Cost Reduction Techniques

General Objectives:

This Course aims to equip participants with the skills to analyze strategic cost management processes and to equate the problems posed by their implementation.

Specific Objectives:

At the conclusion of this Course participants should be able to:

➢ Understand the contribution and results provided by cost control methods based on Activity Analysis;
➢ Introduce a cost control and cost reduction system in the company.

Recipients:

This course is intended for Administrators, Financial Directors, Economists, Accountants and Technical Staff in the Accounting and Financial Areas.

Duration:

18 Hours

Program Content:

Module I - The changing business environment

➢ The evolution of market characteristics, demand, production and distribution processes;
➢ New ways of organizing production and distribution;
➢ The need for cost systems that are a faithful reflection of the production and distribution proesses;
➢ Analysis of the business environment;
➢ The inevitability and added value of change.

Module II - Activity-based management system

- ➢ The Reason for the Activities;
- ➢ Analysis of the Activities;
- ➢ Activities of an industrial company;
- ➢ The cost of the activity;
- ➢ Calculating the cost of an activity;
- ➢ Allocation of the cost of the Activity;
- ➢ Case studies.

Module III - Activity based costing abc- activity based costing

- ➢ Definition and associated concepts;
- ➢ Cost calculations using the ABC method;
- ➢ Costs per Activity/Costs per Product;
- ➢ Using the ABC" costs in the management of activities;
- ➢ Application of the management control technique;
- ➢ Case Studies.

Module IV - Activity-based management - abm- activity based management

- ➢ Definition and associated concepts;
- ➢ Activity management as a cost control system;
- ➢ Methodologies for ABM implementation;
- ➢ ABM and the Management Information Systems;
- ➢ Application of the management control technique;
- ➢ Case Studies.