KEY LEARNING OBJECTIVES - CHAPTER 8

Budgeting For Operations

After studying and discussing the material in this chapter, the student should develop some insights and understanding of the following issues:

1. The basic nature of budgeting.

2. The role of budgeting in planning and controlling operations.

3. The signs of successful budgeting.

4. The master budget and the various budgets that are components of the overall budget.

5. The calculating steps involved in preparing some of the major supporting budgets (simple examples and straight-forward situations).

6. The behavioral implications of the budget process and the notion of goal-congruent behavior.

7. The nature of zero-based budgeting and how it differs from traditional budgeting approaches.