



MIDDLE BUCKS MEMORANDUM

TO: Middle Bucks Area Vocational Technical School Authority Members

FROM: Dr. Mark Covelle, Administrative Director

DATE: December 12, 2024

SUBJECT: December 19, 2024 – Middle Bucks Area Vocational Technical School Authority Meeting

Attached please find the packet for the December 19, 2024 Middle Bucks Area Vocational Technical School Authority meeting. The meeting will be held in Room 101 at 4:00 pm. If you have any questions or concerns, please feel free to call me.

MC/rj

Attachments

Distribution: Barry L. Pflueger, Jr., Chairperson
David Ely
Charles Kleinschmidt
Hon. Bernie O'Neill
Greg Rodgers
Donna J. Wengiel, Esquire

cc: Warren Anders
Oksana Pomerlian

MIDDLE BUCKS AVTS AUTHORITY

December 19, 2024 – 4:00 p.m.

Room 101

MEETING AGENDA

1. Approval of August 27, 2024 Minutes. (Attachment 1)
2. Review of Cash Activity – Authority & Bond Accounts (Attachment 2)
3. A motion to approve payment of invoices/bills (Attachment 3)
4. A motion to receive and file the Annual Report of Municipal Authorities to the Department of Community and Economic Development for year ended June 30, 2024. (Attachment 4)
5. A motion to receive and file the Annual Independent Local Auditors' Report and SAS 114 Letter prepared by Zelenkofske Axelrod LLC for fiscal year ended June 30, 2024 (Attachment 5)
6. Welding Lab Renovation Update
 - Ribbon Cutting – February 12, 2025
7. Public School Facilities Improvement Grants
 - HVAC Upgrades
 - Asbestos Flooring
8. Discuss next meeting date
9. Adjournment

MINUTES OF MIDDLE BUCKS AREA
VOCATIONAL TECHNICAL SCHOOL AUTHORITY
MEETING OF August 27, 2024

A duly advertised meeting of the Middle Bucks Area Vocational Technical School Authority was called to order at 4:00 p.m. on Tuesday, August 27, 2024, by Chairman Barry L. Pflueger, Jr. In addition to Mr. Pflueger, the following persons were present at the meeting:

Honorable Bernie O'Neill	Authority Member
Charles Kleinschmidt	Authority Member
Greg Rodgers	Authority Member
David Ely	Authority Member
Dr. Mark Covelle	Administrative Director
Warren Anders	Facility Supervisor
Oksana Pomerlian	Business Manager
Matt Gale	CTE Supervisor
Donna J. Wengiel, Esquire	Solicitor

After discussion, and upon motion made, seconded and unanimously carried, the Minutes of the June 26, 2024 meeting were approved.

Ms. Pomerlian presented the cash activity of the Authority for the period of May 31, 2024 through July 31, 2024.

Copies of the bills submitted to the Authority for payment were circulated to the Authority Members for review prior to the meeting. The bills presented constituted bills to be paid from the U.S. Bank Bond Administration Expense Fund, Series 2020. Upon motion made, seconded and unanimously carried, all Members voting aye, the bills for legal services and advertising were approved for payment. A true and correct copy of a list of the bills being authorized to be paid is attached hereto, made a part hereof and marked Exhibit "A."

Mr. Anders updated the Authority Members with regard to the Welding Lab renovations and paving project. In addition, he presented a Facilities Department Report for Summer of 2024 providing the Authority members with a list of Summer Work Requests that had been created and completed during the off season for the school.

Administration then advised the members that there are encroachments by two adjacent property owners onto school property. The one neighboring property owner has been mowing the Authority's lawn and has placed gardens within the Authority property. The other encroachment consists of a fence that has been partially installed on Authority property. Solicitor was instructed to contact Jeffrey Garton, Esquire to discuss next steps with regard to removal of these encroachments. The Authority members expressed a desire to have the encroachments removed.

The Chairman raised a discussion regarding scheduling of Authority meetings. At the current time, there are no projects taking place at MBIT that are being financed through the Authority and the meetings have mostly been updates of projects that are being funded by the schools pursuant to a capital project plan that had been presented to the Authority some time ago. The Authority members expressed an interest on holding the meetings on an as-needed basis based on when any official action or deliberations needed to be taken by the body. Accordingly, the next meeting will be scheduled at a subsequent date to be determined. In addition, to avoid the need to have an

Authority meeting simply to approve payment of the Solicitor's invoice for the current meeting and subsequent follow up work that was authorized with regard to contacting Jeff Garton regarding the property line dispute, upon motion made, seconded and unanimously carried, the Authority members approved payment of an invoice for legal services to Stuckert & Yates in an amount not to exceed \$1,000.00.

