your first pilot standard and why?
- How do you get management buy-in for this approach?
- What metrics would you use to measure success?





Ansprechpartner

Stefan Heil

Leading Engineering Center of Excellence

Mobil +43 664 7845 1155

E-Mail s.heil@rewe-group.at