



# REQUEST FOR APPLICATION FOR HOMELESS HOUSING, ASSISTANCE AND PREVENTION PROGRAM ROUND 5 RFA OHS02-24-2026

## ADDENDUM NO. 3

**Section VI. APPLICATION SUBMISSION (B. 7 Financials) has been revised to update information as follows:**

Financial assessment may include a review of multiple financial indicators, such as annual revenue, liquidity measures (including the current ratio and quick ratio), overall solvency, days cash on hand, and operating cushion. The county assesses an applicant's financial capacity by reviewing financial documents such as a Statement of Activity, Income statement, Profit & Loss Statement and/or Balance Sheet.

### **Financial Capacity Metrics**

- **Amount of Annual Revenue**  
Indicates the overall size of the organization and its ability to support ongoing operations. Higher and more stable revenue generally reflects greater capacity to manage programs and absorb financial risk.
- **Quick Ratio**  
Measures how easily an organization can pay its immediate obligations using its most liquid assets (such as cash and receivables). This helps assess short-term financial flexibility without relying on selling assets.
- **Current Ratio**  
Compares all short-term assets to short-term liabilities to evaluate whether the organization can meet its obligations over the next year. It provides a broader view of near-term financial health.
- **Solvency**  
Evaluates the organization's long-term financial stability by examining its ability to meet total obligations over time. Strong solvency indicates a lower risk of financial distress.
- **Days Cash on Hand**  
Shows how many days the organization could continue operating using only its available cash, without new revenue. This reflects preparedness for funding delays or unexpected expenses.
- **Cushion**  
Represents the margin between available financial resources and ongoing expenses. A stronger cushion suggests greater resilience and capacity to manage fluctuations in funding or costs.
- **Amount of Request**  
The requested funding amount is reviewed in relation to the organization's overall financial size and capacity. This helps determine whether the request is reasonable, proportional, and financially manageable.