

**Bucks County Community College
Authority**

(A Component Unit of the County of
Bucks, Pennsylvania)

Financial Statements and Required
Supplementary Information

Year Ended June 30, 2023
with Independent Auditor's Report

MaherDuessel

The logo for MaherDuessel features the company name in a serif font. The word "Maher" is in black, and "Duessel" is in blue. Below the text is a horizontal bar that is black on the left and blue on the right, matching the color of the text.

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS

Independent Auditors' Report

Required Supplementary Information:

Management's Discussion and Analysis i

Financial Statements:

Statement of Net Position 1

Statement of Revenues, Expenses, and Change in Net Position 2

Statement of Cash Flows 3

Notes to Financial Statements 4

Bucks County Community College Authority **(A Component Unit of the County of Bucks, Pennsylvania)**

Management's Discussion and Analysis

June 30, 2023

(Unaudited)

The Bucks County Community College Authority (the Authority) was created by resolution of the Board of Commissioners of the County of Bucks, Pennsylvania (the County). The purpose of the Authority is to acquire, hold, construct, improve, maintain and operate, own and lease, either in the capacity of lessor or lessee, buildings to be devoted wholly or partially for public uses, and all facilities necessary or incidental thereto, for furthering public post-secondary education and training.

A Certificate of Incorporation dated March 16, 1965 was issued to the Authority by the Secretary of the Commonwealth of Pennsylvania. Pursuant to the Amendment of the Authority's Articles of Incorporation, the corporate life of the Authority has been extended to August 7, 2046.

The governing board of the Authority (the Board) consists of five members appointed by the County Board of Commissioners for staggered terms of five years. Members of the Board may be reappointed. None of the members of the Board are members of the Board of Commissioners of the County.

From time to time the Authority issues bonds, the proceeds of which are utilized for the construction of new facilities and the installation of new equipment for use by the Bucks County Community College (the College). The College currently maintains three campuses, two of which are owned by the Authority. The two campuses owned by the Authority are the Newtown Campus and the Upper Bucks Campus, located in Perkasie. Both campuses are leased by the Authority to the County which in turn subleases the facilities and properties to the College.

Agreements between the Authority and the County provide for the payment by the County of semi-annual fixed rental payments, from its tax and other general revenues, in the amounts and on the dates as set forth in each lease agreement. The County's sublease agreements with the College provide for payment of the same amounts to the County as is required in the County's agreement with the Authority. The fixed rental payments are set in amounts sufficient in each year to pay the applicable administration expenses of the Authority, including the compensation and expenses of the trustee of any outstanding bonds, and in the aggregate, to pay an amount sufficient to pay the interest on and principal of any outstanding bonds over the life thereof calculated upon the respective interest rates and on a cumulative basis, sufficient to pay the principal of and interest on all bonds on the respective maturity dates thereof.

Currently the Authority does not perform any significant role in connection with the operations of the College outside of issuing and monitoring the bonds issued as set forth above. The primary responsibilities of the Authority in this regard are set forth in the Trust Indentures (Indentures) issued in connection with the bonds. The Indentures are between the Authority and the trustee, Bank of New York Mellon (the Trustee). The funds held by the Authority under the Indentures consist of the Construction Fund, Revenue Fund, Debt Service and Sinking Fund and Bond Redemption and Improvement Fund. Transfers to and from each of the funds are made in accordance with the provisions of the Indentures.

Bucks County Community College Authority **(A Component Unit of the County of Bucks, Pennsylvania)**

Management's Discussion and Analysis
June 30, 2023
(Unaudited)

Fiscal Year 2023 Financial Highlights

The Authority adopted Governmental Accounting Standards Board (GASB) Statement No. 91, *Conduit Debt Obligations*, effective July 1, 2021. The primary objectives of GASB 91 are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB 91 clarifies that a conduit debt obligation is not a liability of the issuer.

In years prior to 2022, the Authority reported its conduit debt obligations and related assets within its financial statements pursuant to Interpretation No. 2 of the GASB, *Disclosure of Conduit Debt Obligations*. Effective with the implementation of GASB 91, these assets, liabilities and deferred inflows were removed from the Authority's statement of net position.

