

Valve

Handbook for newcomers

Are Flat Organizations Viable?







Short Story

1996

Valve was formed

1997

Half Life started over

1998

Half Life

1999

Team Fortress Classic

2000

Counter Strike

2003

Steam

2004

Half Life 2

2007

Portal, Team Fortress 2

Short Story

2008

Left 4 Dead

2009

Left 4 Dead 2

2011

Portal 2

2013

Dota 2, SteamOS

Today

Worth - 2.5 to 8 billion

VR - In progress

Employees - 360 - 400

VALVE ORGANIZATIONAL CHARTS

(AS ENVISIONED BY EMPLOYEES)

Diag. 1



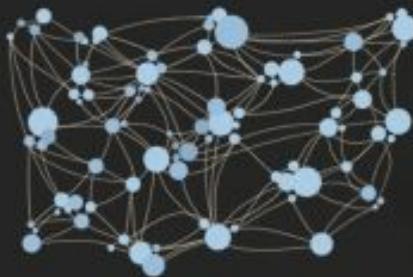
Diag. 2



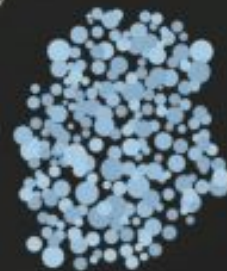
Diag. 3



Diag. 4

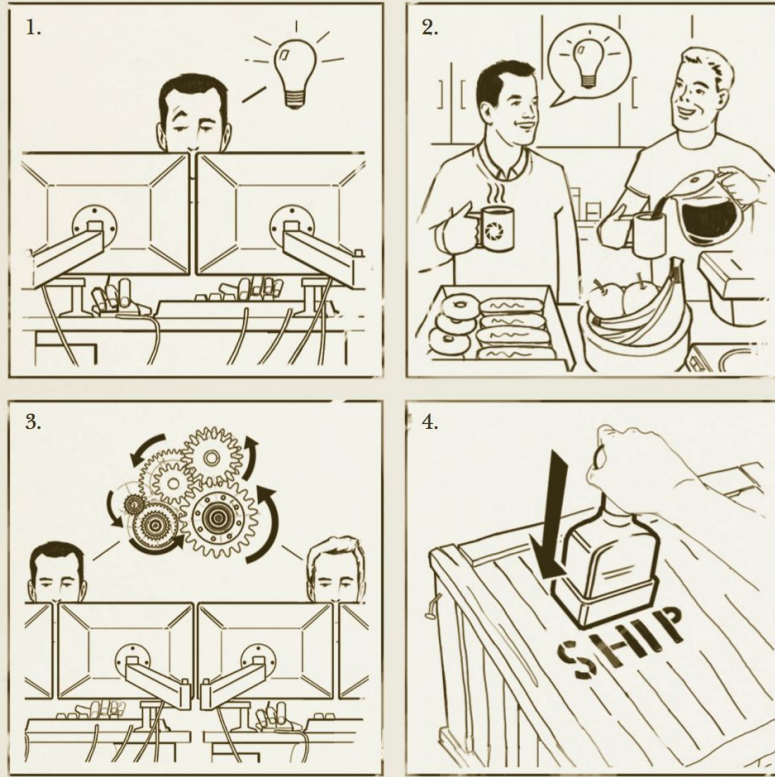


Diag. 5



* "I'm the noob, coffee anyone?...Hello?"

Fig. 3-1 Method to working without a boss



- step 1. Come up with a bright idea
- step 2. Tell a coworker about it
- step 3. Work on it together
- step 4. Ship it!

