



# Strategic integration of business process management and knowledge management in Warsaw Enterprises

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### ABSTRACT

This study explores the integration of Business Process Management (BPM) and Knowledge Management (KM) in enterprises located in Warsaw, Poland, with a focus on assessing implementation challenges, organizational culture, and the impact on performance. Drawing on qualitative and secondary data sources, this research highlights how BPM provides structural process optimization, while KM facilitates informed, agile decision-making. Findings indicate that while BPM and KM integration is gaining traction, particularly in the business services and technology sectors, many small and medium-sized enterprises (SMEs) face significant barriers due to limited resources, fragmented IT systems, and cultural resistance. However, the agility of SMEs and growing availability of institutional support offer considerable potential for transformation. Organizational culture has emerged as a critical success factor, where openness to collaboration, continuous learning, and digital readiness underpin successful integration. The study concludes with actionable policy recommendations for public and private stakeholders to enhance BPM-KM practices through capac- ity building, digital literacy, and strategic alignment, thereby fostering innovation, resilience, and sustainable growth in Poland's evolving knowledge economy.

### KEYWORDS

Business Process Management (BPM); Knowledge Management (KM); Organizational Culture; SMEs

## 1. Introduction

Warsaw, the capital of Poland, has emerged as a pivotal center for business innovation and contemporary management practices, exerting a significant influence on the economic landscape of Central Europe. Its strategic geographical location and robust economic development have attracted a diverse array of enterprises, from multinational corporations to innovative startups, thereby necessitating adaptive and resilient management strategies (Piatkowski, 2018). Poland's economic transformation, initiated in the early 1990s, transitioned the nation from a centrally planned system to a market-oriented economy, characterized by substantial reforms in corporate governance, financial systems, and regulatory frameworks (Hardy, 2007). As the central node of these transformative activities, Warsaw encapsulates broader economic and managerial trends within the country, thus offering valuable insights into management practices applicable across similar transitional economies (Cieslik, 2020). Recent em-



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pirical studies emphasize the strategic integration of Business Process Management (BPM) and Knowledge Management (KM) practices to enhance organizational effectiveness and innovation within Polish companies. Kowalska and Nowak (2020) indicated that Warsaw-based enterprises, which successfully combine BPM and KM, exhibit notably increased operational efficiency and adaptability, particularly in technologically dynamic sectors. This integration underscores the critical role of structured knowledge flows and optimized business processes in sustaining competitive advantages.

Moreover, higher education institutions in Warsaw significantly contribute to the development of the management competencies necessary to navigate contemporary business challenges. Universities have been proactive in aligning academic programs with industry requirements through curricula that emphasize experiential learning, practical internships, and case study analyses (Kwiek, 2019). This strategic educational approach has been crucial for equipping graduates with practical skills and theoretical insights, thus narrowing the gap between academia and industry.

Despite these progressive measures, businesses in Warsaw continue to confront challenges such as regulatory complexity, cultural integration within increasingly diverse workplaces, and pressures for sustainable development (Lewandowska, Witczak, & Kurczewski, 2017). Addressing these challenges effectively requires an in-depth understanding of both global management principles and the local contextual dynamics specific to Warsaw's rapidly evolving business environment.

This study aims to critically examine the application of contemporary business management practices within enterprises located in Warsaw. Utilizing practical case studies and empirical analysis, this study identifies the best practices, emerging trends, and areas needing strategic improvement, ultimately contributing to the discourse on management effectiveness in transitional economies.

# 2. Methodology

This study adopts a qualitative approach, emphasizing practical insights and contextspecific analysis to investigate contemporary management practices within enterprises operating in Warsaw, Poland. Qualitative research methodology is appropriate for this study because it allows for the exploration of nuanced organizational dynamics, managerial decision-making processes, and the strategic responses that businesses adopt in transitional economic environments (Creswell & Creswell, 2018).

This study utilized a purposive sampling technique to select enterprises from various sectors within Warsaw, including technology, finance, retail, and manufacturing. This method was chosen to ensure comprehensive insights and accurately represent the diverse business environment of Warsaw (Patton, 2015). Fifteen enterprises were selected based on criteria such as market leadership, innovation prominence, size (SMEs and large enterprises), and active presence in the Warsaw metropolitan area.

Data collection involved two primary methods: semi-structured interviews and document analysis. Semi-structured interviews were conducted with 25 participants, including senior managers, human resource executives, operations managers, and strategic planning heads. Interviews were chosen for their ability to facilitate an in-depth exploration of managerial experiences, practices, and perceptions, thereby capturing rich, detailed narratives essential for practice-oriented research (Yin, 2018). Each interview lasted approximately 45 to 60 minutes, was recorded digitally with prior informed consent, and subsequently transcribed verbatim for accuracy.

The interview protocol comprised open-ended questions centered around contempo-

rary management practices: integration of business process management (BPM) and knowledge management (KM), approaches to regulatory compliance, responses to cultural diversity in the workforce, and sustainability initiatives within strategic frameworks. Additionally, follow-up probes were employed to explore specific management scenarios and decision-making contexts identified during the discussions.

Document analysis complemented the interview data by examining internal reports, strategic plans, corporate sustainability disclosures, and management policy documents provided by the participating companies. This helped triangulate the data, validate interview insights, and offer a comprehensive understanding of formalized managerial strategies and organizational practices (Bowen, 2009).

Data analysis was performed using thematic analysis following Braun and Clarke's (2006) six-phase approach, which involves data familiarization, initial coding, theme identification, review, definition, and reporting. NVivo software was employed to systematically organize, code, and analyze the data, ensuring consistency and rigor throughout the analytical process.

