

Introduction to the Organizational Cost Community Framework: UPDATE

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Unclassified Unlimited Release

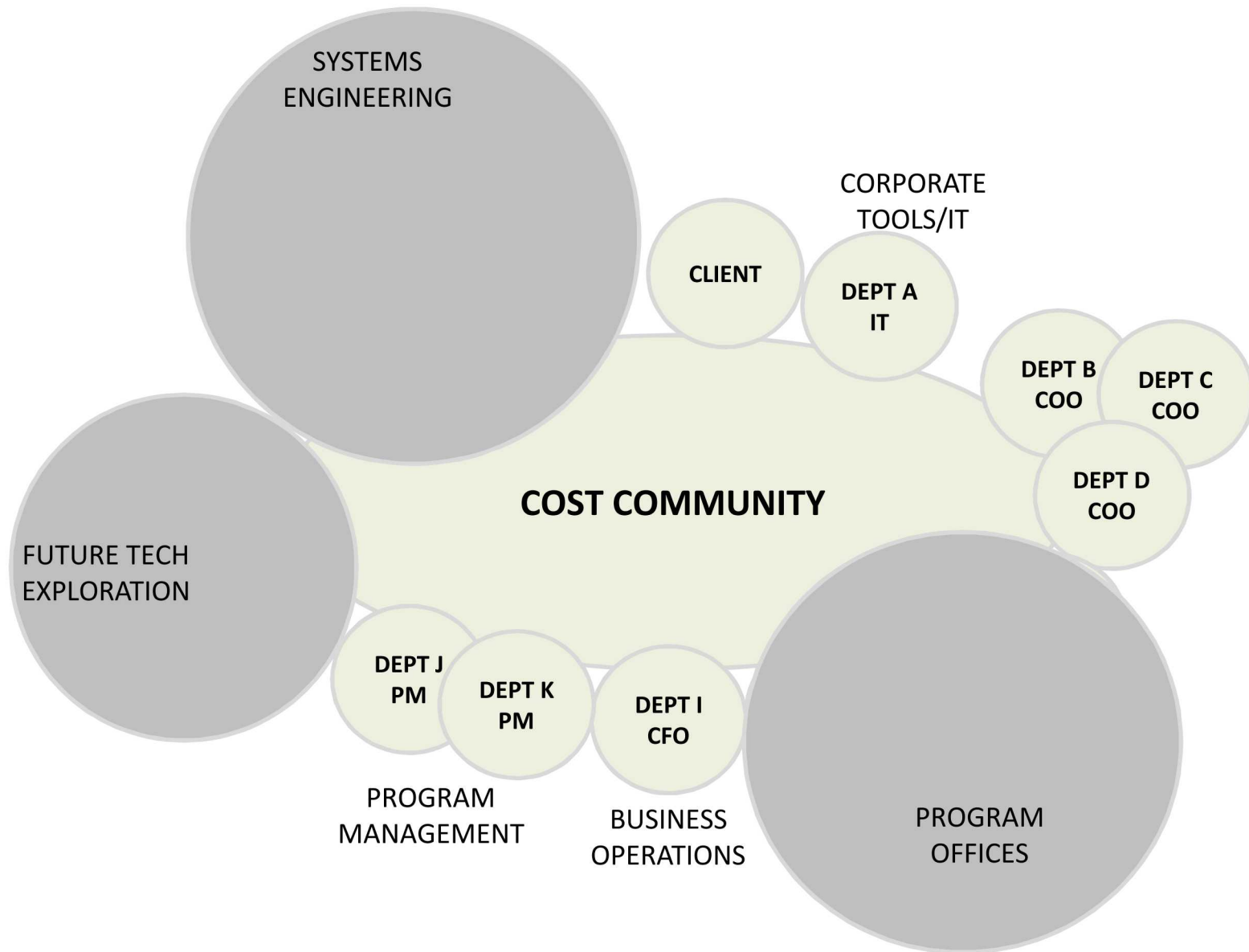
Agenda

- Background
- Cost Community
 - Cost Functions
 - Process Steps of the Cost Functions
 - Participants of the Process Steps of the Cost Functions
 - Organizational Cost Community Framework
- Case Studies
- Takeaways

