

**Whatcom Family YMCA New Barkley EL Center  
First Year Financial Forecast  
4-May-21**

**Year 1 Pro Forma Forecast**

Total Revenue	\$1,339,478
Total Expenses	<u>\$1,427,586</u>
Change in Net Assets	-\$88,109
Addback Depreciation	\$236,000
Cash Flow Available to Service Facility Debt Payment	<u><b>\$147,891</b></u>

**Scenario #1: \$3M Conventional Loan**

Principle and Interest Payments	<u>\$182,412</u>
Operating Gain/(Loss)	<u><b>-\$34,521</b></u>
<p>In this scenario, the Barkley Early Learning Center is not financially sustainable and must rely on the YMCA's ability to raise philanthropic funds to subsidize its ongoing operation.</p>	

**Scenario #2: \$3M Low Interest Loan**

Principle and Interest Payments	<u>\$135,674</u>
Operating Gain/(Loss)	<u><b>\$12,217</b></u>
<p>In this scenario, the Barkley Early Learning Center becomes financially sustainable and any philanthropic funds that are raised can be used to provide scholarships to families in need.</p>	

**Scenario #3: \$1M Grant and \$2M Conventional Loan**

Principle and Interest Payments	<u>\$123,391</u>
Operating Gain/(Loss)	<u><b>\$24,500</b></u>
<p>In this scenario, the Barkley Early Learning Center becomes financially sustainable and any philanthropic funds that are raised can be used to provide scholarships to families in need.</p>	

**Scenario #4: \$3M Grant**

Principle and Interest Payments	<u>\$0</u>
Operating Gain/(Loss)	<u><b>\$147,891</b></u>
<p>Here, the Barkley Early Learning Center becomes financially sustainable , generates an annual surplus which can be utilized to augment YMCA fundraising to expand its EL program to more low income families under State Assistance, provide substantial scholarships to ALICE families, and/or improve the wages of its staff.</p>	

Note(1): This forecast does not reflect any changes that the State Legislature recently implemented-- Increasing the reimbursement rate to 85% and expanding the number of families eligible for the Working Connection program. While this change represents great progress for our communities, it may result in being financially neutral to operators.

Note (2): Low interest loan rate is 1% and conventional is 3.5%