There being no further business to come before the Authority, the regular meeting was adjourned at 5:00 p.m.

Donna Wengiel

DONNA J. WENGIEL, ESQUIRE
Solicitor

Exhibit "A"

Invoices To Be Approved

**MIDDLE BUCKS AVTS
AUTHORITY**

INVOICES TO BE APPROVED FOR
PAYMENT
August 27, 2024

US BANK BOND ADMIN EXP FUND

2020

<u>PAYEE</u>	<u>REF #</u>	<u>DESCRIPTION</u>	<u>SERIES</u>	<u>BOND ACCOUNT</u>	<u>AMOUNT</u>
Stuckert & Yates	2425001	Invoice 16,429 dated 7/9/2024 for professional services for the period ending 7/9/24	2020	US Bank 2020 Admin. Exp 6001	\$ 385.00
GateHouse Media Pennsylvania Holdings	2425002	Advertizing August 27, 2024 meeting in the Intelligencer	2020	US Bank 2020 Admin. Exp 6001	\$ 42.67
					\$ 427.67



Audit trail

Title	8.27.2024 Meeting Minutes- Final.pdf
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Audit trail date format	MM / DD / YYYY
Status	Signed

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Document History



09 / 25 / 2024
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Sent for signature to Donna Wengiel
(dwengiel@stuckertyates.com) from oquinn@stuckertyates.com
IP: 71.123.37.16



09 / 25 / 2024
23:58:24 UTC

Viewed by Donna Wengiel (dwengiel@stuckertyates.com)
IP: 71.226.162.150



09 / 25 / 2024
23:58:42 UTC

Signed by Donna Wengiel (dwengiel@stuckertyates.com)
IP: 71.226.162.150



COMPLETED

09 / 25 / 2024
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The document has been completed.

			Local FNBN	US Bank 2020 Bond 6000	US Bank 2020 Admin. Exp 6001	US Bank 2020 Settlement 6002	Combined Total
Cash balance July 31, 2024			\$ 1,774.46	\$ 40.40	\$ 3,271.56	\$ 933.41	\$ 6,019.83
	<u>Lease Rental - August</u>						
	Centennial SD			\$ 8,676.68			\$ 8,676.68
	Central Bucks SD			\$ 29,974.41			\$ 29,974.41
	Council Rock SD			\$ 20,497.94			\$ 20,497.94
	New Hope-Solebury SD			\$ 5,025.97			\$ 5,025.97
Receipts:							
	<u>Investment income</u>						
	August			\$ 0.18	\$ 14.39	\$ 4.10	\$ 18.67
	September			\$ 57.77	\$ 14.39	\$ 4.10	\$ 76.26
	October			\$ 8.64	\$ 13.62	\$ 3.89	\$ 26.15
							\$ -
	Total Receipts		\$ 1,774.46	\$ 64,281.99	\$ 3,313.96	\$ 945.50	\$ 70,315.91
Transfers							\$ -
Distributions							\$ -
	<u>Bond - August 15, 2024</u>						
	Interest paid to bondholders			\$ 62,175.00			\$ 62,175.00
	Principal						\$ -
	<u>Admin. Expense Fund</u>						
	Advertising - Meeting				\$ 42.67		\$ 42.67
	Bank fees						\$ -
	Middle Bucks Institute of Technology						\$ -
	Legal/Distributions				\$ 1,015.00		\$ 1,015.00
	Audit fee						\$ -
	Total Disbursements		\$ -	\$ 62,175.00	\$ 1,057.67	\$ -	\$ 63,232.67
Cash balance October 31, 2024			\$ 1,774.46	\$ 2,106.99	\$ 2,256.29	\$ 945.50	\$ 7,083.24
	Transfer to be made by Trustee/Board						
	Bond Fund to Admin Expense						
	To Be Paid upon approval and in future						\$ -
	GateHouse Media (Intelligencer)				\$ 46.30		\$ 46.30
	Stuckert & Yates						\$ -
	MBIT						\$ -
			\$ -	\$ -	\$ 46.30	\$ -	\$ 46.30
Remaining cash after payments			\$ 1,774.46	\$ 2,106.99	\$ 2,209.99	\$ 945.50	\$ 7,036.94

