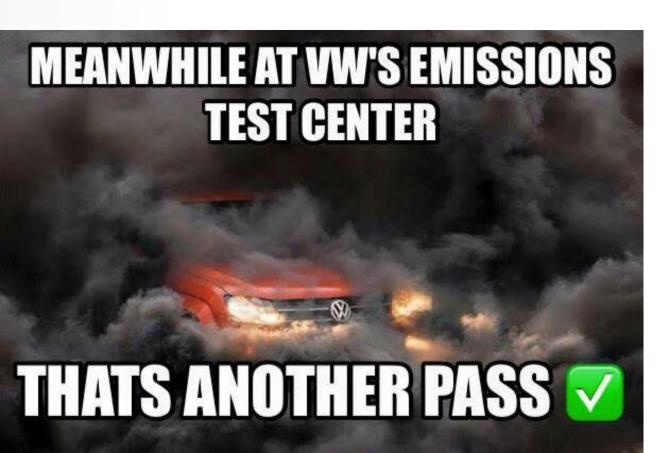


Volkswagen, who remembers?



- Volkswagen had intentionally programmed turbocharged direct injection (TDI) diesel engines
- Activate emissions controls only during laboratory emissions Testing
- It caused the vehicles output to meet US standards during regulatory testing



Scale of the problem



Volkswagen deployed this programming software in about **eleven million cars worldwide**, in model years 2009 through 2015

Stock price fell in value by a third in the days immediately after the news

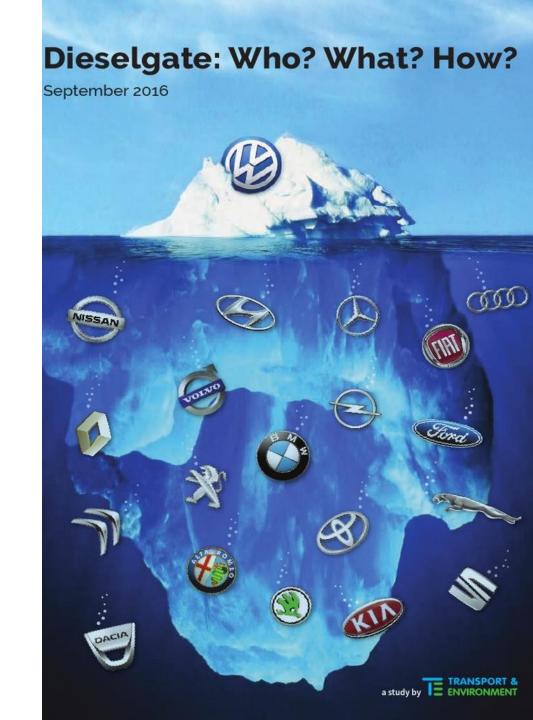
Volkswagen Group CEO resigned

Dozens of employees at all levels involved across divisions and countries



Scale of fines

- 8.05.2019 Porsche got hit with 535 millions Euros
- VW got already over 30 billions dollars of fines
- VW CEO was charged in the United States with fraud and conspiracy on 3 May 2018
- A study conducted by ICCT and ADAC showed the biggest deviations from Volvo, Renault, Jeep, Hyundai, Citroën and Fiat resulting in investigations opening into other diesel emissions scandals.



It was a technology and software problem

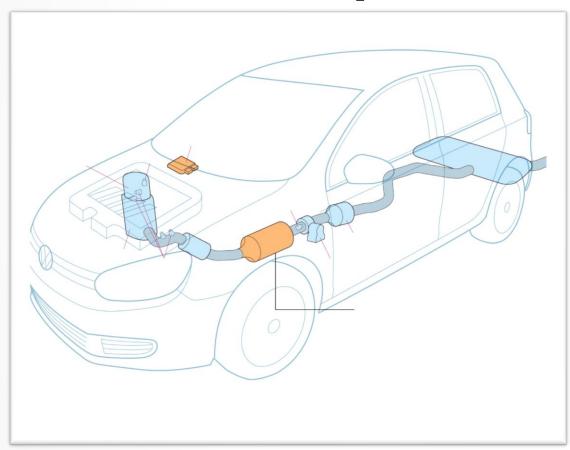


Illustration by Guilbert Gates Source: Volkswagen, The International Council on Clean Transportation

