

Week 3: Process of Budget Preparation

After exploration of the types of budgets and the processes for their development at your institution. How and from whom is input into the budgets acquired and used? Where does control of the budget lie? What influence do unit and midlevel managers have on the various kinds of budgets?

Dr. Strong and Class,

As we have learned in this week's lesson, there are four specific types of budgets, and the process for determining a specific unit's budget varies within the different healthcare organizations. The four types of budgets include incremental budgeting, zero-based budgeting, flexible budgeting, and new-performance budgeting. According to Ittner and Schub (2018), an incremental budget is created by multiplying the current expenses of a specific department by a certain figure, such as the consumer price index, to project the budget for the next fiscal year, a