Roles

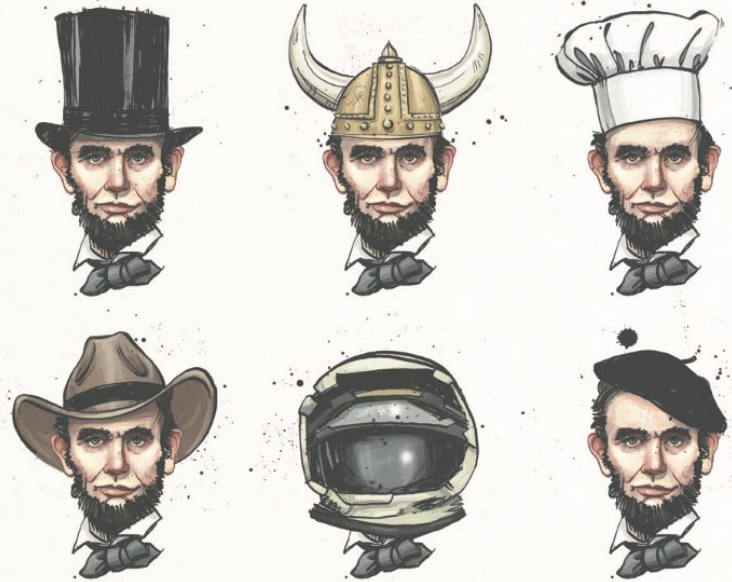
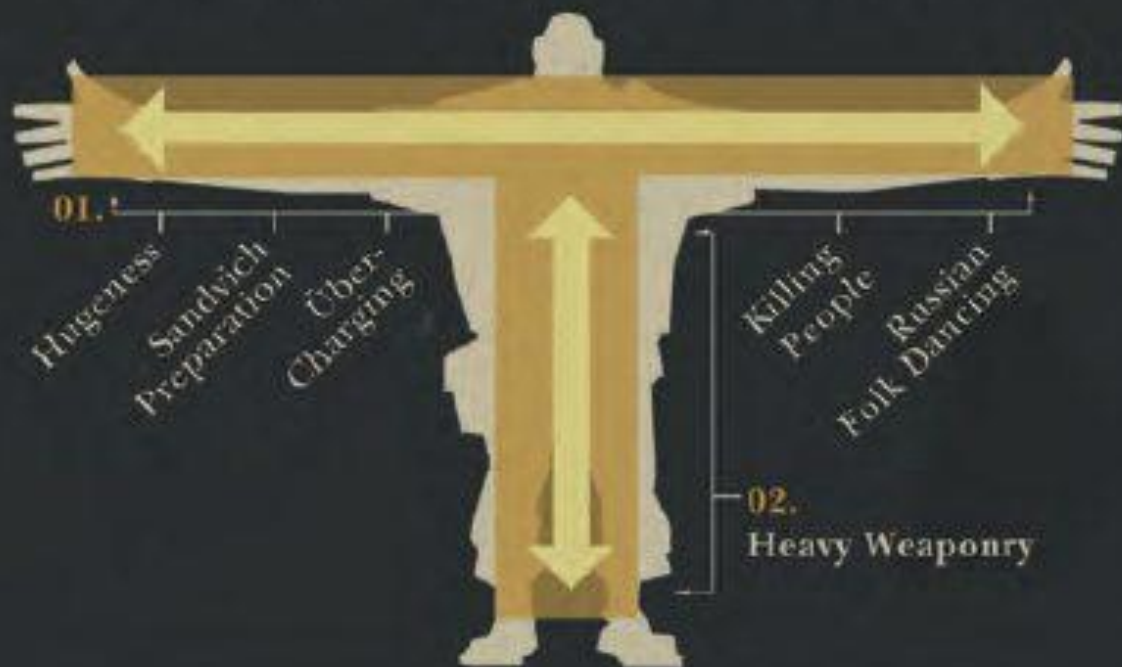