- The software sensed when the car was being tested and then activated equipment that reduced emissions
- The software turned the equipment down during regular driving, increasing emissions far above legal limits



QA's role and Testing role



- Software engineers and QAs were building and testing the cheating device
- Development and Test Managers allowed fitting and testing
- Leadership stood with silent approval
- No QA raised any issue with ethical issues behind the solution!!

Let's move to ethical organizations

OHow the organizations can set the stage for ethical behaviour?



Organizational ethics matter to employees and managers





People want to work for employers whose values and principles are aligned with their own





How ethics spread in organization



Ethical tone of organization is the outcome of how its members address daily ethical dilemmas in their daily work



How ethics affects people in organization



- Ethical employers are likely to attract and retain ethical employees
- Company values may attract candidates





How organizations can embrace ethical behaviour?

How to work with rapid, high-stakes choices?

How to handle sensitive customers?



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Low level issues = big problems for organization



- There is never a too small dilemma that cannot affect whole organization
- Similar in Project Management, each small issue might have a lot of repercussions



Work with daily ethical dilemmas of all company workers



- Notice them and their work
- Speak with people
- Give them freedom to propose solutions
- Support all proactive initiatives



Push employees to make good choices



Understand and explain trade-offs and outcome decisions

Build, promote and follow:

- policies
- good practices

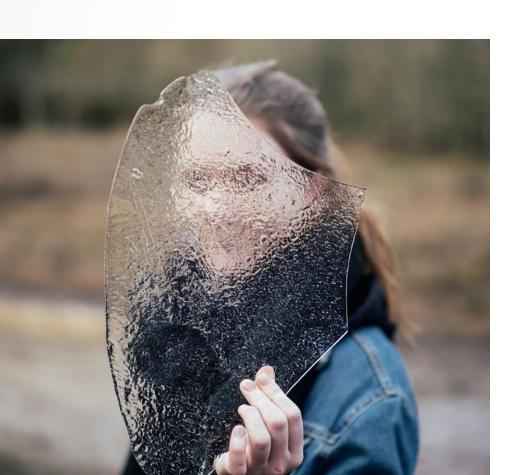








Lack of shared understanding over what happens around



- Understanding the events in organization builds an ethical response
- Bad ethical decisions are connected with ethically weak situations for employees



Ethical disconnect between people and organization

More and more people feel they need to belong to the organization. To achieve it they work on closing the gap between organization and personal ethics, it is best way if it is raising the wave of ethics.



Conflicting stakeholder needs from project steering committee members



Organization stakeholders are affected by its decisions, that includes:

- Employees
- Suppliers
- Clients
- Senior managers
- Project steering committee
- Project team members
- Local communities
- Wide society
- The environment

The biggest threat, to favour one group of stakeholders over others without ethical justification might destroy momentum and team



Not knowing how to speak up



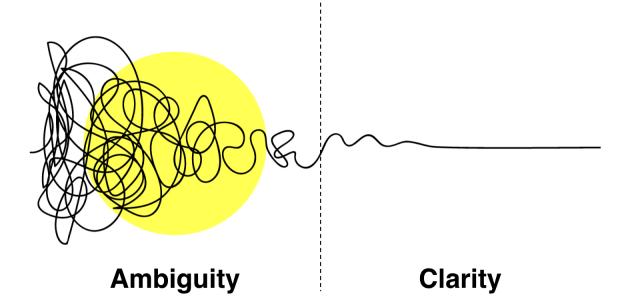
Give the autonomy to challenge unethical decisions