MIDDLE BUCKS AVTS AUTHORITY					
INVOICES TO BE APPROVED FOR PAYMENT December 19, 2024					
US BANK BOND ADMIN EXP FUND 2020					
<u>PAYEE</u>	<u>REF #</u>	<u>DESCRIPTION</u>	<u>SERIES</u>	<u>BOND ACCOUNT</u>	<u>AMOUNT</u>
Stuckert & Yates	2425004	Invoice 16,456 dated 9/9/2024 for professional services for the period ending 9/9/24	2020	US Bank 2020 Admin. Exp 6001	\$ 630.00
GateHouse Media Pennsylvania Holdings	2425005	Advertizing December 19, 2024 meeting in the Intelligencer	2020	US Bank 2020 Admin. Exp 6001	\$ 46.30
					\$ 676.30

**REQUISITION PURSUANT TO FOURTH SUPPLEMENTAL TRUST
INDENTURE DATED AS OF DECEMBER 30, 2020
FROM
MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
Administrative Expense Fund
Account # 243716001**

Requisition number: 2425005

Date: 12/19/24

To: US Bank National Association

On behalf of Middle Bucks Area Vocational-Technical School Authority, pursuant to the Fourth Supplemental Trust Indenture dated as of December 30, 2020 as the same from time to time may be supplemented or amended (the "Indenture") from the Authority to your Bank, as Successor Trustee, you are hereby requested to make the following disbursement from the Administrative Expense Fund.

a. Name and Address of Payee: Gate House Media Pennsylvania Holdings
P.O.Box 630531
Cincinnati, OH 45263-0531

b. Amount to be Paid: \$46.30

Invoice No. Acct#799579; Order# 10809420

MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY

By: _____
Chairman / Vice-Chairman

By: _____
Treasurer

Jackiewicz, Roberta C.

From: Gannett Legals Public Notices 7 <ganlegpubnotices7@gannett.com>
Sent: Wednesday, November 27, 2024 1:11 PM
To: Jackiewicz, Roberta C.
Subject: RE: 10809420 - Acct# 1-075522005 Legal Notice Advertising Intelligencer - MBAVTS Authority Meeting December 19, 2024 - Ad to run 12/3/24
Attachments: Order 10809420_Confirmation.pdf

Hello,

Please find attached your order confirmation and ad proof. **Please review for accuracy.**

Your ad is set to run in:

- LNG Intelligencer on 12/03/2024

The total cost is **\$46.30** which includes an affidavit that will be mailed to you after the ad publishes. Please reply by **4 pm** with any changes for the ad. **Your notice is scheduled to run per your request and will publish unless you advise otherwise.** You will receive an affidavit 7-10 business days after the last day of printing.

All orders are subject to a 3.99% service fee if paid with a credit card. As an incentive for customers, we provide a discount off the order cost equal to the 3.99% service fee if you pay with ACH. Pay by ACH and Save!

Final Order cost provided at time of payment and via a receipt.

You can utilize our online self-serve ad portal to place your legal notice. Please visit your local publication's online classifieds legal section. There, you can conveniently submit and immediately preview your notices anytime, 24/7.

Thanks,
Kimberlee Kosinski
Public Notice Representative



Office: 833-790-0905

From: Jackiewicz, Roberta C. <rJackiewicz@mbit.org>
Sent: Wednesday, November 27, 2024 10:14 AM
To: Gannett Legals Public Notices 7 <ganlegpubnotices7@gannett.com>
Subject: 10809420 - Acct# 1-075522005 Legal Notice Advertising Intelligencer - MBAVTS Authority Meeting December 19, 2024 - Ad to run 12/3/24

Good morning,

Attached is a legal notice we would like to publish in the Intelligencer on Tuesday, December 3, 2024. Please let me know the cost of the legal notice and proof of publication.

