# Chapter 1 The Requirements Problem

- The goal of software development
- Reasons of projects successes and failures
- The cost of requirements errors

#### The Goal of Software Development

To develop high-quality softwares on time and on budget that meets customers' real needs.

#### The Standish Group's Survey (1994)

### The following is a look at the study done by the Standish group:

- In USA \$250 billions spent each year on IT application development of approximately 175,000 projects.
- 31% of projects will be canceled before they ever get completed.
- 52.7% of projects will cost 189% of their original estimates.
- \$81 billions for vaporware
- \$59 billions complete but late projects

#### Causes of Project Success and Failure

The Standish Group survey also asked respondents to identify the most significant factors that contributed to projects that were rated:

- Success
- Challenged: late and didn't meet expectations
- Impaired: canceled

## Factors that Caused Projects to be "Challenged"

- The 3 most commonly cited factors were:
  - 1. Lack of user input: 13% of all proj.s
  - Incomplete req.s & spec.s: 12% of all proj.s
  - 3. Changing req.s and spec.s: 12% of all proj.s
- At least 1/3 of the development projects run into trouble for reasons that are directly related to
  - requirements gathering,
  - requirements documentation,
  - requirements management.

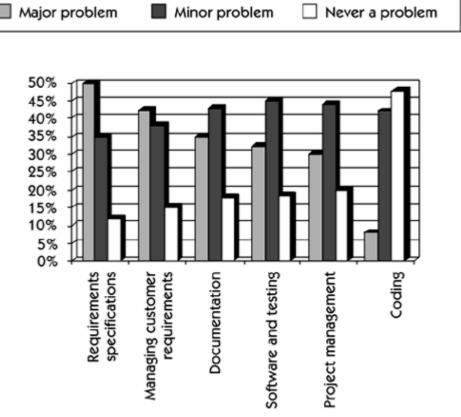
### Factors that Caused Projects to be "Success"

- The 3 most important success factors were:
  - User involvement: 16% of all successful projects
  - Executive management support: 14% of all successful projects
  - Clear statement of requirements: 12% of all successful projects

#### Software Development Problems

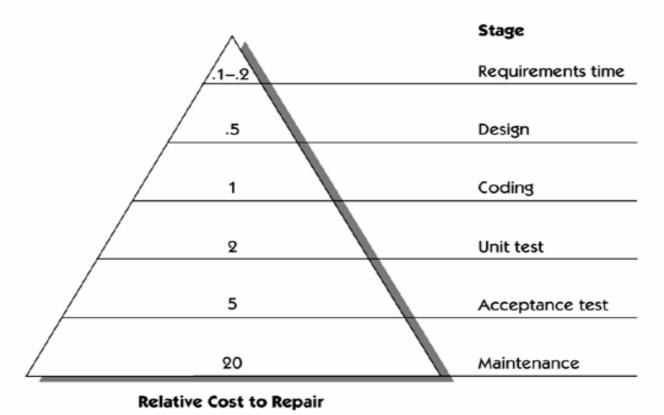
Survey conducted by European Software Process Improvement Training Initiative (ESPITI) [1995], with 3,800 responses.

- The two largest problems, appearing in about half of the responses, were
  - Requirements specifications
  - Managing custom requirements



#### The High Cost of Requirements Errors

Figure 1-2. Relative cost to repair a defect at different lifecycle phases. (Data derived from <a href="Davis [1993]">Davis [1993]</a>.)



#### The High Cost of Requirements Errors

- The errors discovered during the design of a development project could fall into one of two categories:
  - 1. Errors that occurred when the development staff created a technical design from a correct set of requirements, or
  - 2. Errors that should have been detected as requirements errors somewhat earlier in the process but that somehow "leaked" into the design phase of the project.
- It's the second category of errors that turn out to be particularly expensive .. Why?

#### Because ...

- 1. The errors are misleading. Everyone is looking for design errors during the testing or inspection activities while in fact they are in the requirements.
- 2. By the time the requirements error is discovered, time and effort have been lost in faulty design. So, the design have to be thrown away or reworked.

#### The High Cost of Requirements Errors

- In order to repair a defect, we are likely to experience costs in some or all of the following areas:
  - Respecification, Redesign, Recoding, Retesting,
  - Change orders: replacing defected systems by corrected one,
  - Corrective action: undoing whatever damage may have been done and refund.
  - Scrap: useless code, design and test cases.
  - Recall of defective software (could be embedded)
  - Warranty costs.
  - Product liability: customer can sue for damages
  - Service costs for reinstallation.
  - Documentation

#### Key points

- The goal of software development is to develop quality software – on time and on budget – that meets customers' real needs.
- Project success depends on effective requirements management.
- Requirements errors are the most common type of systems development error and the most costly to fix (25% - 40\$ of budget).
- A few key skills can significantly reduce requirements errors and thus improve software quality.