

# Financial Health Checklist

When considering the financial viability of a school district, OSPI considers a variety of factors including an assessment of the district's ability to meet planned expenditure demands while not depleting fund balance. Below is a series of questions to which the responses may indicate that a district is more likely to experience financial distress in the next 12 months.

Questions	Y or N
Is the current year end projected fund balance less than the beginning fund balance?	
Is the total enrollment for the district for the current school year less than the prior school year?	
Does the ending fund balance reflect actual payment or proper accounting of accounts payable outstanding as of August 30?	
Is the total dollar value of accounts payable outstanding at the end of the current period greater than the value in the most recent year-end financial statement?	
Does the district's General Fund contain cash borrowed from another fund within the district?	
Does the district project the need for or is it currently utilizing an advance of apportionment funds to meet current expenditure demands?	
Does the district's current 12-month General Fund cash flow projection contain three or more months of negative position?	

A "yes" response to:	May mean:
2 or less of the above	The district is likely experiencing a minor or routine challenge.
3 of the above	The district has an increased risk of financial difficulty.
4 or more of the above	The district is at significant risk of financial difficulty.