Contemporaneously with the implementation of GASB 91, the Authority changed the fund type it uses to report its activity from a fiduciary fund to a proprietary fund.

Noncurrent assets increased approximately \$10.8 million. The 2022 bond proceeds of approximately \$13.5 increased available cash for projects. Additionally, the proceeds of prior bond issuances were utilized by the College for the construction of the new Workforce and Economic Development Center, renovation upgrades to the campus core, and the acquisition of a new Enterprise Resource Planning (ERP) computer system.

Total liabilities overall decreased by approximately \$66.27 million. The 2022 bond proceeds of approximately \$13.5 increased the proceeds payable to Bucks County Community College. Noncurrent liabilities are reduced by the current year principal payments of funded debt obligations. During 2023, the Authority paid approximately \$7.2 million of scheduled principal payments on existing funded debt.

Bucks County Community College Authority

(A Component Unit of the County of Bucks, Pennsylvania)

Management's Discussion and Analysis
 June 30, 2023
 (Unaudited)

Condensed Statement of Net Position (in Millions)

June 30, 2023 and 2022

	2023	2022	Change
Assets:			
Noncurrent assets:			
Other	18.41	7.51	10.90
Total assets	18.41	7.51	10.90
Deferred outflows	-	-	-
Total assets and deferred outflows	<u>\$ 18.41</u>	<u>\$ 7.51</u>	<u>\$ 10.90</u>
Liabilities:			
Noncurrent liabilities	\$ 18.41	\$ 7.51	\$ 10.90
Deferred inflows	-	-	-
Total liabilities and deferred inflows	18.41	7.51	10.90
Net Position	-	-	-
Total liabilities, deferred inflows and net position	<u>\$ 18.41</u>	<u>\$ 7.51</u>	<u>\$ 10.90</u>

Condensed Statement of Changes in Revenues, Expenses and Net Position (in Millions)

June 30, 2023 and 2022

	2023	2022	Change
Additions:			
Interest income	\$ 643,904	\$ 5,722	\$ 638,182
Total additions	\$ 643,904	\$ 5,722	\$ 638,182
Deductions			
Professional fees	\$ 15,235	\$ 5,722	\$ 9,513
Due to College	628,669	-	628,669
Change in net position	\$ -	\$ -	\$ -
Net position			
Net position at beginning of year	\$ -	\$ -	\$ -
Net position of end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Overview of Financial Statements

The Authority's financial statements focus on the Authority as a whole rather than upon individual funds or activities. The GASB reporting model is designed to provide readers with a broad overview of the Authority's finances and is comprised of three basic statements.

The statement of net position presents information on the Authority's assets and liabilities with the difference between the two reported as net position.

Bucks County Community College Authority (A Component Unit of the County of Bucks, Pennsylvania)

Management's Discussion and Analysis
June 30, 2023
(Unaudited)

The statement of revenues, expenses and changes in net position presents information showing how the Authority's net position changed during the most recent fiscal year.

The statement of cash flows presents information showing how the Authority's restricted cash position changed during the most recent fiscal year.

The notes to the financial statements provide additional information essential to a full understanding of the data provided in the financial statements. The notes contain details on both the accounting policies and procedures that the Authority has adopted, as well as additional information for amounts reported in the financial statements.

Requests for Information

The notes to the financial statements provide additional information essential to a full understanding of the data provided in the financial statements. The notes contain details on both the accounting policies and procedures that the Authority has adopted, as well as additional information for amounts reported in the financial statements.

Economic Outlook

In 2023-2024 \$5.7 million of funded debt is scheduled for repayment. In January 2024 the Authority's board has approved for the defeasance of the 2022 bonds.

Independent Auditor's Report

**Board of Directors
Bucks County Community College Authority**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the business-type activities of Bucks County Community College Authority (Authority), as of year ended June 30, 2023 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Authority, as of June 30, 2023 and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether 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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 required supplementary information listed in the table of contents 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.

