California Association for Microenterprise Opportunity

Financial Ratios:	**2022**	**2023**	**2024**	**2025 YTD**	**Target Range**
Current Ratio	[redacted]	[redacted]	[redacted]	[redacted]	At least 1.0
Current Assets / Current Liabilities	The Current Ratio is a liquidity ratio that indicates the organization's ability to meet its short-term obligations. The higher the Current Ratio, the more capable the organization is of paying its obligations. A ratio of less than 1 indicates that the organization would be unable to pay off its obligations at that point in time.				
Debt Ratio	[redacted]	[redacted]	[redacted]	[redacted]	Between 0.0 and 2.0
Total Liabilities / Total Unrestricted Net Assets	The Debt Ratio measures the organization's level of leverage and demonstrates the amount of liabilities for every dollar of unrestricted net assets. It tells us how the organization is funding its activities, whether through debt or organization owned funds. A higher ratio means that the organization may be over leveraged and is more volatile as debts must be repaid.				
Asset/Debt Ratio	[redacted]	[redacted]	[redacted]	[redacted]	At least 3.0
Total Assets / Total Liabilities	The Asset/Debt Ratio indicates what proportion of assets a company has relative to debt. The lower the ratio, the more the organization is funded through debtor obligations. The less debt an organization has, the less risky the organization is to lend to via loans, payables, etc.the organization's ability to meet its short-term obligations.				
Financial Distress Prediction Ratio	[redacted]	[redacted]	[redacted]	[redacted]	At least 0.50
Total Net Assets / Total Revenue	The Financial Distress Prediction Ratio measures the vulnerability of the organization to bankruptcy. A lower ratio means that the organization is more vulnerable since it is more difficult to replace lost revenues after a financial shock.				
Efficiency Ratio	[redacted]	[redacted]	[redacted]	[redacted]	At least 70%
Program Serices Expenses / Total Expenses	The Efficiency Ratio provides a measure of how effectively an organization is operating. It represents the prtion of every dollar spent by the organization that goes towards programs. The remaining portion of the dollar goes to Administrative or Fundraising expenses.				
Months Cash on Hand	[redacted]	[redacted]	[redacted]	[redacted]	At least 3
Cash & Cash Equivalents / Total Expenses / 12	The Months Cash on Hand Ratio shows the organization's ability to cover relevant expenses. The higher the ratio, the more capable the organization is of payings its obligations.				