

More Time Before SB 253 Reporting.

Make It Count.

The SB 253 extension gives companies a rare advantage: time. Time to tighten data quality, expand coverage, and reduce the risk of future recalculations before disclosures go public on November 10, 2026. Many organizations still rely on estimates, spend data, or partial activity records to fill gaps across distributed sites, fleets, and equipment. Strengthening your inventory now means smoother reporting later and greater confidence in the Scope 1-2 disclosure this fall and next year's mandatory Scope 3 reporting.

Under SB 253's annual Scope 1-2 reporting requirements, companies will be expected to appropriately disclose changes to their inventories over time. Establishing a stronger foundation for long-term climate reporting now can reduce the need for future restatement and improve confidence in public disclosures.



A Health Check Now Can Reduce Headaches Later

Four Questions to Ask Now:

- 1 Are we capturing the full operational scope of our activities?
- 2 Have we identified all sites, vehicles, equipment, and emission sources?
- 3 How much of our inventory is based on estimates vs. direct activity data?
- 4 Could we run this process again next year without reinventing it?

During an inventory health check, FTI's experts can help by evaluating the completeness of your inventory, identifying opportunities to reduce reliance on estimates, assessing data quality, and recommending improvements to data collection and governance processes. This check-up can strengthen current year reporting and help prepare for a more efficient and replicable process for future years.

2027 is just around the corner. FTI's experts can also perform a **Scope 3 health-check** to prepare for next year's required disclosures. FTI Consulting's team of experts can help assess your current activity data, calculation methodologies, and engage with suppliers to develop a robust and repeatable Scope 3 reporting process.

Reach out to our team below to learn more.

Robert Kaineg

Managing Director
+1 202.312.9174
robert.kaineg@fticonsulting.com

Kristine Parisi

Director
+1 571.830.1026
kristine.parisi@fticonsulting.com

The views expressed herein are those of the author(s) and not necessarily the views of FTI Consulting, Inc., its management, its subsidiaries, its affiliates, or its other professionals. FTI Consulting, Inc., including its subsidiaries and affiliates, is a consulting firm and is not a certified public accounting firm or a law firm.

FTI Consulting is the leading global expert firm for organizations facing crisis and transformation.

FTI Consulting is dedicated to helping organizations manage change, mitigate risk and resolve disputes: financial, legal, operational, political and regulatory, reputational and transactional. FTI Consulting professionals, located in all major business centers throughout the world, work closely with clients to anticipate, illuminate and overcome complex business challenges and opportunities.

©2026 FTI Consulting, Inc. All rights reserved. fticonsulting.com

