119 PMR Request for Attention message to be displayed when FMV not entered.

Within the Tririga system, in the FASB Lease Treatment section, the 'Fair Market Value' field (FMV) is defaulted to zero, which can result in manual error to not fill out FMV, which would result in incorrect results in the classification test for "substantially all the fair value" (i.e., 90% test).

Guidance overview

ASC 842-25-2 A lessee shall classify a lease as a finance lease and a lessor shall classify a lease as a sales-type lease when the lease meets any of the following criteria at lease commencement:

d.The present value of the sum of the lease payments and any residual value guaranteed by the lessee that is not already reflected in the lease payments in accordance with paragraph 842-10-30-5(f) equals or exceeds substantially all of the fair value of the underlying asset.
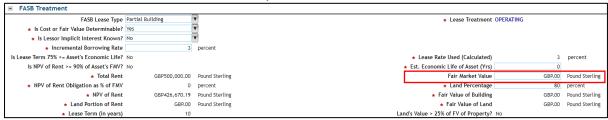
Details

- Application: Business Application - IBM TRIRIGA.
- Application **Version: 10.5.3.5**
- Platform Version: 3.6.0.2
- Priority: Severity 2
- Is user impacted? Yes
- Is Production Environment is impacted? Yes
- Link to # 115 PMR Request for "Is Cost or Fair Market Value Determinable?" to be defaulted to "yes" and 90% classification test applied.

Accounting Corrections required:

1. In Accounting Tab, FASB Treatment section, for all FASB lease types, the "Fair Market Value" is defaulted to "0" instead this should be blank.

2. If user does not enter a FMV and field remains blank, then an attention message should display, which can be overridden.
   Note: User should have the ability to enter FMV as zero if desired.

3. Attention message should read: *"No Fair Market Value has been entered. Please enter a Fair Market Value."*