Maier Duessel

Harrisburg, Pennsylvania
January 24, 2024

BUCKS COUNTY COMMUNITY COLLEGE GENERAL AUTHORITY

STATEMENT OF NET POSITION

JUNE 30, 2023

Assets	
Restricted cash and cash equivalents	<u>\$ 18,408,774</u>
Liabilities and Net Position	
Liabilities:	
Proceeds payable to Bucks County Community College	\$ 18,408,774
Net Position	<u>-</u>
Total Liabilities and Net Position	<u>\$ 18,408,774</u>

See accompanying notes to financial statements.

BUCKS COUNTY COMMUNITY COLLEGE GENERAL AUTHORITY

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2023

Operating Revenues:	
Investment income	\$ 643,904
Total operating revenues	<u>643,904</u>
Operating Expenses:	
Professional fees	15,235
Due to college	<u>628,669</u>
Total operating expenses	<u>643,904</u>
Operating Income (Loss)	-
Change in Net Position	-
Net Position:	
Beginning of year	<u>-</u>
End of year	<u><u>\$ -</u></u>

See accompanying notes to financial statements.

BUCKS COUNTY COMMUNITY COLLEGE GENERAL AUTHORITY

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2023

Cash Flows From Operating Activities:

Rental payments provided by the College	\$ 6,433,299
Distributions to College for capital construction	<u>(2,517,407)</u>
Net cash provided by operating activities	<u>3,915,892</u>

Cash Flows From Capital Financing Activities

Proceeds received from debt issuance	13,574,380
Principal and interest paid on conduit debt obligations	<u>(7,239,345)</u>
Net cash provided by capital financing activities	<u>6,335,035</u>

Cash Flows From Investing Activities

Investment income	<u>643,904</u>
Net cash provided by investing activities	<u>643,904</u>

Net Increase (Decrease) in Cash and Cash Equivalents

10,894,831

Cash and Cash Equivalents:

Beginning of year	<u>7,513,943</u>
End of year	<u>\$ 18,408,774</u>

See accompanying notes to financial statements.

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

1. Nature of Operations and Summary of Significant Accounting Policies

The Bucks County Community College Authority (a component unit of the County of Bucks, Pennsylvania) (Authority) was incorporated on March 16, 1965 for a term of fifty years, by the Board of County Commissioners of the County of Bucks, Pennsylvania (County), pursuant to the Municipality Authorities Act of 1945, as amended, of the Commonwealth of Pennsylvania. On August 7, 1996, the County enacted an ordinance amending the Articles of Incorporation of the Authority to extend the life of the Authority to fifty years from the approval of the Articles of Amendment by the Secretary of the Commonwealth of Pennsylvania.

The Authority was created for the purpose of acquiring, holding, constructing, improving, maintaining and operating, owning, leasing, either in the capacity of lessor or lessee, buildings to be devoted wholly or partially for public uses and all facilities necessary or incidental thereto, for furthering public post- secondary education and training.

The Authority is authorized to borrow money, make and issue negotiable notes, bonds and other evidence of indebtedness, and to secure the payment thereof, to the extent provided in the trust indentures between the Authority and Bank of New York Mellon (the Trustee), by the pledge of any or all of the receipts and revenues of the Authority from the Bucks County Community College (College) buildings. It is provided, however, that the Authority shall have no power at any time or in any manner to pledge the credit or taxing power of the Commonwealth of Pennsylvania, the County, or any political subdivision of said Commonwealth.

The powers of the Authority are exercised by a board of five members.

When the Authority issues funded debt, conduit debt agreements are entered into between the Authority and the County for the rental of facilities by the County. Concurrently with these agreements, the County, under conduit debt agreements with the College, subleases the property to the College for the same rentals. Rights to rentals under all agreements were assigned to the Trustee under the terms of the trust indentures.

