



Financial Risk Checklist

Are you ready to make debt work for your organization? When making an investment CAIC considers both the social benefit and the financial risk. Use the following “self-evaluation guide” to determine your financial risk score.

Rate the financial risk of your initiative using the following key - **High 3; Medium 2; Low 1** . Circle the appropriate number:

Track Record <i>(i.e. good debt history)</i>	1	2	3
Community Support <i>(i.e. networked, connected, strong volunteer base)</i>	1	2	3
Financial Skills <i>(i.e. internal controls, regular financial reporting)</i>	1	2	3
Business Plan <i>(i.e. verifiable assumptions, user friendly)</i>	1	2	3
Committed Key Players <i>(i.e. management, board)</i>	1	2	3
Debt Structure <i>(i.e. current debt, cash flow)</i>	1	2	3
Multiple Sources of Income <i>(i.e. donations, gov't, fundraising capacity)</i>	1	2	3
Collateral <i>(i.e. property, fixed assets)</i>	1	2	3
Capitalization <i>(i.e. organizational resources)</i>	1	2	3
Management Skills <i>(i.e. capacity to manage & adapt to growth)</i>	1	2	3
Economic Opportunity <i>(i.e. social enterprise, leveraging asset to build org.)</i>	1	2	3

Tally your “financial risk” score.

Total :

33