Thank you,

Roberta Jackiewicz



Roberta Jackiewicz

Director's Administrative Assistant

Middle Bucks Institute of Technology

#aMBITion

215 343 2480 ext. 210 rjackiewicz@mbit.org www.mbit.org

2740 York Road, Jamison PA 18929



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Order Confirmation

Not an Invoice

Account Number:	799579
Customer Name:	Middle Bucks Inst Of Tech
Customer Address:	Middle Bucks Inst Of Tech 2740 York RD Jamison PA 18929-1046
Contact Name:	Jeanise L. Dimitri
Contact Phone:	(215) 343-2480
Contact Email:	jdimitri@mbit.org
PO Number:	

Date:	11/27/2024
Order Number:	10809420
Prepayment Amount:	\$ 0.00

Column Count:	1.0000
Line Count:	10.0000
Height in Inches:	0.0000

Print

Product	#Insertions	Start - End	Category
LNG Intelligencer	1	12/03/2024 - 12/03/2024	Govt Public Notices
LNG classifiedonline.com	1	12/03/2024 - 12/03/2024	Govt Public Notices

As an incentive for customers, we provide a discount off the total order cost equal to the 3.99% service fee if you pay with Cash/Check/ACH. Pay by Cash/Check/ACH and save!

Total Cash Order Confirmation Amount Due	\$46.30
Tax Amount	\$0.00
Service Fee 3.99%	\$1.85
Cash/Check/ACH Discount	-\$1.85
Payment Amount by Cash/Check/ACH	\$46.30
Payment Amount by Credit Card	\$48.15

Order Confirmation Amount	\$46.30
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Ad Preview

NOTICE

The Middle Bucks Area Vocational Technical School Authority meeting will be held on Thursday, December 19, 2024 at 4:00 p.m. in Room 101 at Middle Bucks Institute of Technology, 2740 York Road, Jamison, PA 18929.

November 27, 2024

E-MAIL TRANSMISSION

The Daily Intelligencer
333 N. Broad Street
Doylestown, PA 18901

Attn.: Legal Notice Department

Please print the following advertisement in the Legal Notices section of the Tuesday, December 3, 2024 edition of your paper.

NOTICE

The Middle Bucks Area Vocational Technical School Authority meeting will be held on Thursday, December 19, 2024 at 4:00 p.m. in Room 101 at Middle Bucks Institute of Technology, 2740 York Road, Jamison, PA 18929.

Additionally, please provide **proof of publication** to Middle Bucks Institute of Technology, 2740 York Road, Jamison, PA 18929.

Upon receipt of this e-mail, please contact me with the cost of publication of this notice. Thank you for your assistance.

Sincerely,

Roberta Jackiewicz
Director's Administrative Assistant
215-343-2480 extension 210

2024 ANNUAL REPORT OF MUNICIPAL AUTHORITIES AND NON-PROFITS

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY 091968

MUNICIPAL AUTHORITY INFORMATION

Information on file	
Name:	MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY
Address:	2740 YORK ROAD
	JAMISON, PA 18929
Phone:	(215) 343-2480
Fax:	(215) 343-8626
Contact Person:	MARK COVELLE
Title:	ADMINISTRATIVE DIR.
Email:	MCOVELLE@MBIT.ORG
Year Authority Organized	1967
Year Authority Terminates	2042
Fiscal Year Ends (month/day):	06/30
Number of Employees	
Full Time Equivalent:	0
Part Time Equivalent:	0
Filing Status:	Active
Facility Type:	
	School

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY**AUTHORITY OFFICIALS LIST**

President Address: Phone: Fax: e-mail:	BARRY L. PFLUEGER, JR. 2740 YORK ROAD JAMISON, PA 18929 (215) 343-2480
Secretary Address: Phone: Fax: e-mail:	CHARLES KLEINSCHMIDT 2740 YORK ROAD JAMISON, PA 18929 (215) 343-2480
Treasurer Address: Phone: Fax: e-mail:	CHARLES KLEINSCHMIDT 2740 YORK ROAD JAMISON, PA 18929 (215) 343-2480
Solicitor Address: Phone: Fax: e-mail:	DONNA J. WENGIEL, ESQ. STUCKERT & YATES TWO NORTH STATE STREET P O BOX 70 NEWTOWN, PA 18940 (215) 968-4700 DWENGIEL@STUCKERTYATES.COM

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY**GEOGRAPHICAL AREAS SERVED**

Municipality Name	County
BUCKINGHAM TWP	BUCKS
CHALFONT BORO	BUCKS
DOYLESTOWN BORO	BUCKS
DOYLESTOWN TWP	BUCKS
IVYLAND BORO	BUCKS
NEW BRITAIN BORO	BUCKS
NEW BRITAIN TWP	BUCKS
NEW HOPE BORO	BUCKS
NEWTOWN BORO	BUCKS
NEWTOWN TWP	BUCKS
NORTHAMPTON TWP	BUCKS
PLUMSTEAD TWP	BUCKS
SOLEBURY TWP	BUCKS
UPPER MAKEFIELD TWP	BUCKS
UPPER SOUTHAMPTON TWP	BUCKS
WARMINSTER TWP	BUCKS
WARRINGTON TWP	BUCKS
WARWICK TWP	BUCKS
WRIGHTSTOWN TWP	BUCKS

