

CENTRAL BUCKS SCHOOL DISTRICT
Finance Committee Minutes
January 15, 2014

Committee Members Present

Jerel Wohl, Chairperson
Jim Duffy, Member
Tyler Tomlinson, Member

Other Board Members and Administrators Present

Paul Faulkner
Geri McMullin

Dave Matyas, Business Administrator
Susan Vincent, Director of Finance

Dr. Dave Weitzel, Superintendent

Committee Members Absent

Joe Jagelka, Member

The Finance Committee meeting was called to order at 7:10 p.m. by Jerel Wohl, Chairperson

PUBLIC COMMENT

Three members of the public were present.

APPROVAL OF MINUTES

The November 20, 2013 Finance Committee meeting minutes were accepted as presented.

INFORMATION/ DISCUSSION/ACTION ITEMS

Real Estate, Plumstead Township – The township purchased two parcels of land totaling 71.25 acres near the intersection of Route 611 and Silo Hill Road. This property will be preserved from development and could become a park in future years. The land will be tax exempt starting in 2014-15. Plumstead Township is asking the board to waive the real estate taxes on this property for 2013-14. The amount waived would be \$11,562.65 at the tax bill face value.

The properties could eliminate over 30 houses from being built on these parcels. Past analysis shows a new home that also sends a child to public school does not generate enough revenue to offset the cost of education. In the long run, this land preservation could save the district money over the years and may help prevent future overcrowding at Groveland. The district is still concerned that phase 2 of the Carriage Hill development on Route 313 may produce enrollment increases at Groveland Elementary.

There was brief discussion by the committee about selling the district owned property on Silo Hill Road. But, with potential future development in the area, the district may need a building site for another elementary school. This is not an immediate need, just planning for the future.

The committee had several questions: When did the township purchase the property? Over this past summer. Does the district have a good working relationship with the township? The district and township work well together on real estate, zoning, and construction items. How will the tax waiver work? The district would reimburse the township for any taxes paid on the property for 2013-14.

The committee directed administration to place this item on the Board agenda for consideration.

Policy 808 Food Services – The Pennsylvania School Boards Association (PSBA) provides draft policies for school districts to use throughout the state. PSBA rewrote policy 808 to comply with changes in the school code and federal statutes that have changed. The major influence for the change was the implementation of the federal Healthy Hunger-Free Kids Act (HHFKA). The HHFKA went into effect July 2013 and requires schools to use more fresh fruits and vegetables as well as whole grains in both the school breakfast and lunch programs.

- The district does not see any issues with any of the changes that PSBA proposes.
- At the bottom of the second page of the policy, the last two paragraphs were deleted per the recommendation of PSBA. This allows a food service company to be reimbursed for guaranteed revenues they may have provided to the district if they did not meet their revenue targets in past years, and then exceed the revenue target in a current or future year.
- On page three of the policy, the district does not operate a Special Milk Program because it offers a complete breakfast and lunch program. A special milk program provides milk discounts to schools that do not have the facilities operate a breakfast or lunch program.

The committee directed administration to place this item on the Board agenda for consideration as the first read of the policy.

Policy 616 Payment of Bills – Administration provided an update on their work with policy 616. The Business Office believes procedures can be changed so that the bills are approved by the Board prior to being sent out. The Business Office is working with the IT department to design a new report that provides more detail on the bills for payment without adding a lot of extra pages to the board agenda. School building secretarial trainings have been conducted on how and where to add a new general description of the expense into our financial software.

It is anticipated that the district will be able to show the committee sample reports and revised policy language within the next couple of months.

Commercial Assessment Appeals – Administration provided an update on recent real estate assessment appeals on commercial property.

The district was successful in its review and hearing before Bucks County for two Warrington Township shopping centers. The first property will bring in an additional \$46,418 per year and

is located at the intersection of Rt. 611 and Street Road (Avalon Flooring, Eckerd Drug Store, First Penn Bank, Moe's). The second property will bring in an additional \$22,615 per year and is located at the intersection of Rt. 611 and Bristol Road (Dollar Store, Post office).

The district also had the successful appeal of The Park at Westminster apartment complex this past summer which will bring in over \$104,000 per year. These three appeals will bring in about \$173,000 per year in addition real estate revenue. It typically costs about \$7,000 to \$10,000 for a commercial appeal, most of that money going toward the formal appraisal that must be presented at the hearing. The new assessed values will be effective on July, 1 2014

The committee had several questions: What happened with the property where the district and the owner negotiated a settlement that the county assessment office rejected (The Park at Westminster)? The district took the matter to Bucks County Court of Common Pleas and was resolved as previously negotiated. A question was asked about how the appeals are determined? The district solicitor in conjunction with the appraisal firm look at tax records and sales data on a continuing basis.

ADJOURNMENT

The meeting adjourned at 7:50 p.m.

Minutes submitted by Dave Matyas, Business Administrator and Administrative Liaison to the Finance Committee

Central Bucks School District

Finance Committee

Administration Center – 20 Welden Drive
 Wednesday January 15th, 2014 7:00 pm Projected time – 30 Minutes

Jerel Wohl, Chairperson
Jim Duffy, Member
Dave Matyas, Business Administrator

Joe Jagelka, Member
Tyler Tomlinson, Member
Susan Vincent, Director of Finance

Agenda

- | | | |
|---|---------------------------|---------------|
| 1. Call to Order | Chairperson | Start Time |
| 2. Public Comment | Chairperson | |
| 3. Approval of Prior Meeting Minutes | Chairperson/Committee | Pages 1 - 7 |
| 4. Information / Discussion / Action Items | | |
| a) * Real Estate Plumstead Township | 10 minutes
Dave Matyas | Pages 8 - 14 |
| b) * Policy 808 | 10 minutes
Dave Matyas | Pages 15 – 19 |
| c) Policy 616 | 10 minutes
Dave Matyas | Update |
| d) Commercial Assessment Appeals | 5 minutes
Dave Matyas | Page 20 |
| e) ~ Executive Session on Employment Contracts | | |
| 5. Adjournment | Chairperson | End Time |
| 6. Next Meeting Date: February 19, 2014 | | |

Information Items

- | | |
|-----------------------------|---------------|
| * Treasurers Report | Pages 21 – 29 |
| Capital Reserve Fund Report | Page 30 |
| Bond Fund Report | Page 31 |
| * Investment Report | Page 32 - 43 |
| Payroll Expense Projections | Page 44 |
| Tax Collection Projections | Page 45 |
| Benefits Projections | Page 46 |
| Article on Pay-To-Play | Page 47 |
| Article on Pension | Pages 48 – 50 |
| LOGIC Report | Pages 51 – 83 |

* These item(s) may be on the public board agenda. ~ These item(s) may require executive session.

CENTRAL BUCKS SCHOOL DISTRICT
Finance Committee Minutes
November 20, 2013

Committee Members Present

Jerel Wohl, Chairperson
 Paul Faulkner, Member
 Tyler Tomlinson, Member

Other Board Members and Administrators Present

Steve Corr
 John Gamble
 Joe Jagelka
 Geri McMullin
 Kelly Unger

Dave Matyas, Business Administrator
 Susan Vincent, Director of Finance

Dr. Dave Weitzel, Superintendent
 Scott Kennedy, Director of Operations
 Ken Rodemer, Assistant Director of Operations
 Nadine Garvin, Principal Bridge Valley Elementary
 Craig Linn, Lea Huf, Lindsay Sankovsky, Aramark

Committee Members Absent

Jim Duffy, Member

The Finance Committee meeting was called to order at 7:20 p.m. by Jerel Wohl, Chairperson

PUBLIC COMMENT

Five members of the public were present. One person commented on the 2012-13 audit and stated their opinion that the district fund balance was too large.

APPROVAL OF MINUTES

The October 16, 2013 Finance Committee meeting minutes were accepted as presented.

INFORMATION/ DISCUSSION/ACTION ITEMS

Analysis of Implementing a Minimally Processed Food Menu in CB Cafeterias – The committee heard a presentation by Aramark listing the advantages and disadvantages of implementing a minimally processed menu at each school. A minimally processed menu uses food that has not been fundamentally altered from its original state, tends to be lower in fat, is more nutrient dense, and uses less preservatives. Compared to the federal Healthy Hunger-Free Kids Act (HHFKA), which school districts were mandated to implement in September of 2012, a minimally processed menu is not much different than current school menus when looking at macro nutrients.

Macronutrient	H.H.F.K.A.	Minimally Processed
Carbohydrates	48%	50%
Fat	34%	30%
Protein	18%	20%

Over the next few years as HHFKA requirements increase and more minimally processed products are available from food suppliers, the two menu styles will have the same characteristics.

Looking at the advantages and disadvantages of a minimally processed menu:

Advantages	Disadvantages
More nutrient dense	Food safety
Lower sodium content	Added production time
Fewer calories from fat	Product sourcing
Fewer additives and preservatives	Consistency
	Increased product cost
	Increased labor costs
	Customer preferences
	Additional serving lines needed at the elementary level
	Serving line speed

If fully implemented at all schools, the additional cost of a minimally processed menu would be approximately \$.50 per lunch.

The committee thanked the Aramark team for investing over 200 hours to prepare a sample menu and analyze implementation issues. They also asked several questions.

Q: Could some minimally processed foods (MPF) be incorporated into the current menu?

A: Current school menus incorporate minimally process food items and more are added as they become available from food suppliers.

Q: Has a MPF menu been incorporated in other school districts?

A: Yes, but student participation suffered.

Q: Why do you think implementation has not been successful?

A: Mainly due to the different foods offered to students all at once.

Q: What are the barriers to implementing an MPF menu at the elementary level?

A: Mainly a lack of space to serve students two separate menus and a lack of preparation space that would be needed to maintain proper food sanitation when preparing raw meats.

The committee was reluctant to implement a single MPF menu district wide so as not to force all parents to pay the extra cost of a MPF menu. Physical space constraints limit implementing a dual menu plan at all buildings. The committee expressed hope that more MPF items would be available soon to incorporate into the current menu structure.

Fund Balance Review – An analysis of the 2012-13 fund balance was shared with the committee. The intent of the analysis was to provide more detail behind the audit numbers. The 2012-13 year started with a balance of \$33,476,973 less \$11,374,948 which was assigned to the district Post Employment Benefit Fund, not the district’s general fund. This left a starting balance for 2012-13 of \$22,102,025. During the 2012-13 fiscal year operations, the district realized \$24,413,287 in revenues exceeding expenses. At the end of the fiscal year, the district transferred \$8,000,000 to a long term capital account to pay for future Holicong Middle school renovations and used \$20,000,000 to pay off long term debt to reduce the budget impact of future PSERS retirement obligations. Finally an audit adjustment of \$4,014 was made to correct a book entry made in error when the district migrated to new financial software. This left an ending general fund balance of \$18,519,326 for fiscal year 2012-13.

Review of the 2012-13 Audit – The independent audit firm of Maillie LLC finished its yearly audit of the district and reviewed its draft report with the committee. Jeff Mantz, a manager with the firm, went through the draft report page by page to provide insight on what the audit report was presenting and details of how the auditors review the district financial statements and procedures when looking for potential fraudulent activity. The scope of the audit was reviewed and he had the following comments:

This was Maillie's fifth year of auditing Central Bucks and that is was the easiest year since the start of the engagement. All account back up information was provided timely and all of the testing of internal controls and internal processes provided clean results. All items requested for review were provided in a timely manner. Jeff described a number of the various tests that are performed to look for procedure weakness, internal control failures, ghost employees in the payroll system, and indicated that all test results were solid and did not point to any areas of potential weakness or failure.

It was noted that there was a sizable number of additions to Capital Assets, which is in line with the large volume of capital project work that is ongoing in the district.

The auditor commented on the single audit statement, which includes reviews of federal programs, and indicated that there were no findings. He also commented that the district is making a good faith effort to meet its long term GASB 45 Post Employment benefit obligations through the years.

He was questioned on the results of the fraud questionnaire distributed to staff, administration, and the school board. It was noted that there were no reports of suspected fraud or noted weaknesses in district procedures, based on the SAS 114 and 115 reports received by the auditors.

When asked about the district's financial position at the end of the 2012-2013, the auditor indicated that the debt defeasance executed during the year helped to reduce the districts outstanding debt and improved its position to meet upcoming obligations, such as the pension liability. He commended the Board for taking an aggressive long term approach to addressing the PSERS retirement system cost increases by permanently paying off debt years ahead of the amortization schedule.

A district-to-district comparison of 15 other school districts audited by Maillie was provided. When asked how CBSD compares to other school districts it was noted that statistically Central Bucks' financial standing is on average with the other districts. The district's general fund balance of \$18,519,326, which is 6.4% of the 12-13 total budget and is actually on the low side compared to other districts.

When questioned about outstanding debt, it was also noted that the district's outstanding debt is also on par with that of other districts, which without the debt defeasance it would have been on the high side.

Jeff Mantz closed his audit review by restating that the audit opinion is clean, without any findings. There were no instances of non-compliance and proper internal controls are in place. Based on this audit and prior audits, CBSD is designated as a low risk auditee.

Financial Planning and Goal Setting – Reviewing the results of the school board's direction on setting financial goals, shows consistency through the years. Academics are priority one, followed by goals on student safety and goals that maintain the long term financial health of the district. The district financial advisors, Public Financial Management (PFM), indicates that the district should consider one more round of debt defeasance in the range of \$35M to \$50M to keep the district in the best financial position for the next 5 to 10 years. Within five years, the district should be hitting the maximum employer's contribution percentage into the PSERS retirement system.

	Goal Description (low value indicated highest ranked goal)	Total Score Low Score = Highest Rank	Average Score Low Score = Highest Rank
1	Maintain and Improve our Academics (re-establish initiatives)	12	1.3
2	Meet PSERS Obligations Without Max Tax Increases	40	4.4
3	Continue to Evaluate Security & Improve Where Possible	45	5.0
4	Minimize Real Estate Tax Increases	45	5.0
5	Pay Off More Debt	49	5.4
6	Pay for Building Renovations with Cash - No New Debt	53	5.9
7	Teacher Negotiations Budget Planning	60	6.7
8	Maintain General Fund Balance at 5%	72	8.0
9	Plan for the Affordable Care Act	79	8.8
10	Explore Alternate Revenue Streams (grants, Cyber Charter)	80	8.9
11	Increase the Number of School Days	94	10.4
12	Explore Walking More Students to School (Phase 2)	106	11.8
13	Explore Implementing Full-Day Kindergarten	113	12.6
14	Explore More Vocational (MBIT type) Programs at CB HS	115	12.8
15	Elem. Schools Without A/C, Make "A" Schools for Transp.	117	13.0

These rankings are the start of the process and can be refined in the future. The purpose is to provide general direction for the start of the budget process.

Draft of Capital Uses for Projected Fund Balances – For the next 5 years, the district would like to continue the practice of budgeting for approximately \$7M for short term capital needs as noted:

Transportation	\$1M
Technology	\$2M
Short Term Capital	\$4.3M

In addition, administration feels we should be budgeting for other long term goals such as

- Long Term capital for future large construction projects that will cost approximately \$6-8M per year according to the district’s long range capital plan. This will also eliminate the need to borrow for construction projects in the near term.
- It is also recommended to allocate some money towards the district’s GASB 45 obligations which can also be used for debt defeasance in the future if the Board wishes to do so.
- The district should maintain a yearly budgetary reserve for self-insured health care expenses in case they exceed the expected budgeted amount. Any unused funds at the end of the fiscal year can also be used to help pay off current debt.
- Maintain budgetary reserves for future PSERS expenses since we know costs will go up dramatically over the next five years and our goal is to minimize tax increases during that period.

The reserves for GASB 45, health care, and PSERS could be used for debt defeasance or other future school board goals. The available funding for transfer to capital accounts is likely to decline over the next five years as PSERS contributions and health care cost continue to rise. It is also assumed that the school board will not raise taxes to the Act 1 maximum amounts over the next five years.

2014-15 Budget– The Act 1 base index for the 2014-15 budget process is 2.1%. This means real estate taxes could be raised by 2.1% if needed. In addition, it is anticipated that the district would also qualify for an exemption from Act 1 limits in the expense for state retirement payments (which will go from approximately 17% of gross payroll to 21%) and in the expense of special education costs bringing the total estimated maximum millage increase to approximately 3.3%. The actual calculation for the 2014-15 fiscal year is not available from PDE as of this date. As per past practice, administration will likely present an initial budget in December that has an increase greater than 2.1%. If administration doesn’t do this, PDE will not allow the district to use Act 1 exceptions. Since we will not know until mid-February, via the governor’s budget, if state subsidies will remain the same, or if we will see a reduction, we need to present a conservative budget at the start of the process.

As we look ahead to the 2014-15 budget, we have been looking at data from the state. The good news is that state revenue is trending upward for sales tax collected, corporate income taxes, real estate transfer taxes, and personal income taxes. The bad news is that every extra penny that the commonwealth takes in during 2014-15 will likely go towards meeting its PSERS and SERS pension obligations.

Projections from the state's Independent Fiscal Office show that most of the budgetary reserves will be used during 2014-15. This probably means that school district are unlikely to see subsidy increases for 2014-15.

Looking at local revenues, it appears that we have bounced off of the bottom and are starting to trend upward. Earned income taxes are up, real estate assessed values are increasing slightly, and the number of students eligible for free/reduced price lunches is dropping slightly. These are all good trends. Looking at real estate taxes, it is anticipated that the revenues will increase due to growth in real estate assessed values as new houses and business are built during the year. We are assuming that earned income taxes will grow by 2% or more per year over the next several years.

Other local taxes (interim RE, delinquent RE, PUC tax, and RE transfer) are assumed to have minimal growth. State and federal subsidies are assumed to have minimal growth over the years.

Looking at expenses, we anticipate salary increases to range from 1% to 2.4% depending on employment classification. Health care expenses are assumed to increase 7%. Prescription expenses are assumed to increase 6%. Dental, disability, life insurance, workers comp, and unemployment are projected to have moderate increases. Retirement expenses will increase by 26% in 2014-15.

300 Object: Professional Services: such as consultants, architects, legal, IU Services, psychologists, tax collection, doctor examinations, bank trustee and escrow, cooperative purchasing, I.T. Tech support, and athletic trainers are expected to increase 1% during 2014-15.

400 Object: Purchased Property Services: Copier lease, repair services by outside contractors, modular classroom lease, electricity, sewer, water, telephone system maintenance, are expected to increase 1% during 2014-15.

500 Object: Other Purchased Services: Services not provided by district personnel such as approved private schools for sp. ed., MBIT tuition, general travel expenses, homebound education, alternate education, charter school tuition, court placed education, postage costs, curriculum development, legal notices, insurance (E&O, Auto, Property, etc.), contracted transportation, phone line expenses, are expected to increase by .5% during 2014-15.

600 Object: Supplies: purchase of materials that are expendable and consumed in a short period of time, pencils, paper, office supplies, subscriptions, standardized test expenses, textbooks, audio visual materials, medical supplies, replacement parts, diesel fuel, gasoline, are expected to increase .5% during 2014-15.

700 Object: Property and Equipment: Expenditure for the acquisition of small fixed assets and replacement, TV's, projectors, Smartboards, DVD players, computers, medical equipment, athletic equipment, are expected to increase .5% during 2014-15.

800 Object: Other Expenses: Expenses not classified in other specific areas are organization/membership dues (PSBA, PASA, PASBO, etc), real estate taxes on unused land (county/municipal), and interest payments on debt. The good news is that interest payments on debt will be going down over the next five years due to prepayment of existing debt.

900 Object: Other Financing Uses: This group of expense accounts includes payment of principal on long term debt, transfers to other funds for major equipment purchases, improvement of facilities, prepayment of debt, self insured health care reserve, and other post employment benefits (GASB 45).

Principal payments on debt will be reduced over time due to the nearly \$100M debt payoff and debt restructuring that has occurred over the last few years. However, in the near term, principal payments on debt will remain at about \$16.2M per year.

Budgeted transfers to capital funds are the amounts for funding school buses, computers, and small construction projects.

Projected available for transfer to capital funds, are amounts budgeted for major construction projects, reserves for retirement system increases, and reserves for self-insured health care. If these reserves are not needed in the future, they can be used to pay off debt. PFM recommends a future debt defeasance of \$35M to \$50M.

The committee recommended submitting a proposed preliminary budget that would exceed the Act 1 base limit of 2.1% in case state funding levels are reduced in February. By using this process, the district could qualify for Act 1 exceptions – if needed.

Athletic Trainer Services– The district requested proposals for athletic trainer services and received three responses. A.T.I., the current company providing athletic trainer services provided the low quotation at \$68,000 per year. The new contract will save the district almost \$23,000 per year.

