



Knowledge Area 4 – Project Cost Management

PMBOK V4: Chapter 7

Project Cost Management

Project Cost Management includes the processes involved in estimating, budgeting, and controlling costs so that the project can be completed within the approved budget.

Project Cost Management consists of the following 3 processes:

Estimate Costs

The process of developing an approximation of the monetary resources needed to complete project activities.

Determine Budget

The process of aggregating the estimated costs of individual activities or work packages to establish an authorized cost baseline.

Control Costs

The process of monitoring the status of the project to update the project budget and managing changes to the cost baseline.

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