Several validity procedures were implemented to maintain the quality and trustworthiness of the findings. These included member checking, where participants reviewed summaries of their interviews to confirm accuracy, and peer debriefing with two independent researchers familiar with Polish business contexts, ensuring objectivity and reducing researcher bias (Lincoln & Guba, 1985).

Finally, ethical considerations were examined rigorously throughout the study. Participant anonymity and confidentiality were maintained at all stages, and ethical approval was obtained from the research ethics committee of the researcher's affiliated academic institution prior to data collection.

## 3. Findings & Discussion

#### 3.1. Integration of BPM and KM Practices

In contemporary business environments, the integration of Business Process Management (BPM) and Knowledge Management (KM) has evolved from a theoretical construct to a practical necessity, particularly in transitional economies such as Poland. In Warsaw, Poland's capital, and a strategic center for business innovation, this integration is increasingly visible across sectors ranging from financial services to logistics and high-tech manufacturing. While BPM provides a structural approach to the design, execution, monitoring, and optimization of business processes, KM contributes by embedding organizational knowledge into these processes to enable informed, agile, and strategic decision-making (Bitkowska, 2020).

The integration of Business Process Management (BPM) and Knowledge Management (KM) transcends the mere convergence of tools or software platforms; it represents a strategic alignment of two essential organizational capabilities. BPM ensures that workflows are efficient, repeatable, and goal-oriented. Concurrently, KM ensures that these workflows are informed by pertinent insights, expertise, and organizational memory, both tacit and explicit (Nonaka & Takeuchi, 1995). In the absence of KM, BPM risks becoming mechanical and inflexible, while without BPM, KM risks becoming disorganized and underutilized.

The 2024 BPM Maturity Report (Absl, 2024), one of the most comprehensive national assessments to date, indicates that 28% of the surveyed organizations in Poland, particularly in major urban centers such as Warsaw, have attained Level 3 BPM maturity. This level is characterized by clearly defined, standardized, and monitored processes that are formally integrated into business strategies. In these organizations, BPM is not merely a set of operational activities but is embedded within the organizational culture and strategy.

However, the same report highlights that more than 60% of organizations are still operating at Level 1 or 2, where BPM is functional, but not strategic. In these firms, process mapping may exist in silos and there is little alignment between BPM initiatives and knowledge-driven outcomes. This is particularly prevalent in small and medium-sized enterprises (SMEs), which may lack the internal resources or technical expertise to fully implement BPM frameworks. Despite this, many Warsaw-based SMEs demonstrate high agility and openness to innovation, which can be leveraged to accelerate BPM and KM integration if provided with the appropriate support systems.

The business case of integrating BPM and KM is becoming increasingly compelling. The pressures of digital transformation, global competition, and supply chain volatility—exacerbated by disruptions such as the COVID-19 pandemic and, more recently, the economic uncertainty resulting from geopolitical tensions in Eastern Europe—have underscored the importance of organizational agility. In this context, KM enables organizations to harness internal and external knowledge to adapt processes dynamically, whereas BPM provides the discipline and repeatability needed to scale such adaptations effectively (Dalkir, 2017).

For example, in Warsaw's fast-growing technology sector, firms are increasingly embedding KM capabilities in BPM platforms to support agile project management, improve cross-departmental coordination, and reduce redundancy. Knowledge is embedded directly into process documentation, automated workflows, and onboarding systems to ensure that it is precisely accessible when and where it is needed. This approach not only enhances operational resilience, but also improves employee satisfaction by reducing the cognitive burden of navigating disconnected systems.

The integration of BPM and KM also allows for a more effective capture and use of both tacit and explicit knowledge. Tacit knowledge, rooted in experience, insight, and intuition, is often difficult to document but essential to high-performing organizations. Through KM practices, such as communities of practice, job shadowing, and afteraction reviews, firms in Warsaw are attempting to extract this valuable knowledge and formalize it into process documentation, training materials, and digital knowledge bases (Kowalska & Nowak, 2020).

Simultaneously, BPM tools provide a structured mechanism for storing and disseminating explicit knowledge, such as standard operating procedures (SOPs), best practice guidelines, and compliance protocols. By synchronizing BPM tools with enterprise knowledge repositories, firms can ensure that employees operate from a shared knowledge base that is continuously updated and aligned with organizational goals. This synergy is particularly critical in regulated industries, such as finance, where knowledge and process alignment directly impact risk management and regulatory compliance.

Another critical advantage of integrating BPM and KM is the creation of a feedback loop that supports organizational learning and continuous improvement. When process outcomes are monitored systematically through BPM systems and contextualized using organizational knowledge stored in KM platforms, companies can identify inefficiencies, root causes of problems, and opportunities for innovation (Anand & Walsh, 2016).

In Warsaw, several mid-sized logistics companies adopted such frameworks to optimize their supply chains, reduce lead times, and adapt routes and schedules in response to real-time disruptions. These companies have established integrated dashboards that combine BPM analytics with knowledge annotations provided by frontline staff and domain experts. This setup not only facilitates better decision-making but also empowers employees to participate in innovation processes, reinforcing a culture of collaboration and shared ownership.

Despite its benefits, the integration of BPM and KM is challenging. Interviewees from several Warsaw-based firms reported that organizational silos, cultural resistance, and inconsistent leadership support often impede the alignment of these functions. Moreover, in organizations where digital transformation is still underway, the lack of interoperable systems can hinder real-time data sharing between the BPM and KM platforms (Szelęgowski, 2022).

Another challenge is measuring the ROI of integration efforts. Although improvements in process efficiency or knowledge accessibility are often an ecdotal or qualitative, there is a growing need for standardized KPIs that can demonstrate the strategic value of BPM and KM integration in measurable terms, such as reductions in onboarding time, error rates, or customer churn.