Athletic Training Services RFP - November 12, 2013

Vendor	Current Contract	14/15	15/16	16/17	17/18	18/19	Total
Bucks Phys. Therapy		\$84,000.00	\$87,000.00	\$90,000.00	\$93,000.00	\$96,000.00	\$450,000.00
NovaCare		\$75,000.00	\$76,500.00	\$78,000.00	\$79,500.00	\$81,182.41	\$390,303.01
ATI	\$90,850	\$68,000.00	\$68,000.00	\$68,000.00	\$68,000.00	\$68,000.00	\$340,000.00

The committee asked if ATI was providing good service to our students? Administration checked with the athletic directors and they have been very happy with the level of service and professionalism of the ATI athletic trainers. The committee recommended the contract be placed on the Board agenda for consideration.

ADJOURNMENT

The meeting adjourned at 10:15 p.m.

Minutes submitted by Dave Matyas, Business Administrator and Administrative Liaison to the Finance Committee

5186 Stump Road
PO Box 387
Plumsteadville, PA 18949



Phone (215) 766-8914
Fax (215) 766-9831

July 8, 2013

		Discount Amount
30.5 acres	Parcel 34-011-053	\$5,222.93
40.75 acres		
	34-011-029	\$6,339.72
<u>71.25</u>	total proposed exemption	<u>\$11,562.65</u>
Acre		

Mr. David Matyas, Business Administrator
Central Bucks School District
20 Weldon Drive
Doylestown, PA 18901

RE: Property Acquisition

These properties will be tax exempt starting in the 2014-15 school year.
This request is only to forgive one year: 2013-14

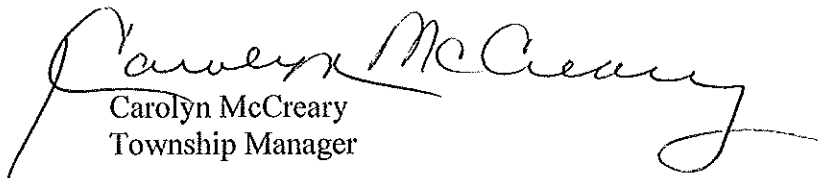
Dear Mr. Matyas:

The Township recently acquired two vacant parcels of land located on Silo Hill Road using our County Open Space money and part of a voter-approved park referendum.

The purpose of this letter is to respectfully request that the School District consider waiving the real estate taxes due for fiscal year 2013-14. The Township Solicitor will be applying for tax exempt status for both properties going forward.

I have enclosed copies of the tax bills forwarded to me by the prior owner.

Sincerely,


Carolyn McCreary
Township Manager

CMc/

enclosure(s)

Talked to Carolyn on 7-15-13. She agrees that the township should pay the bill at discount, then CBSD can write a refunding check if the Board approves granting exempt status.

www.plumstead.org

Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949

Telephone: 215-766-3785



Scan me

Real Estate	Terms	Dates
\$ 5,222.93	← 2% DISCOUNT (\$108.59) IF PAID BY	8/31/2013
\$ 5,329.52	← FACE IF PAID BY	10/31/2013
\$ 5,862.47	← 10% PENALTY (\$532.96) IF PAID AFTER	10/31/2013

- OR -

INSTALLMENT PAYMENT OPTIONS LISTED BELOW: NO DISCOUNTS ALLOWED. PLEASE SEE THE INSTALLMENT PAYMENT INFORMATION ON THE BACK OF THE TAX BILL.			
\$ 1,776.50	← FIRST INSTALLMENT	1ST INSTALLMENT DUE DATE →	8/31/2013

**2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township**

34-011-053 1976 T15 *****AUTO**3-DIGIT 189
GRANDVIEW INVESTORS L P
HERITAGE BLDG GRP PROP
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803

007613



Office Hours:

6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00pm
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00pm

Legal Description: 30.49A W S US611 485 FT N
W T390
SILO HILL ROAD

Liens Will Be Filed After: 12/31/2013

If paying after December 15th: Only official bank checks or certified checks will be accepted.

Property Location: SILO HILL RD
Payable to: Central Bucks School District

PLEASE READ INSTRUCTIONS ON THE BACK

YOU CAN PAY BY CREDIT CARD (3% FEE) OR E-CHECK (\$3.00 FEE) AT:
www.bctaxes.org OR CALL 1-800-272-9829. USE JURISDICTION CODE 4802.

NOTICE OF PROPERTY TAX RELIEF

Your tax bill may include a real estate tax reduction for your property under the Pennsylvania Taxpayer Relief Act passed by the Pennsylvania General Assembly. Eligible and enrolled properties receive tax relief through the Homestead/Farmstead exclusion provisions.

CALCULATIONS FOR ACT 1 - HOMESTEAD/FARMSTEAD EXCLUSION

Original Before Tax Relief	Homestead		Farmstead		New Amount After Your Exclusions
	Exclusion (Adjustment)	Percentage Approved	Exclusion (Adjustment)	Percentage Approved	
Assessed Value \$ 43,400.00	\$ NA		\$ NA		\$ 43,400.00
Amount of Tax \$ 5,329.52	\$ NA		\$ NA		\$ 5,329.52

The Homestead/Farmstead exclusion is **Not Applicable** to this property.

ONLY USE RED COUPONS BELOW IF PAYING BY INSTALLMENTS

RETURN WITH YOUR SECOND INSTALLMENT PAYMENT

Detach Here

RETURN WITH YOUR THIRD INSTALLMENT PAYMENT

PARCEL NO. 34-011-053
MILLAGE 122.8
TOTAL ASSESSMENT 43,400

PARCEL NO. 34-011-053
MILLAGE 122.8
TOTAL ASSESSMENT 43,400

Tax Bill No: 1976

Tax Bill No: 1976

2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township

Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949

Telephone: 215-766-3785

GRANDVIEW INVESTORS L P
HERITAGE BLDG GRP PROP
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803

Property Location: SILO HILL RD

Payable to:
Central Bucks School District
6162 German Rd, PO Box 433, Plumsteadville, PA 18949

INSTALLMENT PAYMENT OPTION: NO DISCOUNTS ALLOWED. FIRST INSTALLMENT IS LISTED ABOVE. THE THREE INSTALLMENTS EQUAL THE FACE AMOUNT.	
SECOND INSTALLMENT →	\$ 1,776.51
2ND INSTALLMENT DUE DATE	9/30/2013
AFTER INSTALLMENT →	\$ 1,954.16
AFTER INSTALLMENT DUE DATE	

Office Hours:
6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00pm
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00pm

Legal Description: 30.49A W S US611 485 FT N
W T390
SILO HILL ROAD
Liens Will Be Filed After: 12/31/2013
If paying after December 15th: Only official bank checks
or certified checks will be accepted.

2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township

Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949

Telephone: 215-766-3785

GRANDVIEW INVESTORS L P
HERITAGE BLDG GRP PROP
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803

Property Location: SILO HILL RD

Payable to:
Central Bucks School District
6162 German Rd, PO Box 433, Plumsteadville, PA 18949

INSTALLMENT PAYMENT OPTION: NO DISCOUNTS ALLOWED. FIRST INSTALLMENT IS LISTED ABOVE. THE THREE INSTALLMENTS EQUAL THE FACE AMOUNT.	
THIRD INSTALLMENT →	\$ 1,776.51
3RD INSTALLMENT DUE DATE	10/31/2013
AFTER INSTALLMENT →	\$ 1,954.16
AFTER INSTALLMENT DUE DATE	

Office Hours:
6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00

Legal Description: 30.49A W S US611 485 FT N
W T390
SILO HILL ROAD
Liens Will Be Filed After: 12/31/2013
If paying after December 15th: Only official bank ch
or certified checks will be accepted.

Detach Here

PLEASE READ INSTRUCTIONS ON THE BACK

PLEASE READ INSTRUCTIONS ON THE BACK

Detach Here

Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949

Telephone: 215-766-3785



Real Estate	Terms	Dates
\$ 6,339.72 ←	2% DISCOUNT (\$128.38) IF PAID BY	8/31/2013
\$ 6,469.10 ←	FACE IF PAID BY	10/31/2013
\$ 7,116.01 ←	10% PENALTY (\$946.81) IF PAID AFTER	10/31/2013

- OR -

**2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township**

INSTALLMENT PAYMENT OPTIONS LISTED BELOW NO DISCOUNTS ALLOWED. PLEASE SEE THE INSTALLMENT PAYMENT INFORMATION ON THE BACK OF THE TAX BILL.			
\$ 2,156.36 ←	FIRST INSTALLMENT	1ST INSTALLMENT DUE DATE →	8/31/2013

Office Hours:
6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00pm
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00pm

Legal Description: 40.760A SW COR US611 & T390

Liens Will Be Filed After: 12/31/2013

If paying after December 15th: Only official bank checks or certified checks will be accepted.

34-011-029 2226 T15 *****AUTO**3-DIGIT 189
HERITAGE VLG L L C
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803



Property Location: SILO HILL RD
Payable to: Central Bucks School District

PLEASE READ INSTRUCTIONS ON THE BACK

YOU CAN PAY BY CREDIT CARD (3% FEE) OR E-CHECK (\$3.00 FEE) AT:
www.bctaxes.org OR CALL 1-800-272-9829. USE JURISDICTION CODE 4802.

NOTICE OF PROPERTY TAX RELIEF

Your tax bill may include a real estate tax reduction for your property under the Pennsylvania Taxpayer Relief Act passed by the Pennsylvania General Assembly. Eligible and enrolled properties receive tax relief through the Homestead/Farmstead exclusion provisions.

CALCULATIONS FOR ACT 1 - HOMESTEAD/FARMSTEAD EXCLUSION

	Original Before Tax Relief	Homestead		Farmstead		New Amount After Your Exclusions
		Exclusion (Adjustment)	Percentage Approved	Exclusion (Adjustment)	Percentage Approved	
Assessed Value	\$ 52,680.00	\$ NA		\$ NA		\$ 52,680.00
Amount of Tax	\$ 6,469.10	\$ NA		\$ NA		\$ 6,469.10

The Homestead/Farmstead exclusion is **Not** Applicable to this property.

ONLY USE RED COUPONS BELOW IF PAYING BY INSTALLMENTS

RETURN WITH YOUR SECOND INSTALLMENT PAYMENT

PARCEL NO. 34-011-029 MILLAGE 122.8 TOTAL ASSESSMENT 52,680

Tax Bill No: 2226

INSTALLMENT PAYMENT OPTION: NO DISCOUNTS ALLOWED. FIRST INSTALLMENT IS LISTED ABOVE. THE THREE INSTALLMENTS EQUAL THE FACE AMOUNT.	
SECOND INSTALLMENT →	\$ 2,156.37
2ND INSTALLMENT DUE DATE	9/30/2013
AFTER INSTALLMENT →	\$ 2,372.00

Office Hours:
6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00pm
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00pm

2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township
Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949
Telephone: 215-766-3785

HERITAGE VLG L L C
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803

Property Location: SILO HILL RD

Payable to:
Central Bucks School District
6162 German Rd, PO Box 433, Plumsteadville, PA 18949

Legal Description: 40.760A SW COR US611 & T390
Liens Will Be Filed After: 12/31/2013
If paying after December 15th: Only official bank checks or certified checks will be accepted.

RETURN WITH YOUR THIRD INSTALLMENT PAYMENT

PARCEL NO. 34-011-029 MILLAGE 122.8 TOTAL ASSESSMENT 52,680

Tax Bill No: 2226

INSTALLMENT PAYMENT OPTION: NO DISCOUNTS ALLOWED. FIRST INSTALLMENT IS LISTED ABOVE. THE THREE INSTALLMENTS EQUAL THE FACE AMOUNT.	
THIRD INSTALLMENT →	\$ 2,156.37
3RD INSTALLMENT DUE DATE	10/31/2013
AFTER INSTALLMENT →	\$ 2,372.01

Office Hours:
6162 German Rd Office: Tuesday & Thursday 9:30am to 4:00pm
August 30 and October 30 9:30am to 2:00pm
Plumstead Twp Bldg: August 30 & October 31 4:00pm to 6:00pm

2013-2014 Real Estate Tax Bill
Central Bucks School District
Plumstead Township
Sherry B. Labs
6162 German Rd, PO Box 433
Plumsteadville, PA 18949
Telephone: 215-766-3785

HERITAGE VLG L L C
865 EASTON RD STE 250
WARRINGTON, PA 18976-7803

Property Location: SILO HILL RD

Payable to:
Central Bucks School District
6162 German Rd, PO Box 433, Plumsteadville, PA 18949

Legal Description: 40.760A SW COR US611 & T390
Liens Will Be Filed After: 12/31/2013
If paying after December 15th: Only official bank checks or certified checks will be accepted.



#1 in Commercial Real Estate Online

Mobile Become a free member Log In

Historical Land Sale Listing - Silo Hill Road Lot 29 and 53

Land For Sale

This Land property is Off-Market. Search below to find active commercial real estate for sale or lease.

For Sale For Lease

All Property Types

Doylestown, PA

Search

Advanced search

Browse More Listings in Land For Sale, Doylestown, PA or Pennsylvania

Land - Off Market

Silo Hill Road Lot 29 and 53

Silo Hill Road & Easton Rd, Doylestown, PA 18902



Price: N/A
 Property Type: Land
 Property Sub-type: Residential (land)
 Zoning Description: RO/R2

Last Updated over 1 year ago
 Listing ID 17076156

1 Lot

Lot 29 & 53 Price: N/A
 Lot Size: 70 AC
 Lot Type: Residential (land)

Description

Capitalize on the emerging growth that is taking place in Plumstead Township with this 70 acres of bucolic land perfect for residential development. Situated within the renowned Central Bucks school district, the location is convenient to all major roads, scenic attractions, shopping and many corporate facilities. Call listing agent for the preliminary plot plans that feature 27 future home sites. Note: The available land consists of two tax parcels. Tax parcel number 34-011-029 containing 40.76 acres and tax parcel number 34-011-053 containing 30.49 acres for a total of 70 +/- acres.

Located at Silo Hill Road and Easton Road in Plumstead Township.

LoopNet
Mobile

In your hand
On-the-go.

Download

Available for Apple and Android devices

Lot 29 Silo Hill Rd

Property Details

Back Building details Assessment info Census Mapview Google map History Print Notes Modify Help

Owner Information

PLUMSTEAD TWP

Mailing address

PO BOX 386
PLUMSTEADVILLE PA
18949-0385

Phone #

Property Taxes

Municipality
PLUMSTEAD TOWNSHIP

Non-Exempt

Assessment	\$52,680
School	\$6,469
County	\$1,222
Local	\$698
Total	\$8,389

School Dist...

Property Information

Parcel #	34011029	Property Address	
Block/Unit	011029		SIL0 HILL RD
Instr. nbr	2013056126		DOYLESTOWN 18902
Additional buildings		No	
Owner occupy			Latitude
Lot size	1775505		Longitude
Acreage	40.7599		Census tract
Landuse	2205	FARM 20+ ACRES	

Utilities

Water		Sewer	Gas
-------	--	-------	-----

Sales history

Grantor	HERITAGE VLO L L		
Instrument #	2013056126		Ant
Last sale price			Last sale date
Prev sale price			Prev sale date
Tax stamp value		\$670,000	Prev deed

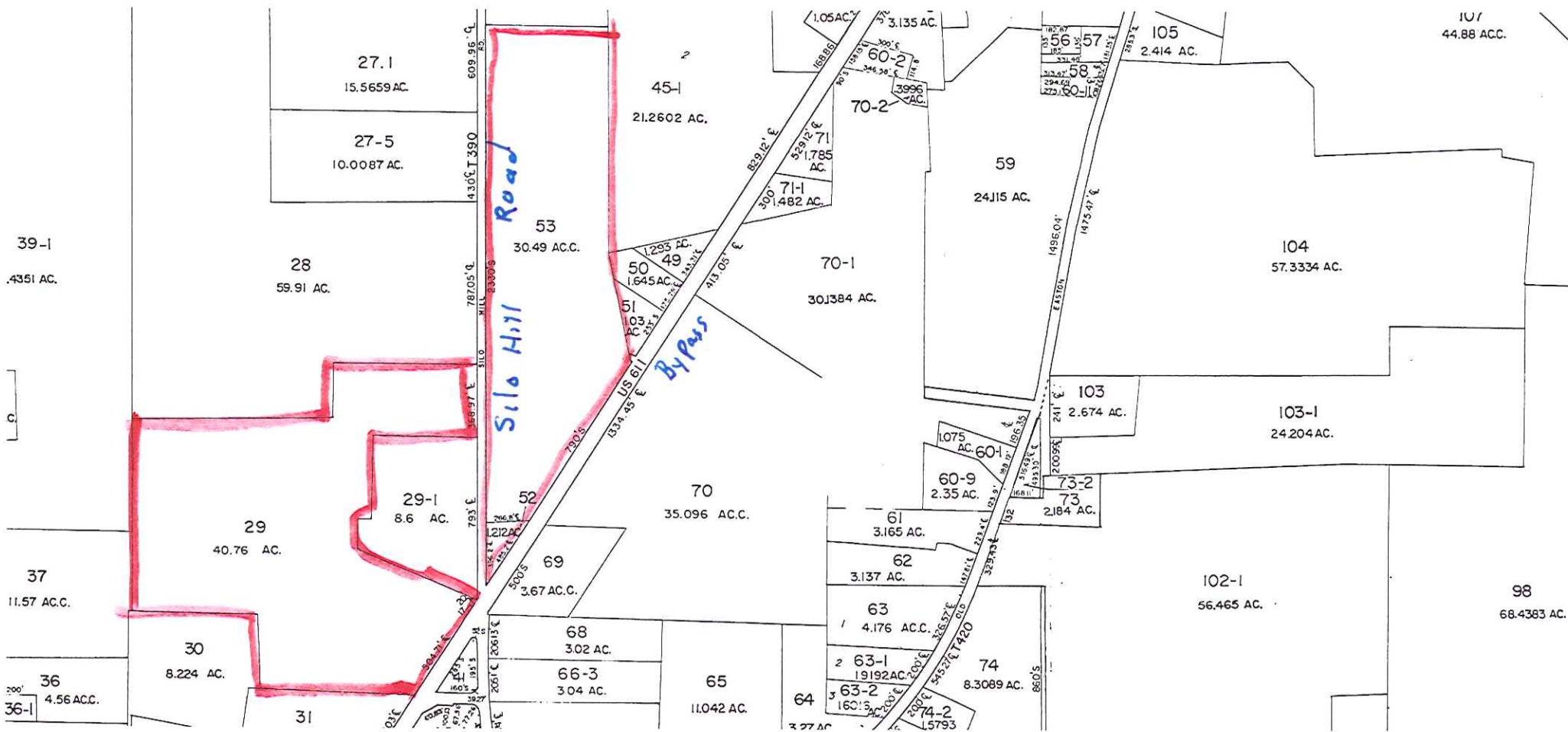
Lot 53 Site Hill Road

Property Details

Back Building details Assessment info Census Mapview Google map History Print Notes Modify Help

Owner Information		Property Information	
PLUMSTEAD TWP		Parcel #	34011053
Mailing address		Block/Unit	011053
PO BOX 386		Instr nbr	2013056124
PLUMSTEADVILLE PA		Additional buildings	No
18949-0366		Owner occupy	
Phone #		Lot size	1328144
		Acreage	30.4899
		Zonecode	R2
		Landuse	2235 FARM MISC 20+ ACRES
Property Taxes		Utilities	
Municipality		Water	Sewer
PLUMSTEAD TOWNSHIP			
Non-Exempt		Sales history	
Assessment	\$43,400	Grantor	GRANDVIEW INVESTORS L P
School	\$5,329	Instrument #	2013056124
County	\$1,006	Last saleprice	
Local	\$575	Prev saleprice	
Total	\$6,910	Tax stamp value	\$1,080,000

Page: 1 of 1 Words: 0





SECTION: OPERATIONS
 TITLE: FOOD SERVICES
 ADOPTED:
 REVISED:

808. FOOD SERVICES	
<p>1. Purpose</p>	<p>The Board recognizes that students require adequate, nourishing food and beverages in order to grow, learn and maintain good health. The Board directs that students shall be provided with adequate space and time to eat meals during the school day.</p>
<p>2. Authority SC 504, 1335, 1337 42 U.S.C. Sec. 1751 et seq, 1773 7 CFR Sec. 210.10, 220.8</p> <p>SC 504</p> <p>SC 504 42 U.S.C. Sec. 1760</p>	<p>The Board shall provide food service</p> <p style="padding-left: 40px;"><input checked="" type="checkbox"/> for school breakfasts</p> <p style="padding-left: 40px;"><input checked="" type="checkbox"/> for school lunches</p> <p style="padding-left: 40px;"><input type="checkbox"/> that meets the standards required by state and federal school breakfast and lunch programs.</p> <p>A statement of receipts and expenditures for cafeteria funds shall be presented monthly to the Board for its approval.</p> <p>Food sold by the school may be purchased by students and district employees but only for consumption on school premises. The price charged to students shall be established annually by the district in compliance with state and federal laws.</p>
<p>3. Delegation of Responsibility</p>	<p>Operation and supervision of the food services program shall be the responsibility of the</p> <p style="padding-left: 40px;"><input type="checkbox"/> Superintendent.</p> <p style="padding-left: 40px;"><input checked="" type="checkbox"/> Business Manager.</p> <p style="padding-left: 40px;"><input type="checkbox"/> Food Services Director.</p> <p style="padding-left: 40px;"><input type="checkbox"/> Cafeteria Supervisor.</p>

<p>SC 504, 1337</p> <p>3 Pa. C.S.A. Sec. 5713 42 U.S.C. Sec. 1758(h) 7 CFR Sec. 210.13</p> <p>4. Guidelines Pol. 246</p> <p>SC 504</p>	<p>Cafeterias shall be operated on a nonprofit basis. A periodic review of the cafeteria accounts shall be made by the</p> <p style="padding-left: 40px;">{ } Superintendent.</p> <p style="padding-left: 40px;">{ √ } Business Manager.</p> <p style="padding-left: 40px;">{ √ } auditor.</p> <p>The Superintendent or designee shall comply with state and federal requirements for conducting cafeteria health and safety inspections and ensuring employee participation in appropriate inspection services and training programs.</p> <p>To reinforce the district's commitment to nutrition and student wellness, foods served in school cafeterias shall:</p> <ol style="list-style-type: none"> 1. Be carefully selected to contribute to students' nutritional well-being and health. 2. Meet the nutrition standards specified in law and regulations and approved by the Board. 3. Be prepared by methods that will retain nutritive quality, appeal to students, and foster lifelong healthy eating habits. 4. Be served in age-appropriate quantities, at reasonable prices. <p>{ √ } The district shall use food commodities for school menus available under the Federal Food Commodity Program.</p> <p>Surplus accounts shall be used only for the improvement and maintenance of the cafeteria.</p> <p>All funds derived from the operation, maintenance or sponsorship of the food service program shall be deposited in the cafeteria fund, a special bank account, in the same manner as other district funds. Such funds shall be expended in the manner approved and directed by the Board, but no amount shall be transferred from the cafeteria fund to any other account or fund, except that district advances to the food service program may be returned to the district's general fund from any surplus resulting from its operation.</p>
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Note: Removed per PSBA (see note on last page) for contracted food service. If a school district's food service program revenue exceeds the food service management company guarantee, the school district reimburses the company for past revenue supplements the company may have provided in the past to meet that year's guarantee.