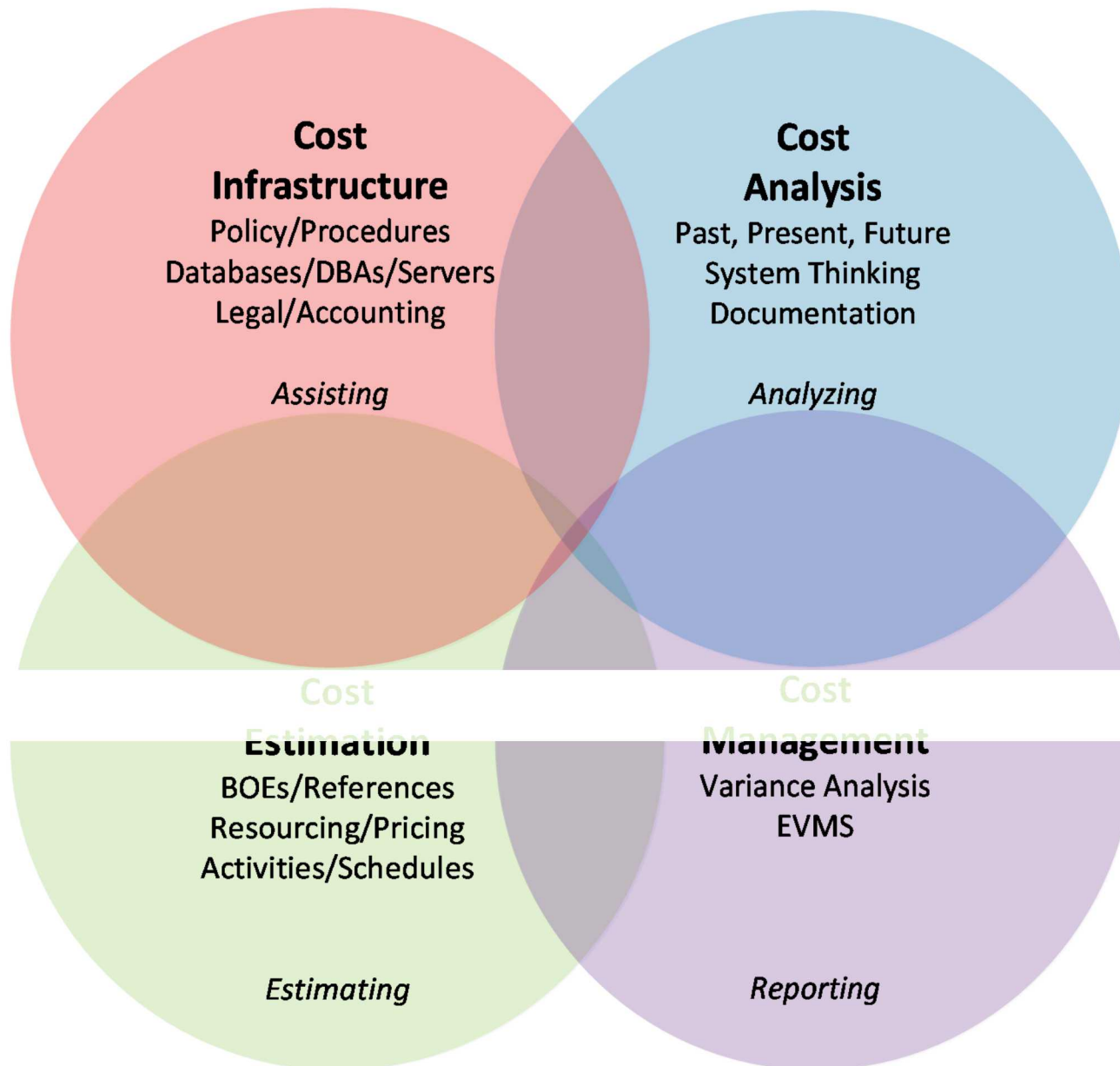
Takeaways

- Innovative framework for cost estimating and analysis that documents, describes and visually displays the lifecycle of a program through an organization with discrete handoffs
- The framework may be applicable to any organization
 - R&D
 - FFRDC
 - Government entities, etc.
- The framework may assist in the identification of organizational gaps and overlaps
 - Process improvement

Background



Cost Functions



Process Steps of the Cost Functions

Cost Infrastructure Process View

| Cost Infrastructure Process View |
|---|
| Initiate Cost Infrastructure |
| Define Cost Infrastructure |
| Execute Cost Infrastructure |
| Review Cost Infrastructure |
| Close Out Cost Infrastructure |
| Submit to Cost Infrastructure Data Repository |

Cost Analysis Process View

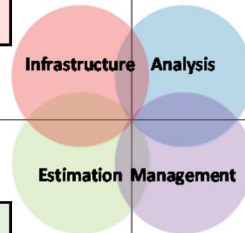
| Cost Analysis Process View |
|---|
| Initiate Cost Analysis |
| Define Cost Analysis |
| Execute Cost Analysis |
| Review Cost Analysis |
| Close Out Cost Analysis |
| Submit to Cost Analysis Data Repository |

Cost Estimation Process View

| Cost Estimation Process View |
|---|
| Initiate Cost Estimation |
| Define Cost Estimation |
| Execute Cost Estimation |
| Review Cost Estimation |
| Close Out Cost Estimation |
| Submit to Cost Estimation Data Repository |

Cost Management Process View

| Cost Management Process View |
|---|
| Initiate Cost Management |
| Define Cost Management |
| Execute Cost Management |
| Review Cost Management |
| Close Out Cost Management |
| Submit to Cost Management Data Repository |



Participants of the Process Steps of the Cost Functions

Cost Infrastructure Process View

| Cost Infrastructure Process View | | |
|----------------------------------|--------------|---|
| Process Step 1 | Name | Initiate Cost Infrastructure |
| | Participants | Cost Infrastructure Team Cost Infrastructure Customer |
| Process Step 2 | Name | Define Cost Infrastructure |
| | Participants | Cost Infrastructure Team Cost Infrastructure Customer |
| Process Step 3 | Name | Execute Cost Infrastructure |
| | Participants | Cost Infrastructure Team |
| Process Step 4 | Name | Review Cost Infrastructure |
| | Participants | Cost Infrastructure Team Cost Infrastructure Customer Cost Infrastructure Review Team |
| Process Step 5 | Name | Close Out Cost Infrastructure |
| | Participants | Cost Infrastructure Team |
| Process Step 6 | Name | Submit to Cost Infrastructure Data Repository |
| | Participants | Cost Infrastructure Team |