Governmental Accounting Standards Board Statement No. 91, *Conduit Debt Obligations* (GASB 91) addresses certain arrangements associated with conduit debt obligations, characterized as leases, wherein: the construction of a capital asset is financed with the proceeds from the conduit debt obligation; the issuer retains the title to the capital asset from the beginning of the arrangement; the payments from the third-party obligor are intended to cover the associated debt service payments, and; the payment schedule of the arrangement coincides with the debt service repayment schedule. In such cases (wherein the arrangement does not meet the definition of a service concession arrangement), the issuer (i.e., Authority) should not

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

report the arrangement as a lease. Further, in situations in which the issuer relinquishes title of the capital asset at the end of the arrangement (at which time the conduit debt obligation generally has been paid off), the issuer would not recognize (a) a liability for the conduit debt obligation, (b) the capital asset, or (c) a receivable for the payments related to the arrangement. The Authority has followed this guidance in reporting its conduit debt obligations in the accompanying financial statements.

The trust fund assets are maintained by the Trustee and accounted for in various funds restricted for specific uses as designated by the trust indentures.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the time of related cash flows.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Restricted Cash and Cash Equivalents

Cash equivalents consist of money market accounts and highly liquid U.S. Treasury securities with original maturities of less than 90 days.

Adopted Pronouncements

The following GASB Statements were adopted for the year ended June 30, 2023: 94 (Public-Private and Public-Public Partnerships and Availability Payment Arrangements) and 96 (Subscription-Based Information Technology Arrangements). These statements had no significant impact on the Authority's financial statements for the year ended June 30, 2023.

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

Pending Pronouncements

GASB has issued statements that will become effective in future years including 100 (Accounting Changes and Error Corrections) and 101 (Compensated Absences). Management has not yet determined the impact of these statements on the financial statements.

2. Restricted Cash and Cash Equivalents

Restricted cash and cash equivalents balances represent funds whose use is restricted by the Trust Indenture and include a construction fund, revenue fund, debt service and sinking funds. Such amounts are reported as restricted cash and cash equivalents and proceeds payable to the College in the accompanying statement of net position. Transfers to and from each of the funds are made in accordance with provisions of the applicable Trust Indenture. At June 30, 2023, \$18,408,774 of the Authority's restricted cash and cash equivalents were uninsured but collateralized by assets held by the bank's trust department on a pooled basis, not in the Authority's name.

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

3. Conduit Debt Obligations

The following is a summary of conduit debt obligations as of June 30, 2023:

	Balance July 1, 2022	Bond Proceeds	Principal Payments/ Other Deductions	Balance June 30, 2023	Principal Due and Other Deductions Within One Year	Long-Term Portion
Revenue Note Payable, Series 2007	\$ 3,163,679	\$ -	\$ 605,042	\$ 2,558,637	\$ 629,386	\$ 1,929,251
College Building Revenue Bonds, Series 2014	18,020,000	-	1,180,000	16,840,000	1,240,000	15,600,000
College Building Revenue Bonds, Series 2016	8,405,000	-	1,285,000	7,120,000	1,350,000	5,770,000
College Building Revenue Bonds, Series 2017	3,774,000	-	720,000	3,054,000	737,000	2,317,000
College Building Revenue Bonds, Series 2019	16,835,000	-	1,295,000	15,540,000	1,345,000	14,195,000
College Building Revenue Bonds, Series 2022	-	12,580,000	520,000	12,060,000	400,000	11,660,000
Total	\$ 50,197,679	\$ 12,580,000	\$ 5,605,042	\$ 57,172,637	\$ 5,701,386	\$ 51,471,251

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

The annual requirements to amortize all outstanding conduit debt obligations as of June 30, 2023, are as follows:

Years ending June 30:	Revenue Bonds		Notes Payable		Total
	Principal	Interest	Principal	Interest	
2024	\$ 5,072,000	\$ 2,172,581	\$ 629,386	\$ 93,526	\$ 7,967,493
2025	5,234,000	2,003,701	655,206	67,705	7,960,612
2026	5,422,000	1,823,934	681,832	41,079	7,968,845
2027	5,651,000	1,593,935	592,213	12,687	7,849,835
2028	5,030,000	1,395,890	-	-	6,425,890
2029-2033	14,255,000	4,946,513	-	-	19,201,513
2034-2038	9,540,000	2,101,438	-	-	11,641,438
2039-2042	4,410,000	399,950	-	-	4,809,950
Total	<u>\$ 54,614,000</u>	<u>\$ 16,437,942</u>	<u>\$ 2,558,637</u>	<u>\$ 214,997</u>	<u>\$ 73,825,576</u>

Notes Payable

In May 2007, the Authority issued a \$9,950,000 Revenue Note Payable, Series of 2007 (2007 Note) to finance a portion of the construction project at the College's Lower County Campus in Bristol, Pennsylvania. The 2007 Note is payable in monthly installments of \$60,243 maturing in 2027, plus interest payable monthly at 3.99%. This note is secured by pledged revenues of the College and payments are guaranteed by the County.

