

6 TYPES OF BUDGETING METHODS FOR BUSINESS SUCCESS

ACTIVITY-BASED BUDGETING

- Detailed cost analysis for precise expense allocation
- Identifies efficiency improvements and resource utilization
- Offers invaluable insights into cost management



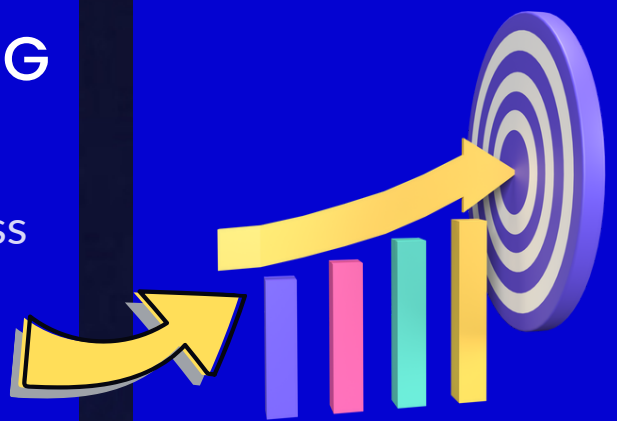
INCREMENTAL BUDGETING

- Builds upon past budgets for quick decision-making
- Tracks expenditure trends for cost-saving opportunities
- Efficient for smaller businesses without extensive resources



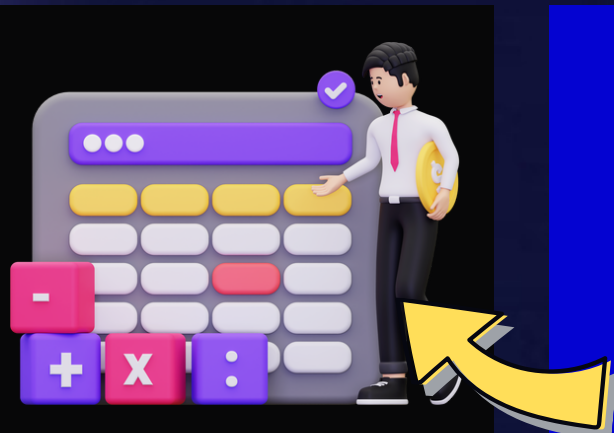
VALUE PROPOSITION BUDGETING

- Emphasizes the significance of each expenditure
- Aligns budgetary allocations with business objectives
- Fosters a culture of accountability and strategic spending



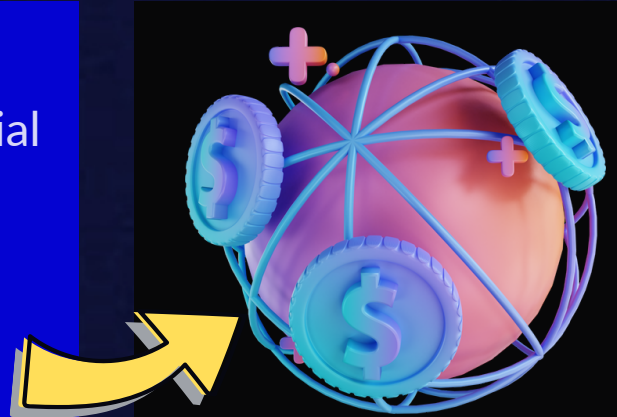
ZERO-BASED BUDGETING

- Resets budget to zero, promoting accountability
- Achieves significant cost savings through thorough examination
- Fosters transparency and accountability across the organization



FLEXIBLE BUDGETING

- Adapts to fluctuating revenue for financial stability
- Promotes agility and responsiveness to changing market conditions
- Ideal for businesses with seasonal or unpredictable income patterns



ENVELOPE BUDGETING

- Assigns specific amounts to expense categories for spending discipline
- Effective for personal finance management and debt reduction
- Accessible and straightforward for businesses of all sizes



DID YOU KNOW?

UNDERSTANDING AND IMPLEMENTING THE RIGHT BUDGETING METHOD TAILORED TO YOUR BUSINESS NEEDS ENHANCES FINANCIAL MANAGEMENT.