# **Unit 4 Software Project Estimation**

## **UNIT - IV: Software Project Estimation**

#### Introduction

- S/w Testing is a process of evaluating a s/w system by manual or automatic means and verifying it against specified requirements.
- It determines the gap between expected and actual results.
- The estimation of project includes determination of effort, time, resources and money required for developing any project.
- The cost of development of project is the main determinant of its prize and effort.
- Underestimating the project parameters may lead to project failure.
- Overestimating the project parameters may lead to inviable cost and ultimately project may not be taken up.

## **Software Project Parameters**

The parameters that determine the project cost includes:

## Quality:

- Quality estimation in project management refers to defining the standards and criteria that the project's deliverables must meet to satisfy stakeholders' expectations.
- This process ensures that the final product is not only completed within the specified scope, time, and cost but also meets the necessary quality requirements.

## Cost of development:

- Project is considered successful if the revenue from project is more than the cost incurred.
- It determines the financial feasibility of the project.

It determines the cost to be quoted to the customers.

## • Resource Requirements:

- Human Resources (HR) is the most crucial part of s/w development process.
- S/w development process requires effort from number of people as s/w engineers, system analyst, programmers, data entry operators, system testers, etc.
- Since high skilled people are paid more, the cost of project is influenced by number of and level of skills of HR.

#### Time:

- The benefit of any project is determined after it is completed.
- An incomplete project may lead to additional cost, time and other resources.

## Scope/Size:

- This refers to defining the work required to deliver the project's goals and objectives.
- Scope/Size estimation is a crucial part of project planning that involves defining the boundaries, deliverables, and overall size of the project.
- It answers the fundamental question of what needs to be done and ensures that the project team, stakeholders, and clients have a clear understanding of the work required.

#### Risk:

 Risk project estimation involves identifying, analyzing, and quantifying the potential risks that could impact a project's success.

## **Approaches to Software Estimation**

## Top-Down Approach:

- Estimation started from System Level.
- Estimates the cost of system activities as integration, configuration & documentation.
- Underestimates cost of solving difficult technical & integration problems.

- Does not provide detailed estimate justification.
- Less costly than Bottom-up approach.

# Bottom-Up Approach:

- Estimation started from Component Level.
- System is decomposed into components and efforts required and then the cost is added up.
- Underestimates the cost of difficult technical problems.
- Provide detailed justification.
- More costly than top-down approach.

# **Project Estimation**

- Estimation is the process of finding an estimate, or approximation, which is a value that can be used for some purpose even if input data may be incomplete, uncertain, or unstable.
- Estimation determines how much money, effort, resources, and time it will take to build a specific system or product.
- Estimation includes:
  - Estimate the size of the development product.
  - Estimate the effort in person-months or person-hours.
  - Estimate the schedule in calendar months.
  - Estimate the project cost in agreed currency.
- Estimation is based on:
  - Past Data/Past Experience.
  - Available Documents/Knowledge.
  - Assumptions.
  - Identified Risks.

## **Project Estimation Techniques**

- Estimation by Expert Judgement:
  - Widely used estimation technique.

- Expert makes subjective assessment of software size.
- Cost of individual components are combined to get overall estimate.
- Estimation can be made by group of experts to overcome limitations of this method.

#### • Limitations:

- Prone to human judgement bias.
- Expert may not have knowledge of all aspects of the project.

# Estimation by Analogy:

- If project to be estimated is similar to any project that is already been completed, estimation is done with reference to completed project.
- However, no two s/w projects can be the same so there will always remain some differences to some extent.
- Two projects to be compared are ranked on different project parameters to determine the degree of their similarities.

#### **Classification of Software**

- Purpose: Software can be classified as system software (e.g., operating systems, device drivers) or application software (e.g., word processors, games).
- **Platform:** Software can be classified as native software (designed for a specific operating system) or cross-platform software (designed to run on multiple operating systems).
- **Deployment**: Software can be classified as installed software (installed on the user's device) or cloud-based software (hosted on remote servers and accessed via the internet).
- **License**: Software can be classified as proprietary software (owned by a single entity) or open-source software (available for free with the source code accessible to the public).
- **Development Model**: Software can be classified as traditional software (developed using a waterfall model) or agile software (developed using an iterative and adaptive approach).
- **Size**: Software can be classified as small-scale software (designed for a single user or small group) or enterprise software (designed for large

organizations).

• **User Interface**: Software can be classified as Graphical User Interface (GUI) software or Command-Line Interface (CLI) software.

#### **COCOMO Model**

- The COCOMO Model is a procedural cost estimate model for software projects and is often used as a process of reliably predicting the various parameters associated with making a project such as size, effort, cost, time, and quality.
- It was proposed by Barry Boehm in 1981 and is based on the study of 63 projects.

# Key Parameters:

- Effort: Amount of labor required to complete a task, measured in person-months.
- Schedule: The time required to complete the job, proportional to the effort put in, measured in weeks or months.

# **COCOMO - Advantages & Disadvantages**

## Advantages:

- Easy to estimate the total cost of the project.
- Easy to implement with various factors.
- Provides insights from historical projects.

## Disadvantages:

- Ignores requirements, customer skills, and hardware issues.
- Limits accuracy of software cost estimation.
- Largely depends on time factors.

#### **Basic COCOMO**

- COCOMO has three modes of software development projects:
  - Organic Project: Small and simple, handled by a small team with good domain knowledge and few rigid requirements. Example: Small data processing or inventory management system.

- Semidetached Project: Intermediate project with mixed experience team members. Example: Database design or OS development.
- Embedded Project: Complex project with a large team, considering software, hardware, and operational parameters. Example: Banking software or traffic light control software.

### **Basic COCOMO Estimations**

Software Projects	а	b	С	d
Organic	2.4	1.05	2.5	0.38
Semi Detached	3.0	1.12	2.5	0.35
Embedded	3.6	1.20	2.5	0.32

#### Formulas:

• Effort (E): E = a \* (KLOC)^b

• Time: Time = c \* (Effort)^d

• Person Required: Effort / Time

## Example:

- A software project with 50 KLOC (Organic Project):
  - Effort ≈ 146 person-months.
  - $\circ$  Time ≈ 17 months.
  - Team size ≈ 9 people.

## **Intermediate Model:**

- The basic COCOMO model assumes that the effort is only a function of the number of lines of code and some constants evaluated according to the different software systems.
- However, in reality, no system's effort and schedule can be solely calculated based on Lines of Code.

- For that, various other factors such as reliability, experience, and Capability are considered.
- These factors are known as Cost Drivers.

## **Detailed Model:**

- Detailed COCOMO incorporates all characteristics of the intermediate version with an assessment of the cost driver's impact on each step of the software engineering process.
- The detailed model uses different effort multipliers for each cost driver attribute.
- In detailed COCOMO, the whole software is divided into different modules and then we apply COCOMO in different modules to estimate effort and then sum the effort.