

Internal Use Only - Based on Draft Audit Report

Marblehead Community Charter Public School, Inc.
Loan Covenant Calculations
6/30/2020

	<i>Amounts</i>
Debt Service Coverage Ratio (Requirement 1.25)	
Change in Combined Net Position	67,002
Plus Interest Expense	125,760
Plus Depreciation and Amortization Expense	94,667
Plus Unrealized Losses on Investments	-
Minus Unrealized Gains on Investments	-
Minus Capital Expenditures not Financed or Funded through Capital Campaign Proceeds	-
	<u>287,429</u>
Scheduled Principal and Interest Payments - debt	224,146
Scheduled Principal and Interest Payments - capital leases	-
	<u>224,146</u>
Total debt Service	224,146
Debt Service Coverage Ratio	1.28
Compliance	YES

(p) Minimum Debt Service Coverage Ratio. The Borrower shall maintain a Debt Service Coverage Ratio of at least 1.25 to 1.0 at all times, such covenant to be tested annually by the Bondowner on a trailing twelve (12) month basis, based upon the annual audited Financial Information, commencing with the fiscal year ending on June 30, 2014 and continuing for each fiscal year end thereafter.

Maximum Loan to Value Ratio (80%)	
Land	687,400
Building	<u>3,562,600</u>
	4,250,000
Value of the Debt	<u>3,719,244</u>
Maximum Loan to Value Ratio	88%
Compliance	NO

(q) Maximum Loan to Value Ratio. The Borrower shall maintain a Loan to Value Ratio of not greater than eighty percent (80%), such covenant to be tested at any time by the Bondowner. The Lender and/or the Bondowner may, from time to time, order updated Appraisals of the Mortgaged Property, and the cost of such Appraisals shall be paid by the Borrower.