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY

STATEMENT OF NET POSITION FOR THE FISCAL YEAR ENDING 2024

CURRENT ASSETS	
Cash and cash equivalents	5,992
Investments	
Receivables (net of allowance for uncollectibles)	
Lease rental payments receivable (Financing authorities, only)	6,885,000
Due from other governments	
Inventories	
Prepays	
Restricted current assets:	
Cash or cash equivalents	
Investments	
Lease rental payments receivable (Financing authorities, only)	
Intergovernmental receivables	
Other current assets	
TOTAL CURRENT ASSETS	6,890,992

NON-CURRENT ASSETS	
Restricted non-current assets:	
Investments	
Lease rental payments receivable (Financing authorities, only)	
Capital assets not being depreciated:	
Land	
Construction in progress	
Capital assets net of accumulated depreciation:	
Buildings and system	
Improvements other than buildings	
Furnishings, machinery and equipment	
Infrastructure	
Lease rental payments receivable (Financing authorities, only)	
Other non-current assets	
TOTAL NON-CURRENT ASSETS	0
TOTAL ASSETS	6,890,992

DEFERRED OUTFLOWS OF RESOURCES	
Deferred amount of debt refundings	
Deferrals related to pensions	
Other deferred outflows of resources	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	0
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	6,890,992

CURRENT LIABILITIES	
Accounts payable	650
Accrued payroll and withholdings	
Accrued interest payable	
Due to other governments	
Unearned revenue	
Funds held as fiduciary	
Debt due within one year	1,335,000
Other current liabilities	
TOTAL CURRENT LIABILITIES	1,335,650

NON-CURRENT LIABILITIES	
Debt due in more than one year	5,550,000
Net pension liabilities	
Other non-current liabilities	
TOTAL NON-CURRENT LIABILITIES	5,550,000
TOTAL LIABILITIES	6,885,650

DEFERRED INFLOWS OF RESOURCES	
Deferred amount on debt refundings	
Deferrals related to pensions	
Other deferred inflows of resources	
TOTAL DEFERRED INFLOWS OF RESOURCES	0
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	6,885,650

NET POSITION	
Net investment in capital assets	
Restricted	
Unrestricted	5,342
TOTAL NET POSITION	5,342
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND NET POSITION	6,890,992

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY
School
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDING 2024

SCHOOL OPERATING REVENUES	
Charges for service	
Lease rental income (Financing authorities, only)	144,000
Operating grants:	
Federal	
State	
Local	
Other	
Contributions	
Interest income	
Assessment revenue*	
Payments in lieu of assessments*	
Program income*	
Other operating revenue	4,000
TOTAL SCHOOL OPERATING REVENUES	148,000

SCHOOL OPERATING EXPENSES	
Administrative	194
Contracted services	
Personnel services	
Supplies and materials	
Repairs and maintenance	
Utilities	
Other services and charges	11,020
Depreciation and amortization	
Fundraising*	
Program services*	
Other operating expenses	925
TOTAL SCHOOL OPERATING EXPENSES	12,139
SCHOOL OPERATING INCOME (LOSS)	135,861

SCHOOL NONOPERATING REVENUES / (EXPENSES)	
Nonoperating grants:	
Federal	
State	

Local	
Other	
Investment earnings / (losses)	3,431
Interest expense	
Gain / (loss) on sale of assets	
Other financing sources / (uses)	
Other nonoperating revenues	
Other nonoperating (expenses)	
Debt service principal and interest (expense)**	(144,000)
TOTAL SCHOOL NONOPERATING REVENUES (EXPENSES)	(140,569)
CAPITAL CONTRIBUTIONS	
CHANGE IN NET POSITION	(4,708)
NET POSITION - BEGINNING OF YEAR	10,050
PRIOR PERIOD ADJUSTMENT	
SCHOOL NET POSITION - END OF YEAR	5,342

*Business/Neighborhood Improvement Districts

**see the Authorities and Non-Profits Annual Financial Report Tip Sheet available from your Start Page.

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY
STATEMENT OF FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDING 2024

