

## SMARTER GROWTH CONSULTING

# From Complexity to Competitiveness with The Hive Foundations

Facing rising costs from wages, utilities and food inflation, a multi-billion-pound UK food retailer needed to simplify its labour model, cut bottlenecks and stay competitive against discounters. Within 4 months, we helped uncover inefficiencies, identify quick wins and design a roadmap for a new leaner food operating model – balancing efficiency with better customer service.

## The Challenge They Faced

The retailer's in-store labour model was complex and costly, with:

- Rising costs from NI, NMW, utilities, food inflation and suppliers
- Pressure to keep prices competitive against discounters
- Complicated routines that frustrated colleagues and slowed service
- Bottlenecks and variation between "what should happen" and "what really happens"
- A need to find both quick efficiency wins and longer-term transformational enablers

#### **Our Solution**

The Hive Foundations created clarity and momentum through a structured approach:

- Mapped out all operating models to visualise how work was meant to run
- Interviewed colleagues to compare reality vs labour model expectations
- Installed engagement boards so all shifts could share pain points and ideas
- Analysed data to categorise tasks into simple vs complex, spotting hidden bottlenecks
- Ran rapid improvement events with SMEs to test new ideas and build buy-in
- Built two pathways:
  - Continuous Improvement list quick wins to deliver immediate savings
  - Transformational list tech enablers and cross-functional changes for longer-term efficiency

### **Hurdles We Worked Through**

- Variations in how tasks were really done vs how they were "meant" to be done
- Colleague frustrations and scepticism about yet another "initiative"
- Complexity of cross-functional bottlenecks requiring senior support and investment.

By engaging colleagues directly, making pain points visible, and showing leadership tangible options, we built credibility and momentum for change.

#### The Difference It Made

- Clear visibility of inefficiencies across the operating model
- A prioritised list of quick wins for immediate impact in the 0-1 year plan
- A transformational roadmap for 1-3 years, including tech and cross-functional enablers
- Stronger colleague engagement and idea generation through feedback boards
- A clear pathway to a new leaner food operating model post-year 3

#### Keeping the Momentum

The Hive Foundations gave leadership both immediate actions and a strategic roadmap. Quick fixes started to free up time and reduce costs, while transformational enablers were built into medium-term plans. By involving colleagues and cross-functional leaders, the retailer is now set up to deliver a simpler, scalable lean operating model that balances cost, service and growth.

**Client Details -** Multi-billion-pound UK food retailer, supermarket format. Project focused on in-store labour model and food operating processes.