**Project Cost Management**

**Cost Management Plan**

Prepared By: Bhanu Prakash Thota

Date: 05/19/2020

The Cost management plan mainly includes four major sections:

* Resource planning
* Estimating
* Project Budgeting
* Cost Control

The total budget of the project is $5,054,500

**Level of accuracy:**

We rounded the cost estimates to the nearest $100.

Level of accuracy for activity cost and contingency funds is 90 percent.

**Units of measure:**

Cost estimation is done in US Dollars.

**Organizational Procedures links:**

We use the WBS as a framework to provide the stability with estimates.

1. **Control thresholds:**

Change requests during programming might increase the project budget than estimated cost. - Fixing the bugs during the development could cost more than the estimated cost. - 10 percent of Variance allowed.

1. **Reporting formats:**

A monthly project status report will be submitted about the cost manageable. All the corrective actions needed in the cost management plan are reported in this document. This section describes the format and frequency of cost reports required for the project. This section would describe the format and frequency of cost reports required for the project. Reports are very useful for tracking progress and success of projects. Selecting of cost reporting formats plays an important role to display reports. It is better to use good reporting formats to display cost information effectively.

1. **Process Descriptions:**

Description of all the processes in cost management is documented.

**Note:** Cost estimation and determine budget is attached to the document.