



Financial reporting, fixed asset management, and property tax

Valuation services to the healthcare industry



Valuation can be a critical issue for healthcare transactions. Whether for organizational planning for both not-for-profit and for-profit entities, financial reporting requirements, fixed asset management, or property tax consulting, KPMG LLP (KPMG) can provide the services needed to help you meet your goals in today's healthcare environment.



Broad-based healthcare industry experience

Our healthcare valuation professionals specialize in business, intangible assets, real estate, and medical equipment valuations. We have a team of healthcare valuation professionals with significant industry and subject matter experience. You can also benefit from our immediate access to other KPMG Audit, Tax, and Advisory professionals with extensive healthcare experience should the need arise.



Financial reporting

Having the most accurate and up-to-date financial reporting can play a large role in effective decision making. KPMG can assist your company by:

- Determining the fair value of intangible and tangible assets acquired in a business combination (FASB ASC Topic 805—Business Combinations, ASC 958-805 for not-for-profit entities)
- Determining the fair value of reporting units when performing goodwill impairment tests (FASB ASC Topic 350, Intangibles—Goodwill and Other)
- Performing impairment analyses of long-lived assets (FASB ASC Topic 360, Property, Plant, and Equipment)
- In addition to performing these analyses for our healthcare clients, we also frequently review financial reporting valuations performed on behalf of KPMG audit clients and have a good line-of-sight into emerging leading practices as well as a good understanding of the approaches and processes of the other Big 4 accounting firms.

KPMG: A modern approach to valuation services

KPMG has an established team of healthcare valuation professionals provide objective valuation analyses on business, intangible assets, real estate, and medical equipment.

KPMG clients include all of the top 10 health systems and almost half of the top 40 teaching hospitals, as well as numerous other healthcare organizations. For each of our clients, we leverage the breadth and depth of the knowledge of the healthcare industry and tax expertise.



Fixed asset management services

Accurately tracking and reporting the fixed assets related to any healthcare business is critical. Whether monitoring and tracking these assets for financial or tax reporting purposes, nonprofit conversion, or internal planning, KPMG Fixed Asset Management (FAM) team can help. The results of FAM activities can improve business performance as well as influence daily financial accounting practices.

Our Healthcare FAM professionals can assist clients with:

- Maintaining the accuracy of their asset ledgers through a rigorous process of identification, validation, and appropriate recording of detailed assets
- Developing and implementing updated fixed asset ledger(s) which are custom tailored for your business requirements
- Developing and implementing fixed asset policies and procedures that are designed to maintain the accuracy of the records on a go-forward basis
- Evaluating development alternatives for obsolete real property assets, considering local market trends and urban growth patterns that may affect these holdings
- Other valuation services such as fair value, fair market value, and orderly liquidation of component assets for internal management use such as property tax, retirements/disposals, retirement obligations, transfers, and other related business needs

Contact us

Peter Lyster

Principal, Valuation & Business Modeling Services

T: 206-913-4948

E: plyster@kpmg.com

Chris Ober

Managing Director, Valuation & Business Modeling Services

T: 949-885-5443

E: cober@kpmg.com

Some or all of the services described herein may not be permissible for KPMG audit clients and their affiliates or related entities.

[kpmg.com/socialmedia](https://www.kpmg.com/socialmedia)



Property tax services

Understanding and complying with property tax requirements is vital to our clients, as is recognizing areas where potential tax savings may be realized. KPMG professionals have extensive experience with property tax compliance and appeals, deep industry-based experience, and local knowledge to meet all your property tax needs.

When to consider involving an experienced property tax professional

- You are required to file a large number of returns across numerous tax jurisdictions
- A professional firm has never been retained to review existing tax assessed values, or it has been more than two to three years since the last review
- You have experienced changes in your asset base through acquisitions, impairments, losses or discontinued or idle operations
- You are considering a substantial capital investment, upgrade, or expansion of your existing operations

How we work with you

- Review asset registers with client management to help identify subject assets such as buildings, machinery and equipment, inventory, etc. and to assess if any issues exist related to noncompliance
- Review assets for the presence of any intangible or non value-add elements, or alternative sourcing arrangements, that could give rise to potential exemptions or reductions to property tax
- Review existing tax assessed values relative to recent fair market value indications to help identify any areas for potential savings on appeal
- Estimate value of identified real and personal property using widely accepted valuation methods



Why KPMG?

KPMG has an established team of healthcare valuation professionals with significant experience providing valuation analyses focused on the services described above. Some of the largest healthcare organizations frequently look to us for objective advice regarding valuations to fulfill their regulatory compliance responsibilities.