Fig. 4-1

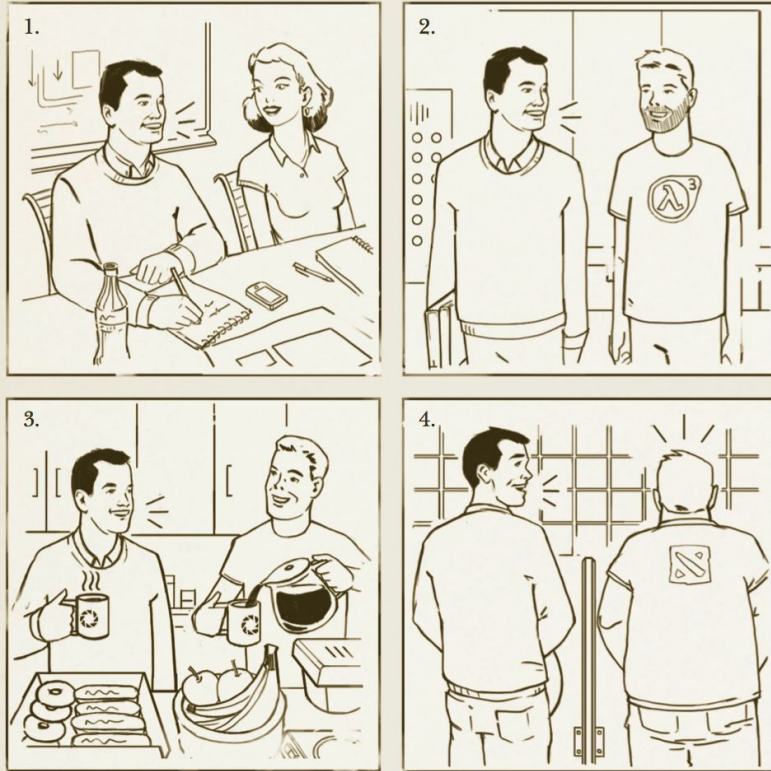
T-SHAPED MODEL: EMPLOYEE



01. Broad-range generalist **02. Deep expertise in one area**

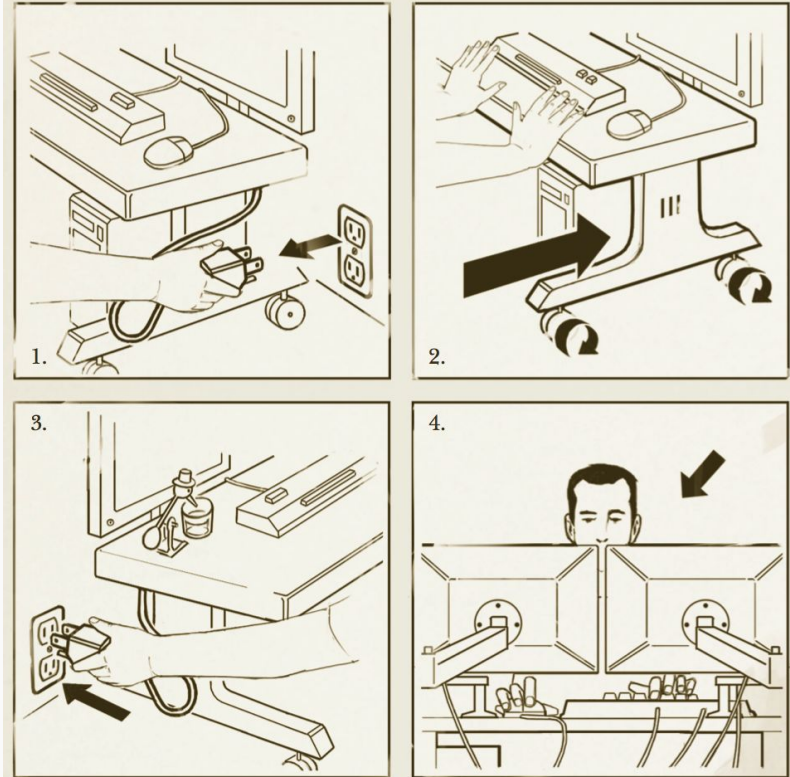
Fig. 5-2

Fig. 2-4 Methods to find out what's going on



- step 1. Talk to someone in a meeting
- step 2. Talk to someone in the elevator
- step 3. Talk to someone in the kitchen
- step 4. Talk to someone in the bathroom

