

Cost control tips for budget owners

Tip 2: Can't Explain Costs



This is the second challenge that all budget owners face.

Traditional monthly cost reports are a lagging measure.



I can't explain why!




...why are we seeing those costs now?

Costs are booked when the invoice is received from the supplier.

The bigger your operation, the easier it is to lose track of your costs this way.

You can check the timeliness of the cost by asking this question...



What did I spend this month?

Linking **cost data** to current month activity will **increase visibility**

This is the second step in getting your costs under control.

I'm Robert Bihar. I write about Finance for Operational Leaders and their teams.
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