



Lease Accounting Standards: Compliance Deadlines

Until the new lease accounting standards were introduced, most companies didn't put much emphasis on leases when issuing financial statements. That has since changed as **companies are now required to record all of their leases** on a balance sheet.

Although both FASB and GASB recently announced a delay to their compliance deadlines, we're urging organizations to begin their transition now. **Nearly 67% of public companies found that assessing and implementing the new standards were more difficult than they anticipated.** This is clear proof that putting this monumental project at the top of your priority list now will ease your compliance transition later as the new lease accounting effective dates approach.

The boards discuss implementation and remaining issues with the standards

2014-2015

GASB issues new standard - **GASB 87** for government entities

2017

Compliance extensions granted for **ASC 842** and **GASB 87**

2020

Private companies and not-for-profit entities under **ASC 842** must comply for annual reporting periods beginning after **December 15, 2021**

2022

2006

Lease project is added to the boards' agendas as part of the convergence project between FASB and IASB

2016

ASC 842 and **IFRS 16** are published as separate standards for public and private companies

2019

Compliance for public companies reporting under FASB and all companies reporting under IFRS begins for annual reporting periods after December 15, 2018

2021

Government entities under **GASB 87** must comply for annual reporting periods beginning after **June 15, 2021**