

Budgeting

1 day

Description

This ILT Series course introduces students to budgeting, types of budgets, and the elements of a successful budget. Students learn how to create a budget, analyze and compare budgets, create operating and manufacturing budgets, and devise an action plan to solve a problem identified during variance analysis. Course activities also cover the basics of capital budgeting, discounting cash flow methods, determining discount rates, assembling a capital budget, and justifying a capital budget. Students also learn how capital budgets are evaluated and approved.

Prerequisites

- *None*

Course Outline

Unit 1: Budgeting fundamentals

Topic A: Overview

Topic B: Cash and master budgets

Unit 2: Reviewing budgets

Topic A: Analyzing budgets

Topic B: Justification and approval

Unit 3: Operating budgets

Topic A: Operating budget basics

Topic B: Operating budget terminology

Topic C: Operating budget methods

Unit 4: Manufacturing budgets

Topic A: Manufacturing budget basics

Topic B: Interpretation

Unit 5: Variance, forecasts, and action plans

Topic A: Variance and forecasts

Topic B: Action plans

Unit 6: Capital budgets

Topic A: Capital budget basics

Topic B: Discounted cash flow method

Unit 7: Capital budget analysis

Topic A: The capital budgeting process

Topic B: Capital budget evaluation