Cost Analysis Process View

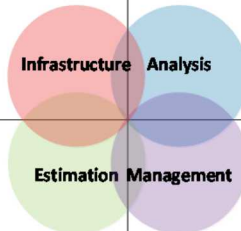
| Cost Analysis Process View | | |
|----------------------------|--------------|---|
| Process Step 1 | Name | Initiate Cost Analysis |
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Cost Estimation Process View

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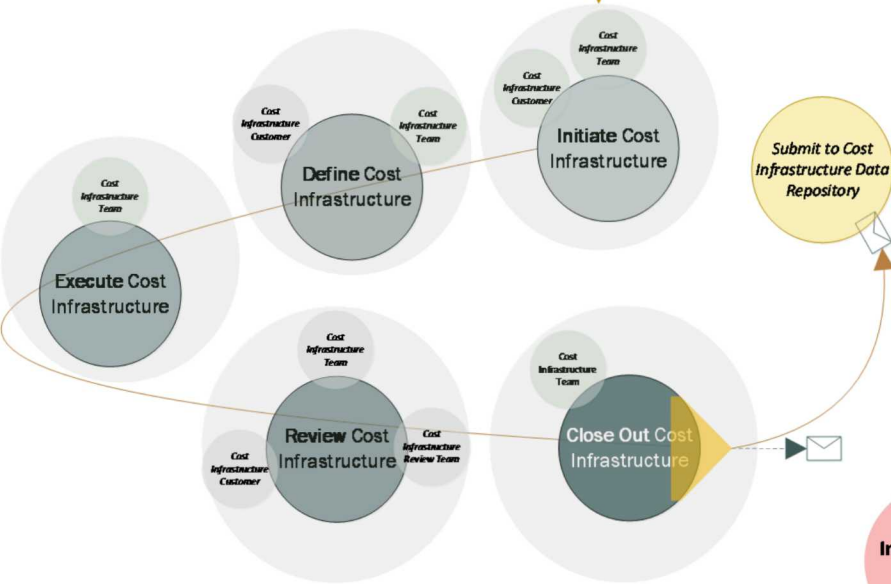
Cost Management Process View

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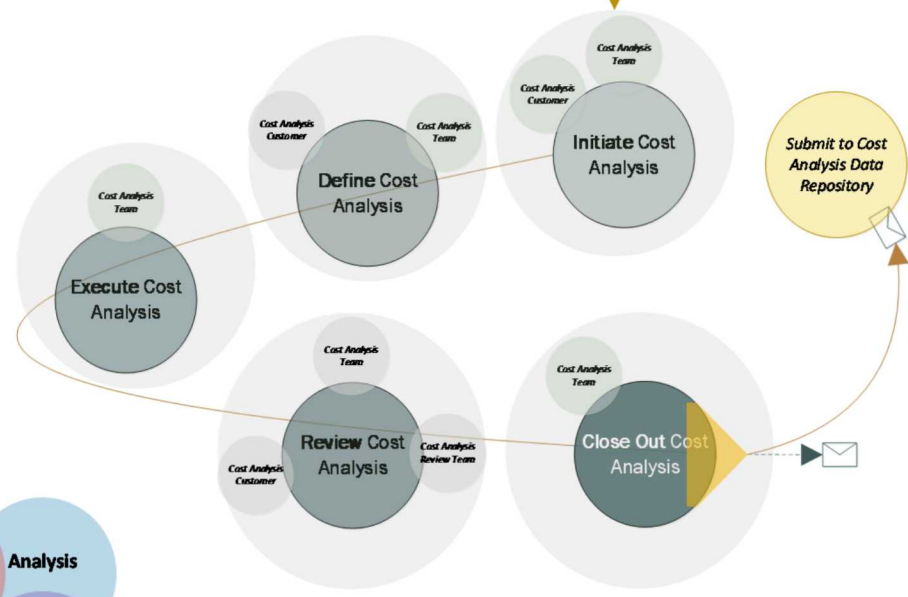