<p>42 U.S.C. Sec. 1773 7 CFR Part 220</p>	<p>The district shall participate in the { <input checked="" type="checkbox"/> } School Breakfast Program.</p>
<p>42 U.S.C. Sec. 1751 et seq 7 CFR Part 210</p>	<p>{ <input checked="" type="checkbox"/> } National School Lunch Program.</p>
<p>7 CFR Part 215</p>	<p>{ <input type="checkbox"/> } Special Milk Program.</p>
<p>Pol. 103, 103.1</p>	<div data-bbox="513 741 1503 831" style="border: 1px solid black; padding: 5px; margin-bottom: 10px;"> <p>Note: the Special Milk Program is for schools or institutions that do not have a breakfast or lunch program.</p> </div> <p>The district shall offer meals to all students without regard to race, color, age, creed, religion, sex, sexual orientation, ancestry, national origin, marital status, pregnancy or handicap/disability.</p>
<p>42 U.S.C. Sec. 1758 7 CFR Part 245</p>	<p><u>Free/Reduced-Price Meals And Free Milk</u></p> <p>The district shall provide free and reduced-price meals and/or free milk to students in accordance with the terms and conditions of the National School Lunch Program, the School Breakfast Program, and the Special Milk Program.</p>
<p>7 CFR Sec. 15b.40 Pol. 103.1, 113, 209.1</p>	<p><u>Accommodating Students With Special Dietary Needs</u></p> <p>The district shall make appropriate food service and/or meal accommodations to students with special dietary needs in accordance with applicable law, regulations and Board policy.</p>
<p>42 U.S.C. Sec. 1758(h) 7 CFR Sec. 210.13, 220.7</p>	<p><u>School Food Safety Inspections</u></p> <p>The district shall obtain two (2) safety inspections per year in accordance with all local, state, and federal laws and regulations.</p> <p>The district shall post the most recent inspection report and release a copy of the report to members of the public, upon request.</p>
	<div data-bbox="464 1703 1458 1791" style="border: 1px solid black; padding: 5px;"> <p>Note: these inspections are conducted by the Bucks County Department of Health.</p> </div>

<p>42 U.S.C. Sec. 1758(h) 7 CFR Part 210, Part 220</p>	<p><u>School Food Safety Program</u></p>
<p>7 CFR Sec. 210.9, 210.13, 220.7</p>	<p>The district shall comply with federal requirements in developing a food safety program that enables district schools to take systematic action to prevent or minimize the risk of foodborne illness among students.</p>
	<p>The district shall maintain proper sanitation and health standards in food storage, preparation and service, in accordance with all applicable state and local laws and regulations and federal food safety requirements.</p>
	<p><u>School Meal Accounts</u></p>
	<p>Individual accounts shall be assigned to each student for accounting purposes for the purchase of meals served in school cafeterias.</p>
	<p>The Superintendent or designee shall develop and disseminate administrative regulations that establish procedures to control school meal accounts. Administrative regulations should include the following:</p>
	<ol style="list-style-type: none">1. Procedures for collecting money for individual student accounts which ensure that the identity of each student is protected.2. Method in which students and parents/guardians are notified when the student's account reaches a specified level. At least one (1) advance written warning shall be given to the student and parent/guardian.3. Procedures for providing students with meals when the student forgets or loses his/her money or when his/her account has insufficient funds.
	<p>Students and parents/guardians shall be notified annually concerning the contents of this policy and district procedures.</p>
	<p>References:</p>
	<p>School Code – 24 P.S. Sec. 504, 1335, 1337</p>
	<p>Food Protection – 3 Pa. C.S.A. Sec. 5713</p>

National School Lunch Program – 42 U.S.C. Sec. 1751 et seq.

School Breakfast Program – 42 U.S.C. Sec. 1773

Healthy, Hunger-Free Kids Act of 2010 – P.L. 111-296

Nondiscrimination on the Basis of Handicap in Programs or Activities Receiving Federal Financial Assistance, Title 7, Code of Federal Regulations – 7 CFR Part 15

National Food Service Programs, Title 7, Code of Federal Regulations –
7 CFR Part 210, Part 215, Part 220, Part 245

Board Policy – 000, 103, 103.1, **113, 209.1**, 246

NOTES:

If a district does not offer breakfast, remove Sec. 1773 from the U.S.C. cite on page one.

When a district contracts for food services, use master as-is except delete the last two (2) paragraphs on page two (2).

Mark Special Milk Program option only if indicated in district's backup.

Summer Food Service – 42 U.S.C. Sec. 1751 et seq.
7 CFR Part 225

PSBA Revision 9/13

WILLIAM J. CARLIN
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S. RICHARD KLINGES, III
1932 - 2011

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NEW JERSEY OFFICE
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P.O. BOX 8188
HAMILTON, NJ 08690
609.588.5599

January 6, 2014

VIA E-MAIL (dmatyas@cbsd.org)

David Matyas, Business Administrator
Central Bucks School District
20 Welden Drive
Doylestown, PA 18901

RE: Tax Assessment Appeals
FWR Part L P - TPN 50-023-186
Juniper Warrington Assoc – TPN 50-027-019-001
Warwick Rty Co L P – TPN 51-013-062

Dear Mr. Matyas:

I received notice from the Bucks County Board of Assessment Appeal that three of the matters where the District filed an Appeal from the Assessment have been decided, two of the matters were decided in favor of the District and one was denied. The denial related to TPN 51-013-062 which is the skating rink in Warwick and in my mind, their denial of that application was justified.

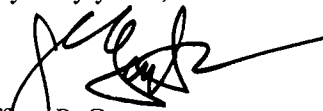
As to the other two properties, the following are the results:

1. TPN 50-023-186 FWP Partners L P – assessment was raised from \$820,628 to \$1,198,010, resulting in an increase in tax revenue of approximately \$46,418; and
2. TPN 50-027-019-001 Juniper Warrington Assoc – increased from \$584,000 to \$767,860 resulting in additional tax revenue of approximately \$22,615.

These new assessments will be implemented for School taxes beginning July 1, 2014.

If you have any questions, please advise.

Very truly yours,


Jeffrey P. Garton

JPG:rrm

cc: Dr. D. Weitzel, Superintendent (via email)

{00672954/}



CENTRAL BUCKS SCHOOL DISTRICT

LEADING THE WAY

The Central Bucks Schools will provide all students with the academic and problem-solving skills essential for personal development, responsible citizenship, and life-long learning.

To: Sharon Reiner
From: Brett Haskin
Date: December 2, 2013

Board Agenda Information:

General Fund Disbursements, November 2013

Checks November 2013	3,358,668.93
Electronic Payments	17,649,816.21
Transfers to Payroll	7,634,389.82
TOTAL	<u>\$28,642,874.96</u>

Other Disbursements, November 2013

Capital Fund(net voids)	\$1,054,671.51
Food Service	\$7,744.89
TOTAL	<u>\$1,062,416.40</u>

All Funds	<u><u>\$29,705,291.36</u></u>
-----------	-------------------------------

**The Central Bucks School District
General Fund
Treasurer's Report
11/30/2013**

Beginning Cash Balance		16,303,487.05
Beginning Cash Balance- First of Month		\$16,303,487.05
Receipts		
Local General Funds Receipts		
Local Collectors	4,968,819.25	
County of Bucks	471,801.75	
EIT	2,488,000.64	
Interest Earnings	2,672.80	
Facility Use Fees	8,812.50	
Tuition, Community School	235,358.15	
Contributions	55,118.61	
Miscellaneous	135,312.10	
Total Local General Funds Receipts	\$8,365,895.80	
State General Fund Receipts		
State Subsidy- Other	1,034,054.00	
Total State General Fund Receipts	\$1,034,054.00	
Other Receipts		
Investments Matured	14,500,000.00	
Offsets to Expenditures	98,789.95	
Transfer from Other Funds	262,750.39	
Total Other Receipts	\$14,861,540.34	
	Total Receipts	\$24,261,490.14
	Total Beginning Cash Balance and Receipts	\$40,564,977.19

**The Central Bucks School District
General Fund
Treasurer's Report
11/30/2013**

Disbursements

Checks (see detail on following page)	3,358,668.93	
Electronic Payments:		
Debt Service Payments	7,040,512.51	
MBIT Operations Payments	942,535.25	
Employee Payroll Taxes	3,801,737.74	
Employer Payroll Taxes	1,299,812.59	
PSERS Retire	867,713.72	
403B/457PMT	319,526.24	
Health Benefit Payments	1,940,758.16	
Transfer to Other Banks	200,000.00	
Investments Placed	1,237,000.00	
Transfer to Other Funds	<u>220.00</u>	
Electronic Payments Total:	17,649,816.21	
Transfer to Payroll	7,634,389.82	
Total Disbursements		\$28,642,874.96

Summary:

Total Beginning Cash Balance and Receipts (from previous page)		\$40,564,977.19
Cash Disbursements		\$28,642,874.96
Ending Cash Balance	11/30/2013	\$11,922,102.23

**General Fund
Treasurer's Report
Check Reconciliation**

First Check Run	\$1,805,976.98
Second Check Run	\$1,276,749.41
Third Check Run	<u>\$110,173.28</u>
Total Check Run (see attached detail)	\$3,192,899.67
Less Voided Checks	(\$921.08)
Check Run Sub-Total	<u>\$3,191,978.59</u>
Add Prior Month A/P Funded This Month	\$410,710.04
Less This Month A/P To Be Funded Next Month	<u>\$244,019.70</u>
Checks Funded This Month	<u><u>\$3,358,668.93</u></u>



CENTRAL BUCKS SCHOOL DISTRICT

LEADING THE WAY

The Central Bucks Schools will provide all students with the academic and problem-solving skills essential for personal development, responsible citizenship, and life-long learning.

To: Sharon Reiner
From: Brett Haskin
Date: January 2, 2014

Board Agenda Information:

General Fund Disbursements, December 2013

Checks December 2013	3,738,791.32
Electronic Payments	35,506,222.28
Transfers to Payroll	7,067,297.44
TOTAL	<u>\$46,312,311.04</u>

Other Disbursements, December 2013

Capital Fund(net voids)	\$732,453.70
Food Service(checks issued)	\$0.00
TOTAL	<u>\$732,453.70</u>

All Funds	<u><u>\$47,044,764.74</u></u>
-----------	-------------------------------

**The Central Bucks School District
General Fund
Treasurer's Report
12/31/2013**

Beginning Cash Balance		11,922,102.23
Beginning Cash Balance- First of Month		\$11,922,102.23
 Receipts		
Local General Funds Receipts		
Local Collectors	3,310,670.32	
County of Bucks	502,928.40	
EIT	1,584,313.38	
Interest Earnings	2,437.51	
Facility Use Fees	9,870.00	
Tuition, Community School	304,052.27	
Contributions	40,470.11	
Miscellaneous	410,778.35	
Total Local General Funds Receipts	\$6,165,520.34	
 State General Fund Receipts		
Basic Ed Subsidy	2,155,471.02	
Soc Sec & Retirement	1,397,518.43	
State Subsidy- Other	1,337,940.30	
Total State General Fund Receipts	\$4,890,929.75	
 Other Receipts		
Investments Matured	26,500,000.00	
Offsets to Expenditures	112,869.14	
Transfer from Other Funds	3,576.00	
Total Other Receipts	\$26,616,445.14	
 Total Receipts		 \$37,672,895.23
 Total Beginning Cash Balance and Receipts		 \$49,594,997.46

**The Central Bucks School District
General Fund
Treasurer's Report
12/31/2013**

Disbursements

Checks (see detail on following page)		3,738,791.32	
Electronic Payments:			
Employee Payroll Taxes	2,415,166.99		
Employer Payroll Taxes	815,755.38		
PSERS Retire	3,403,316.90		
403B/457PMT	302,782.04		
Health Benefit Payments	2,053,061.61		
Transfer to Other Banks	16,000.00		
Investments Placed	26,500,000.00		
Transfer to Other Funds	<u>139.36</u>		
Electronic Payments Total:		35,506,222.28	
Transfer to Payroll		7,067,297.44	
Total Disbursements			\$46,312,311.04

Summary:

Total Beginning Cash Balance and Receipts (from previous page)		\$49,594,997.46
Cash Disbursements		\$46,312,311.04
Ending Cash Balance	12/31/2013	\$3,282,686.42

**General Fund
Treasurer's Report
Check Reconciliation**

First Check Run	\$2,464,761.32
Second Check Run	\$79,452.94
Third Check Run	\$1,109,608.21
Fourth Check Run	<u>\$107,747.06</u>
Total Check Run (see attached detail)	<u>\$3,761,569.53</u>
Less Voided Checks	(\$7,746.57)
Check Run Sub-Total	<u>\$3,753,822.96</u>
Add Prior Month A/P Funded This Month	\$244,019.70
Less This Month A/P To Be Funded Next Month	<u>\$259,051.34</u>
Checks Funded This Month	<u><u>\$3,738,791.32</u></u>

**Food Service
Treasurer's Report
12/31/2013**

Beginning Cash Balance	\$	929,815.12
Deposits		
Subsidies	\$	128,594.63
Student Lunch Account Deposits	\$	324,214.13
Interest Earnings	\$	309.90
Disbursements(Checks written)	\$	-
Expenditures (items that cleared the bank)	\$	8,093.88
Commitments	\$	230,981.34
Ending Cash @ 12/31/13	\$	1,143,858.56

Capital Funds As of Dec 31, 2013

	Beg. Bal. 7/1/2013	*Transfers from (to other Funds)	Transfers from General Fund	Interest Earnings	Expenditures	Commitments	Balance 12/31/2013	Target Amount	Percent of Target	Comments
Short term Capital	\$8,094,493		\$4,330,000	\$ 12,942	\$ 5,223,338	\$ 1,157,922	\$ 6,056,175	\$ 14,000,000	43%	
Technology	\$3,013,161		\$2,000,000	\$ 5,360	\$ 1,250,489	\$ 55,053	\$ 3,712,980	\$ 2,000,000	186%	
Transportation	\$899,274		\$1,000,000	\$ 2,533	\$ 164,758	\$ 673,793	\$ 1,063,256	\$ 2,100,000	51%	
Debt Service	\$73,065			\$ 2			\$ 73,067			
Millage Reduction	\$0						\$ -	\$ 2,000,000	0%	
Long Term Capital	\$8,000,000			\$ 11,997			\$ 8,011,997	\$ 8,000,000		
Totals **	\$20,079,993	\$0	\$7,330,000	\$ 32,832	\$ 6,638,585	\$ 1,886,767	\$ 18,917,475	\$ 28,100,000	67%	

** This report excludes the following Funds:

	Balance	% of Target
Post Employment (GASB 45)	\$3,772,085	6%
Health Care	\$1,745,615	70%

Capital Bond Funds As of Dec 31 ,2013

	Beg. Bal.	Interest Earnings	Expenditures	Commitments	Balance <u>12/31/2013</u>
PSDLAF 2007 Bond	\$0	0	0		\$ -
Citizens Bank- 2008 Bond	\$12,937,661	9,694	3,651,217	1,678,178	\$ 7,617,960
Totals	\$12,937,661	9,694	3,651,217	1,678,178	\$ 7,617,960

2008 Bond Project

Tamamend Renov
 Lenape Renov
 Warwick Cafeteria
 Unami Auditorium
 CB East Renovations
 Hollcong Renovations
 CBE Stadium
 Unami Classroom

2007 Bond Projects

CB East Locker Rooms
 Warwick Elem Site Drainage
 Warwick Driveway
 Pine Run Nursing area
 Buckingham & Gayman Roofing
 CBE Track
 Unami Science Classrooms

2003 Bond Projects-History

Tohickon MS-Balance after 2000 Bond Depleted
 Warwick Elementary Renovation & Addition
 Barclay
 Buckingham
 Butler
 Linden
 Pine Run
 CB West
 CB WEST PHASE II
 CB East

**Central Bucks School District
Investment Portfolio
Summary Totals by Bank
November 30, 2013**

Bank Name	Principal Amount
3rd Fed Bank	249,000
Bank of America	8,509,517
First Niagara	9,120,569
First Savings Bank of Perkasie	249,000
Firstrust Bank	248,000
Fulton Bank	107,318
Hatboro Savings & Loan	248,000
JP Morgan/Chase	43,061,532
MBS	1,470,000
Milestone Bank	243,000
Monument Bank	244,000
National Penn	43,023,626
PLIGIT	2,232,500
PNC	54,971
PSDLAF	9,116,183
Quakertown National Bank	9,557,144
Santander	42,639,466
Susquehanna	73,066
TD Bank	40,486,318
Team Capital Bank	249,000
William Penn Bank	248,000
Total	211,430,210

