

ASC 842 LEASE ACCOUNTING

Microsoft D365 Finance & Supply Chain



New Lease Accounting Requirements: ASC 842 – The big picture

- Adoption effective January 1, 2022 for calendar year reporting companies (private)
- Long-term leases (operating and finance) will be recorded on the balance sheet
- 2021 reporting requirement considerations:
 - Disclose status of impact assessment
 - Disclose assessed impact
- Companies with more than a few leases should implement lease accounting software (not utilize Excel)
- Processes and controls across procurement, finance, operations, etc. will likely be impacted



D365 Asset Leasing Module and ASC 842

Asset Leasing Module - ASC 842 Consultation



Discussion Outline

- Advisory discussion with **lease accounting software specialist** to confirm your key requirements are addressed by **D365 Asset Leasing module**
- Gain initial **understanding of your lease accounting portfolio** and key requirements
- Discuss **leading practice approach** for adopting new lease accounting standards (e.g., ASC 842, IFRS 16)
- Discuss resource requirements – **roles and level of effort**, where you may need external assistance
- Define critical next steps - **implementation approach, timeline and roadmap**

Cost

- One-hour free consult

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