**If work submitted for this Competency Assessment does not meet the minimum submission requirements, it will be returned without being scored.**

| **CRITERIA** | **MET** | **NOT YET MET** |
| --- | --- | --- |
| **Criteria 1. Explains the tax benefits of debt financing.** |   |   |
| [Correctly explains the required steps for After Tax Weighted Average Cost of Capital (AT-WACC) calculation with applicable dollar and or percentage values.] |  |  |
| **Criteria 2. Integrates data to calculate the AT-WACC with a 60% debt and 40% equity financing structure.** |   |   |
| [Correctly calculates the AT-WACC.]  |  |  |
| **Criteria 3. Applies the calculated AT-WACC to explain why this is or is not a viable investment for him/her as the Angel Investor.**  |  |  |
| [Correctly assesses the significance of the difference between cost of debt versus Return on Investment (ROI).] |  |  |
| **Criteria 4. Explains what the entrepreneur’s financial restructuring AT- WACC (% Debt and % Equity) could be in order to create a positive ROI (the ROI benefits of changing the percentages of debt and equity.** |  |  |
| Correctly integrates the differences between AT-WACC and ROI to make a financial investment decision.] |  |  |
| **Criteria 5: Explains why, if he/she as the Angel Investor would require more or less debt versus equity financing. Be sure to note the nature of the claims, secured debt versus equity financing on assets in times of a bankruptcy.** |  |  |
| [Differentiates the nature of secured debt financing versus that of equity.] |  |  |
| **Overall # Bold Criteria Met/Not Yet Met** |  |  |
| [Overall # Mastery Criteria Met/Not Yet Met] |  |  |

The criterion statements in **bold** are the minimum requirement to show competent performance on the course outcome; **all** **bold** criteria must be met to pass this Course Outcome.

The criterion statements in [Brackets] represent mastery achievement. A predefined number of mastery criteria must be achieved to earn an A grade, indicating mastery of the Course Outcome.

**CLA and Grade Criteria Chart**

| **CRITERIA** | **CLA Score** | **Grade** | **Points** |
| --- | --- | --- | --- |
| Meets all **5** **bold** criteria and 3–5 of mastery criteria | 5 | A | 1,000 |
| Meets all **5** **bold** criteria and 0–2 of mastery criteria | 4 | B | 850 |
| Meets 4 of **bold** criteria | 3 | Not yet competent (F at term end) | 0 |
| Meets 3 of **bold** criteria | 2 | Not yet competent (F at term end) | 0 |
| Meets 1–2 of **bold** criteria | 1 | Not yet competent (F at term end) | 0 |
| Meets no **bold** criteria | 0 | Not yet competent (F at term end) | 0 |
| No submission | NA | Not yet competent (F at term end) | 0 |