The integration of BPM and KM is likely to deepen as enterprises embrace AIdriven solutions, intelligent automation, and real-time analytics. Warsaw has already witnessed the emergence of process mining tools that can analyze digital footprints and suggest improvements in real time, while generative AI is being explored to convert raw data and user feedback into actionable knowledge components embedded within workflows.

Support from industry associations and academic institutions is essential to accelerate these developments. Collaborative initiatives involving the Warsaw School of Economics and local business chambers are already underway with the aim of providing training, research, and pilot projects that demonstrate the value of integrated BPM-KM systems.

## 3.2. Role of IT Systems in BPM and KM Integration

In this era of digital transformation, the integration of Business Process Management (BPM) and Knowledge Management (KM) is increasingly mediated by Information Technology (IT) systems. These technologies not only support the automation and standardization of business processes but also ensure that organizational knowledge is captured, stored, and deployed effectively. In the context of Warsaw, Poland—a leading economic and technological hub in Central and Eastern Europe—this integration is not merely a competitive advantage, but a strategic imperative for business sustainability and growth.

IT systems serve as the backbone of BPM and KM initiatives by enabling the modeling, execution, and monitoring of business processes, as well as the systematic management of both tacit and explicit knowledge. Enterprises in Warsaw are increasingly deploying Enterprise Resource Planning (ERP) systems, Customer Relationship Management (CRM) tools, and Business Intelligence (BI) platforms that incorporate KM features such as knowledge bases, case libraries, and collaborative workspaces (Bitkowska, Detyna, & Detyna, 2022).

For instance, process modeling software such as ARIS, Bizagi, and Signavio are widely used by medium to large firms in Warsaw to visualize workflows, identify bottlenecks, and map knowledge touchpoints. These platforms often integrate knowledge repositories that store procedural documents, best practices, and decision logs, thereby providing process actors with real-time access to relevant organizational knowledge.

This integration facilitates continuity, especially in knowledge-intensive sectors, such as finance, legal services, and IT consulting, where process and knowledge alignment are critical to service quality and compliance.

Moreover, knowledge is becoming increasingly embedded in digital workflows. For example, decision trees, troubleshooting guides, and standard operating procedures (SOPs) are integrated into BPM tools via hyperlinks, pop-up modules, and embedded AI assistants. These features allow employees to receive context-specific knowledge at the point of need, reduce reliance on informal channels, and enhance operational consistency.

As of the first quarter of 2024, a significant proportion of Polish enterprises (65.2 %) reported adopting Intelligent Process Automation (IPA), while 24.1% indicated plans to implement it in the near future (Absl, 2024). IPA combines Robotic Pro- cess Automation (RPA), Artificial Intelligence (AI), and Machine Learning (ML) to automate rule-based tasks and cognitive functions such as pattern recognition, data categorization, and predictive analytics.

In the BPM-KM context, IPA facilitates a more intelligent integration by allowing organizations to automate knowledge-intensive processes such as document classification, case analysis, and knowledge extraction from unstructured data (e.g., emails, reports, and chat logs). For example, legal firms in Warsaw use NLP-based tools to analyze legal documents and identify precedents, whereas healthcare providers use IPA to match patient symptoms with clinical knowledge repositories to support diagnosis and treatment planning.

Furthermore, process mining, another form of cognitive automation, is gaining popularity in Polish organizations. This technique uses event logs from IT systems to reconstruct actual process flows, compare them with ideal models, and suggest improvements. When combined with KM systems, process mining helps uncover knowledge gaps and inefficiencies, thus supporting evidence-based process redesign.

A major benefit of modern information technology (IT) ecosystems is their interoperability. Organizations in Warsaw are increasingly adopting integrated platforms that connect BPM tools to KM systems, communication channels, and data warehouses. For example, Microsoft's Power Platform, SAP's S/4HANA, and Oracle Cloud are configured to serve as centralized hubs where business processes and knowledge assets coalesce.

Such integration supports decision makers by offering a "single source of truth, "a unified interface where process metrics, historical knowledge, and predictive insights are available on demand. This functionality is particularly useful in agile environments, where rapid iteration and cross-functional collaboration are necessary. For example, in a Warsaw-based fintech firm, employees access real-time customer data, workflow statuses, and knowledge entries from the same dashboard, streamlining customer service and enhancing issue resolution rates.

However, achieving this level of integration requires not only advanced technical infrastructure, but also well-designed metadata structures, standardized taxonomies, and rigorous data governance protocols. These elements ensure that knowledge artifacts are contextually linked to the process stages and that automated systems can retrieve them accurately.

The COVID-19 pandemic and its aftermath have permanently altered workplace structures. Hybrid and remote work models have become normalized across Warsaw, accelerating the demand for digital platforms that facilitate seamless BPM and KM integration. Cloud-based systems, such as Google Workspace, Microsoft Teams, and Slack, are now being integrated with BPM platforms and knowledge repositories to

enable remote collaboration, asynchronous workflows, and virtual onboarding.

This digital enablement proved critical for knowledge continuity in the distributed teams. Employees working from different locations can access standardized processes and institutional knowledge without geographic or temporal constraints. Moreover, real-time document co-authoring, version control, and video-embedded knowledge modules have transformed the manner in which knowledge is shared and applied in business processes.

Despite this progress, several challenges remain in integrating IT systems for BPM and KM. One major barrier is legacy infrastructure, which lacks interoperability and inhibits data flow between BPM and KM platforms. Many SMEs in Warsaw, particularly those established before Poland's EU accession in 2004, still rely on fragmented or outdated IT systems that limit automation capabilities and knowledge-sharing.

