

7.2 Determine budget

Determine funds needed for the P (Cost Baseline & Costs Budget)
Result is BUDGET
RM activities have to have been conducted to come up with the contingency reserve

Develop budget

- Cost Budget = What COMPANY invests (Cost baseline + Mgmt. reserves)
- By aggregation (roll up from bottom)

Determine all roles & responsibilities

Go back - iterations

- Always conduct **sanity check**
- Always take **constraints by Mgmt.** into account
- Consider "Cash Flow"; WHEN do you need to buy what

Finalize the "how to execute & ctrl." parts of all mgmt. plans

Determine realistic & final PP & performance measurement baseline

- Cost Baseline
- Project Costs + Contingency Reserve

Tools/Techniques

- Cost Aggregation
- Reserve Analysis
- Expert Judgement
- Historical Relationships
- Funding Limits

Input

- Activity Cost Est.
- Basis of Est.
- Scope Baseline
- Project Schedule
- Resource Calendar
- Contracts
- OPA

Output

- Cost Performance Baseline
- Project Funding Req's
- Updt. P doc's