Revenue Bonds

In December 2014, the Authority issued \$25,585,000 College Building Revenue Bonds, Series of 2014 (the 2014 Bonds). The proceeds of the 2014 Bonds were used to fund construction including renovations to Founders Hall, additions to the Science Building at the College's main campus, and costs of issuance of the bonds. The 2014 Bonds are payable in annual installments of \$1,225,000 to \$1,825,000 maturing in 2034, plus interest payable semiannually at rates ranging from 2.00% to 5.00%. The 2014 Bonds are secured by the lease rentals payable by the College to the Authority under the Second Supplemental Lease and Sublease, and payments are guaranteed by the County.

In October 2016, the Authority issued \$13,845,000 Guaranteed College Building Revenue Bonds, Series of 2016 (the 2016 Bonds). The 2016 Bonds were issued to advance refund the Authority's obligations related to the 2008 College Revenue Bonds. The proceeds from the 2016 bonds were placed in an escrow account that will be used for the sole purpose to pay the 2008

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

bond obligations. The 2016 Bonds are payable in semiannual installments of \$1,225,000 to \$1,530,000 maturing in 2028, plus interest payable semiannually at rates ranging from 1.75% to 5%. The 2016 Bonds are secured by the lease rentals payable by the College to the Authority under the Third Supplemental Lease and Sublease, and payments are guaranteed by the County.

The College Building Revenue Bonds, Series of 2017 (the 2017 Bonds) issue of \$7,500,000 to complete the Capital Improvement Program which includes replacement of roofs, generators, energy sources, signage, HVAC upgrades and elevator upgrades. The 2017 Bonds are payable in annual installments of \$703,000 to \$791,000 maturing in 2027, plus interest payable annually at a fixed rate of 2.28%. The 2017 Bonds are secured by the lease rentals payable by the College to the Authority under the Fourth Supplemental Lease and Sublease, and payments are guaranteed by the County.

The College Building Revenue Bonds, Series of 2019 (the 2019 Bonds) issue of \$20,890,000 to be used towards the construction of the new Workforce and Economic Development Center, renovation upgrades to the campus core, the acquisition of a new Enterprise Resource Planning (ERP) computer system and the cost of issuance for the 2019 Bonds. The 2019 Bonds are payable in semiannual installments of \$1,260,000 to \$2,024,650 maturing in 2039, plus interest payable semiannually at rates ranging from 2.40% to 5%. The 2019 Bonds are secured by the lease rentals payable by the College to the Authority under the Fifth Supplemental Lease and Sublease, and payments are guaranteed by the County.

The College Building Revenue Bonds, Series of 2022 (the 2022 Bonds) issue of \$12,580,000 to be used towards the renovation of its existing pool facilities building, other capital improvements to the College, and the cost of issuance of the 2022 Bonds. The 2022 Bonds are payable in semiannual installments of \$400,000 to \$915,000 maturing in 2042, plus interest payable semiannually at rates ranging from 4% to 5%. The 2022 Bonds are secured by the lease rentals payable by the College to the Authority under the Sixth Supplemental Lease and Sublease, and payments are guaranteed by the County.

The 2007 Note, 2014 Bonds, 2016 Bonds, 2017 Bonds 2019 Bonds, and 2022 Bonds are guaranteed in full by the County. Since inception, the Authority has met each of its debt service payment requirements on these obligations.

BUCKS COUNTY COMMUNITY COLLEGE AUTHORITY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

4. Insurance Coverage

Insurance providing fire and extended coverage protection on all College buildings and contents amounted to approximately \$500,000,000 at June 30, 2023.

5. Subsequent Events

Subsequent events have been evaluated through the date of issuance of the financial statements.