Another significant challenge pertains to user adoption. While technological advancements offer considerable potential, their efficacy is contingent upon employee engagement and proper utilization. In the absence of sufficient training and change management, sophisticated Business Process Management (BPM) and Knowledge Management (KM) systems may be underutilized or misapplied, leading to data silos and process inconsistencies. Furthermore, cybersecurity and data privacy regulations, particularly the General Data Protection Regulation (GDPR), impose constraints on the collection, storage, and dissemination of knowledge and process data. Organizations must navigate the delicate balance between knowledge accessibility and regulatory compliance, often necessitating advanced role-based access control, encryption, and audit trails. The integration of Artificial Intelligence (AI) and generative technologies presents promising opportunities for enhancing BPM and KM alignment. Large Language Models (LLMs), such as ChatGPT and Google's Gemini, are being investigated for their potential to synthesize knowledge from organizational databases and integrate it into BPM environments via conversational interfaces. In Warsaw, several pilot programs are currently underway, wherein AI copilots assist employees in navigating process protocols, drafting standard responses, and recommending actions based on historical knowledge. These systems not only enhance productivity but also democratize access to organizational expertise, making it accessible to junior employees and non-specialists. To fully capitalize on these advancements, enterprises must invest in digital literacy, system interoperability, and ethical AI frameworks. Strategic partnerships with academic institutions and participation in public-private innovation clusters are also anticipated to play a crucial role in fostering the next wave of BPM-KM integration in Poland.

## 3.3. Challenges in BPM and KM Implementation

Although the strategic integration of Business Process Management (BPM) and Knowledge Management (KM) has demonstrated considerable value in improving operational efficiency, innovation, and organizational learning, the implementation of these practices remains challenging, particularly in transitional and evolving business environments such as Warsaw, Poland. Despite high awareness of their potential benefits, many enterprises encounter structural, cultural, and technical barriers that hinder their full adoption. These challenges are particularly pronounced in small and medium-sized enterprises (SMEs), which represent a significant portion of Warsaw's economic landscape.

One of the most frequently cited obstacles in BPM and KM implementation is the

resistance to change. Organizational change, even when aimed at improvement, often provokes anxiety, uncertainty, and skepticism among employees and middle managers. This resistance may stem from fear of redundancy, disruption of routines, or discomfort with new technologies and procedures. Many Warsaw-based firms, especially those with a long-standing operational history, tend to rely on informal knowledge networks and legacy systems, making it difficult to transition to more structured BPM and KM platforms (Bitkowska, 2020).

According to a qualitative survey conducted by the University of Gdańsk (Absl, 2024), many respondents reported cultural resistance as the primary impediment to implementing BPM. Even when senior management expresses a commitment to process improvement and knowledge integration, middle-level managers may act as gatekeepers of the status quo, thereby slowing or obstructing change initiatives. Organizational inertia, therefore, often stems not from overt rejection but from passive resistance, lack of engagement, or selective implementation of policies.

The successful deployment of the BPM and KM systems depends heavily on the active involvement of employees at all levels. However, many Warsaw-based firms struggle to foster a participatory culture of processes and knowledge sharing. Employees may view BPM and KM activities as additional administrative burdens rather than as enablers of productivity. This perception is exacerbated when systems are introduced without clear communication about their purpose or tangible benefits.

Moreover, employees are frequently excluded from the early stages of BPM and KM planning, leading to a disconnection between system design and actual work practices. As Kowalska and Nowak (2020) highlighted, bottom-up approaches that involveem-ployees in the co-creation of process maps and knowledge repositories are significantly more effective in gaining buy-in and ensuring usability.

Another factor contributing to disengagement was the lack of recognition or incentives for participating in KM activities. In the absence of performance metrics or appraisal systems that reward knowledge sharing, employees may prioritize routine tasks over collaborative or reflective work. This issue is particularly relevant in sectors such as logistics, customer service, and manufacturing, where time-based performance metrics dominate.

A central challenge in the implementation of BPM and KM is the skill gap that prevents effective system use. The 2024 BPM Maturity Report revealed that over 50% of small enterprises in Poland remain at level 1 maturity, with process mapping either nonexistent or fragmented (Absl, 2024). Many of these companies lack the human capital required to initiate and sustain BPM or KM initiatives. Employees often require not only technical training on specific software platforms, but also a conceptual understanding of process thinking and knowledge lifecycle management.

This challenge is compounded by the pace of technological change. New platforms, tools, and analytics systems are constantly being introduced, which require ongoing upskilling. In Warsaw, where the demand for digital talent is outpacing supply, many firms find it difficult to hire or retain qualified professionals capable of designing, configuring, and maintaining BPM and KM solutions (Absl, 2024).

While larger enterprises have the resources to invest in continuous professional development, SMEs frequently view training as a cost rather than a strategic investment. As a result, staff are often left to self-learn, leading to the inconsistent use of systems and underutilization of advanced features. The absence of structured onboarding processes for new digital tools results in poor system adoption and low investment returns.

Another recurring issue in Warsaw enterprises, especially those with hybrid or legacy systems, is fragmented IT infrastructure. BPM and KM require interoperable systems

that allow seamless data exchange, real-time process tracking, and unified access to knowledge assets. However, many organizations operate siloed systems for finance, HR, customer service, and supply chain management. This fragmentation impedes the flow of knowledge and undermines the potential of process automation and decision-support tools (Bitkowska et al., 2022).

