



LEASE ACCOUNTING COMPLIANCE DEADLINES ARE FAST APPROACHING.

The new standards (ASC 842 and GASB 87) require companies to recognize obligations for real estate, equipment and other leased assets on their balance sheets, a shift that will affect many companies' accounting policies and procedures, information systems, debt covenants and financial ratios.



U.S. private companies with calendar year-ends will need to adopt on January 1, 2020.



It's projected that nearly \$3 trillion of real estate and equipment leases will move onto company balance sheets.



Most companies will need to collect significant amounts of data, deploy new software and update processes to comply.



Equipment, including embedded leases, represents the biggest challenge. Most companies do not have owners assigned, processes established or systems deployed.

Companies most affected by the new rules will be those relying heavily on lease arrangements, especially in industries such as consumer products, healthcare, restaurants, retail, financial services, manufacturing and distribution, utilities, and oil and gas.

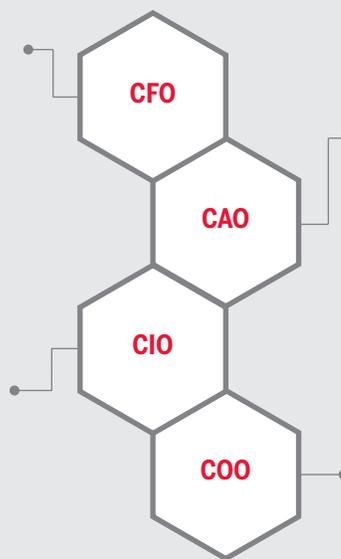
HOW WE CAN HELP YOU.

Impact Assessment

New assets = new liabilities and significant changes to financial statements. RGP can assess the impacts; identify gaps in policy, process, controls and technology; and design the future state process and system landscape.

Software Selection & Implementation

Accounting for lease transactions will likely require new software. RGP can help develop a technology strategy; select, implement, and deploy a permanent and sustainable lease accounting system; and train users.



Data Collection

Collecting data will be an arduous task. RGP can centralize the approach, lead collection efforts, manage the data and collaborate with stakeholders to locate and extract required data.

Program & Change Management

RGP can manage your project and integrate change throughout the organization to achieve clear ownership and effective controls.

LET'S TALK LEASE ACCOUNTING.

We have assisted over 200 public companies with their lease accounting initiatives and know that implementing the new standards presents many challenges involving multiple stakeholders, disparate processes and systems, and poor data quality. Our experienced LeaseAccelerator and CoStar implementation teams will help you navigate these challenges. Project management, an early start, and adequate resources can help ensure your project's success. Don't get caught off guard. Contact us today for a complimentary consultation and jump start your plan.