

Vaco helps public company's internal project team implement ASC 842 lease accounting solution

Client

International public company

Services

Technical Accounting

Areas of Expertise

ASC 842

Industry

Pharmaceuticals

Client

Client is a global, diversified health and nutrition company operating internationally in over 70 countries with 3,000+ customers. The client's lease portfolio consists of over 400 assets across 25 countries.

Challenge

The client's accounting and finance teams were located in multiple countries, with the United States team in charge of the final consolidation of ASC 842 company results.

The client utilizes two different ERP systems and one consolidation tool.

The US and international countries did not have the resources to provide dedicated expertise to their internal project team, including staff with technical knowledge of the ASC 842 lease accounting standard.

Our Solution

Vaco was able to provide a dedicated team with previous experience in implementation of the new lease accounting standard. The Vaco team had previous lease accounting expertise with a similar sized company and volume of leases. Vaco helped ease the burden of the project by providing:

- Assisted with identifying the complete population of company leases
- Assisted client with the abstraction of leases
- Liaison between external implementation team and client's accounting and finance team
- Responsible for documenting and resolving any project issues as it pertained to the configuration of the new lease accounting tool
- Participated in the design and execution of test cases
- Provided technical knowledge of the new standard to key members of the client's accounting and finance team to ensure proper configuration of the client's lease accounting software
- Prepared the proper documentation from the client's lease accounting software for the external auditors

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

Results

The Vaco team was able to bear the burden of the daily project responsibilities to allow Client's management to focus on their continued time-sensitive daily responsibilities while also completing the required tasks of an acquisition.

In addition, Vaco was able to provide guidance to the Client to comply with the standard and position them for success with an ongoing, repeatable close process.