Moreover, even when organizations deploy BPM and KM systems, their integration is often incomplete. For instance, knowledge repositories may not be linked to workflow systems or process dashboards may lack access to contextual documentation. This misalignment reduces the system's effectiveness and leads to duplication of effort, outdated knowledge, and data inconsistency. Consequently, employees resort to informal workarounds, defeating the purpose of structured BPM and KM initiatives.

In Europe, particularly within the EU regulatory framework, organizations must comply with data protection laws such as the General Data Protection Regulation (GDPR). These regulations impose strict requirements on how data, including process logs, employee communication, and knowledge records, are collected, stored, and accessed. Although compliance enhances data security, it also adds complexity to BPM and KM systems by requiring granular access controls, encryption, and audit trails.

Organizations in Warsaw have expressed concerns that regulatory compliance slows down the process of digital integration. For example, KM platforms must ensure that personal or sensitive data are anonymized or protected before being disseminated for learning purposes. Similarly, process mining tools must be configured to exclude personal identifiers, which can reduce analytical precision. Navigating these constraints requires not only legal expertise, but also robust IT governance, which many SMEs struggle to establish.

Finally, the absence of clear leadership and strategic alignment remains a barrier to the adoption of BPM and KM. In several firms, BPM and KM initiatives are treated as isolated IT projects rather than as core components of the business strategy. Without C-level sponsorship and cross-functional coordination, these initiatives fail to gain the traction or secure the resources necessary for success.

Effective BPM and KM require a holistic strategy that connects knowledge and process initiatives with organizational goals, customer experience, innovation, and performance management. In Warsaw, some forward-looking firms are establishing Chief Knowledge Officers (CKOs) or BPM Centers of Excellence (CoEs) to institutionalize such alignment—but these remain the exception rather than the norm.

## 3.4. Impact on Organizational Performance

The successful integration of Business Process Management (BPM) and Knowledge Management (KM) can significantly elevate an organization's overall performance by enabling operational agility, fostering innovation, and improving customer-centric outcomes. In Warsaw's dynamic and competitive economic ecosystem, where digital transformation is accelerating across multiple industries, enterprises that align BPM and KM demonstrate measurable gains in both efficiency and strategic execution. As a result, this integration is increasingly regarded not only as a management best practice, but also as a critical capability for sustainable growth and resilience.

One of the most immediate and visible impacts of BPM-KM integration is enhanced operational efficiency. BPM provides a formalized structure for executing business functions, whereas KM ensures that each step in the process is informed by relevant and timely knowledge. Practically, this means that employees are equipped with the tools

and insights they need to complete tasks effectively, reduce redundancy, and eliminate process bottlenecks.

In Warsaw, companies that have embraced BPM-KM integration, particularly in the finance, legal, and IT sectors, report reductions in task completion times, fewer process deviations, and lower error rates. For instance, a Warsaw-based mid-sized financial service provider implemented an integrated BPM-KM system that enabled frontline staff to access standardized knowledge assets (e.g., regulatory updates and product guidelines) directly within their workflow interface. This intervention led to a 21% decrease in service resolution times and a 15% reduction in compliance errors over a six-month period (Bitkowska et al., 2022).

Moreover, automation tools supported by intelligent KM components, such as context-aware help systems, embedded SOPs, and AI-powered recommendations, have helped organizations streamline core operations while maintaining flexibility. The integration of knowledge into process automation frameworks ensures that routine decisions are not only executed swiftly, but are also grounded in organizational wisdom.

Beyond efficiency, BPM-KM integration serves as a catalyst for organizational learning and innovation. Firms can cultivate a learning culture that encourages continuous improvement and experimentation by capturing, sharing, and reapplying knowledge from process experience. This learning loop enables organizations to adapt rapidly to external changes and internal feedback.

In Warsaw, particularly in knowledge-intensive sectors such as consulting, software development, and education technology, the interplay between BPM and KM has been instrumental in driving new product development and service innovation. For example, a technology startup based in Warsaw utilized KM practices, such as after-action reviews and team retrospectives, embedding insights into its BPM cycle. The result was a more adaptive product-development process that led to faster prototyping and improved feature alignment with user feedback.

Organizational agility is particularly valuable in a post-pandemic economic environment in which consumer preferences and technological expectations evolve rapidly. Enterprises that can institutionalize their ability to learn from process outcomes and adjust knowledge flows accordingly gain a competitive edge that is not easily replicated by firms that operate with static or siloed systems (Dalkir, 2017).

Customer-facing processes are perhaps the most visible areas in which BPM and KM integration deliver tangible benefits. In the business services sector, one of the fastest-growing domains in Warsaw, customer satisfaction is closely linked to the speed, accuracy, and personalization of services. According to ABSL (2024), as of Q1 2024, Warsaw hosted 376 business service centers employing over 100,000 individuals. These centers span various industries, including banking, healthcare, logistics, and telecommunications, and are increasingly leveraging integrated BPM-KM frameworks to improve service quality.

For example, customer support centers in Warsaw deploy knowledge bases that are dynamically updated through feedback loops established using BPM tools. When customer complaints are logged, associated processes are flagged for review and service agents are prompted to update relevant FAQs or procedures. This dynamic integration results in a continuously evolving knowledge system that reflects real-time customer interactions, enabling a faster and more effective problem resolution.

Additionally, data analytics capabilities embedded in modern BPM-KM platforms allow firms to monitor key performance indicators (KPIs), such as Net Promoter Score (NPS), First Call Resolution (FCR), and Customer Effort Score (CES). These insights guide improvements in service delivery and empower managers to make evidence-based

decisions regarding process and knowledge interventions (Nonaka & Takeuchi, 1995).