Fig. 2-2 Method to move your desk



- step 1. Unplug cords from wall
- step 2. Move your desk
- step 3. Plug cords back into wall
- step 4. Get back to work



Fig. 4-2

Hiring

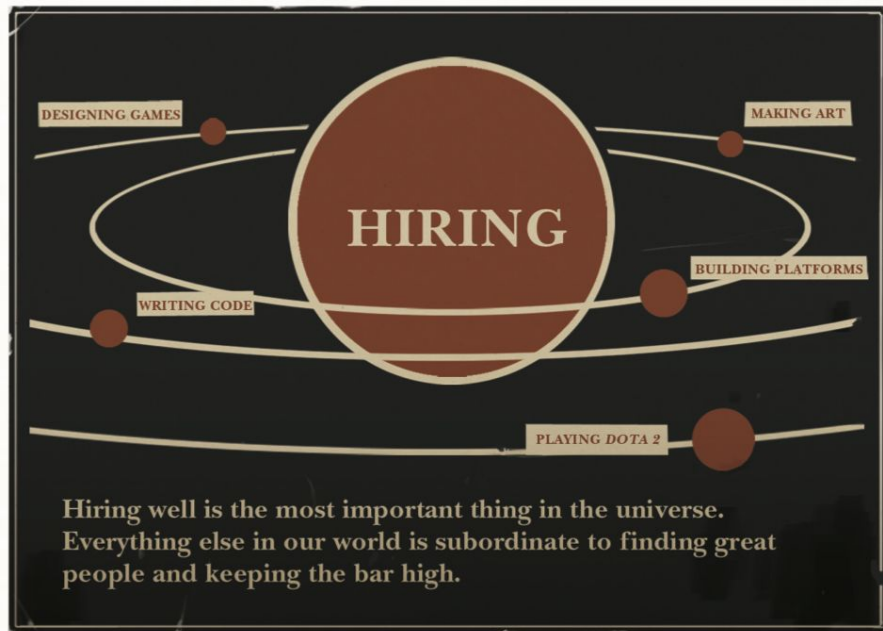


Fig. 5-1

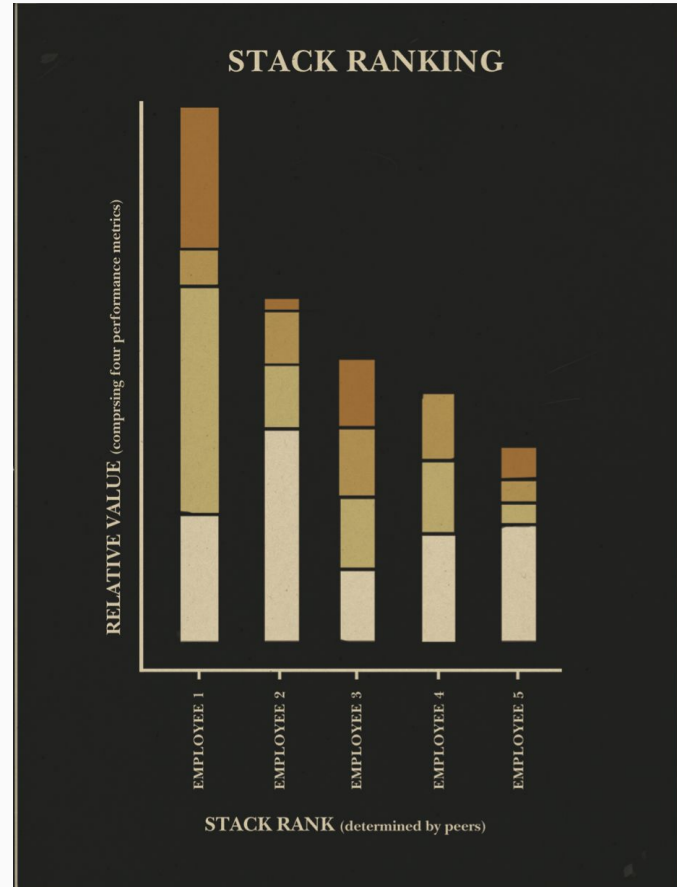
Your peers and performance

Peer review (360)

Yearly

Stack ranking:

1. Skill/Technical level
2. Productivity/Output
3. Group Contribution
4. Product Contribution



Mistakes

Mistakes are OK

When mistakes are analyzed, fixed and prevented in future.