**Central Bucks School District
Investment Portfolio
General Fund
November 30, 2013**

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>GENERAL FUND BANK ACCOUNTS</u>				
11/30/13	TD Bank	12/1/13	0.30%	11,922,102
11/30/13	TD Bank Municipal Choice	12/1/13	* 0.55%	10,800,000
11/30/13	PLIGIT	12/1/13	0.02%	500
11/30/13	PSDLAF MAX Acct	12/1/13	0.01%	215,248
Total General Fund Bank Accounts				22,937,851
<u>GENERAL FUND CDs</u>				
Individual Bank CDs:				
2/24/12	Willlam Penn Bank	2/24/14	0.70%	248,000
3/2/13	Hatboro Savings & Loan	3/2/14	0.50%	148,000
4/26/13	3rd Fed Bank	4/26/14	0.40%	249,000
5/1/13	First Savings Bank of Perkasio	5/1/14	0.30%	249,000
5/21/13	Team Capital Bank	5/22/14	0.25%	249,000
2/28/13	Fulton Bank	5/28/14	0.45%	107,318
5/1/13	Firsttrust Bank	7/1/14	0.35%	248,000
9/1/12	Monument Bank	9/1/14	1.05%	244,000
8/27/13	Hatboro Savings & Loan	8/27/15	0.50%	100,000
5/23/13	Milestone Bank	12/23/15	1.05%	243,000
PLGIT CDs :				
5/13/13	Bank Leumi USA, New York, NY	5/13/14	0.50%	248,000
5/13/13	Privatebank & Trust Co.	5/13/14	0.30%	248,000
5/13/13	Bank of China, New York, NY	5/13/14	0.35%	248,000
5/13/13	Bank of East Asia Ltd., New York, NY	5/13/14	0.40%	248,000
8/19/13	Israel Discount Bank of New York	8/19/14	0.40%	248,000
11/7/13	Valley Green Bank, Philadelphia, PA	11/7/14	0.45%	248,000
11/7/13	Stearns Bank, St. Cloud, MN	11/7/14	0.35%	248,000
11/7/13	Franklin Synergy Bank, Franklin, TN	11/7/14	0.35%	248,000
11/7/13	Bridgewater Bank, Bloomington, MN	11/7/14	0.35%	248,000
PSDLAF CD's:				
8/6/13	PSDLAF Collateralized CD Pool	2/4/14	0.20%	5,000,000
4/10/13	Fifth Third(OH)	4/10/14	0.30%	245,000
5/23/13	First Republic Bank	5/23/14	0.45%	245,000
Multi Bank Securities CDs:				
5/24/13	Investors Bank	2/24/14	0.25%	245,000
10/18/13	State Bank India, New York, NY	10/17/14	0.50%	245,000
10/18/13	Bank Barada, New York, NY	10/17/14	0.35%	245,000
10/31/13	Bank Indla New York, NY	10/31/14	0.40%	245,000
11/4/13	Bank Hapoalim BM New York	11/4/14	0.45%	245,000
11/15/13	BMW BK North Amer Salt Lake City, UT	11/14/14	0.35%	245,000
Total General Fund CDs				11,277,318
<u>GENERAL FUND MONEY MARKET ACCOUNTS</u>				
11/30/13	First Nlagara	12/1/13	0.20%	118
11/30/13	Santander	12/1/13	0.30%	34,629,642
11/30/13	Bank of America	12/1/13	0.20%	8,509,517
11/30/13	National Penn (1652)	12/1/13	0.25%	43,023,626
11/30/13	Quakertown National Bank	12/1/13	0.25%	9,557,144
11/30/13	PNC	12/1/13	0.10%	54,971
11/30/13	JP Morgan/Chase	12/1/13	0.13%	43,061,532
11/30/13	PSDLAF(Athletic Full Flex)	12/1/13	0.15%	254,340
Total General Fund Money Market Accounts				139,090,889
Total General Fund				173,306,058

* Interest earnings credited to offset fees

**Central Bucks School District
Investment Portfolio
Capital Fund
November 30, 2013**

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>2008 Bond</u>				
11/30/13	First Niagara	12/1/13	0.20%	7,429,612
11/30/13	PSDLAF MAX ACCT	12/1/13	0.01%	6,099
5/29/13	PSDLAF(Financial Federal Savings Bank)	5/29/14	0.20%	245,000
5/29/13	PSDLAF(Liberty Bank of Arkansas)	5/29/14	0.20%	245,000
5/29/13	PSDLAF(Merchants Bank of Indiana)	5/29/14	0.20%	245,000
5/30/13	PSDLAF(GBC International Bank)	5/30/14	0.20%	245,000
6/3/13	PSDLAF(Grandpoint Bank)	6/3/14	0.20%	245,000
6/5/13	PSDLAF(Discover Bank)	6/5/14	0.20%	245,000
6/21/13	PSDLAF(Merrick Bank Corp)	6/20/14	0.25%	245,000
6/28/13	PSDLAF(Safra National Bank of NY)	7/28/14	0.25%	245,000
Total 2008 Bond Account				9,395,710
<u>Transportation Capital Reserve</u>				
11/30/13	TD Bank	12/1/13	0.30%	1,901,359
Total Transportation Reserve				1,901,359
<u>Technology Capital Reserve</u>				
11/30/13	TD Bank	12/1/13	0.30%	3,801,484
Total Technology Reserve				3,801,484
<u>Short Term Capital Reserve</u>				
11/30/13	PSDLAF Max Acct	12/1/13	0.01%	147
11/30/13	TD Bank Fund 3 Acct	12/1/13	0.30%	1,777,838
11/30/13	TD Bank	12/1/13	0.30%	7,647,991
Total Short Term Capital Reserve				9,425,976
<u>Long Term Capital Reserve</u>				
11/30/13	Santander	12/1/13	0.30%	8,009,824
Total Long Term Capital Reserve				8,009,824
Total Capital Fund				32,534,354

Central Bucks School District
Investment Portfolio
Debt Service Fund
November 30, 2013

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>Debt Service Reserve</u>				
11/30/13	Susquehanna	12/1/13	0.10%	3,066
6/27/13	Susquehanna	6/27/14	0.20%	70,000
			Total Debt Service Reserve	73,066

**Central Bucks School District
Investment Portfolio
Trust Fund
November 30, 2013**

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>Post Employment Trust Fund Reserve</u>				
11/30/13	First Niagara	12/1/13	0.20%	1,690,840
11/30/13	TD Bank	12/1/13	0.30%	2,080,419
Total Post Employment Reserve				3,771,259
 <u>Healthcare Trust Fund Reserve</u>				
11/30/13	PSDLAF Max Account	12/1/13	0.01%	10,349
4/18/13	PSDLAF(The First Bancorp)	4/18/14	0.25%	245,000
7/19/12	PSDLAF(GE Capital Financial)	7/19/14	0.90%	245,000
7/23/13	PSDLAF(One West Bank)	7/23/14	0.50%	245,000
7/31/13	PSDLAF(Beal Bank USA)	7/30/14	0.30%	245,000
7/31/13	PSDLAF(Ally Bank)	7/31/15	0.65%	200,000
11/30/13	TD Bank	12/1/13	0.30%	555,124
Healthcare Reserve				1,745,473
Total Trust Fund				5,516,732
Grand Total				211,430,210
Weighted Average Rate of Return				0.25%

**Central Bucks School District
Ratification of Investments for the Month of
November, 2013**

Ratifying action is requested on the following investments which were made during the above timeframe.

General Fund

<u>Category</u>	<u>Purchase Date</u>	<u>Principal</u>	<u>Maturity Date</u>	<u>Rate</u>	<u>Yield</u>	<u>Bank Name</u>
MBS	11/4/2013	\$245,000.00	11/4/2014	0.45%	\$1,102.50	Bank Hapoalim BM New York
MBS	11/15/2013	\$245,000.00	11/14/2014	0.35%	\$855.15	BMW BK North Amer Salt Lake City, Utah
PLIGIT	11/7/2013	\$248,000.00	11/7/2014	0.45%	\$1,116.00	Valley Green Bank, Philadelphia, PA
PLIGIT	11/7/2013	\$248,000.00	11/7/2014	0.35%	\$868.00	Stearns Bank, St. Cloud, MN
PLIGIT	11/7/2013	\$248,000.00	11/7/2014	0.35%	\$868.00	Franklin Synergy Bank, Franklin, TN
PLIGIT	11/7/2013	\$248,000.00	11/7/2014	0.35%	\$868.00	Bridgewater Bank, Bloomington, MN
TOTALS		\$1,482,000.00			\$5,677.65	

**Central Bucks School District
Investment Portfolio
Summary Totals by Bank
December 31, 2013**

Bank Name	Principal Amount
3rd Fed Bank	249,000
Bank of America	8,509,795
First Niagara	25,523,843
First Savings Bank of Perkasie	249,000
Firstrust Bank	248,000
Fulton Bank	107,318
Hatboro Savings & Loan	248,000
JP Morgan/Chase	16,563,454
MBS	1,470,000
Milestone Bank	243,000
Monument Bank	244,000
National Penn	43,032,467
PLIGIT	2,232,500
PNC	54,974
PSDLAF	9,132,200
Quakertown National Bank	19,561,094
Santander	42,647,899
Susquehanna	73,067
TD Bank	30,518,025
Team Capital Bank	249,000
William Penn Bank	248,000
Total	201,404,634

**Central Bucks School District
Investment Portfolio
General Fund
December 31, 2013**

Purchase Date	Bank Name	Maturity Date	Rate of Interest	Principal Amount
GENERAL FUND BANK ACCOUNTS				
12/31/13	TD Bank	1/1/14	0.30%	3,282,686
12/31/13	TD Bank Municiple Choice	1/1/14	* 0.55%	10,800,000
12/31/13	PLGIT	1/1/14	0.02%	500
12/31/13	PSDLAF MAX Acct	1/1/14	0.01%	215,367
Total General Fund Bank Accounts				14,298,554

GENERAL FUND CDs

Individual Bank CDs:				
2/24/12	William Penn Bank	2/24/14	0.70%	248,000
3/2/13	Hatboro Savings & Loan	3/2/14	0.50%	148,000
4/26/13	3rd Fed Bank	4/26/14	0.40%	249,000
5/1/13	First Savings Bank of Perkasio	5/1/14	0.30%	249,000
5/21/13	Team Capital Bank	5/22/14	0.25%	249,000
2/28/13	Fulton Bank	5/28/14	0.45%	107,318
5/1/13	Firsttrust Bank	7/1/14	0.35%	248,000
9/1/12	Monument Bank	9/1/14	1.05%	244,000
8/27/13	Hatboro Savings & Loan	8/27/15	0.50%	100,000
5/23/13	Milestone Bank	12/23/15	1.05%	243,000
PLGIT CDs :				
5/13/13	Bank Leumi USA, New York, NY	5/13/14	0.50%	248,000
5/13/13	Privatebank & Trust Co.	5/13/14	0.30%	248,000
5/13/13	Bank of China, New York, NY	5/13/14	0.35%	248,000
5/13/13	Bank of East Asia Ltd., New York, NY	5/13/14	0.40%	248,000
8/19/13	Israel Discount Bank of New York	8/19/14	0.40%	248,000
11/7/13	Valley Green Bank, Philadelphia, PA	11/7/14	0.45%	248,000
11/7/13	Stearns Bank, St. Cloud, MN	11/7/14	0.35%	248,000
11/7/13	Franklin Synergy Bank, Franklin, TN	11/7/14	0.35%	248,000
11/7/13	Bridgewater Bank, Bloomington, MN	11/7/14	0.35%	248,000
PSDLAF CD's:				
8/6/13	PSDLAF Collateralized CD Pool	2/4/14	0.20%	5,000,000
4/10/13	Fifth Third(OH)	4/10/14	0.30%	245,000
5/23/13	First Republic Bank	5/23/14	0.45%	245,000
12/18/13	Luana Savings Bank(Athletic CD)	6/11/15	0.35%	140,000
Multi Bank Securities CDs:				
5/24/13	Investors Bank	2/24/14	0.25%	245,000
10/18/13	State Bank India, New York, NY	10/17/14	0.50%	245,000
10/18/13	Bank Barada, New York, NY	10/17/14	0.35%	245,000
10/31/13	Bank India New York, NY	10/31/14	0.40%	245,000
11/4/13	Bank Hapoalim BM New York	11/4/14	0.45%	245,000
11/15/13	BMW BK North Amer Salt Lake City, UT	11/14/14	0.35%	245,000
Total General Fund CDs				11,417,318

GENERAL FUND MONEY MARKET ACCOUNTS

12/31/13	First Niagara	1/1/14	0.20%	16,502,740
12/31/13	Santander	1/1/14	0.30%	34,635,902
12/31/13	Bank of America	1/1/14	0.20%	8,509,795
12/31/13	National Penn (1652)	1/1/14	0.25%	43,032,467
12/31/13	Quakertown National Bank	1/1/14	0.25%	19,561,094
12/31/13	PNC	1/1/14	0.10%	54,974
12/31/13	JP Morgan/Chase	1/1/14	0.13%	16,563,454
12/31/13	PSDLAF(Athletic Full Flex)	1/1/14	0.10%	130,164
Total General Fund Money Market Accounts				138,990,590

Total General Fund 164,706,462

* Interest earnings credited to offset fees

**Central Bucks School District
Investment Portfolio
Capital Fund
December 31, 2013**

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>2008 Bond</u>				
12/31/13	First Niagara	1/1/14	0.20%	7,329,966
12/31/13	PSDLAF MAX ACCT	1/1/14	0.01%	6,172
5/29/13	PSDLAF(Financial Federal Savings Bank)	5/29/14	0.20%	245,000
5/29/13	PSDLAF(Liberty Bank of Arkansas)	5/29/14	0.20%	245,000
5/29/13	PSDLAF(Merchants Bank of Indiana)	5/29/14	0.20%	245,000
5/30/13	PSDLAF(GBC International Bank)	5/30/14	0.20%	245,000
6/3/13	PSDLAF(Grandpoint Bank)	6/3/14	0.20%	245,000
6/5/13	PSDLAF(Discover Bank)	6/5/14	0.20%	245,000
6/21/13	PSDLAF(Merrick Bank Corp)	6/20/14	0.25%	245,000
6/28/13	PSDLAF(Safra National Bank of NY)	7/28/14	0.25%	245,000
Total 2008 Bond Account				9,296,138
<u>Transportation Capital Reserve</u>				
12/31/13	TD Bank	1/1/14	0.30%	1,737,049
Total Transportation Reserve				1,737,049
<u>Technology Capital Reserve</u>				
12/31/13	TD Bank	1/1/14	0.30%	3,768,033
Total Technology Reserve				3,768,033
<u>Short Term Capital Reserve</u>				
12/31/13	PSDLAF Max Acct	1/1/14	0.01%	147
12/31/13	TD Bank Fund 3 Acct	1/1/14	0.30%	1,080,092
12/31/13	TD Bank	1/1/14	0.30%	7,213,950
Total Short Term Capital Reserve				8,294,189
<u>Long Term Capital Reserve</u>				
12/31/13	Santander	1/1/14	0.30%	8,011,997
Total Long Term Capital Reserve				8,011,997
Total Capital Fund				31,107,406

Central Bucks School District
Investment Portfolio
Debt Service Fund
December 31, 2013

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>Debt Service Reserve</u>				
12/31/13	Susquehanna	1/1/14	0.10%	3,067
6/27/13	Susquehanna	6/27/14	0.20%	70,000
Total Debt Service Reserve				73,067

**Central Bucks School District
Investment Portfolio
Trust Fund
December 31, 2013**

<u>Purchase Date</u>	<u>Bank Name</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Principal Amount</u>
<u>Post Employment Trust Fund Reserve</u>				
12/31/13	First Niagara	1/1/14	0.20%	1,691,136
12/31/13	TD Bank	1/1/14	0.30%	2,080,949
Total Post Employment Reserve				3,772,085
 <u>Healthcare Trust Fund Reserve</u>				
12/31/13	PSDLAF Max Account	1/1/14	0.01%	10,350
4/18/13	PSDLAF(The First Bancorp)	4/18/14	0.25%	245,000
7/19/12	PSDLAF(GE Capital Financial)	7/19/14	0.90%	245,000
7/23/13	PSDLAF(One West Bank)	7/23/14	0.50%	245,000
7/31/13	PSDLAF(Beal Bank USA)	7/30/14	0.30%	245,000
7/31/13	PSDLAF(Ally Bank)	7/31/15	0.65%	200,000
12/31/13	TD Bank	1/1/14	0.30%	555,265
Healthcare Reserve				1,745,615
Total Trust Fund				5,517,700
Grand Total				201,404,634
Weighted Average Rate of Return				0.26%

**Central Bucks School District
Ratification of Investments for the Month of
December, 2013**

Ratifying action is requested on the following investments which were made during the above timeframe.

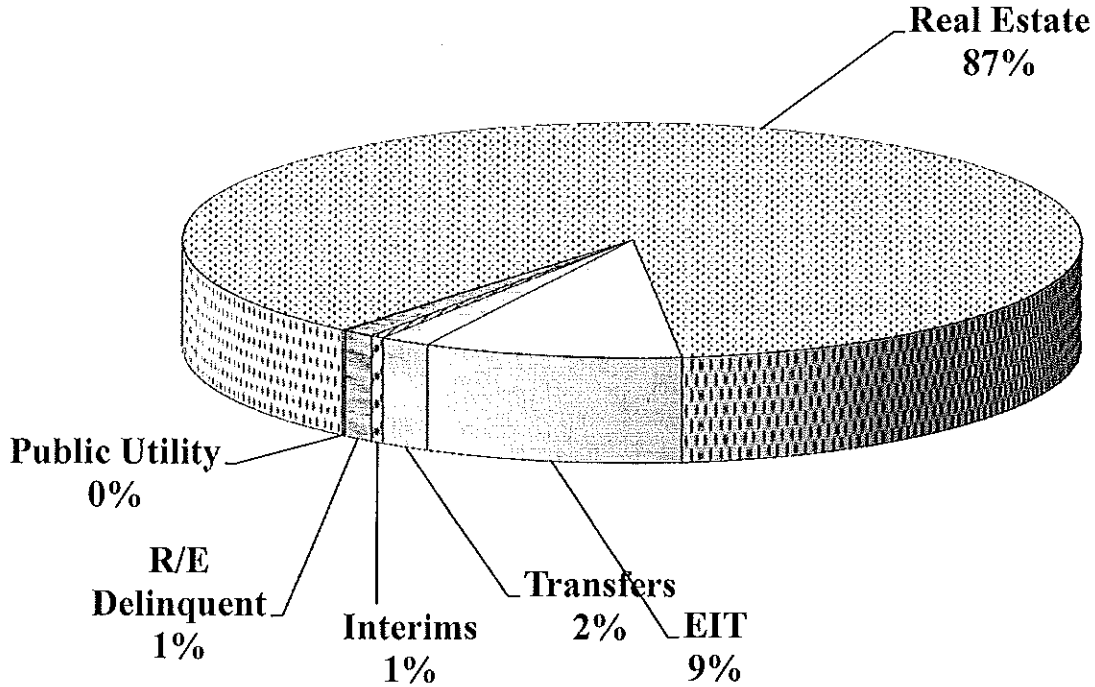
General Fund

<u>Category</u>	<u>Purchase Date</u>	<u>Principal</u>	<u>Maturity Date</u>	<u>Rate</u>	<u>Yield</u>	<u>Bank Name</u>
PSDLAF	12/18/2013	\$140,000.00	6/11/2015	0.35%	\$724.93	Luana Savings Bank
TOTALS		\$140,000.00			\$724.93	

**Payroll Projection
December, 2013**

	Estimated Final
<i>Budgeted Payroll, Social Security & Retirement Adjusted for Transfers</i>	174,247,328
<i>Projected spending</i>	168,675,640
<i>Positive (Negative) Variance</i>	<u>5,571,688</u>

**Central Bucks School District
Projected Tax Collections
Dec 31, 2013**



<u>Revenues</u>	<u>Projected</u>	<u>Budget</u>	<u>Variance</u>
Real Estate	\$204,075,000	\$203,518,979	\$556,021
EIT	21,670,000	20,420,000	1,250,000
Transfers	4,300,000	3,150,000	1,150,000
Interims	1,150,000	575,000	575,000
R/E Delinquent	2,750,000	3,000,000	(250,000)
Public Utility	<u>303,755</u>	<u>289,000</u>	<u>14,755</u>
Total	<u>\$234,248,755</u>	<u>\$230,952,979</u>	<u>\$3,295,776</u>

**Central Bucks School District
Fringe Benefits
12/31/13**

	<u>Budget</u>	<u>Encumbered</u>	<u>Spent</u>	<u>Balance</u>	<u>% Committed</u>
Health care	29,022,386	9,243,661	8,803,487	10,975,238	62%
Dental coverage	1,487,648	702,820	691,299	93,529	94%
Life insurance	290,000	88,293	88,293	113,415	61%
Disability coverage	373,120	105,028	103,307	164,785	56%
Prescription drugs	5,441,393	2,522,748	2,242,443	676,202	88%
Unemployment comp	361,392	250,000	67,262	44,130	88%
Workers comp	1,027,371	361,730	688,404	(22,763)	102%
Miscellaneous	240,000	66,370	66,370	107,260	55%
Totals	38,243,310	13,340,650	12,750,864	12,151,796	68%

fringe.xls



Pa. public schools see threefold jump in sports fees

Fortunately, CB is in a solid financial position and doesn't need to consider fees or cuts to the extra curricular programs

The Associated Press By The Associated Press

on November 20, 2013 at 5:42 PM

HARRISBURG, Pa. (AP) — Pennsylvania public schools are three times more likely to charge students to participate in sports than they were three years ago, according to a study released Wednesday by the Pennsylvania School Boards Association.

The survey found that 38 percent charge sports participation fees, up from 13 percent in 2010. It said fee sizes are also increasing and now average \$80 and 11 percent of districts have cut sports, most commonly basketball, soccer or golf.

The largest fee for a single sport reported was \$200.

The state's 500 public school districts have been under increasing financial pressure in recent years, leading to higher real estate taxes, cuts to staff and programs, or both.

Asked about the study, state Education Department Tim Eller said "local school districts, not the Department of Education, have complete control of the decisions regarding athletics and extracurricular offerings."