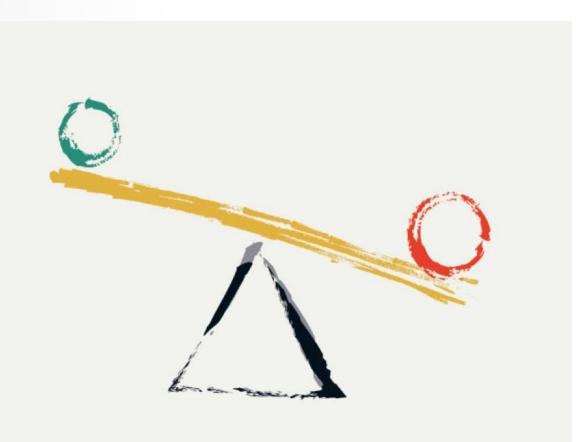
Acknowledge ethical ambiguity



- Discuss ethically tricky situations in detail from both project team and manager perspective
- Understand decision-making process and prepare for the conversation
- Seek the understanding and rationale for the project decisions



Clarify the ethical trade-offs



Trade-offs are necessary when business project decisions are made

QA's can build an ethical framework for balancing stakeholders' interests and project risks



Ensure role-modeling At all organizational levels

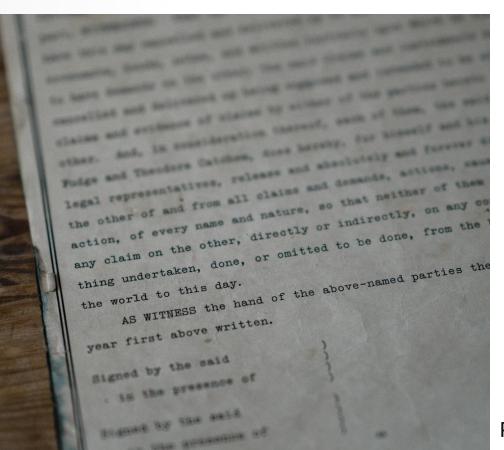


 QAs, be the role models for ethical decisions

 Do not be afraid to bring the conversation to higher levels of organization



Embed ethics in corporate policies and programs



They should **include clear rules** to conduct or raise an ethical issue

All that rules should be reinforced during project onboarding, leadership development and project training programs



Empower individuals to handle ethical breaches



All employees incl. QAs are empowered to deal with ethical dilemmas, and organization should expect for them to do so



Embrace a higher cause



When project or company mission gets unclear it is easy for organization or project managers divert.

We, the QAs should be the guardians





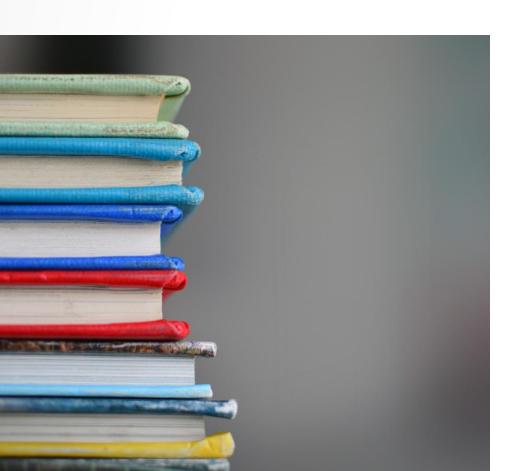








Set the stage for "ethics"



- ✓ Ethical behaviour isn't just a top-down exercise
- ✓ We need clear direction from management ethical role modeling
- ✓ QAs need to be ambassadors of ethical business approach
- ✓ We need to use the tools for ethical decisions
- ✓ We need to defend our choices in front of the team and management
- ✓ Codes of conduct must be clear and upheld
- ✓ We have the authority to expect them to be followed.
- ✓ No company is immune from ethically questionable decision-making

We as responsible people might be the cure to force better choices to not face associated reputational and financial costs







THANK YOU!

