

# Timeline to Compliance

For Companies Following  
IFRS 16 and Public Companies  
Using FASB ASC 842

New lease accounting standards will have an estimated **\$3 trillion impact** on companies' balance sheets<sup>1</sup> – and compliance deadlines are just months away. Our timeline can help you achieve compliance and optimize your lease accounting under the new standards by Jan. 1, 2019.



<sup>1</sup> Chris Bryant and Andrea Felsted, "Say Hello to \$3 Trillion in Forgotten Debt," Bloomberg, March 20, 2017, <https://www.bloomberg.com/gadfly/articles/2017-03-20/say-hello-to-3-trillion-in-forgotten-debt>

## Lease Accounting Optimizer Solution for Oracle NetSuite

1 April /  
May 2018



### Assess

**Build your team, gather information, and select your compliance solution.**

First, understand how the new lease accounting standards will affect your organization – and the people, processes, and software you'll need to comply efficiently.

#### FIND OUT:

- *Who are your stakeholders, internal and external?*
- *How many total leases will be affected?*
- *How will ongoing processes be affected and what new internal controls will be required?*
- *How will your financial reporting change and how will your key financial metrics be affected?*

3 August / September /  
October 2018



### Implement

**Validate against your current leases.**

Test your new solution using your current leases to understand how the new standards will affect your internal processes and workflows, as well as your company's bottom line.

#### CHANGE MANAGEMENT TIPS:

- *Do the heavy lifting – implementation and testing – midyear, when your team will have the most bandwidth.*
- *Be prepared for internal resistance to new processes. Have additional resources available to help your team with the transition.*

2 June /  
July 2018

### Select

**Install, configure, and train on your new solution.**

Ideally, your lease accounting software can be embedded in your existing IT systems so you can focus on informing stakeholders of upcoming changes to procedures, controls, and reporting.

#### PREPARE YOUR STAKEHOLDERS WITH:

- *Project plans*
- *Educational and training materials*
- *Impact and benefit analysis*
- *Updated procedure documentation*

4 November /  
December 2018



### Optimize

**Bring your organization into compliance with the new standards.**

#### DON'T FORGET TO:

- *Develop drafts of required disclosures.*
- *Prepare stakeholders for changes in financial statements due to the new standards.*

The Crowe Lease Accounting Optimizer can help with your transition to the new standards, all within Oracle NetSuite software.

#### Learn more:

[www.sixred.com/products/lease-accounting-optimizer-for-netsuite](http://www.sixred.com/products/lease-accounting-optimizer-for-netsuite)