The survey also found that about one in five districts currently charges fees for other activities, such as band or chorus.

The association, working with the Pennsylvania State Athletic Directors Association, contacted all 500 districts, and had a response rate of 37 percent.

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News



December 3, 2013 | By [Eric Boehm](#) | Posted in [General News](#)

Snooze button no longer works for PA schools facing pension crisis

By Eric Boehm | PA Independent

School districts across **Pennsylvania** are getting news that's unpleasant yet not unexpected.

The **Public School Employees Retirement System**, or **PSERS**, last week began sending notices to school districts that their pension costs will climb to 21.4 percent of payroll in the 2014-15 school year.

Even though that total could change a bit before it becomes official at an end-of-year meeting of the PSERS board, it gives a pretty good indication of what school districts are facing.



HIGHER COSTS: School districts will face the highest pension costs in their history during the 2014-15 school year, but it will only get worse after that.

For historical context, the 21.4 percent figure is the highest rate since at least the 1950s — and it's quite a jump from the 16.9 percent districts paid this year.

The actual cost will vary greatly from district to district depending on the size of payroll, but statewide the PSERS pension obligation for next year will ring in around \$1.4 billion – with roughly half that cost covered by school districts and the rest left to the state. Another \$537 million will be needed to fund the **State Employees Retirement System, or SERS**, next year.

State Rep. Glen Grell, R-Cumberland, believes it's time for the General Assembly to do something about Pennsylvania's mounting pension costs. He said this week that it should be the next major priority of the state government, now that a \$2.4 billion transportation infrastructure bill was signed into law.

"They have never been that high, yet the trajectory is still going up," said Grell, referring to the school district contribution rates. "If we don't act soon, the rate will certainly continue its rise until it exceeds 31 or 32 percent."

Without changes, districts will be forced to raise property taxes, cut programs and lay off staff, he said.

Unless something is done, Pennsylvania's pension obligations will continue to grow – at a rate of \$3.9 million per day, according to Grell's estimates.

Grell is one of a handful of lawmakers who have been pushing pension reform for quite some time in Harrisburg — basically since the last reforms enacted in 2010 to postpone dealing with the major costs associated with the pension spike.

Part of the problem this time around is a lack of agreement over what to do.

A fundamental part of Grell's proposal includes borrowing as much as \$9 billion to pay down a portion of the \$49 billion debt. But the Corbett administration and legislative leaders are not keen to add so much debt to the state's credit card in the name of paying down other debts.

Other options, such as a plan pushed by Corbett last spring, involve extending the existing "collars" on pension payments to ease budgetary troubles. But critics say that plan merely "kicks the can" to the

next administration because it allows lawmakers to continue underfunding the already-underfunded plans and fails to address the desperate situation of the state pension funds.

But the administration maintains that action is needed. Pension costs could consume as much as 62 percent of all new dollars in next year's state budget, which would equal about \$500 million in taxpayer money, according to **Jay Pagni**, Corbett's spokesman.

"Couple that with other mandated costs and it creates a budgetary problem for next year, and frankly, years to come," Pagni said Monday.

Unlike the recent transportation bill, which garnered a wide swath of Democratic support in both the state House and state Senate, any changes to the state pensions will have to be a Republican lift.

Democratic leaders have repeatedly signaled their unwillingness to put up votes for an issue so important to union members. Instead, they suggest closing tax loopholes and raising taxes to meet the obligation.

In the meantime, school districts across the state are getting the sobering news about pension contribution rates as they plan for next year's budget.

But the rates would be even higher without the artificial collars created by Act 120 of 2010 — even with historically high payments due next year districts aren't getting a full picture of how bad things really are. Those collars are budgetary devices that predetermine how much the state has to pay into the pension funds each year, regardless of how much should be contributed from an actuarial standpoint.

"I don't like collars because we're not putting in what we should put in," said **James McAneny**, executive director of the state **Public Employee Retirement Commission**, which advises lawmakers on pension issues. "We're not putting in the full amount that is necessary, and someday that is going to have to be paid."

In the meantime, the debt keeps piling up. At a rate of almost \$4 million per day, Pennsylvania's pension obligation grew by more than \$15 million over the four-day holiday weekend.

Boehm is a reporter for PA Independent and can be reached at Eric@PAIndependent.com. Follow @PAIndependent on Twitter for more.

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LOGIC
QUARTERLY REPORT
(AS OF DECEMBER 31, 2013)

CENTRAL BUCKS SCHOOL DISTRICT

Lawlace Consulting LLC is pleased to continue assisting the Central Bucks School District in providing services related to the investment of public funds. In accordance with our Investment Consulting Agreement, we have prepared the following analysis and review of services provided to you.

Financial Markets Overview

The year ended with the Federal Reserve's decision to reduce the rate if its asset purchases while maintaining its commitment to extremely low short-term interest rates. Intermediate term interest rates continued their year-long climb. The banking industry posted generally positive results but a multi-billion charge by JPMorgan relating to mortgage-related litigation broke the industry's string of profitable quarters.

Monetary Policy and Interest Rates. Ben Bernanke completed his eventful tenure as Chairman of the Federal Reserve by announcing the start of the Fed's "taper" of its massive bond buying efforts as part of its quantitative easing program.

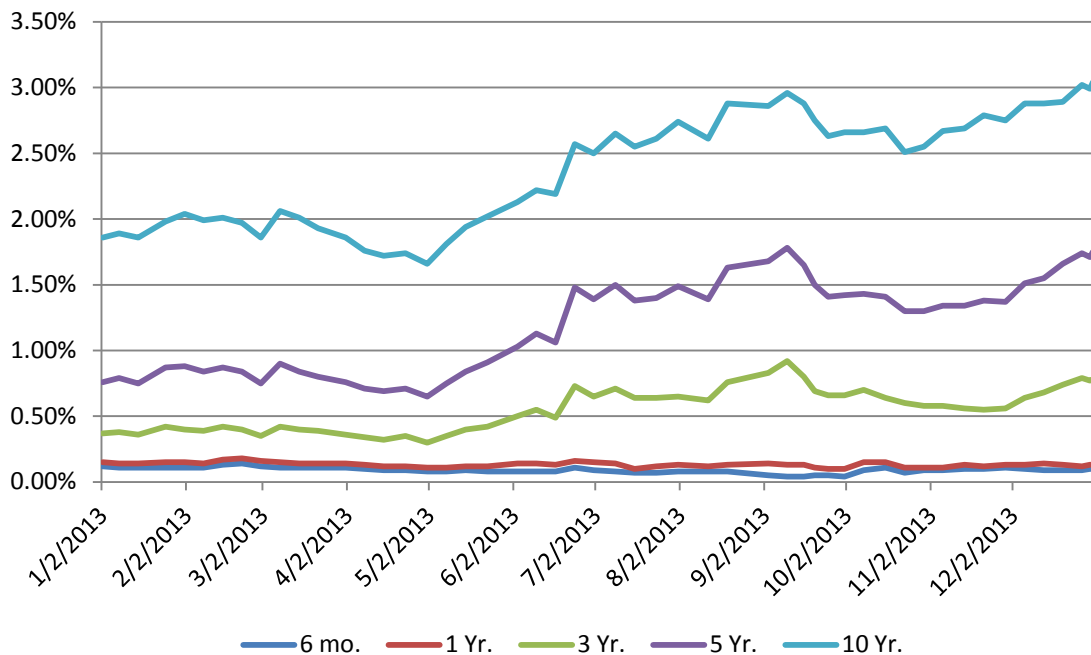
Beginning in December 2012 the Federal Reserve acted to drive down long-term interest rates by making monthly purchases of \$40 billion of long-term Treasury securities and of Fannie Mae, Freddie Mac and Ginnie Mae mortgage-backed securities at the rate of \$45 billion per month in an effort to keep long-term rates low to encourage borrowing, spending and investing. The Fed had signaled at its June meeting that it expected to begin the process of winding down the purchase program as the economic recovery strengthened but held off until the economy showed additional improvement.

At its December 18 meeting the Federal Open Markets Committee (FOMC) noted that economic activity expanded at a moderate pace with additional improvement in the labor market and a decline in the unemployment rate consistent with "growing underlying strength in the broader economy." The Congressional budget deal in mid-December eased concerns that federal fiscal retrenchment would harm economic expansion in 2014. As a result, the FOMC determined to trim its purchases of agency mortgage-backed securities to \$35 million per month and to reduce its monthly purchases of longer-term Treasury securities to \$40 billion. Notwithstanding the reduction in purchases, the Committee concluded that its "sizable and still-increasing holdings of longer-term securities should maintain downward pressure on longer-term interest rates, support mortgage markets, and help to make broader financial conditions more accommodative, which in turn should promote a stronger economic recovery and help to ensure that inflation, over time, is at the rate most consistent with the Committee's dual mandate." The Committee acknowledged that inflation persistently below its 2 percent target could pose risks to economic performance.

The Committee sought to reassure markets that it would continue to support economic expansion after the bond purchase program is completed by using other available tools. In particular, the Committee “reaffirmed its expectation that the current exceptionally low rate target range for the federal funds rate of 0 to ¼ percent will be appropriate at least as long as the unemployment rate remains above 6-1/2 percent, inflation between one and two years ahead is projected to be no more than a half percentage point above the Committee’s 2 percent longer-run goal, and longer-term inflation expectations continue to be well anchored.” The Committee stated that it anticipates that “it likely will be appropriate to maintain the current target range for the federal funds rate well past the time that the unemployment rate declines below 6-1/2 percent, especially if projected inflation continues to run below the Committee’s 2 percent longer-run goal.” As a result, short-term interest rates can be expected to remain at the current exceptionally low levels. Fed officials expect that short-term rates will be kept near zero until 2015 or later, even though they expect the jobless rate to decline below 6.5% sometime in 2014.

The Fed announcement capped a year in which short-term rates remained level while intermediate term interest rates climbed, as shown in the chart below. The chart shows the fast rise in bond yields following the June meeting when the FOMC announced its expectation that it would begin to taper its asset purchase program and the even sharper decline in yields following the September meeting when it unexpectedly delayed the start of its taper of bond purchases.

Daily Treasury Yield Curve Rates January 1 to December 31, 2013



Bernanke will be succeeded as Chairman of the Federal Reserve by Janet Yellen, who is considered by most observers to be in favor of continuing a “highly accommodative” monetary policy to expand the monetary supply. The expansion of the monetary supply is intended to make money less expensive to borrow by lowering interest rates, thereby encouraging more spending from consumers and businesses.

Banking Industry Highlights. Profits for FDIC-insured institutions declined during the third quarter, ending a string of sixteen consecutive quarterly increases in profits dating back to the second quarter of 2009. The decline resulted from a \$7.2 billion charge by JPMorgan Chase in the third quarter to cover the cost of mounting legal and regulatory investigations. JPMorgan entered into a \$13 billion settlement in November to end government investigations of its mortgage-bond sales. The banking industry’s increase in profits would have continued in the third quarter if it had not been for the JPMorgan charge. Aggregate net income for the third quarter was \$36.0 billion, a 3.9% improvement over the third quarter of 2012. The average return on assets (ROA) fell from 1.06% a year ago to 0.99% for the third quarter of 2013. ROA is considered a basic measurement of profitability. The banking industry recorded a 1.27% ROA average from 2000 through 2006.

The FDIC Chairman, Martin J. Gruenberg, observed that “Most of the positive trends we have been seeing in industry performance continued in the third quarter. Fewer institutions reported quarterly losses, lending grew at a modest pace, credit quality continued to improve, more banks came off the “Problem List,” and fewer banks failed.”

Loan balances increased by 0.9% during the quarter. For the twelve months through September 30, total loan and lease balances increased by 3.0%.

Asset quality indicators improved at insured institutions as loan-loss reserves declined for the 14th consecutive quarter. Average net interest margin remained at 3.26%, its lowest level since 2006. Quarterly highlights include:

- ❖ Half of the institutions reported higher net income than a year earlier
- ❖ 8.6% of banks lost money in the 3rd quarter, down from 10.7% in 3Q2012
- ❖ Net charge-offs fell 47.4% from a year earlier
- ❖ Noncurrent loans and leases declined by 7.7%
- ❖ Net operating revenue dropped by 3.6% from 3Q2012 as higher interest rates led to sharp drops in mortgage activity.

These ongoing challenges to financial institutions continue to require vigilance in monitoring the financial health of banks entrusted with public funds deposits.

Credit & Collateral Review

The Board Investments Report as of August 31, 2013 shows that the School District maintains significant investment deposits with First Niagara Bank, JPMorgan Chase Bank, National Penn Bank, QNB Bank, Sovereign Bank, Susquehanna Bank, TD

Bank, the Pennsylvania Local Government Investment Trust (“PLGIT”) and the Pennsylvania School District Liquid Asset Fund (“PSDLAF”). The School District also has additional investments with banks that are below the FDIC insurance limit. This report also reviews Citibank, Citizens Bank of Pennsylvania and PNC Bank where the School District formerly invested funds.

In connection with this report we reviewed the available collateral reports of the financial institutions utilized by the School District. Act 72 of 1971, the Commonwealth statute that governs the collateralization of public funds, provides significant latitude to financial institutions and permits them to use types of securities as collateral that are not allowed for direct investment by the School District. Therefore, credit and collateral review is an on-going process.

Collateral Characteristics. The latitude allowed by Act 72 permits financial institutions to sue a wide variety of types of securities, many of which may be subject to rapidly fluctuating values, as demonstrated by the turmoil in credit markets over the last three years.

Obligations of the United States, including direct United States Treasury obligations and obligations issued by Government National Mortgage Association (GNMA), are obviously the safest type of collateral for deposits, followed by obligations of federal agencies such as Federal National Mortgage Association (FNMA) and Federal Home Loan Mortgage Corporation (FHLMC). GNMA, FNMA and FHLMC issue pooled securities containing mortgages that meet the criteria for conforming loans set by regulators. These federal agency pooled securities are highly rated and highly liquid and are guaranteed by the federal agencies so that the securities maintain their value even if the underlying mortgages encounter problems.

Other institutions pledge municipal debt obligations such as general obligation and revenue bonds issued by states, counties, municipalities, authorities and school districts. Municipal obligations issued by Pennsylvania entities are permitted investments for school districts under Section 440.1 of the School Code. It should be noted that municipal obligations of entities located outside of Pennsylvania may be used as collateral even though school districts are not permitted to invest in them directly. While not as secure as U.S. Treasury obligations or federal agency instruments, municipal securities are generally considered to be safe. In addition, many of them are insured by municipal bond insurers, adding another layer of security. A 2003 study by Fitch Ratings of municipal defaults found that the cumulative default rate on municipal bonds issued between 1987 and 1994 was 0.63 percent.

Private label mortgage-backed securities (MBS), collateralized mortgage obligations (CMO), asset-backed securities (ABS) and collateralized debt obligations (CDO) may be used by some institutions as collateral. Each of these types of securities has different structures and characteristics that affect their value in different markets and therefore their suitability as part of a collateral pool.

Thomson Reuters Bank Insight Ratings. The LOGIC program uses financial analysis provided by Thomson Reuters Bank Insight (formerly known as Highline

Financial) as one tool for evaluating the strength of a financial institution. Thomson Reuters Bank Insight provides ratings of financial institutions on a quarterly basis using publicly available financial data. A rating is based on a scale from 0 – 99 with 0 being the lowest and 99 being the highest. Ratings are distributed on a bell curve with the large majority of institutions falling somewhere in the middle. Bank Insight’s ratings are based on specific financial ratios that were selected after a study examining the best combination of ratios to determine the potential for failure. The study was conducted on 50 high performance and 50 failed institutions in 1988 and 1991 when there were high failure rates for banks.

These ratios examine capital adequacy, asset quality, earnings and liquidity which are then weighted to indicate the relative importance of each ratio used in the rating system, as follows:

Capital Adequacy	30%
Asset Quality	35%
Earnings	25%
Liquidity	10%

Bank Insight also assigns a peer group ranking based on the cumulative percentage of institutions rated below a particular rating. For example, an institution may have a rating of 50 with a rating rank of 60 meaning that 60% of all institutions in the peer group have a ranking of 50 or below. We generally consider a ranking of 20 to be the minimum acceptable level. A decline of 10 points or more from one quarterly reporting period to another may also be an indication that the institution has experienced financial difficulty deserving inquiry.

Bank Insight’s peer group rating compares a financial institution to all institutions of like size based on the institution’s total assets. The asset size peer groups for banks are:

1. Total Assets > than \$10 billion
2. \$5 billion to \$9.9 billion
3. \$1 billion to \$4.9 billion
4. \$500 million to \$999 million
5. \$300 million to \$499 million
6. \$100 million to \$299 million
7. \$50 million to \$99 million
8. \$25 million to \$49 million
9. \$10 million to \$24 million
10. \$0 to \$9 million
11. Chartered in last 3 years and assets less than \$150 million

This report looks at the Bank Insight peer group ratings in order to provide an overview of how each bank has fared during the course of the financial crisis. The report also provides regional bank ratings that compare all institutions of like types to all others in a certain region based on where the bank is headquartered. The Northeast region includes all of New England, New York, New Jersey and Pennsylvania.

Bank Information. The financial information regarding each bank is presented as of September 30, 2013, the most recently available data. Financial institutions continue to experience significant volatility that may not be reflected in this quarterly financial data.

Capital Adequacy. Section 131 of the FDIC Improvement Act of 1991 established five capital levels ranging from “well-capitalized” to “critically undercapitalized” to determine whether a bank requires prompt corrective action. The highest level, Capital Category 1, requires that an institution meet or exceed the following requirements: (i) a Total Risk-Based Capital Ratio of 10.00%, (ii) a Tier 1 Capital Ratio (core capital weighted assets) of 6.0%, and (iii) a Leverage Ratio (core capital to adjusted total assets) of 5.0%.

Thomson Reuters Bank Insight also calculates a Capital Adequacy Ratio based on Tier 1 capital minus any loss on assets held for sale divided by adjusted total assets. Thomson Reuters Bank Insight develops a peer group ranking for the Capital Adequacy Ratio using the same criteria as the overall peer group ranking described above.

Troubled Assets. The “troubled asset ratio” compares the sum of the bank’s troubled assets with the sum of Tier 1 Capital plus Loan Loss Reserves. “Troubled assets” are calculated by adding together the amounts of loans past due 90 days or more, loans in non-accrual status and Other Real Estate Owned (primarily properties obtained through foreclosure). Non-loan bank assets such as mortgage-backed securities or collateralized debt obligations that a bank may own are not included in the valuation of troubled assets. Higher values in this ratio generally indicate that a bank is under more stress caused by loans that are not paying as scheduled.

Citibank N.A.

Overview. Citigroup Inc. is the parent company of Citibank. Citigroup Inc. reported net income of \$3.2 billion on revenues of \$17.9 billion for the third quarter of 2013 compared to net income of \$468 million on revenues of \$13.7billion for the corresponding quarter of 2012.

Citigroup is “repositioning” its efforts to focus on urban areas and in mid-December announced that it will shut its branches in many suburban Philadelphia locations, including Doylestown, Southampton and Warrington, Bucks County, and Berwyn, Chester County. No indication was given as to where any existing deposits or banking relationships would be transferred.

Ratings. Ratings for both Citigroup and Citibank are as follows:

	Moody's	S&P	Fitch
Citigroup			
Outlook	Stable	Negative	Stable
Senior Debt	Baa2	A-	A

Citibank, N.A.