Strategic decision making is another critical area in which BPM-KM integration enhances organizational performance. When process metrics and knowledge assets are synchronized and made accessible through unified dashboards, leaders are better equipped to assess scenarios, predict outcomes, and allocate resources. This alignment ensures that operational decisions are not made in isolation, but are informed byorganizational history, contextual intelligence, and cross-functional insights.

In practice, this means that strategic initiativessuch as market expansion, digital transformation, and compliance readinesscan be executed more coherently and effectively. In a recent survey of Warsaw-based enterprises (Absl, 2024), over 70% of organizations with mature BPM-KM systems reported improved strategic planning capabilities, citing enhanced cross-departmental visibility and data-driven scenario modeling as key benefits.

The evidence-based approach promoted by the BPM-KM integration also mitigates the risks associated with intuition-driven decisions. For example, in a multinational retail chain operating in Warsaw, integrating sales process workflows with customer knowledge databases helped identify underperforming store locations and optimize marketing strategies, ultimately increasing quarterly revenue by 12%.

Poland's business environment is characterized by rapid modernization, increased competition, and a growing demand for digital services. In this context, the ability to integrate the BPM and KM has emerged as a key differentiator. Companies that achieve this integration not only operate more efficiently but are also better positioned to innovate, retain talent, and respond to market demand.

According to research from the Polish Agency for Enterprise Development (PARP), organizations that have adopted BPM and KM frameworks are 1.5 times more likely to introduce new products or services within a 12-month period than those that do not (Parp, 2023). These firms also report higher levels of employee engagement and customer loyalty, which are both crucial metrics for long-term sustainability.

As Poland deepens its role as a regional technology and innovation leader, particularly through Warsaw's strategic position, the BPM and KM will remain essential components of the digital economy. The challenge for organizations lies in ensuring that integration efforts are continuous, scalable, and aligned with evolving business goals.

# 3.5. Importance of Organizational Culture

Organizational culture is widely recognized as a foundational factor in the successful implementation of Business Process Management (BPM) and Knowledge Management (KM). While structures, technologies, and systems provide the technical foundation for BPM and KM initiatives, the values, behaviors, and shared norms within an organization ultimately determine the sustainability and effectiveness of these efforts. In Warsaw, Poland, a city that serves as a central node for innovation, technology, and service-driven industries, the emphasis on cultivating a knowledge-oriented and process-aware culture is becoming increasingly prominent.

For BPM and KM to thrive, organizational culture must embody certain traits: openness to change, trust in knowledge sharing, continuous learning, and collaborative behavior. These cultural dimensions create an environment where employees feel empowered to share insights, challenge outdated practices, and contribute to process improvement initiatives (Cameron & Quinn, 2011). Without these attributes, even the

most technically sophisticated BPM or KM systems are likely to underperform or be rejected.

In the BPM context, culture influences how employees adhere to and adapt to standardized processes. A culture of accountability and process ownership ensures that workflows are not followed mechanically, but are seen as living systems subject to ongoing refinement. In KM, culture determines individuals' willingness to contribute to knowledge repositories, participate in peer learning, and apply shared knowledge in their daily work. Knowledge hoarding, individualism, or fear of critique are common cultural barriers that limit the full utilization of KM practices (Dalkir, 2017).

Recent qualitative research on Polish firms highlights that organizations in Warsaware gradually transitioning from hierarchical and control-oriented cultures to more collaborative, innovation-driven environments (Bitkowska, 2020). This shift is particularly visible in business sectors such as fintech, BPO (business process outsourcing), IT services, and creative industries, where agility and adaptability are crucial to competitiveness.

• In practice, organizations in Warsaw employ a range of cultural change strategies to facilitate the integration of Business Process Management (BPM) and Knowledge Management (KM). These strategies encompass the following: the establishment of communities of practice to promote informal knowledge exchange across departments; the implementation of mentorship and reverse mentoring programs to address generational knowledge gaps; the encouragement of cross-functional project teams to enhance process integration and mitigate operational silos; and the rewarding of knowledge-sharing behaviors through performance appraisals, incentives, and public recognition.

Such initiatives reflect a broader understanding that technical systems alone cannot instill collaborative behavior; cultural alignment is critical. In fact, several Warsawbased companies that failed in their first attempts at KM implementation later succeeded in addressing cultural resistance through organizational development interventions (Kowalska & Nowak, 2020).

Leadership plays a pivotal role in shaping and reinforcing cultures conducive to BPM and KM. In Warsaw, forward-thinking executives and mid-level managers are increasingly acting as cultural stewards by modeling behaviors, such as transparency, open feedback, and inclusive decision-making. This is particularly important in hierarchical organizations transitioning toward flatter, more decentralized structures, where knowledge flows more freely.

According to research by Sliż et al Absl (2024), organizations that exhibit high BPM maturity levels in Poland often have leadership teams that explicitly communicate the strategic value of process discipline and knowledge reuse. These leaders integrate KM goals into the organization's vision and ensure alignment between corporate strategy and cultural practices.

Moreover, leaders in successful BPM-KM organizations avoid micromanagement and delegate authority to frontline employees to experiment with process changes and contribute to organizational knowledge bases. This participatory leadership style is aligned with the principles of a learning organization, where every member is both a contributor and beneficiary of collective knowledge and process improvement (Senge, 2006).

Despite growing awareness, not all enterprises in Warsaw find it easy to shift their cultural paradigms. Resistance to change, deeply embedded hierarchies, and the legacy of bureaucratic control (a common post-communist organizational trait) still challenge the diffusion of BPM and KM practices. Employees accustomed to rigid procedures may resist the flexibility required in knowledge-sharing environments, whereas long-standing managers may perceive BPM as a threat to their discretionary power.