ASSETS		
	Trust Funds	Custodial Funds
Cash and cash equivalents		
Receivables		
Investments, at fair value		
Restricted assets:		
Temporarily restricted:		
Cash, or cash equivalents		
Investments		
Intergovernmental receivables		
Permanently restricted:		
Investments		
Other assets		
TOTAL ASSETS	0	0

DEFERRED OUTFLOWS OF RESOURCES		
	Trust Funds	Custodial Funds
Other deferred outflows of resources		
TOTAL DEFERRED OUTFLOWS OF RESOURCES	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	0	0

LIABILITIES		
	Trust Funds	Custodial Funds
Accounts payable and other current liabilities		
Due to other governments		
Unearned revenue		
Debt due within one year		
Other liabilities		
TOTAL LIABILITIES	0	0

DEFERRED INFLOWS OF RESOURCES		
	Trust Funds	Custodial Funds
Other deferred inflows of resources		
TOTAL DEFERRED INFLOWS OF RESOURCES	0	0
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	0	0

NET POSITION		
	Trust Funds	Custodial Funds
Assets held in trust for pension/other postemployment benefits		
Other		
TOTAL NET POSITION	0	0
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	0	0

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FOR THE FISCAL YEAR ENDING 2024

ADDITIONS		
Contributions		
	Trust Funds	Custodial Funds
Employer		
Plan members		
Private donations		
Other		
TOTAL CONTRIBUTIONS	0	0
Investment Earnings		
	Trust Funds	Custodial Funds
Interest		
Net increase / (decrease) in the fair value of investments		
Other		
TOTAL INVESTMENT EARNINGS	0	0
	Trust Funds	Custodial Funds
Less investment expenses		
TOTAL ADDITIONS	0	0
DEDUCTIONS		
	Trust Funds	Custodial Funds
Benefits		
Administrative expenses		
Other		
TOTAL DEDUCTIONS	0	0
NET POSITION		
	Trust Funds	Custodial Funds
CHANGE IN NET POSITION	0	0
NET POSITION - BEGINNING OF YEAR	0	0
PRIOR PERIOD ADJUSTMENT		
NET POSITION - END OF YEAR	0	0

MIDDLE BUCKS AREA VOCATIONAL TECHNICAL SCHOOL AUTHORITY

DEBT STATEMENT
FISCAL YEAR ENDING 2024

Purpose	Issuance Type	Issue Year (YYYY)	Maturity Year (YYYY)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End
Revenue Bonds and Notes									
Revenue Bonds, Series of 2020	Bond	2020	2029	9,810,000	8,195,000	0	1,310,000	0	\$6,885,000
Total Bonds and Notes Outstanding									\$6,885,000
Capitalized Lease Obligations									\$0
Plus (Less) Unamortized Premium (Discount)									0
NET DEBT									\$6,885,000

SIGNATURE AND VERIFICATION

I certify that the foregoing information is correct and complete for the 2024 municipal Authority's fiscal year.

Name: Oksana Pomerlian **Title:** Business Manager
Phone: (215) 343-2480

**MIDDLE BUCKS AREA
VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
JAMISON, PENNSYLVANIA**

AUDIT REPORT

JUNE 30, 2024

DRAFT

MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY

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Zelenkofske Axlerod LLC

CERTIFIED PUBLIC ACCOUNTANTS

EXPERIENCE | EXPERTISE | ACCOUNTABILITY

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Middle Bucks Area Vocational-Technical School Authority
Jamison, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the cash basis financial statements of the business-type activities of the Middle Bucks Area Vocational-Technical School Authority (the "Authority"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective cash basis financial position of the business-type activities of the Authority, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the cash basis of accounting described in Note A.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter — Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note A, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



Zelenkofske Axlerod LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Authority's basic financial statements. The bond and lease schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.



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The bond and lease schedules are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the [identify accompanying supplementary information] is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

ZELENKOFKSKE AXELROD LLC

December XX, 2024
Jamison, Pennsylvania

**MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

Middle Bucks Area Vocational-Technical School Authority's ("the Authority") discussion and analysis offers readers of the Authority's financial statements a narrative overview and analysis of the Authority's financial activities for the fiscal year ended June 30, 2024 and June 30, 2023. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in the financial statements, notes to the financial statements and supplementary information that immediately follow this discussion.

Financial Highlights

The assets of the Authority exceeded its liabilities as of June 30, 2024 and 2023, respectively, by \$5,342 and \$10,050. As of June 30, 2024 the entire net position balance is reported as unrestricted and may be used for Authority operations.