Outlook	Stable	Negative	Stable
Senior Debt	A2	A	A

Citibank’s Thomson Reuters Bank Insight peer group rating for September 30 was “64”, placing the bank in the 66th percentile of its peer group of banks with total assets exceeding \$10 billion. Bank Insight ratings and rankings for the last two years were:

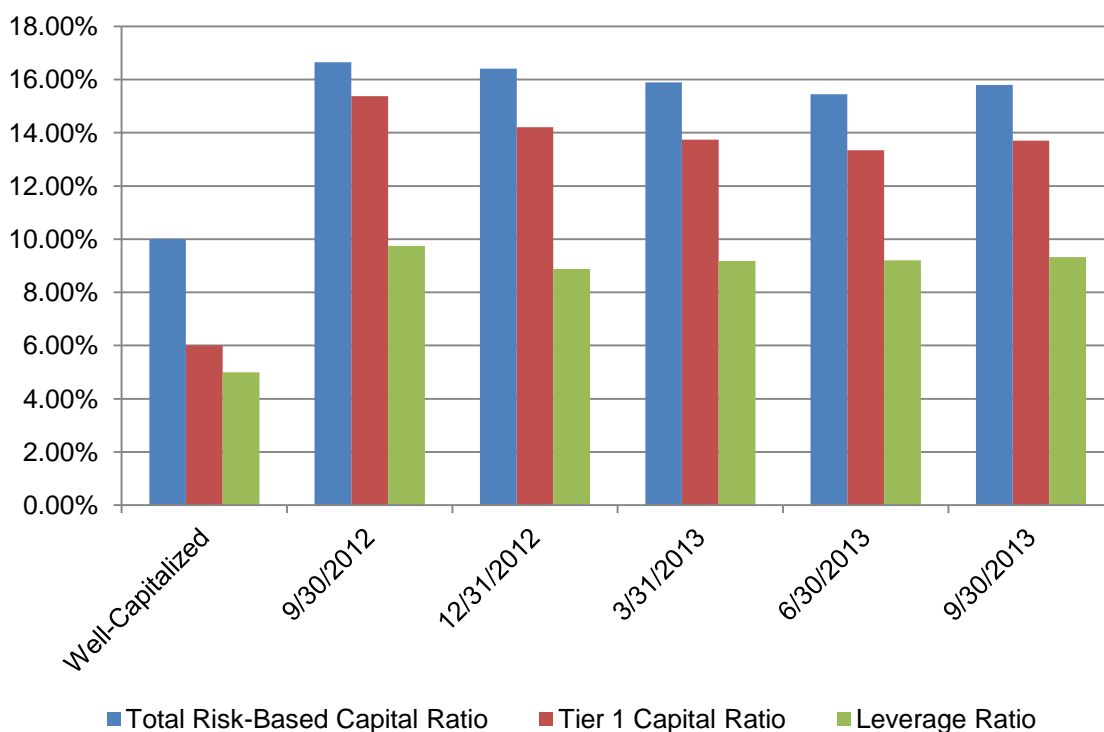
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	64	66	67	68
6/30/2013	64	66	68	73
3/31/2013	63	66	66	67
12/31/2012	59	45	59	44
9/30/2012	61	54	61	50
6/30/2012	62	56	63	56
3/31/2012	62	61	63	56
12/31/2011	63	64	61	58

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	7.5
6/30/2013	9.5	7.7
3/31/2013	10.2	8.2
12/31/2012	10.7	9.0
9/30/2012	11.4	8.8

Capital Adequacy. Citibank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

Citibank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 49th percentile of its peer group.

Citizens Bank of Pennsylvania

Recent Developments. The Royal Bank of Scotland Group plc (RBSG), the parent company of Citizens Bank of Pennsylvania, recently announced that it had moved up the timing of its plans to sell a 25 percent share in its U.S. subsidiary, Citizens Financial Group (“CFG”), through an initial public offering. The IPO is now expected to occur in the second half of 2014 with a full divestiture of Citizens by the end of 2016. The United Kingdom government, which owns 83% of RBSG following massive infusions of taxpayer funds to shore up RBSG during the financial crisis, has been pressuring RBSG to raise capital to repay the British government.

This announcement followed a \$4.4 billion pre-tax goodwill impairment charge during the second quarter of 2013 which resulted in a \$3.7 billion loss for the six months ended June 30, 2013. The Fitch ratings review of Citizens Financial Group’s ratings stated that the impairment charge “was the result of the prolonged delay in the full recovery of the U.S. economy and the impact of that delay on earnings estimates.” The timing of the impairment charge may have been in anticipation of the proposed sale of CFG. As a result, the Thomson Reuters Bank Insight ratings discussed below plummeted, even though regulatory capital ratios and other measurements of financial health remained strong.

TD Bank was rumored to be considering a purchase of Citizens.

Citizens Bank has resumed use of pooled securities as collateral for public funds deposits following the expiration of unlimited FDIC insurance coverage for non-interest bearing transaction accounts that expired on December 31, 2012.

Ratings. Current ratings for RBSG and Citizens follow:

	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>
RBSG			
Outlook	Negative	Negative	Stable
Long Term	Baa1	BBB+	A
Citizens Bank of Pennsylvania			
Outlook	Stable	Negative	Stable
Long Term	A3	A-	BBB+

Citizens' Thomson Reuters Bank Insight peer group rating for September 30 was "50", placing the bank in the 28th percentile of its peer group of banks with total assets greater than \$10 billion. Bank Insight ratings and rankings for the last two years were:

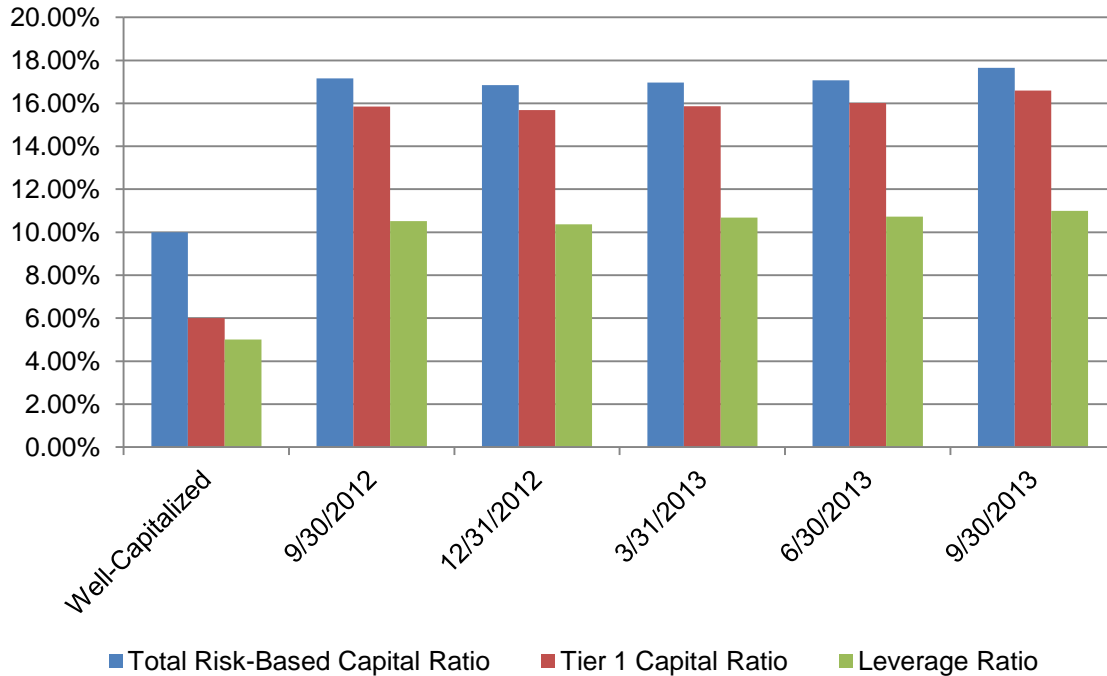
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	16	3	22	5
6/30/2013	7	3	12	3
3/31/2013	48	22	50	45
12/31/2012	53	30	50	44
9/30/2012	52	29	50	45
6/30/2012	50	27	49	42
3/31/2012	50	29	48	40
12/31/2011	50	34	46	42

Troubled Assets. The bank's "troubled asset ratio" for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	7.5
6/30/2013	9.5	7.3
3/31/2013	10.2	8.7
12/31/2012	10.7	8.5

Capital Adequacy. Citizens Bank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements as set forth below.

Citizens Bank of Pennsylvania Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 80th percentile of its peer group.

Collateral Review. Citizens resumed the use of an Act 72 collateral pool following the expiration of the FDIC program discussed above. Citizens Bank maintained collateral coverage in its Act 72 collateral pool of 108.6% of public funds held for deposit as of October 31, 2013.

Citizens began using a Federal Home Loan Bank letter of credit in the principal amount of \$2,500,000,000 in October as part of the security for its public funds deposits. The use of such a letter of credit is permitted by Act 72 as long as the Federal Home Loan Bank meets certain rating criteria. The rest of the collateral securing the deposits consists of securities issued by Government National Mortgage Association (GNMA), Federal National Mortgage Association (FNMA) and Federal Home Loan Mortgage Corporation (FHLMC). These securities are either direct obligations of the agencies or pools of residential mortgages that meet the criteria for conforming loans set by regulators for these federal agencies. These federal agency pooled securities are highly rated and highly liquid. These pooled securities are guaranteed by the federal agencies so

that the securities maintain their value even if the underlying mortgages encounter problems.

First Niagara Bank

Recent Events. First Niagara reported operating net earnings of \$71.6 million, or 20 cents per diluted share, for the quarter ended September 30, compared to \$63.6 million, or 18 cents per diluted share, for the quarter ended June 30, 2013 and \$50.8 million, or \$0.14 per diluted share, for the quarter ended September 30, 2012. Nonperforming assets equaled 0.53% of total assets and 0.51% as at June 30, 2013.

Ratings. On February 15, 2013 Fitch affirmed its long-term investment ratings of FNFG at BBB- with a negative outlook. Fitch expressed concern that capital levels were not high enough to deal with future potential losses. Fitch noted that the bank’s capital position is much lower than its peers and that the bank’s risk profile has risen. Moody’s and S&P both affirmed their ratings in recent months.

	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>
First Niagara Financial Group			
Outlook	Stable	Stable	Negative
Long Term	Baa2	BBB	BBB-
First Niagara Bank			
Outlook		Stable	Negative
Long Term		BBB+	BBB-

First Niagara Bank’s Thomson Reuters Bank Insight peer group rating for September 30 was “50”, placing the bank in the 28th percentile of its peer group of banks with assets of greater than \$10 billion. Bank Insight ratings and rankings for the last two years were:

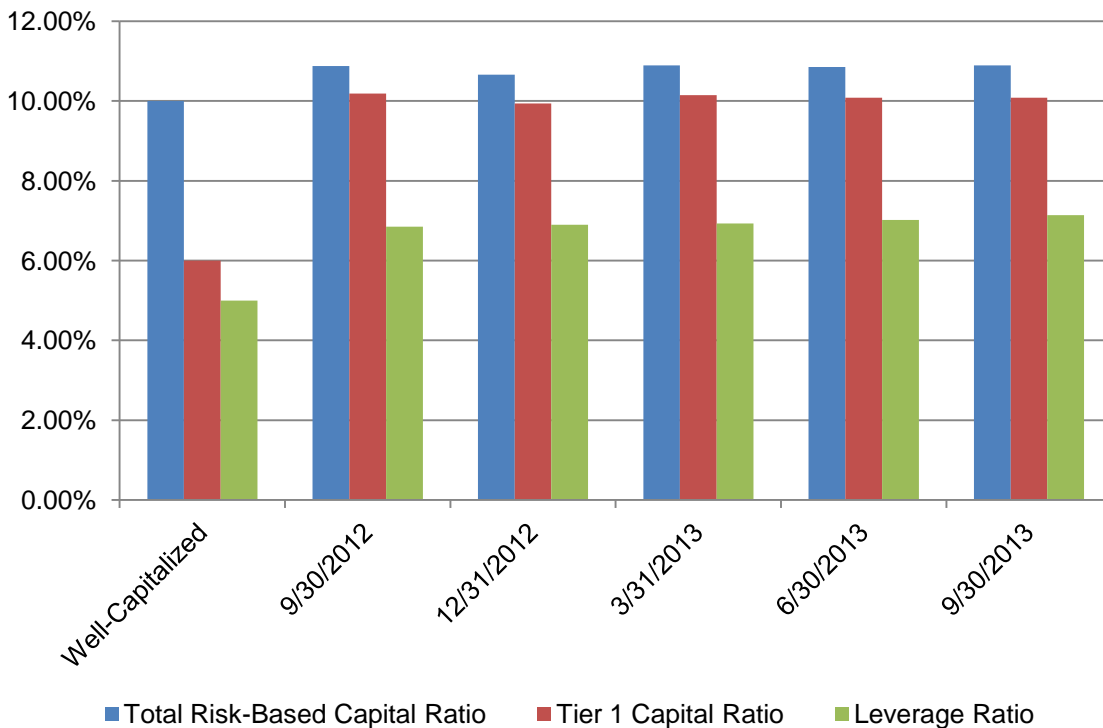
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	52	31	53	53
6/30/2013	51	28	52	51
3/31/2013	50	28	52	52
12/31/2012	48	21	46	32
9/30/2012	48	26	46	33
6/30/2012	43	15	42	26
3/31/2012	59	54	56	64
12/31/2011	58	53	53	62

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	11.4
6/30/2013	9.5	12.4
3/31/2013	10.2	12.6
12/31/2012	10.7	13.2
9/30/2012	11.4	11.3

Capital Adequacy. First Niagara is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

First Niagara Bank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 16th percentile of its peer group.

Collateral Review. First Niagara Bank maintained collateral coverage of 121.31% of public funds held for deposit as of September 30, 2013 (with non-Pennsylvania municipal securities valued at 80% of market value). The securities in the First Niagara collateral pool as of November 30 consisted of federal agency securities

(15.99%), Pennsylvania municipal securities (12.22%) and municipal securities from outside of Pennsylvania (82.59%).

JPMorgan Chase Bank N.A.

Overview. JPMorgan Chase & Co. is the parent company of JPMorgan Chase Bank, the largest bank in the United States. JPMorgan Chase & Co. reported net income of \$0.45 billion on revenues of \$23.9 billion for the third quarter of 2013 compared to net income of \$5.1 billion for the corresponding quarter in 2012 on revenues of \$25.9 billion. Third-quarter results included legal expense in Corporate of \$9.2 billion (\$7.2 billion after-tax), and a benefit from reserve releases of \$1.6 billion (\$992 million after-tax). Excluding these items, third-quarter net income would have been \$5.8 billion, or \$1.42 per share.

Ratings. Ratings for both JPMorgan Chase & Co. and JPMorgan Chase Bank are as follows:

	Moody's	S&P	Fitch
JPMorgan Chase & Co.			
Outlook	Stable	Negative	Stable
Senior Debt	A3	A	A+
JPMorgan Chase Bank			
Outlook	Stable	Stable	Stable
Long-Term Debt	Aa3	A+	A+

JPMorgan Chase's Thomson Reuters Bank Insight peer group rating for September 30 was "50", placing the bank in the 25th percentile of its peer group of 19 banks with total assets exceeding \$10 billion. Bank Insight ratings and rankings for the last two years were:

<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	50	25	61	51
6/30/2013	51	28	61	51
3/31/2013	48	22	60	50
12/31/2012	46	18	54	39
9/30/2012	44	16	51	35

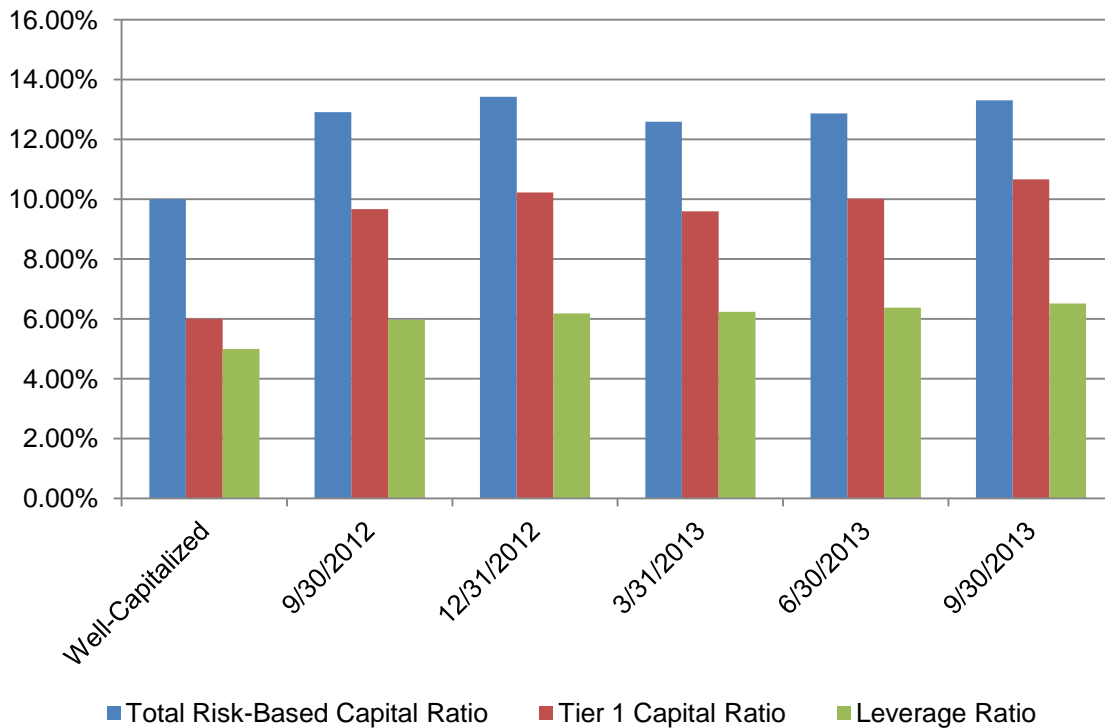
6/30/2012	42	13	50	36
3/31/2012	42	14	49	34
12/31/2011	41	16	46	36

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	11.0
6/30/2013	9.5	13.5
3/31/2013	10.2	15.1
12/31/2012	10.7	16.1
9/30/2012	11.4	17.6

Capital Adequacy. JPMorgan Chase is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

JPMorgan Chase Bank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 6th percentile of its peer group.

Collateral Review. We have no information about JPMorgan Chase Bank’s collateral policies.

National Penn Bank

Recent Developments. National Penn Bancshares, the parent company of National Penn Bank, reported net income of \$24.50 million, or \$0.17 per share compared to adjusted net income of \$5.0 million for the second quarter of 2013, or \$0.17 per diluted common share exclusive of first quarter debt extinguishment and trust preferred redemption. Nonperforming assets also continued to decline.

National Penn also announced recently that it was moving its headquarters from Boyertown to Allentown.

Ratings. National Penn Bancshares, Inc., the parent company of National Penn Bank, does not have a credit rating.

National Penn Bank’s Thomson Reuters Bank Insight peer group rating for September 30 was “57”, placing the bank in the 35th percentile of peer group banks with assets of \$5 billion to \$9.9 billion. Bank Insight ratings and rankings for the last two years were:

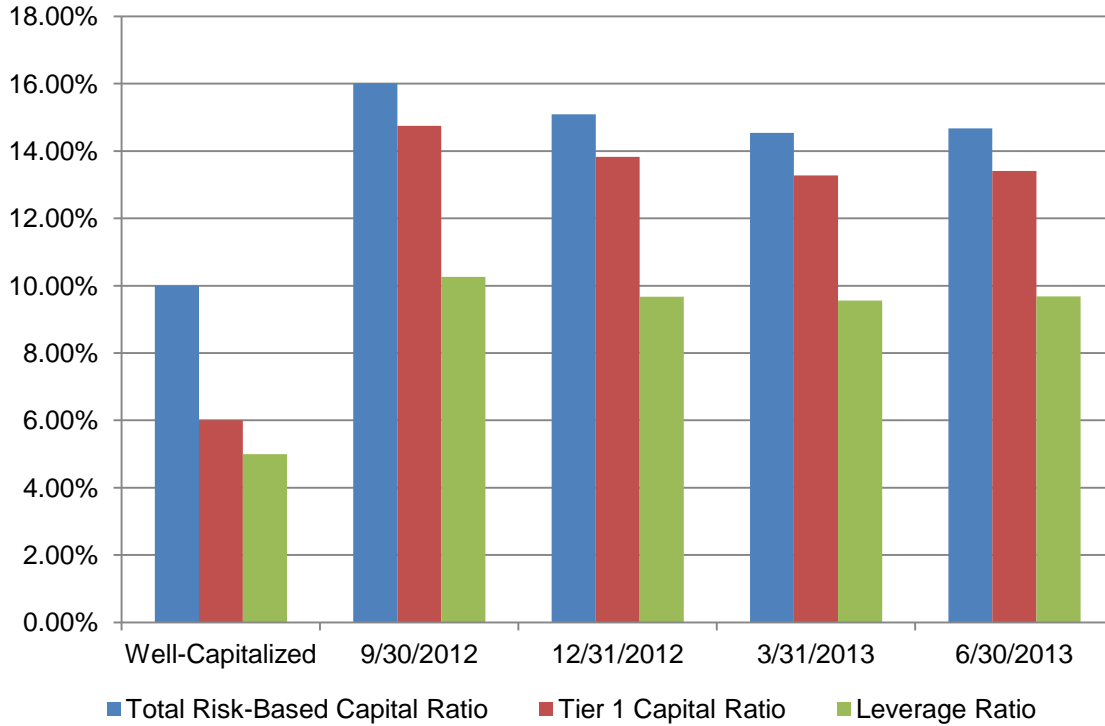
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	57	35	52	50
6/30/2013	50	23	46	33
3/31/2013	32	10	29	10
12/31/2012	73	82	63	82
9/30/2012	72	77	63	83
6/30/2012	72	74	61	79
3/31/2012	73	75	62	80
12/31/2011	70	75	58	78

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	5.3
6/30/2013	9.5	5.5
3/31/2013	10.2	5.7
12/31/2012	10.7	5.4
9/30/2012	11.4	6.3

Capital Adequacy. National Penn Bank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

National Penn Bank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 59th percentile of its peer group.

