 **Dutch Brothers Plus** Tel: 530-315-4839

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  |  |
| Oct 03, 2018 |  |  | 400 |

Jeffery Morse, PM

Dutch Brothers Plus

*Dutch Brothers Plus Building Plan*

Project Cost Management Plan

The project cost management plan is a component of the project management plan that describes how costs will be planned, structured, and controlled.

### REVISIONS AND DISTRIBUTION

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Revision** | **Release date** | **Distributed to\*** | | | | | | | | | | | |
| Client | Consultant | Main office(s) | Project Manager | Procurement Manager | Quality Manager | Costs Manager | Building and Planning | Contractor | Sub-contractors | Suppliers |  |
| Rev. 0 (draft) | 29/10/2013 |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |

\*) Detailed distribution lists shall be prepared for each distribution event. Further details as per the project communication plan

#### Amendments

The Project Cost Management Plan from time to time may require updates. Any amendment to this plan shall be informed to the change control board by use of the change request form and approved by the project change control board prior to distribution. Only revised parts of the plan will be distributed along with the approval and shall be accompanied by instructions how to implement the changes.

The initial page numbering system (to be added upon initial approval) will be a normal continuous numbering displayed in the lower right corner of each page. In the event that pages have to be added, characters shall be added to the number. In case entire pages are deleted, the corresponding page shall be replaced by a blank page stating “page removed”.

Each added/changed page shall have the revision number and date of approval displayed on the bottom of the page.

### PROJECT SPONSOR APPROVAL

|  |  |  |
| --- | --- | --- |
| **Prepared by:** | **Reviewed by:** | **Approved by Proj. Sponsor:** |
| HQ, 03/10/2018 | Place, dd/mm/yyyy | Place, dd/mm/yyyy |
|  |  |  |
| Jeffery Morse, PM  Designation | Name  Designation | Name  Designation |

**TABLE OF CONTENTS**

Revisions and Distribution.................................................................................................................... 2

Amendments .................................................................................................................................... 2

Project Sponsor Approval ..................................................................................................................... 3

[Cost Management Approach 1](#_Toc15040)

[Estimate Cost 2](#_Toc15041)

[Cost Baseline 3](#_Toc15042)

[Cost Control 4](#_Toc15043)

[Cost Reporting 4](#_Toc15044)

[Change Control 5](#_Toc15045)

[Attachments: 6](#_Toc15046)

# COST MANAGEMENT APPROACH

The process for cost management is simple – nothing will be changed without it being in the plans. The communications process insists on consensus on every level before a change can occur. As a result, only those changes that are absolutely necessary will occur. Cost management is first the task of the Cost Manager CM, and secondly the task of the Procurement Manager. No cost saving efforts will be used unless they meet both the quality and time constraints of the project. Any costs beyond the scheduled cost structure will have to approved by the Head Office, all managers, the contractors and the clients. Documentation will follow the assign document tracking system assigned in the Communications Plan.

# ESTIMATE COST

Estimate Costs is the process of developing an approximation of the monetary resources needed to complete project activities. Explain the procedure what the basis of cost estimation is and provide information how accurate the estimation is, the units of measure used, and risk.

To calculate the Activity Costs, you may use the “Activity-Cost Estimation Worksheet”.

# OST BASELINE

Aggregate the estimated cost of individual activities or work packages in accordance with the WBS, define control accounts and provide information how contingency and management reserve are taken into consideration (if any), and define funding requirements.

# OST CONTROL

Explain how cost will be measured throughout the project life cycle. If the approach is earned value management, then explain the metrics and the limitations, and define a response to cost variances outside the threshold.

## Cost Reporting

Provide information on the format and frequency of cost reporting, including cost variances outside the threshold, triggers of cost overrun, and options of preventive action.

# HANGE CONTROL

How will changes to the cost baseline be controlled and approved?

# ATTACHMENTS:

|  |  |
| --- | --- |
| Attachment 1 |  |
| Attachment 2 |  |