Organizational Cost Community Framework

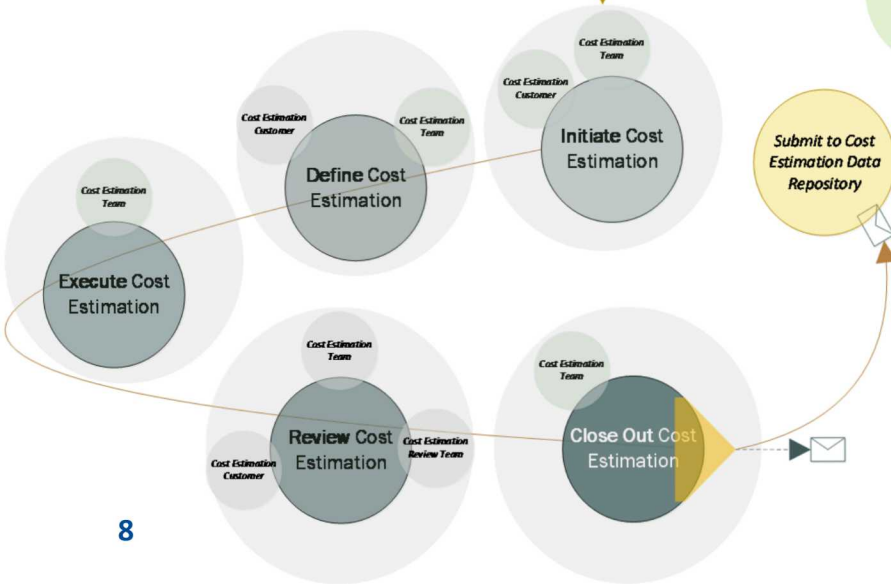
Cost Infrastructure Process View



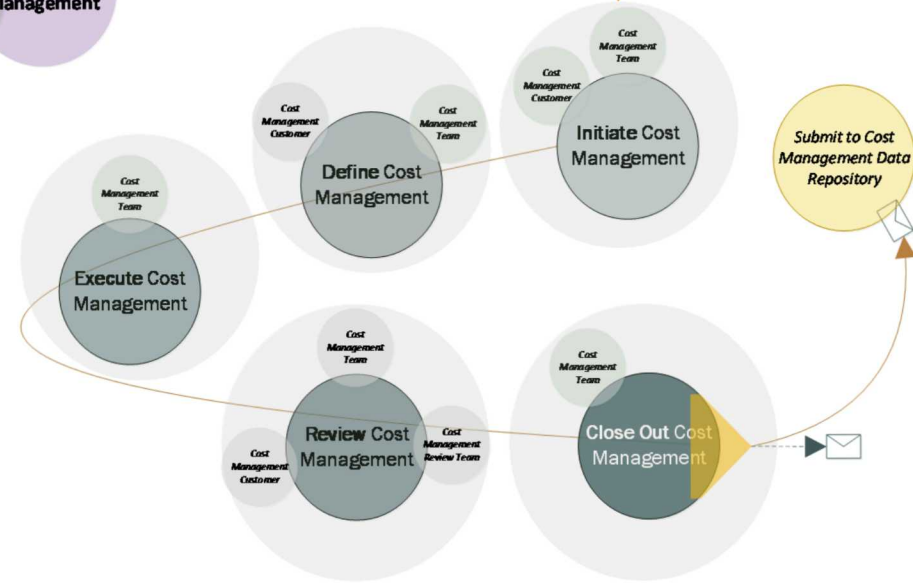
Cost Analysis Process View



Cost Estimation Process View



Cost Management Process View



Infrastructure Analysis

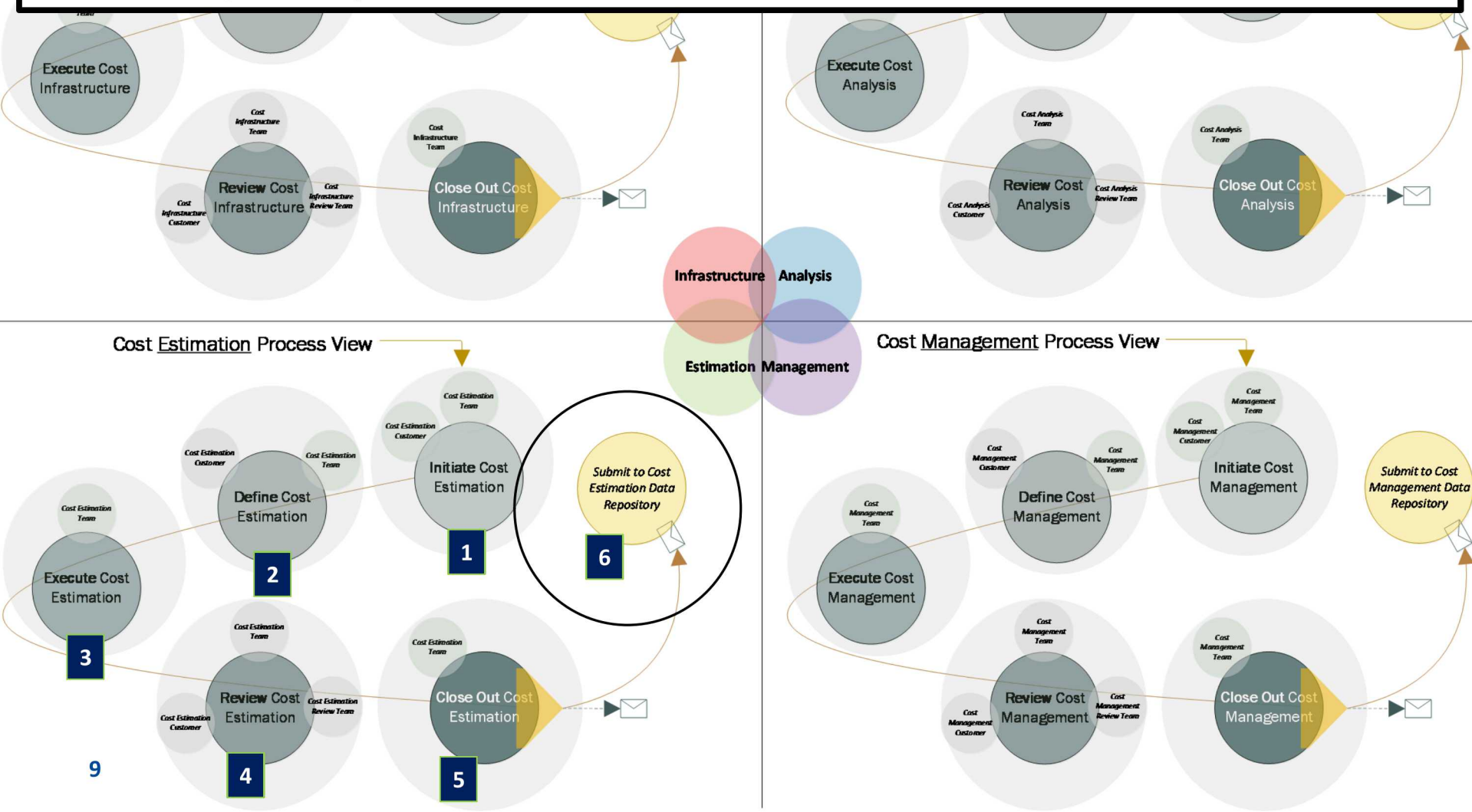
Estimation Management

Organizational Cost Community Framework

Cost Infrastructure Process View

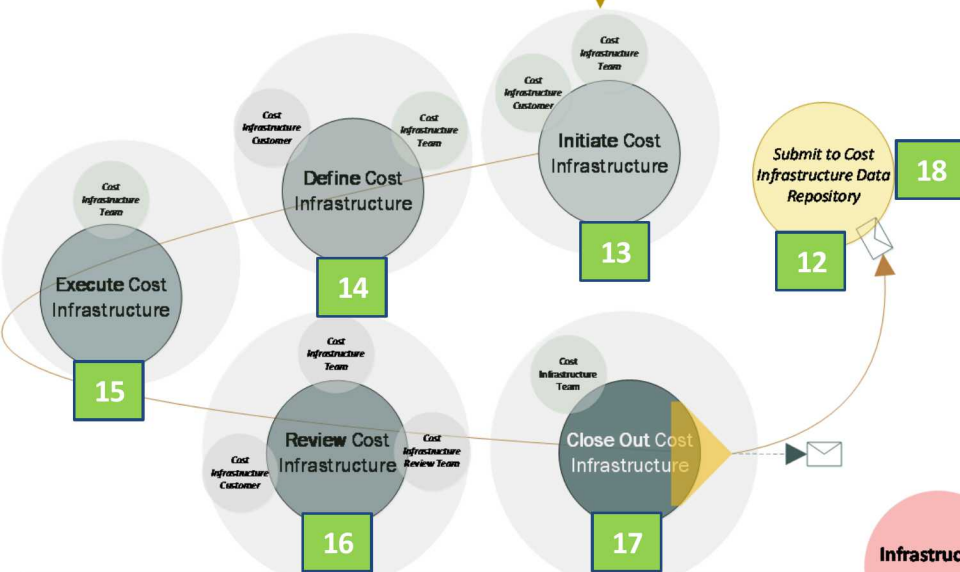
Cost Analysis Process View

Case Study 1: An organization receives a request from an external customer for a cost estimate based on a redesign of an asset that the organization previously designed in the mid-1990's. In the mid-1990's, the organization was in the early stages of capturing cost data in digital format. The customer request placed a substantial time constraint on the Cost Estimation Team, and their priorities did not include sufficient time to discover historical cost data.