The Authority's net assets decreased by \$4,708 for the fiscal year ended June 30, 2024, compared to a decrease of \$335,230 in the fiscal year ended June 30, 2023. The decrease was due to funds being used to fund professional services fees.

The Authority's long-term debt consists of the Series of 2020 bonds which totaled \$6,885,000 as of June 30, 2024.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Authority's basic financial statements. These basic financial statements are comprised of the government-wide financial statements presented in the statement of net position, similar to businesses in the private sector. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide reader with an overview of the Authority's financial position in a manner similar to a business in the private sector.

The statement of net position-modified cash basis presents information on the Authority's assets and liabilities, with the difference between the two reported as net position. The statement of activities - modified cash basis presents information the Authority's revenues and expenditures, with the difference reported as the change in net position.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Authority's financial statements. The notes can be found immediately following the basic financial statements in this report.

MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2024

Assets

Cash - Operating	\$ 5,992
Lease Rentals Receivable	<u>6,885,000</u>

Total Assets	<u><u>\$ 6,890,992</u></u>
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Liabilities and Net Position**Current Liabilities:**

Accounts Payable	\$ 650
Bonds Payable - Guaranteed Revenue Bonds	<u>1,335,000</u>

Noncurrent Liabilities:

Bonds Payable - Guaranteed Revenue Bonds	<u>5,550,000</u>
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Total Liabilities	<u>6,885,650</u>
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Net Position:

Unrestricted	<u>5,342</u>
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Total Net Position	<u>5,342</u>
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Total Liabilities and Net Position	<u><u>\$ 6,890,992</u></u>
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MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2024

Operating Revenue	
Lease Rental Interest Collected	\$ 144,000
Administrative Fees Collected	4,000
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Total Operating Revenues	148,000
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Operating Expenditures	
Advertising	194
Legal and Professional Fees	9,020
Trustee Fees Paid	2,000
Interest Paid on Bonds	144,000
Miscellaneous	925
	<hr/>
Total Operating Expenditures	156,139
	<hr/>
Operating Income (Loss)	(8,139)
Nonoperating Expenses	
Interest	3,431
	<hr/>
Change in Net Position	(4,708)
Net Position, Beginning of Year	10,050
	<hr/>
Net Position, End of Year	<u><u>\$ 5,342</u></u>

MIDDLE BUCKS VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Middle Bucks Area Vocational-Technical School Authority ("the Authority") was incorporated under the Pennsylvania Municipality Authorities Act of 1945, pursuant to resolutions and agreements adopted by the Middle Bucks Institute of Technology (formerly the Middle Bucks Area Vocational-Technical School) and the Centennial School District, Central Bucks School District, New Hope-Solebury School District and Council Rock School District.

Basis of Accounting

The Authority prepares its financial statements in accordance with Governmental Accounting Standards Board (GASB) Statement No. 34 as business-type activities and the statements are prepared on the modified cash basis that includes the recording of lease rentals receivable and bonds payable. Under the modified cash basis of accounting, revenues and the related assets are generally recognized when received and expenses are generally recognized when paid.

Leases

The Authority uses the "financing method" for accounting for leases. This method considers that capital assets acquired by the Authority are in reality assets of the technical school or the member districts, and that the Authority should include in its assets only that portion of future rentals which will be collected and applied to retire the outstanding debt.

NOTE B CASH FUNDS HELD BY TRUSTEE

Deposits

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Authority does not have a policy for custodial credit risk.

The Authority's cash as of June 30, 2024, had a carrying balance of \$5,992 and bank balance of \$5,992. Cash held in banks is insured up to \$250,000.

NOTE C LEASE AGREEMENTS

On December 30, 2020, the Authority advance refunded the remaining portion of its Series of 2014 bonds. The Authority issued \$9,810,000 of bonds (Guaranteed Revenues Bonds, Series of 2020) to refund \$9,145,000 of the 2014 bonds with higher interest rates and generated excess funds of \$809,758 to use for renovations. Additional lease rental payments will equal the debt service on the new bond issue dated December 30, 2020. This lease has also been assigned as collateral to the indenture trustee, U.S. Bank.