To manage such resistance, some organizations have begun to integrate change management methodologies with cultural diagnostics. Tools such as the Organizational Culture Assessment Instrument (OCAI) are used to assess cultural readiness for BPM-KM integration and to identify misalignments between strategic goals and prevailing cultural values (Cameron & Quinn, 2011). These assessments inform targeted interventions, such as communication campaigns, storytelling, and change agent networks aimed at building a shared narrative around the benefits of BPM and KM.

For BPM and KM to have a lasting impact, they must be embedded into the very fabric of the organization and not treated as temporary programs or IT projects. Culture also plays a central role in this process. Organizations that successfully integrate BPM and KM often report that these practices become "invisible" over time—that is, they are so embedded in daily routines and decision-making processes that they are no longer seen as separate initiatives but as intrinsic parts of work.

In Warsaw, companies with mature integration often emphasize ritualized practices, such as process retrospectives, "lessons learned" sessions, and innovation days. These cultural rituals serve to normalize reflection, dialogue, and experimentation, which reinforce both the BPM discipline and KM openness.

Moreover, enterprises that invest in internal branding efforts around BPM and KM report greater levels of employee identification with these initiatives. Terms like "knowledge champions," "process mentors," or "learning loops" are not merely jargon—they signify the internalization of BPM-KM values within organizational identity.

Finally, cultural support for BPM and KM must be institutionalized through HR policies, organizational design, and performance management systems. In Warsaw, progressive firms revised their recruitment and onboarding practices to emphasize cultural fit and process literacy. They also integrated BPM and KM objectives into KPIs and used feedback tools to monitor cultural health.

External support structures, such as partnerships with universities, participation in innovation clusters, and adherence to international standards (e.g., ISO 30401 for KM) also reinforce internal cultural transformations. The synergy between institutional frameworks and grassroots cultural change is key to sustaining BPM-KM integration in the long term.

## 3.6. SMEs and Management Practices

Small and Medium-sized Enterprises (SMEs) represent a critical segment of Poland's economy, particularly in urban centers such as Warsaw, where entrepreneurship, innovation, and service-oriented industries thrive. According to the Polish Central Statistical Office (GUS, 2023), SMEs account for over 99% of all enterprises in Poland and contribute significantly to employment, GDP, and regional development. However, despite their importance, SMEs face distinct challenges in adopting and sustaining business process Management (BPM) and Knowledge Management (KM) practices.

One of the primary barriers to BPM and KM implementation in Warsaw-based SMEs is the limited financial and human resources. Unlike large enterprises, SMEs often operate with constrained budgets, which makes it difficult to invest in dedicated BPM platforms, KM systems, or external consultancy services. Additionally, many SMEs lack specialized personnel, such as process analysts, IT managers, or knowledge officers, who are essential for designing, deploying, and maintaining these systems (Łobos & Wojciech, 2021).

This resource constraint also affects the ability to provide training and continuous

learning opportunities to their workforce, which are critical components for KM success. Consequently, knowledge tends to remain tacit, informal, and concentrated within a few individuals. When such key personnel leave the organization, significant institutional knowledge is lost, disrupting continuity and innovation capacity.

Further, BPM initiatives in SMEs are often ad hoc or reactive, rather than strategically planned. Process changes may be introduced in response to client complaints or operational inefficiencies but without a formalized approach to process mapping, measurement, or optimization. Similarly, KM practices may be limited to document sharing via cloud storage or email systems, lacking the structure and feedback mechanisms necessary for effective knowledge reuse and creation (Bitkowska, 2020).

Despite these constraints, SMEs possess intrinsic advantages that can facilitate BPM and KM adoption, most notably, organizational agility. SMEs are typically less bureaucratic, with flatter hierarchies, and more direct communication channels. These characteristics enable quicker decision making, faster implementation of process changes, and more adaptive responses to environmental shifts (Bessant, Lamming, Noke, & Phillips, 2005).

In Warsaw, several SMEs in the tech and creative sectors have leveraged their agility to experiment with lightweight BPM tools, such as Trello, Asana, or Monday.com, which allow for visual workflow tracking without the complexity or cost of enterprise-level solutions. Similarly, cloud-based KM tools such as Notion, Google Workspace, and Confluence are used to build internal wikis, project documentation, and collaborative learning hubs.

Agile experimentation has led to innovative process designs and adaptive knowledge practices that are often more responsive than those seen in larger, more hierarchical organizations. For example, Warsaw-based design consultancy implemented a KM system integrated with its project management software, enabling designers and project managers to tag insights from client interactions, which are then reused in proposal development and service refinement.

Effective management practices, particularly Human Resource Management (HRM), can significantly influence the success of BPM and KM in SMEs. Research by Łobos and Wojciech (2021) indicates that SMEs that adopt modern HRM approachessuch as participatory leadership, competency development, and digital skill buildingare more likely to implement BPM and KM successfully. These practices not only improve employee engagement but also establish a foundation for continuous improvement and collaborative knowledge sharing.

Moreover, digital readiness is emerging as a critical enabler of BPM and KM integration. SMEs that invest in digital transformation, even on a modest scale, report higher levels of productivity, innovation, and customer responsiveness. In Warsaw, government-sponsored initiatives such as the Polish Digital Innovation Hubs and the "Industry 4.0" roadmap have been providing support to SMEs for digital adoption, including BPM and KM capabilities (Parp, 2023).

Digital platforms also level the playing field of SMEs by offering scalable solutions. Open-source BPM software (e.g., Camunda and ProcessMaker) and KM platforms (e.g., MediaWiki and KnowledgeOwl) provide cost-effective entry points for SMEs to begin their process and knowledge management journey without incurring prohibitive upfront investments.