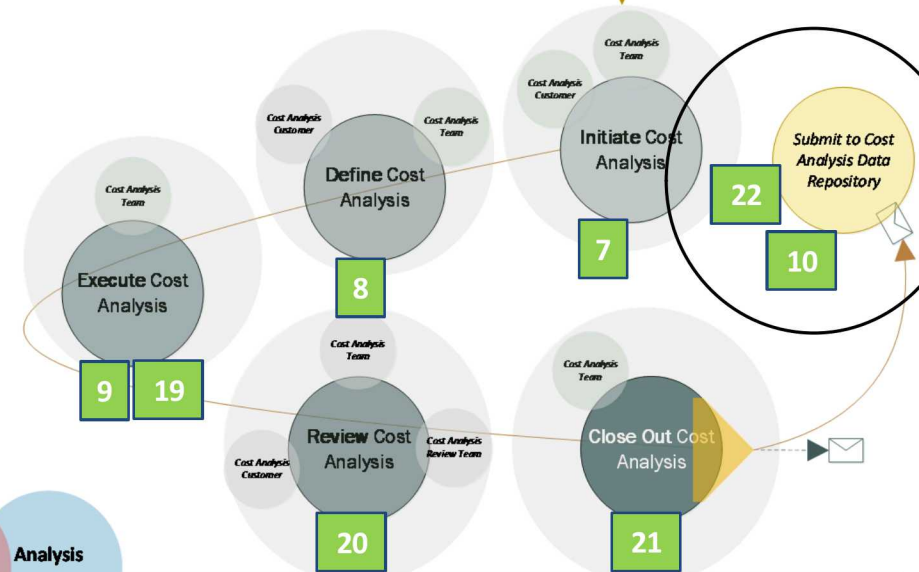


Organizational Cost Community Framework

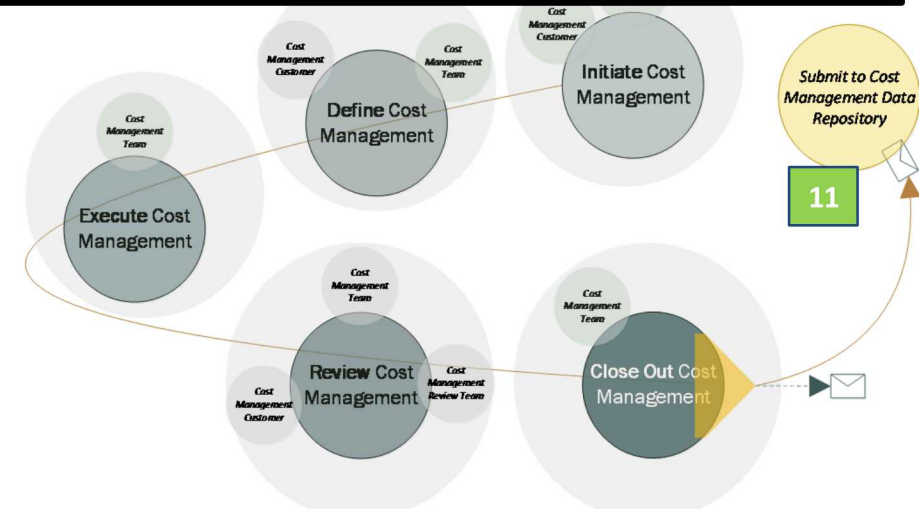
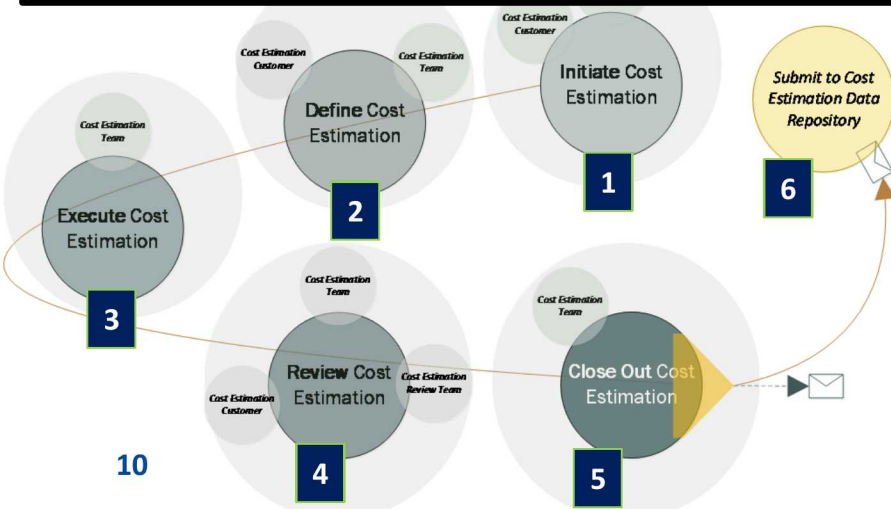
Cost Infrastructure Process View



Cost Analysis Process View



Case Study 2: Based on the feedback that the Cost Estimation Team received in Case Study 1 from the organization's leadership, the Cost Estimation Team initiated the Cost Analysis Process to explore what historic data may exist with respect to their asset in order to revisit the Cost Estimation Process.

