

Vaco implements lease accounting software for worldwide provider of enterprise software solutions

Client
Computer Software company

Services
Accounting Software
Implementation Services

Areas of Expertise
ASC 842

Industry
International Public Sector

Client

Client is a worldwide leading provider of both cloud and on-premises enterprise software solutions

Challenge

The client was required to comply with ASC 842, a new standard governing how leases are reflected within company financial statements. The most significant impact of the new standards will be to move all operating leases (real estate, equipment and embedded) longer than 12 months onto the balance sheet.

The client had a significant lease portfolio consisting of both real estate and equipment leases. The client has locations in two countries with over ten currencies.

As a public company with a fiscal year end of December 31, the client kicked off their project in mid-December 2018 and wanted to achieve compliance by end of March 2019.

Solution

The client selected LeaseAccelerator for their lease accounting software and Vaco's Global Lease Accounting team as the implementation partner.

The Vaco team created a unique project timeline based on the individual client needs and adapted their work schedules around the client's schedule while working in a different time zone. This unique project included an on-site session at the client's location in the Middle East during the course of the project.

The Vaco team, comprised of a Project Manager, Technical Accounting Manager and a Data Specialist, provided advisory services in the completeness of data, accuracy of IBR rates, technical accounting knowledge regarding the lease data and the impact of the data to comply with the ASC 842 standard. Vaco configured and designed the software to achieve an automated system that incorporates the client's business requirements.

Our Results

The Vaco team, in partnership with the client, achieved the client's goal of implementing a new lease accounting workflow process that creates automated journal entries and all of the required disclosure reports including Maturity Analysis and Quantitative Analysis. The client's new workflow process incorporates internal controls and all the required documentation for their external auditors. The client is now positioned to successfully achieve an automated, accurate, repeatable close process.

About Vaco

Vaco is a talent & solutions firm, providing expert consulting, permanent placement, and strategic staffing for companies around the world in the areas of accounting, corporate finance, technology, operations, administration and more. At its core, Vaco's mission is to help leading companies find talent to solve a wide range of challenges.

RESULTS HIGHLIGHT



Assisted in creating client's accurate, repeatable, close process



Accurate data and clear audit trail



Successful compliance of ASC 842 lease accounting standard



Vaco team completed project on schedule and on budget