

ASC 606

ASC 606: Companies must take a hard look at how they are doing business today, how they plan to price and sell in the future, and what they need to do to meet revenue standards.

Is your billing solution up to the challenge?



What is ASC 606?

ASC 606: Revenue from Contracts with Customers, regulates how companies across all industries recognize revenue by consolidating the wide variety of guidelines and processes into five standard steps:



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Identify the contract with the customer

Identify the performance obligations in the contract

Determine the overall transaction price for the contract

Allocate the transaction price to the performance obligations

Recognize revenue when performance obligations are satisfied

ASC 606

Gotransverse's ASC 606 functionality is an extension of our existing revenue recognition strategy. We ensure revenue recognition that is processed through the Gotransverse billing and revenue management system is in accordance with industry standards, while also giving the user total control over the inputs so that revenue recognition is calculated according to each organization's unique accounting needs.

Gotransverse's ASC 606 functionality:

- ✓ Handles the complexities of deferred revenue and multi-element arrangements
- ✓ Allocates revenue to performance obligations based on the relative value of standalone selling prices
- ✓ Recognizes allocated revenue as products and services are delivered, or as otherwise defined
- ✓ Allows for estimates of quantity-based products/services
- ✓ Provides the ability to override automated values such as revenue recognition dates, standalone selling price, and allocated transaction price
- ✓ Allows for multiple general ledgers to make it easier to comply with financial statement disclosure requirements
- ✓ Allows for contract modifications to handle mid-term changes, revisions of estimates, and other contract terms
- ✓ Includes ability to add Variable Consideration to manage:
 - ✓ Allocation of contract value to non-monetary contract elements such as future contract rights and warranty obligations
 - ✓ Allocation of contract value to estimated contingent events
 - ✓ Ability to add future-billing-based elements such as early payment discounts and performance bonuses

Gotransverse simplifies ASC 606 compliance and accelerates revenue recognition.

Looking to achieve full ASC 606 compliance? Join leading enterprises that trust Gotransverse to support, streamline, and scale their revenue management—[book your personalized demo today.](#)

Gotransverse: Built for Speed. Trusted for Scale.

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