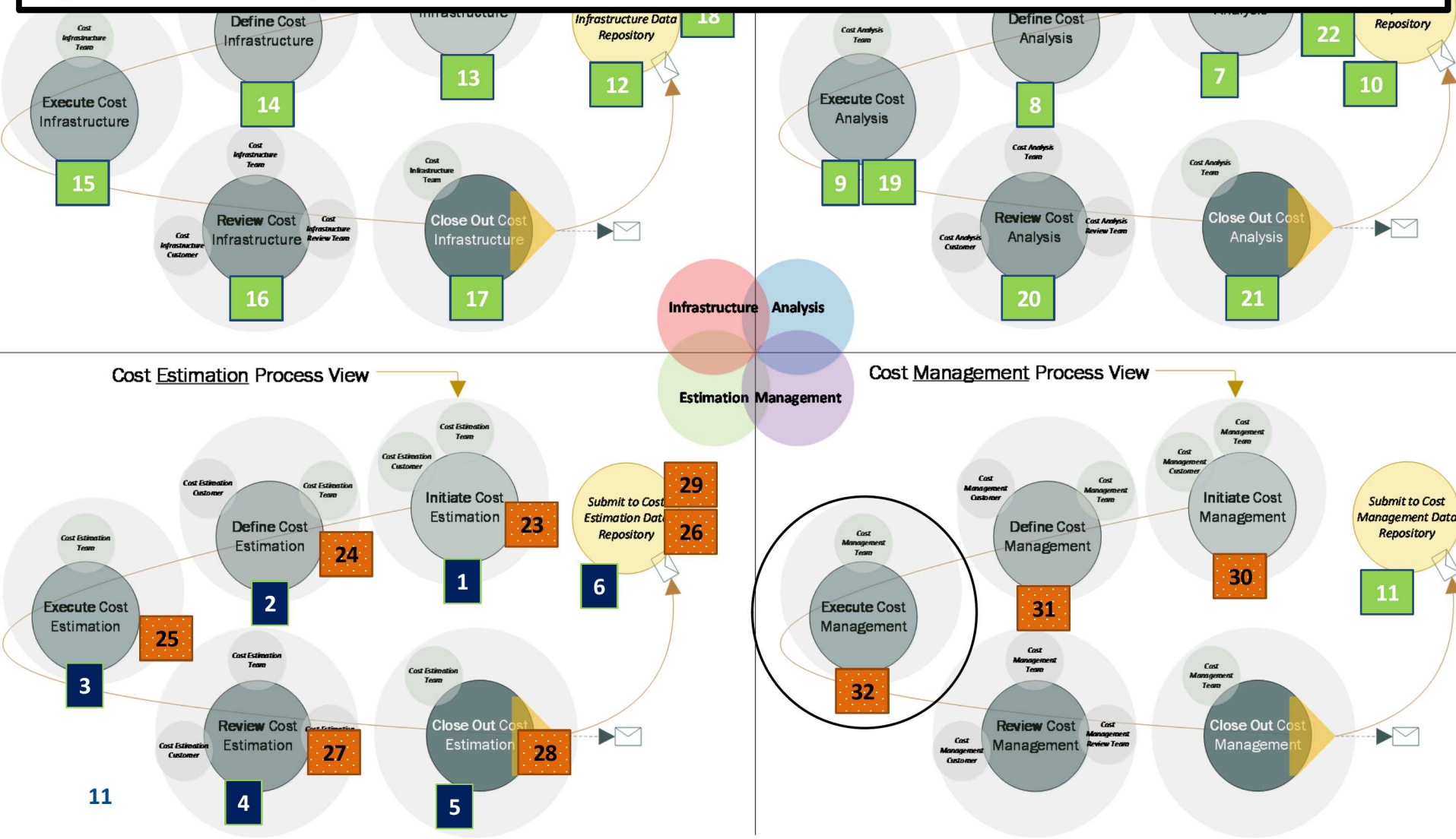


Organizational Cost Community Framework

Cost Infrastructure Process View

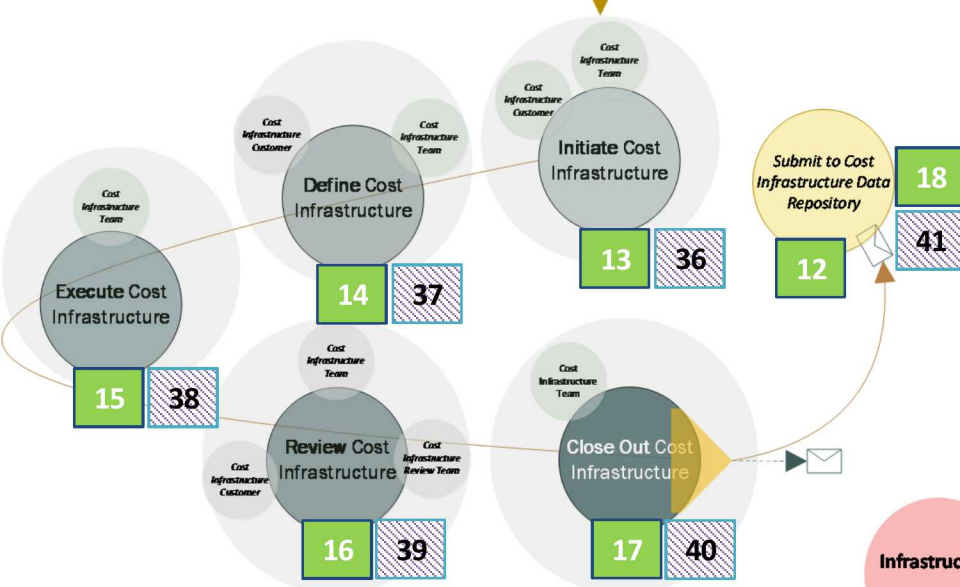
Cost Analysis Process View

Case Study 3: The Cost Analysis Team, through the Cost Analysis Process, completed the scope defined by the Cost Estimation Team in Case Study 2. The Cost Estimation Team revisits the Cost Estimation Process to seek approval from organizational leadership.