As of June 2024, the remaining rentals to be paid under the leases total \$6,885,000 plus \$4,000 annually for administrative expenses, as follows:

MIDDLE BUCKS VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

	Lease Dated December 30, 2020
Total minimum lease payments to be received	\$ 7,289,650
Less: Unearned income	(404,650)
Net investment in direct financing lease	<u>\$ 6,885,000</u>

At June 30, 2024, minimum lease payments for the succeeding fiscal years are as follows:

Year Ending June 30,	
2025	\$ 1,459,350
2026	1,456,000
2027	1,459,100
2028	1,456,600
2029	<u>1,458,600</u>
	<u>\$ 7,289,650</u>

The rental payments necessary to service the Authority's bond issue are shared by the four participating School Districts on the basis of real estate market values furnished by the Pennsylvania Tax Equalization Division, formerly known as the State Tax Equalization Board.

For the year ending June 30, 2024, the estimated base rental distribution for the four participating School Districts will be:

	Proportionate Share of Real Estate Market Value	Lease Dated December 30, 2020
Centennial	28.93%	\$ 422,190
Central Bucks	49.69%	725,151
Council Rock	18.81%	274,504
New Hope-Solebury	<u>2.57%</u>	<u>37,505</u>
	<u>100.00%</u>	<u>\$ 1,459,350</u>

Series of 2020

On December 30, 2020, the Authority authorized the issuance of Guaranteed Revenue Bonds, Series of 2020, totaling \$9,810,000. The purpose of the issue was to finance the refund of \$9,145,000 of outstanding guaranteed Lease Revenue Bonds, Series of 2014 and generate excess funds of \$809,758 to use for renovations. These bonds were issued pursuant to and secured by the Authority's Trust Indenture dated December 30, 2020.

MIDDLE BUCKS VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

The Series of 2020 bonds are dated December 30, 2020 and pay interest semi-annually on February 15 and August 15 of each year until maturity or redemption. The bonds carry interest rates ranging from 1.0% to 2.0%. They will mature on various dates between February 15, 2021 and February 15, 2029. The bonds maturing on and after February 15, 2027 are subject to early redemption.

Maturities for future years are as follows:

Maturing on February 15,	Principal Amount	Interest	Total Debt Service
2025	\$ 1,335,000	\$ 124,350	\$ 1,459,350
2026	1,345,000	111,000	1,456,000
2027	1,375,000	84,100	1,459,100
2028	1,400,000	56,600	1,456,600
2029	1,430,000	28,600	1,458,600
	<u>\$ 6,885,000</u>	<u>\$ 404,650</u>	<u>\$ 7,289,650</u>

NOTE E SUBSEQUENT EVENTS

Management has evaluated subsequent events through December XX, 2024, which is the date the financial statements were available to be issued.

MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
GUARANTEED REVENUE BONDS - SERIES OF 2020
JUNE 30, 2024

Original Amount		Maturing on February 15 of Year	Interest Rate	Interest Due For Year-End June 30	
\$	1,335,000	2025	1.00%	\$	124,350
	1,345,000	2026	2.00%		111,000
	1,375,000	2027	2.00%		84,100
	1,400,000	2028	2.00%		56,600
	1,430,000	2029	2.00%		28,600
<hr/>				<hr/>	
\$	6,885,000			\$	404,650
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MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
SUMMARY OF REMAINING OBLIGATIONS UNDER THE BOND ISSUE
GUARANTEED REVENUE BONDS - SERIES OF 2020
JUNE 30, 2024

Date of Final Maturity	February 15, 2029
Obligations to be met	
Bonds Outstanding	\$ 6,885,000
Interest payments due to final maturity	404,650
Estimated Authority expenses to final maturity	<u>20,000</u>
Total obligations to be met	<u>7,309,650</u>
Less amount to be provided	
Rents to be collected to final maturity	7,289,650
Additional rents to be collected for administration expenses	<u>20,000</u>
Total deductions	<u>7,309,650</u>
Excess of amounts to be provided over obligations to be met	<u><u>\$ -</u></u>

**MIDDLE BUCKS AREA VOCATIONAL-TECHNICAL SCHOOL AUTHORITY
SUMMARY OF LEASE PAYMENTS DUE
GUARANTEED REVENUE BONDS - SERIES OF 2020
JUNE 30, 2024**

<u>School Year Ending June 30</u>	<u>August 15</u>	<u>February 15</u>	<u>Annual Rentals</u>
2025	\$ 62,175	\$ 1,397,175	\$ 1,459,350
2026	55,500	1,400,500	1,456,000
2027	42,050	1,417,050	1,459,100
2028	28,300	1,428,300	1,456,600
2029	14,300	1,444,300	1,458,600
			<u>\$ 7,289,650</u>