Mistakes are not OK

When mistakes are constantly repeated.

When people cannot work without the boss.

What is Valve *NOT* good at? (Valve)

Helping newcomers

Long term estimations

Mentoring people

Hiring traditional talents

Disseminating information
internally

Finding new discipline
people

What is Valve *NOT* good at? (The Guardian)

A pseudo-flat structure

Fire non-useful employees

Decisional power groups

Structurelessness easily “becomes a smokescreen for the strong or the lucky to establish unquestioned hegemony over others”. By putting rules and structures in place, you make it clear and transparent how the group or organisation works

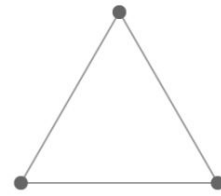
What is Valve *NOT* good at? (Lighthouse)

GitHub, Buffer, Medium,
Treehouse & Zappos

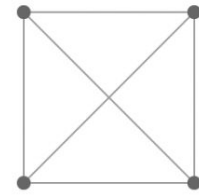
You can't manage everyone
yourself

Waste time re-inventing the
wheel

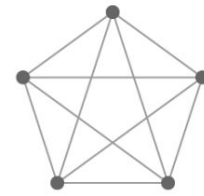
Mess, mess is everywhere



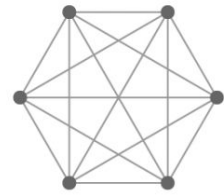
3 people, 3 lines



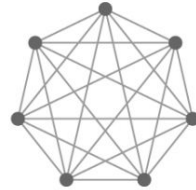
4 people, 6 lines



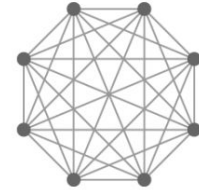
5 people, 10 lines



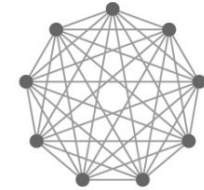
6 people, 15 lines



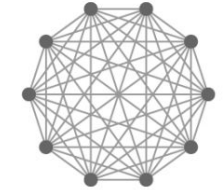
7 people, 21 lines



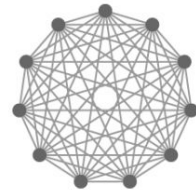
8 people, 28 lines



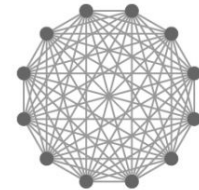
9 people, 36 lines



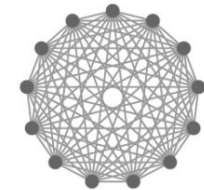
10 people, 45 lines



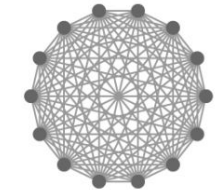
11 people, 55 lines



12 people, 66 lines



13 people, 78 lines



14 people, 91 lines

Fun citations

Gabe Newell—Of all the people at this company who aren't your boss, Gabe is the MOST not your boss, if you get what we're saying.

Manager—The kind of people we don't have any of. So if you see one, tell somebody, because it's probably the ghost of whoever was in this building before us. Whatever you do, don't let him give you a presentation on paradigms in spectral proactivity.

Q.A. & References

Official valve books 1999 - 2016

<https://www.valvesoftware.com/en/publications>

No bosses, no managers: the truth behind the 'flat hierarchy' facade

<https://www.theguardian.com/commentisfree/2018/jul/30/no-bosses-managers-flat-hierarchy-workplace-tech-hollywood>

Nails in the Coffin: Why a Flat Organizational Structure Fails

<https://getlighthouse.com/blog/flat-organizational-structure-fails/>

That's all Folks!