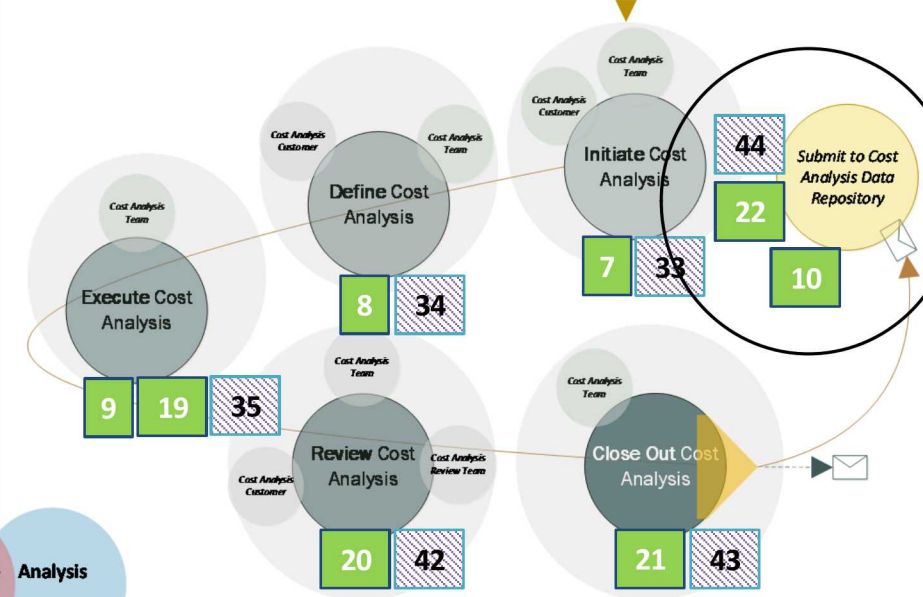


Organizational Cost Community Framework

Cost Infrastructure Process View

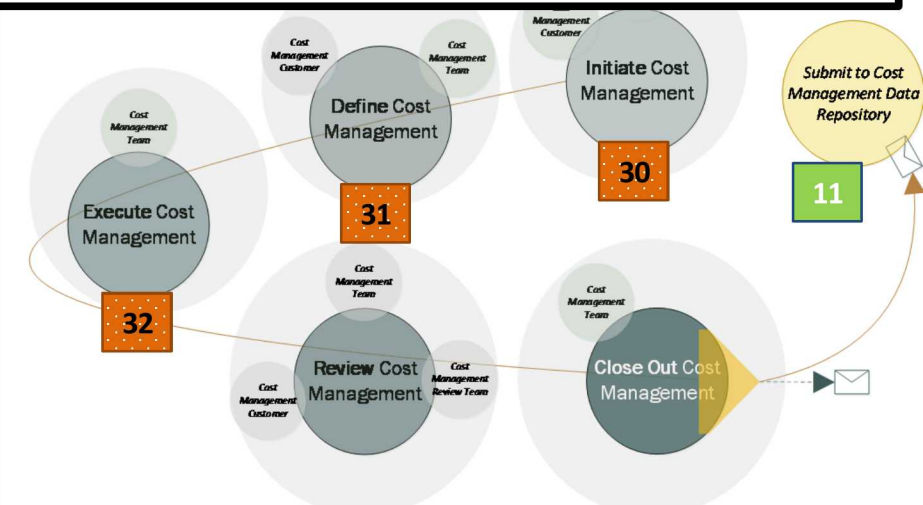
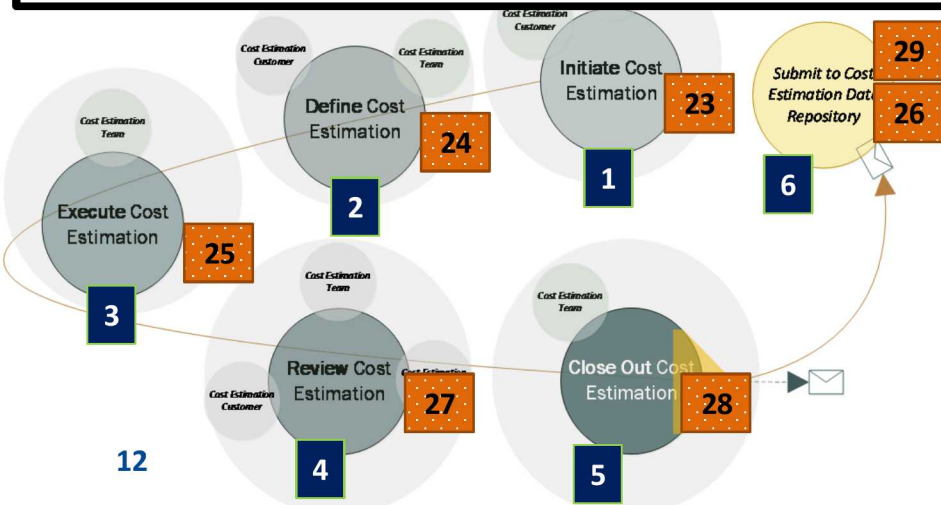


Cost Analysis Process View



Infrastructure Analysis

Case Study 4: The Cost Analysis Team, based on their discovery of historic cost data from Case Study 2, initiated the Cost Analysis Process to reconcile the continuum of historic cost data. Furthermore, the Cost Analysis Team initiated the Cost Infrastructure Process to develop an enabling capability to use the historic data for future estimation and analysis.



Cost Infrastructure Process View

Cost Analysis Process View

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