Collateral Review. National Penn Bank maintained collateral coverage of 104.78% as of September 30, 2013, the last information available to us. The custodian for the pooled collateral account is the Federal Home Loan Bank. While National Penn will provide collateral reports on a regular basis, its policy is to supply a listing of the actual collateral only upon specific request from a customer so we suggest that you request such a listing periodically.

We reviewed the list of collateral in the pool securing public funds deposits as of June 30, 2009, the last listing available to us. The collateral consisted entirely of municipal general obligation and revenue bonds, some from Pennsylvania but the majority from out-of-state issuers. While the School District would not be permitted under Section 440.1 of the School Code to own these out-of state obligations directly, Act 72 does permit the use of these securities as collateral.

PNC Bank

Recent Events. PNC reported net income for the third quarter of 2013 of \$1.0 billion, or \$1.99 per diluted common share, compared to net income of \$1.1 billion, or \$1.99 per diluted common share for the second quarter of 2013 and \$925 million or \$1.05 per diluted common share for the third quarter of 2012. Nonperforming assets to total assets were 1.17 % at September 30, 2013 compared with 1.24% at June 30, 2013 and 1.34% at September 30, 2012.

Ratings. PNC Financial Services Group Inc. is the parent company of PNC Bank, N.A. Credit ratings for both entities are as follows:

	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>
PNC Financial Services Group, Inc.			
Senior Debt	A3	A-	A+
PNC Bank, N.A.			
Long-Term Deposits	A3	A-	A

PNC's Thomson Reuters Bank Insight peer group rating for September 30 was "55", placing the bank in the 41st percentile of its peer group of banks with total assets greater than \$10 billion. Bank Insight ratings and rankings for the last two years were:

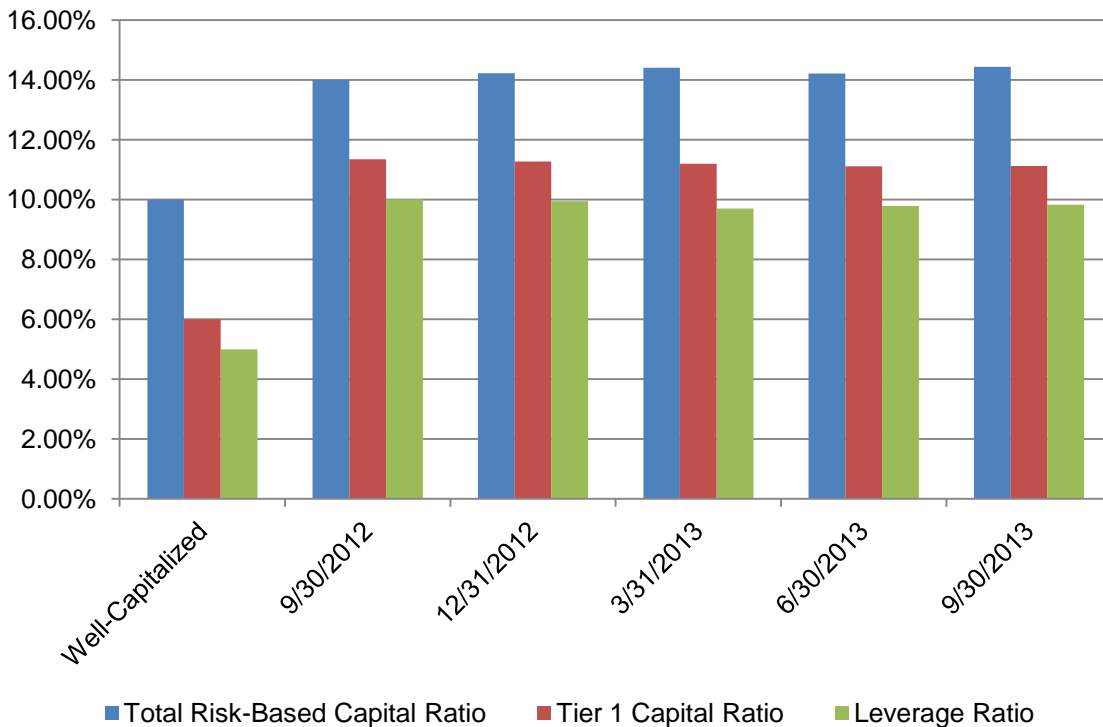
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	55	41	72	72
6/30/2013	54	37	71	71
3/31/2013	51	29	69	66
12/31/2012	52	28	67	64
9/30/2012	50	28	66	62
6/30/2012	48	25	64	59
3/31/2012	50	29	65	61
12/31/2011	51	37	61	67

Troubled Assets. The bank's "troubled asset ratio" for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	15.4
6/30/2013	9.5	16.4
3/31/2013	10.2	18.2
12/31/2012	10.7	17.1
9/30/2012	11.4	15.8

Capital Adequacy. PNC is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

PNC Bank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 61st percentile of its peer group.

Collateral Review. As of November 30, 2013 PNC maintained collateral coverage of 108.76% and 108.9% as of October 31, 2013. The bulk of the security for the collateral for October and November is a \$2,500,000,000 letter of credit issued by the Federal Home Loan Bank of Pittsburgh. The use of a FHLB letter of credit is permitted by Act 72. The remaining securities used as collateral is held in an Act 72 pool by the Federal Reserve Bank of Boston as third party custodian in an account entitled “Pooled

Assets Account.” Prior to October PNC used the securities in the Act 72 pool as the collateral for its public funds deposits.

A review of PNC’s collateral as of December 31, 2012 showed that it consisted of high grade federal agency securities from Fannie Mae and Freddie Mac and mortgage-backed securities issued or guaranteed by Fannie Mae and Freddie Mac that present little credit or liquidity risk. PNC now posts its collateral reports online but the monthly reports since December did not include a listing of the securities in the collateral pool

QNB Bank

Overview. QNB Corp. is the holding company for QNB Bank, headquartered in Quakertown. QNB Bank operates eleven branches in Montgomery, Lehigh and Bucks counties.

QNB Corp. reported net income of \$2,120,000 or \$0.65 per share for the quarter ended September 30, 2013 compared to \$2,074,000 or \$0.64 per share for the corresponding quarter of 2012. Nonperforming assets declined to 2.47% of total assets compared to 2.77% for the quarter ended June 30, 2013.

Ratings. QNB Bank’s Thomson Reuters Bank Insight peer group rating for September 30 was “52”, placing the bank in the 22nd percentile of its peer group of banks with total assets of \$500 million to \$999 million. Bank Insight ratings and rankings for the last two years were:

<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	52	22	40	18
6/30/2013	51	24	39	18
3/31/2013	52	28	39	19
12/31/2012	52	27	39	17
9/30/2012	53	31	39	20
6/30/2012	57	38	43	28
3/31/2012	56	38	42	27
12/31/2011	50	41	38	26

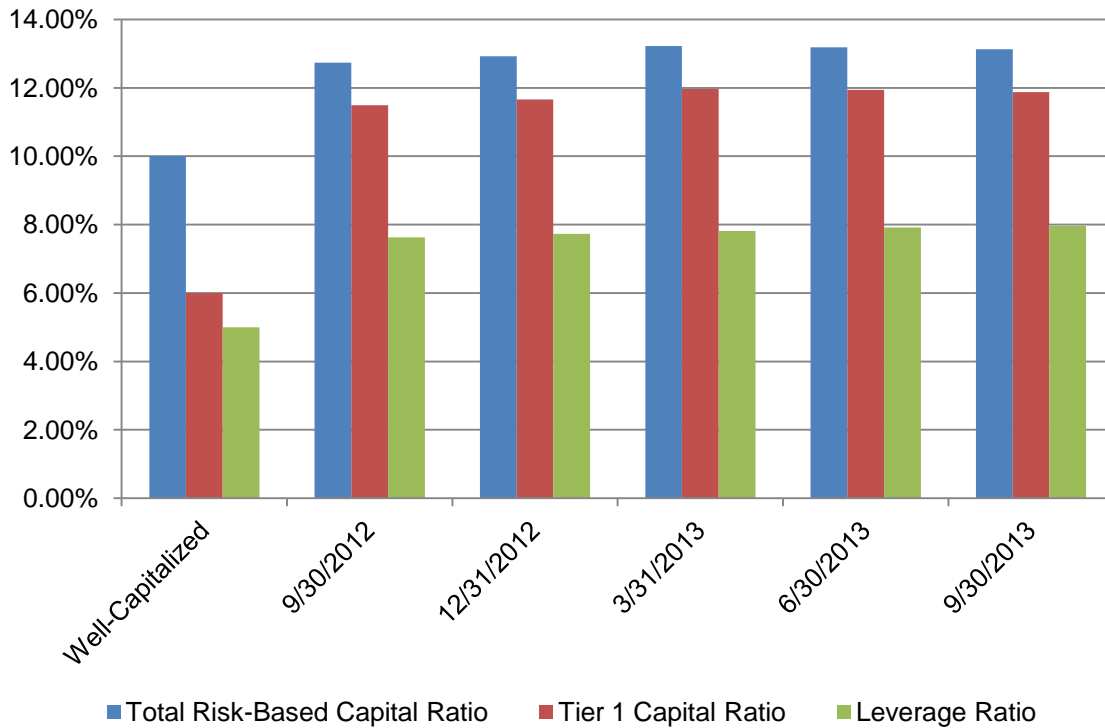
Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	23.4
6/30/2013	9.5	25.8

3/31/2013	10.2	26.2
12/31/2012	10.7	27.6
9/30/2012	11.4	28.2

Capital Adequacy. QNB Bank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the following measurements.

QNB Bank Capital Ratios



Bank Insight’s Capital Adequacy Ratio places the bank in the 6th percentile of its peer group.

Collateral Review. We have no information about QNB Bank’s collateral policies. *We suggest you request QNB to provide you with a collateral report as of September 30 and each quarter thereafter.*

Santander (Sovereign) Bank

Recent Developments. Sovereign Bank officially changed its name to Santander Bank, the name of its parent company, in October.

Ratings. Credit ratings for Banco Santander, the Bank’s parent company, are shown below.

	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>
Banco Santander			
Long Term	Baa2	BBB	BBB+
Outlook	Negative	Negative	Stable
Sovereign Bank, N.A.			
Long Term Counterparty	Baa1	BBB	

Santander Bank's Thomson Reuters Bank Insight peer group rating for September 30 was "48", placing the bank in the 19th percentile of its peer group of banks with total assets greater than \$10 billion. Prior to March 31, 2012 Santander Bank's peer group consisted of savings and loans with total assets greater than \$5 billion. Thomson Reuters has now consolidated its Bank Insight ratings for savings and loans with the ratings for all other banks. Bank Insight ratings and rankings for the last two years were:

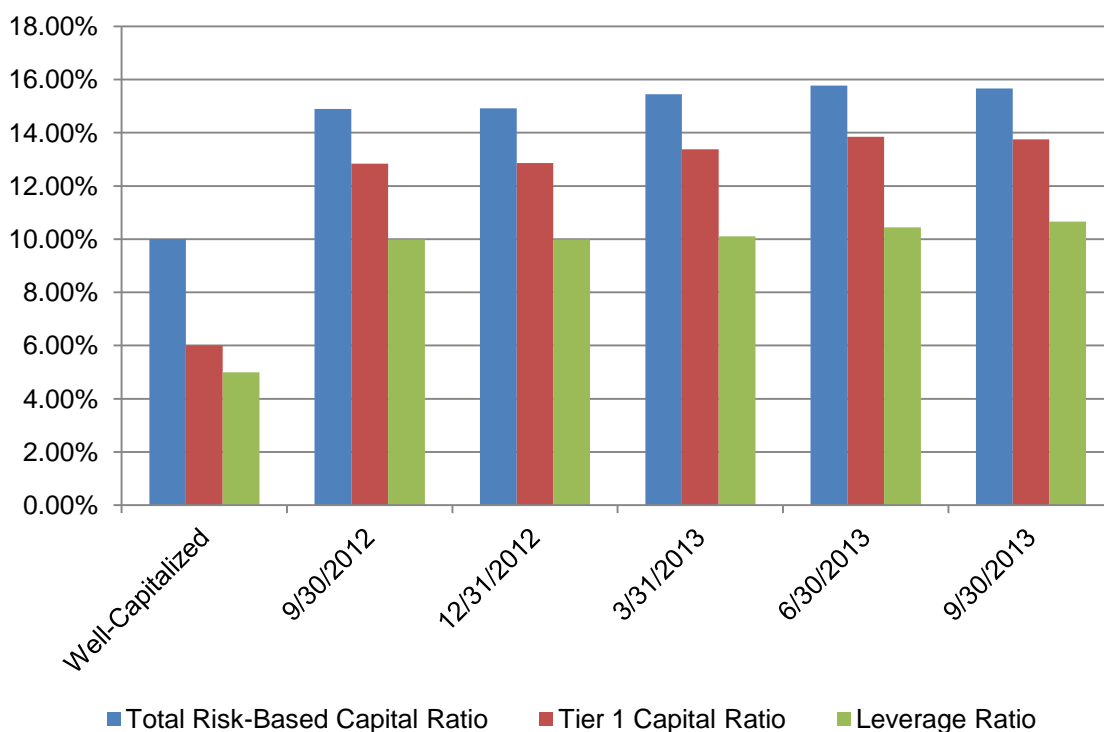
<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	48	19	67	58
6/30/2013	49	21	68	62
3/31/2013	47	18	66	58
12/31/2012	46	18	63	54
9/30/2012	48	26	64	58
6/30/2012	48	25	64	59
3/31/2012	46	24	63	57
12/31/2011	53	36	56	53

Troubled Assets. The bank's "troubled asset ratio" for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	12.0
6/30/2013	9.5	12.1
3/31/2013	10.2	12.8
12/31/2012	10.7	13.7
9/30/2012	11.4	14.2

Capital Adequacy. Santander Bank is classified as "well-capitalized" (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

Santander Bank Capital Ratios

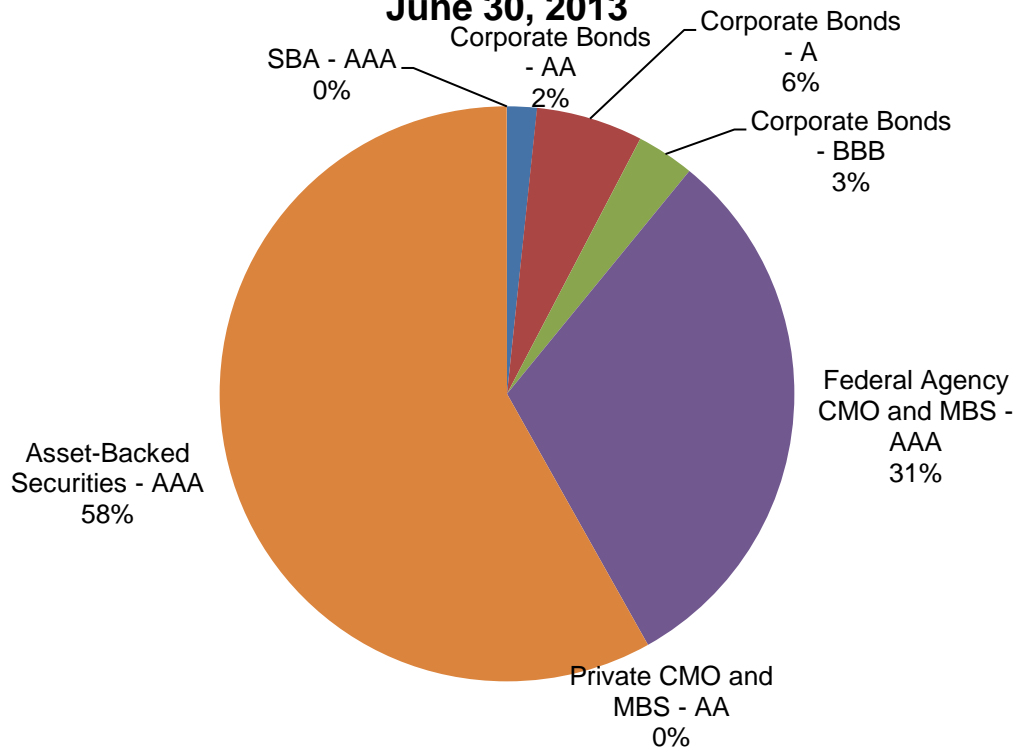


Bank Insight’s Capital Adequacy Ratio places the bank in the 79th percentile of its peer group.

Collateral Review. Santander Bank maintained collateral coverage of 116.9% as of September 30. The collateral is held at the Bank of New York in the name of Santander Bank and is subject to a written security agreement. This use of a third-party custodian is a recommended way to protect school district depositors in the event of a bank default.

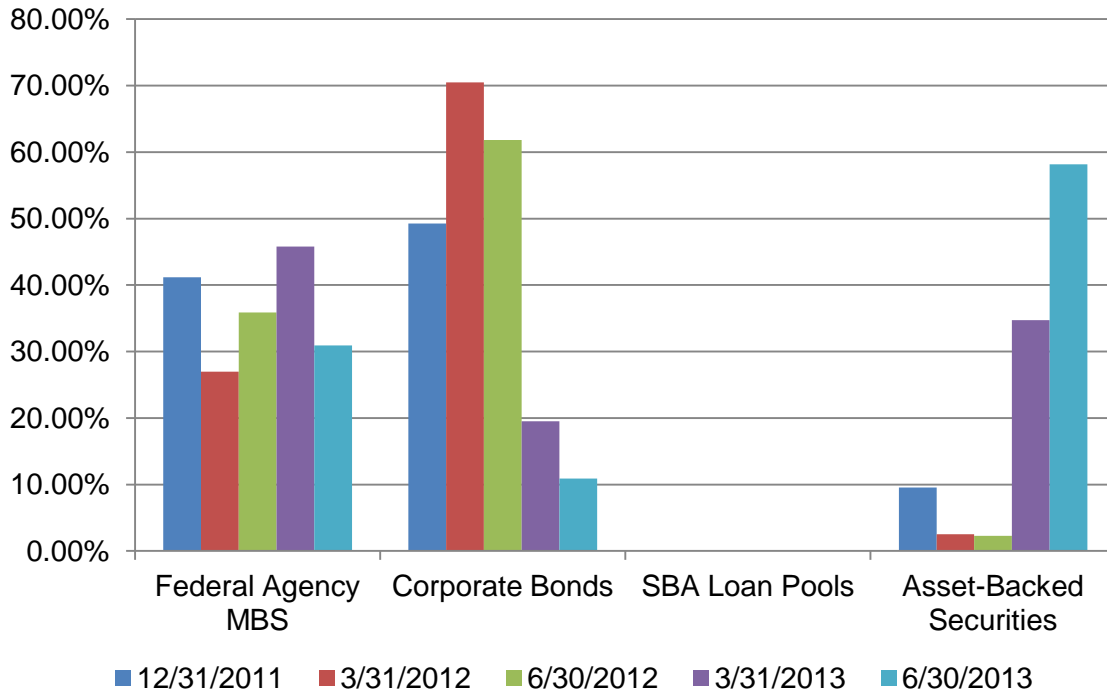
Santander’s collateral portfolio as of June 30 consisted of the securities shown in the chart below. We did not receive a collateral listing as of September 30. Federal agency securities in the portfolio include direct and pooled obligations of Fannie Mae and Freddie Mac. The portfolio includes minor investments in Small Business Administration loan pools that have the full faith and credit of the federal government behind them.

Santander Bank Collateral Characteristics June 30, 2013



The composition of the portfolio has changed over the past year with an increased use of asset-backed securities and a reduction in the use of corporate bonds. The asset-backed securities are highly rated but may be subject to volatility as the underlying assets are paid off. Federal agency securities are generally considered to be the safest type of collateral for public funds deposits. The changes in the collateral characteristics over the last year are shown on the following analysis.

Santander Bank Changes in Collateral Characteristics December 2011 to June 2013



Susquehanna Bank

Ratings. Susquehanna Bancshares, Inc. is the parent company of Susquehanna Bank. Standard & Poor’s long-term issuer rating on Susquehanna Bancshares is BBB- (outlook positive) which is the lowest investment grade rating. Moody’s long-term rating for Susquehanna’s is Baa3. Susquehanna Bank’s certificate of deposit rating is Baa2. Susquehanna Bank PA is the commercial bank subsidiary of Susquehanna Bancshares, Inc. that provides financial services in Pennsylvania with its main office in Lancaster.

