Phases: Understanding, Scoping and Planning | Technical Analysis and Assessment | Testing and Implementation | Financial Reporting and Disclosure | Post Adoption

Technical Accounting

- Understand the Standard
- Industry and Other Interpretations
- Draft Accounting Policy Documentation
- Finalize Accounting Policies
- Ongoing Maintenance of Accounting Policies
- Identify Impacted Revenue Streams and Transaction Types
- *Auditor Review of Scoping*
- Run Applicable Historical Transactions through (Parallel) Systems and Business Processes Reconfigured for ASC 606
- Ongoing Analysis and Financial Reporting
- Perform Analysis of Accounting Impact to Transactions, Cost Capitalization, and Disclosures
- Estimate Financial Impact (SAB 74)
- Draft Disclosures
- Disclose Financial Impact
- Select Transition Method and Use of Practical Expedients
- *Auditor Review of Impact Analysis, Approach to Adoption and Accounting Policies*
- *Auditor Testing of Transactional Impact and Adoption Analysis*
- *Ongoing Auditor Testing of Financial Reporting*

Perform Risk Assessment – Impact to Accounting Analysis and Controls

Business Processes, Systems and Internal Control

- Identify Broad Systems and Business Process Requirements
- Develop Functional Requirements and Rules for System Development
- Test and Refine System Processes and Business Rules
- Post-Implementation Review
- Reconfigure Business Processes, Based on Technical Analysis and Business Input
- System Deployment
- Ongoing System Development
- Identify (Incremental) Data Requirements for Analysis and Reporting
- *Auditor Review of Control Designs*
- Ongoing Maintenance of Processes and Internal Control
- Develop and Implement Controls over Adoption
- Develop and Implement Controls over Ongoing Transactions and Reporting
- Test and Refine Implemented Controls
- *Auditor Testing of Adoption Controls*
- *Ongoing Auditor Testing of Controls*

Other Areas

- Initial Training to Develop Awareness
- Accounting and Process Training to Impacted Groups
- Periodic Training Refresh
- Perform Analysis of Tax Reporting Impact
- Implement Controls and Tax Reporting, Based on Analysis

Project Management, Including Change Management Strategy; and Reporting to Executive Leadership and Those Charged with Governance