How Covid Changed the Accounting Profession for Good

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As we reach the one year anniversary of stay-at-home mandates across the nation, it’s important to reflect on how COVID-19 has changed the accounting and tax industry as we knew it. For the past year, many of us have been waiting to return to “normal,” and to how our work was conducted before COVID-19. The reality is: we will likely never return to the old “normal.” While it may sound alarming, it is actually a positive step forward for the industry, and here’s why.

Increased adoption of technology

The increased adoption of technology within the tax and accounting industry was already a trend pre-pandemic, but COVID-19 forced this process to be significantly accelerated. From the use of the cloud to virtual client and staff engagements and more, accounting professionals and firms – whether well-versed in technology or not – were quickly catapulted into full-remote practices.

There’s an important distinction here between “doing digital” – using technology available – to “being digital.” It’s critical that the industry isn’t just implementing the technology and folding it into current practices, but that we are using technology to reevaluate our processes. We need to invest in how to use technology as a way to transform our business to be more effective, efficient and to scale better.

Those that thrived during the pandemic were ones ahead of these technology trends, and those that thrive after will be the ones that continue to stay on top of innovations, and use technology as an impetus for change and transformation.

Flexibility is an asset

One important lesson we’ve learned in 2020, is that flexibility can be an asset. From more permanent work-from-home opportunities to shifting away from the typical nine-to-five, companies have found benefit in giving employees more leeway with their schedules. Flexible work will continue well after the pandemic. This is another trend that started pre-pandemic and was greatly accelerated in the last year. Many firms are actively working on a permanent flex-work policy by giving employees 2-3 day work-from-anywhere options.
This work style can also solve one of the industry’s most pressing issues: retention. According to the AICPA, finding qualified staff and retaining qualified staff are two of the top concerns for firms. With remote work and continued flexibility for staff, we have the opportunity to reach beyond our backyards to hire talent across the nation and the globe.

Crisis breeds innovation

It’s not just the tax and accounting industry that has innovated throughout the pandemic – businesses across industries are using this crisis to breed innovation. Businesses and individuals that are struggling financially are seeking ways they could do it better. Because of this, our expertise is needed more than ever. From questions about the CARES act to adjusting business models to needing general insights on financial health and resilience, we can help current and new clients find the way through the fog. COVID-19 has propelled many professionals and firms further into advisory services, and this need will continue – offering a great opportunity for the industry.

COVID-19 has led to an extremely difficult year for everyone across the globe. Just as it’s important not to lessen hardships faced, it’s also important to recognize how we have evolved for the better. The accounting industry can use lessons from the past year to continue to flourish this next year and well beyond. This is our defining moment, to move our industry from being essential to indispensable.

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