Susquehanna’s Thomson Reuters Bank Insight peer group rating for September 30 was “59”, placing the bank in the 50th percentile of its peer group of banks with more than \$10 billion in total assets. Bank Insight ratings and rankings for the last two years were:

<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	59	50	59	76
6/30/2013	59	52	59	74
3/31/2013	58	53	58	72
12/31/2012	63	56	58	74
9/30/2012	61	54	57	67

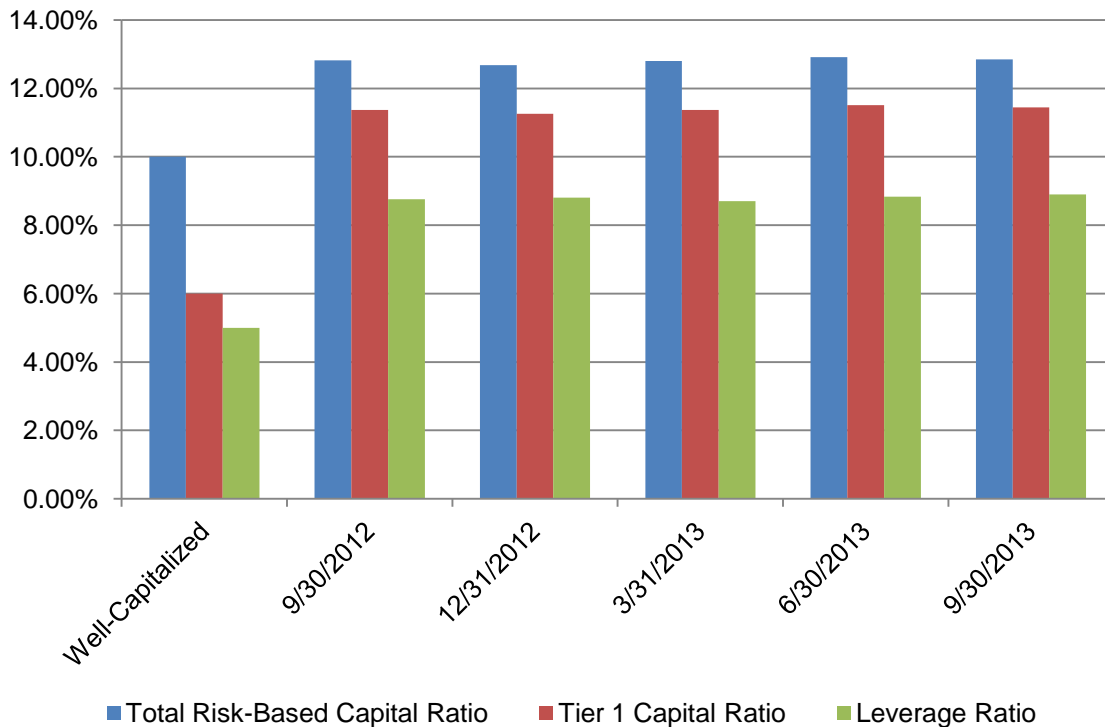
6/30/2012	60	52	57	67
3/31/2012	59	54	56	64
12/31/2011	50	34	45	39

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	7.3
6/30/2013	9.5	7.5
3/31/2013	10.2	7.8
12/31/2012	10.7	8.0
9/30/2012	11.4	9.4

Capital Adequacy. The bank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements asset forth below.

Susquehanna Bank Capital Ratios



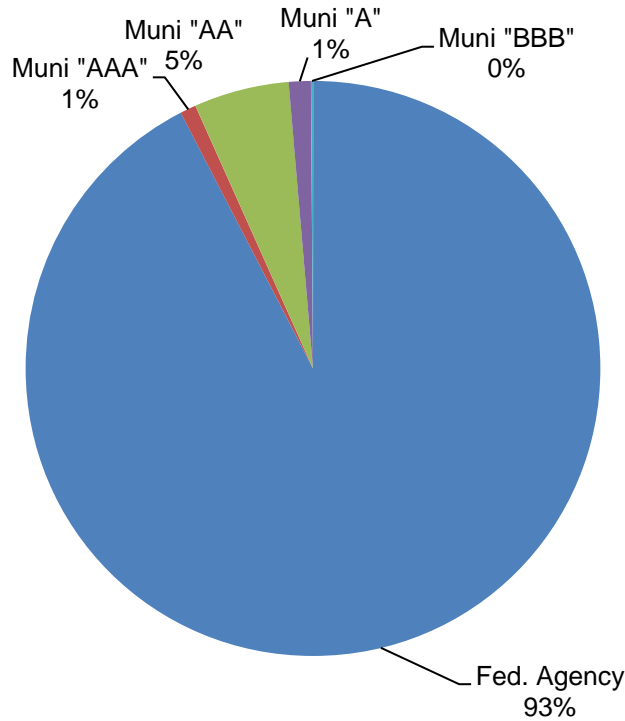
Bank Insight’s Capital Adequacy Ratio places the bank in the 49th percentile of its peer group.

Collateral Review. As of October 31, 2013, Susquehanna maintained collateral coverage of 117.7% of public funds held for deposit. As of September 30, 2013 collateral coverage equaled 119.9% of public funds.

Approximately 93% of the collateral as of October 31 consisted of pooled mortgage-backed securities issued by Fannie Mae and Freddie Mac. These FNMA and FHLMC pooled securities contain residential mortgages that meet the criteria for conforming loans set by regulators for these federal agencies. These federal agency pooled securities are highly rated and highly liquid. These pooled securities are guaranteed by the federal agencies so that the securities maintain their value even if the underlying mortgages encounter problems. Federal agency securities like these are among the safest types of collateral for public deposits.

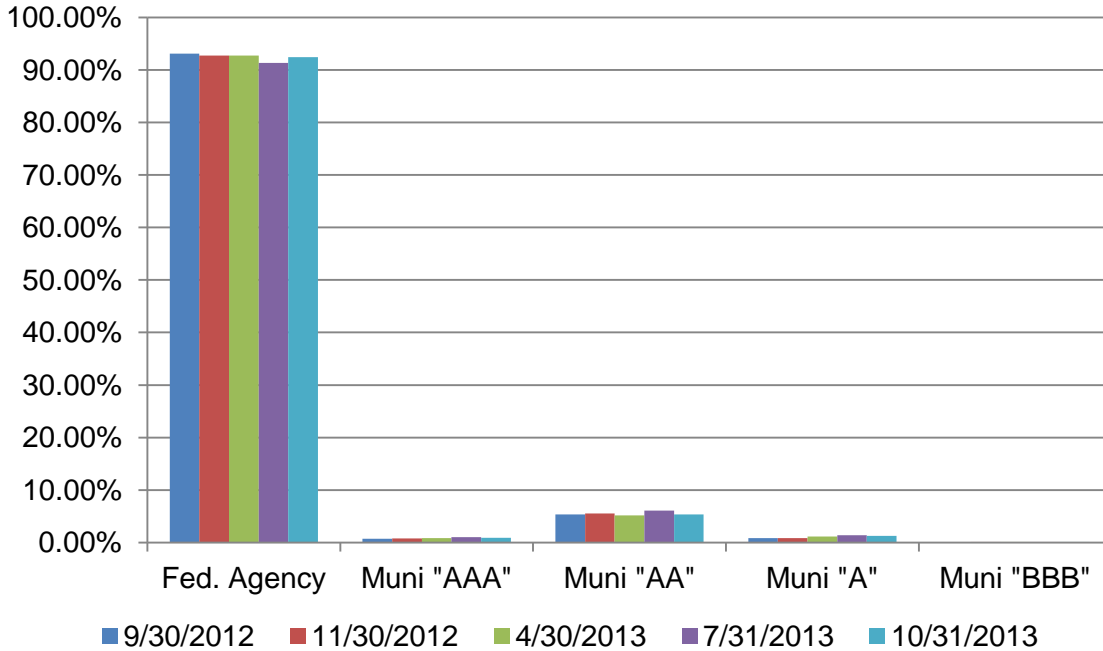
The remaining collateral consists of debt obligations of municipalities both inside and outside of Pennsylvania. The securities in the collateral pool are held by a third-party custodian, the Federal Home Loan Bank.

Susquehanna Bank Collateral Characteristics October 2013



The composition of the portfolio has remained largely unchanged over the past year with federal agency securities over 90% of the portfolio as shown in the chart below. Federal agency securities are generally considered to be the safest type of collateral for public funds deposits.

**Susquehanna Bank Changes in Collateral Characteristics
September 2012 to September 2013**



TD Bank

Ratings. TD Bank Financial Group is the parent company of TD Bank, N.A. The ratings for the bank are as follows:

	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>
TD Bank, N.A.			
Long Term Debt (Deposits)	Aa3	AA-	
Outlook	Stable	Stable	

TD Bank's Thomson Reuters Bank Insight peer group rating for September 30 was "41", placing the bank in the 11th percentile of peer group banks with total assets greater than \$10 billion. Bank Insight ratings and rankings for the last two years were:

<u>Quarter</u>	<u>Peer Group Rating</u>	<u>Peer Group Ranking</u>	<u>Regional Rating</u>	<u>Regional Ranking</u>
9/30/2013	41	11	63	48
6/30/2013	41	13	62	47

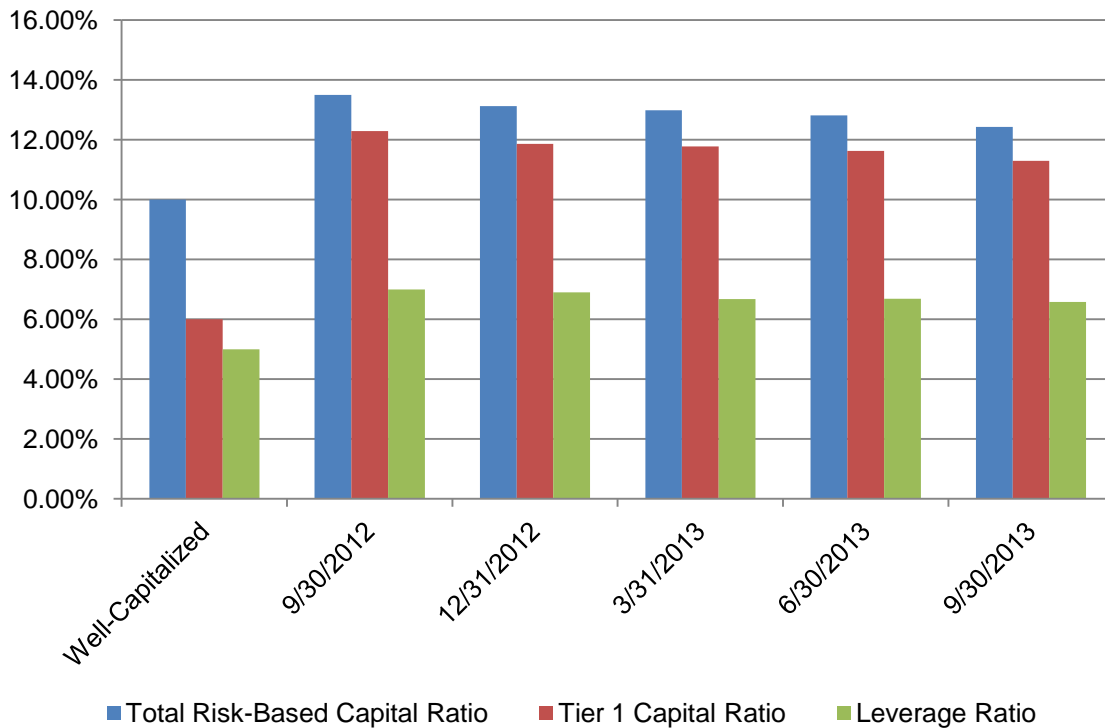
3/31/2013	41	11	63	51
12/31/2012	46	18	63	54
9/30/2012	46	22	63	56
6/30/2012	46	22	63	57
3/31/2012	46	22	62	55
12/31/2011	45	23	57	58

Troubled Assets. The bank’s “troubled asset ratio” for the last five quarters is set forth below:

	<u>National Median</u>	<u>Troubled Asset Ratio</u>
9/30/2013	9.1	11.2
6/30/2013	9.5	11.5
3/31/2013	10.2	11.9
12/31/2012	10.7	11.8
9/30/2012	11.4	11.8

Capital Adequacy. TD Bank is classified as “well-capitalized” (Capital Category 1) for federal regulatory purposes by meeting or exceeding the minimum measurements set forth below.

TD Bank Capital Ratios



Bank Insight's Capital Adequacy Ratio places the bank in the 7th percentile of its peer group.

Collateral Review. TD Bank maintained collateral coverage of 102.68% of public funds held for deposit as of October 31, 2013 and 102.25% as of September 30, 2013.

The securities in TD's collateral pool as of October 31 consist of asset-backed securities (ABS) backed by credit card and auto loan receivables. An ABS is a debt obligation backed by financial assets such as credit card receivables, auto loans and home-equity loans. The financial institutions that originate the loans sell pools of the loans to a special purpose-vehicle, usually a corporation that sells them to a trust. The loans are then repackaged by the trust as interest-bearing securities issued by the trust and sold to investors by investments banks that underwrite them. The securities are generally provided with credit enhancement, whether internal (such as over-collateralization) or external (such as a surety bond or third party guarantee). The ABS securities in TD's collateral portfolio are rated triple-A.

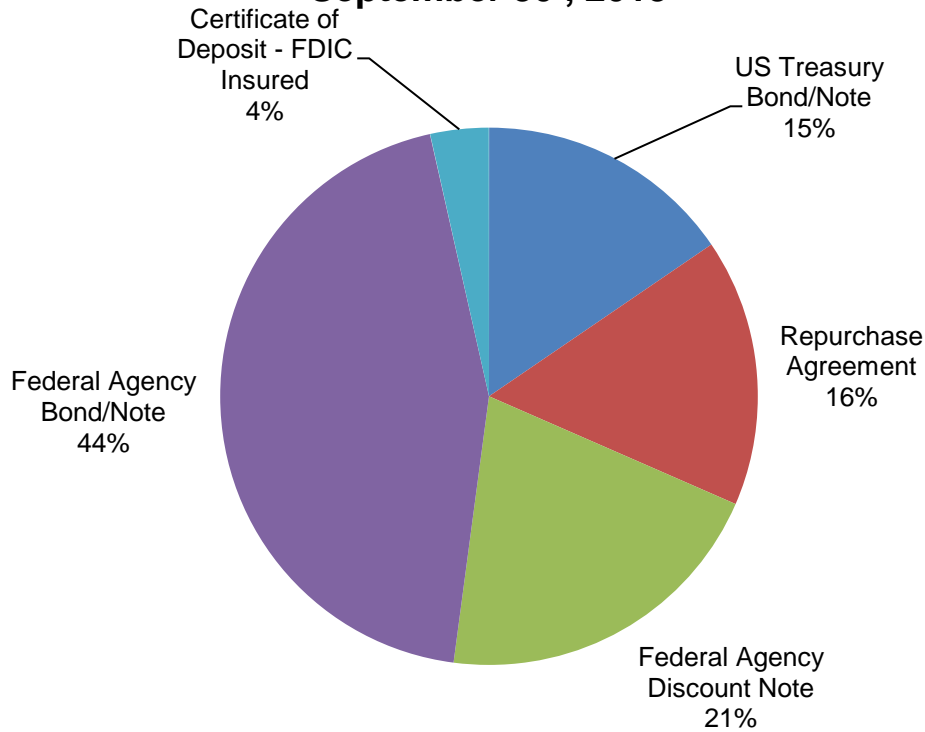
PLGIT AND PSDLAF

Investments placed with PLGIT and PSDLAF are similar to an investment in a AAA rated money market mutual fund (although they are not eligible for SIPC insurance coverage). As such, collateral is not required since the School District owns a proportionate share in the securities held in the Trust. Therefore, it is important to review the detailed listing of securities purchased for the portfolios held by the Trust. A recent review indicates that the securities held are in compliance with the School Code (440.1). Each of the funds is rated AAAM by S&P, the highest rating for a money market type of fund. The AAAM rating is defined by S&P as follows: "Safety is excellent. Superior capacity to maintain principal value and limit exposure to loss."

PSDLAF's Portfolio of Investments as of September 30, 2013 consisted of demand deposits (17.75%), repurchase agreements (22.67%), municipal obligations (3.62%) and U.S. Government Agency obligations (55.69%).

PLGIT's pooled investment vehicles are similarly invested in a variety of permitted securities. The following chart shows the composition of PLGIT's Plus portfolio as of September 30, 2013.

PLGIT PLUS Composition of Securities in Portfolio September 30 , 2013



Summary

The School District continues to diversify its investments over a variety of financial institutions. The District's General Fund investments were distributed among the financial institutions and funds as of August 31, 2013 as shown in the chart on the last page. The principal amount of each of the FDIC Insured CDs is below the FDIC insurance limit, thus providing additional diversification and safety.

Citibank's Bank Insight peer group ranking stayed steady at the 66th percentile. Citibank has capital ratios well in excess of the required minimums. Citibank's troubled asset ratio is almost two points below the national median.

Citizens Bank's Bank Insight rankings dropped sharply from the 22nd percentile to the 3rd percentile. As discussed above, the drop followed a goodwill impairment charge that appears to be related to the plans for the sale of Citizens by its parent company. Citizens Bank continues to maintain a comfortable capital position and a troubled asset ratio almost two points below the national median. As discussed above, Citizens has resumed the use of an Act 72 collateral pool with excellent coverage following the expiration of unlimited FDIC insurance for non-interest bearing transaction accounts.

First Niagara's Bank Insight ranking was steady at the 31st percentile. Its troubled asset ratio is about three points above the national median. The bank's Total Risk Based Capital Ratio is now at 10.89%, still only slightly above the 10.0% minimum, although

the capital ratios for First Niagara Financial Group, Inc., the bank's parent, are stronger. First Niagara's collateral is of good quality.

JPMorgan Chase Bank's Bank Insight peer group ranking dropped slightly to the 25th percentile from the 28th percentile, although it should be noted that there are only 19 banks in this peer group of banks with assets exceeding \$10 billion. The bank's troubled asset ratio is two points above the national median. The bank's capital ratios are in excess of the required minimums. We do not have any information regarding JPMorgan Chase's collateral practices.

National Penn's Bank Insight peer group ranking rose to the 35th percentile after plummeting from the 82nd percentile as of December 31 to the 10th percentile, in March, primarily as a result of a one-time repayment of high cost funding designed to improve the company's balance sheet, as discussed above. Its troubled asset ratio is four points below the national median. The bank's capital ratios are substantially above the required minimums. National Penn provides collateral of reasonable quality and with satisfactory coverage ratios to provide additional security.

PNC's ratings rose slightly to the 41st percentile and its troubled asset ratio is six points above the national median. The bank's capital ratios have a substantial margin above the required minimums and the collateral is of high quality.

QNB Bank's peer group Bank Insight ranking was steady at the 22nd percentile in September. The bank's troubled asset ratio is about sixteen points above the national median. QNB's capital ratios have improved over the last several quarters and provide a satisfactory margin above the required minimums. We have no information about QNB's collateral practices. .

Santander (Sovereign) Bank's Bank Insight ranking remained steady at the 19th percentile during the third quarter. The bank's rankings are lower in comparison to last year's rankings in part because Santander's peer group has been expanded and now consists of all banks with assets greater than \$10 billion. Previously Santander was ranked in comparison to savings and loan institutions with assets greater than \$5 billion. Its troubled asset ratio is about three points above the national median. The bank's capital ratios continue to exceed the well-capitalized minimums by a comfortable margin. Santander's collateral coverage is satisfactory and the quality of the collateral as of June was very good.

Susquehanna's Bank Insight ranking remained steady at the 50th percentile. Susquehanna is considered to be well-capitalized, and its capital ratios remain well above the required minimums. The bank's troubled asset ratio is two points below the national median and its collateral is generally of very good quality with 93% of the collateral portfolio consisting of federal agency securities.

TD Bank's Bank Insight peer group rankings hovered at the 11th percentile. Its capital ratios have declined over the last year but it maintains adequate capital margins above the required minimums. Its troubled asset ratio is two points above the national

median. TD's collateral consists exclusively of highly-rated asset backed securities. Collateral coverage for TD provides a reasonable cushion over the required minimum.

We appreciate the opportunity to assist the School District in the investment of its funds.

December 31, 2013

LAWLACE CONSULTING LLC

Disclosure

This report is provided for informational purposes only and shall in no event be construed as an offer to sell or a solicitation of an offer to buy any securities or to recommend investments or deposits or withdrawals from any institution discussed herein. The information described herein is taken from sources which we believe to be reliable, but the accuracy and completeness of such information is not guaranteed by us. The opinions expressed herein may be given only such weight as opinions warrant. Decisions to invest with or to deposit or withdraw funds from any financial institution should be based on the investor's investment objectives and risk tolerance and should not rely solely on the information provided herein.

Central Bucks School District Distribution of Investments - August 2013