In response to the structural challenges faced by SMEs, public institutions and industry associations in Warsaw have played an increasingly active role in supporting BPM and KM implementation. The Polish Agency for Enterprise Development (PARP) launched several programs aimed at improving business processes and promoting innovation among SMEs. These include subsidized training programs, BPM consultancy vouchers, and access to knowledge-management toolkits.

Industry clusters and business incubators such as the Warsaw Business Hub and Mazovia Development Agency also provide collaborative platforms where SMEs can exchange best practices, co-develop digital tools, and engage in peer learning. These ecosystems promote the diffusion of BPM and KM innovations by reducing isolation, pooling resources, and fostering a shared growth culture.

In addition, academic institutions, such as the Warsaw School of Economics (SGH) and Kozminski University, have begun offering executive education and consultancy partnerships that bridge theory and practice in BPM and KM. Through internships, research projects, and seminars, SMEs are gaining access to cutting-edge insights and tailored support for process and knowledge optimization.

To illustrate the impact of BPM and KM in practice, consider the case of a Warsawbased e-commerce startup specializing in sustainable home goods. Facing rapid growth, the firm struggled with order fulfillment delays and inconsistent customer services. By mapping logistics and customer service processes using a BPM tool and integrating it with a centralized knowledge repository (including FAQs, response templates, and shipping protocols), the company achieved a 30% reduction in fulfillment times and a 20% increase in customer satisfaction ratings within six months.

In another case, a small architectural firm used KM practices to capture the lessons learned from project debriefings, which were then codified into design guidelines and checklists. These resources were shared across teams via an internal wiki, which improved project consistency and reduced design rework by 15%.

These examples highlight that, with targeted strategies, even resource-constrained SMEs in Warsaw can successfully leverage BPM and KM to improve performance and build resilience.

# 4. Conclusion and Policy Recommendations

This study examined the integration of Business Process Management (BPM) and Knowledge Management (KM) in enterprises in Warsaw, Poland, highlighting its strategic importance, implementation challenges, and impact on organizational performance. Drawing on empirical evidence and sector-specific insights, the findings reveal that, when effectively aligned, BPM and KM produce significant benefits in terms of operational efficiency, customer satisfaction, innovation capacity, and strategic agility. The research underscores that while enterprises in Warsaw—particularly in the business services and technology sectors—are advancing in BPM-KM maturity, substantial disparities remain, especially among Small and Medium-sized Enterprises (SMEs). Challenges such as resistance to change, cultural inertia, fragmented IT infrastructure, and skill shortages persist and inhibit broader adoption. However, the agility and adaptability of SMEs, coupled with growing institutional support, indicate strong potential for scalable and sustainable integration of BPM and KM practices.

Organizational culture has emerged as a pivotal factor for embedding BPM and KM into daily operations. Companies that cultivate cultures of collaboration, continuous learning, and knowledge sharing demonstrate superior outcomes in both process performance and innovation. Furthermore, the role of IT systems, particularly emerging technologies such as Intelligent Process Automation, has proved essential for enabling real-time knowledge dissemination and process optimization. As Warsaw continues to evolve as a regional innovation hub, the integration of BPM and KM is likely to become

a key differentiator for firms seeking to maintain a competitive advantage, navigate uncertainty, and scale operations in an increasingly digital and knowledge-intensive economy.

To accelerate the adoption and effectiveness of BPM and KM in Warsaw and, more broadly, across Poland's economic landscape, the following policy recommendations are proposed for government agencies, industry associations, and academic institutions. Government agencies such as the Polish Agency for Enterprise Development (PARP) should expand grant schemes, voucher systems, and subsidized training programs targeted specifically at BPM and KM adoption. This should include funding for acquiring BPM/KM software tools suitable for SMEs. Consultancy services focus on process mapping, change management, and knowledge documentation. Tailored training programs for SME staff on process improvement and digital knowledge sharing.

Local governments and municipal business hubs in Warsaw should promote crosssector collaboration through innovation clusters and living laboratories, where firms can jointly develop and test BPM and KM solutions. These environments encourage knowledge spillovers and enable SMEs to learn from the best practices of larger and more mature organizations. Higher education institutions and vocational training centers should integrate BPM and KM modules into their business, management, and IT curricula. Moreover, executive education and short courses offered by universities (e.g., Warsaw School of Economics, Kozminski University) should focus on practical BPM-KM tools, with certifications aligned with industry standards (e.g., ISO 30401 for KM and BPMN for process modeling).

Policy frameworks should incentivize enterprises to foster knowledge-centric cultures by recognizing and rewarding behaviors that promote knowledge sharing and collaborative leadership models. This objective can be realized through national awards, benchmarking programs, and case studies that highlight successful integration of Business Process Management (BPM) and Knowledge Management (KM) cultures. Publicprivate partnerships should be utilized to develop open-source or low-cost BPM and KM solutions tailored to the needs of small and medium-sized enterprises (SMEs). These tools should emphasize usability, scalability, and integration with commonly used platforms such as Enterprise Resource Planning (ERP), Customer Relationship Management (CRM), and communication applications (e.g., Microsoft Teams, Slack). There is a need for ongoing research on BPM and KM practices within the Polish context, particularly longitudinal studies that track performance improvements over time. Government and research bodies should fund such studies and ensure that the findings are disseminated through policy briefs, white papers, and public dashboards. To monitor progress and guide investment, Poland can adopt a national index to assess BPM and KM maturity across sectors and regions. Such a tool, modeled on existing BPM Maturity Reports, would help identify strengths, gaps, and trends in business processes and knowledge capabilities, enabling more targeted interventions.

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