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Form **990-EZ**

Department of the Treasury
Internal Revenue Service

Short Form
Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code
(except black lung benefit trust or private foundation)

▶ Sponsoring organizations of donor advised funds and controlling organizations as defined in section 512(b)(13) must file Form 990 All other organizations with gross receipts less than $500,000 and total assets less than $1,250,000 at the end of the year may use this form

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

OMB No 1545-1150

2009

Open to Public Inspection

A For the 2009 calendar year, or tax year beginning 07/01/09 , and ending 06/30/10

B Check if applicable
- [ ] Address change
- [ ] Name change
- [ ] Initial return
- [ ] Termination
- [ ] Amended return
- [ ] Application pending

Please use IRS label or print or type See Specific Instructions

C Name of organization
BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL BRIDGES FOUNDATION, INC.

Number and street (or P O box, if mail is not delivered to street address) Room/suite
3300 CHESTER AVENUE

City or town, state or country, and ZIP + 4
BETHLEHEM PA 18020-2895

D Employer identification number 23-2987301

E Telephone number 610-866-8013

F Group Exemption Number ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

G Accounting method [ ] Cash [X] Accrual
Other (specify) ▶

I Website: ▶ WWW.BETHLEHEMAVTS.ORG

H Check ▶ [ ] if the organization is not required to attach Schedule B (Form 990, 990-EZ, or 990-PF)

J Tax-exempt status (check only one) — [X] 501(c) (3) ◀ (insert no) [ ] 4947(a)(1) or [ ] 527

K Check ▶ [ ] if the organization is not a section 509(a)(3) supporting organization and its gross receipts are normally not more than $25,000 A Form 990-EZ or Form 990 return is not required, but if the organization chooses to file a return, be sure to file a complete return

L Add lines 5b, 6b, and 7b, to line 9 to determine gross receipts, if $500,000 or more, file Form 990 instead of Form 990-EZ ▶ $ 242,234

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions for Part I.)

Revenue	1	Contributions, gifts, grants, and similar amounts received			1	31,472
	2	Program service revenue including government fees and contracts			2	
	3	Membership dues and assessments			3	
	4	Investment income			4	19,487
	5a	Gross amount from sale of assets other than inventory	5a	176,524		
	b	Less cost or other basis and sales expenses	5b	178,900		
	c	Gain or (loss) from sale of assets other than inventory (Subtract line 5b from line 5a) SEE STMT 1			5c	-2,376
	6	Special events and activities (complete applicable parts of Schedule G) If any amount is from gaming, check here ▶ [ ]				
	a	Gross revenue (not including $ ______ of contributions reported on line 1)	6a	10,413		
	b	Less direct expenses other than fundraising expenses	6b	4,812		
	c	Net income or (loss) from special events and activities (Subtract line 6b from line 6a)			6c	5,601
	7a	Gross sales of inventory, less returns and allowances	7a			
	b	Less cost of goods sold	7b			
	c	Gross profit or (loss) from sales of inventory (Subtract line 7b from line 7a)			7c	
	8	Other revenue (describe ▶ SEE STATEMENT 2)			8	4,338
	9	**Total revenue.** Add lines 1, 2, 3, 4, 5c, 6c, 7c, and 8 ▶			9	58,522
Expenses	10	Grants and similar amounts paid (attach schedule)			10	
	11	Benefits paid to or for members			11	
	12	Salaries, other compensation, and employee benefits			12	
	13	Professional fees and other payments to independent contractors			13	3,950
	14	Occupancy, rent, utilities, and maintenance			14	
	15	Printing, publications, postage, and shipping			15	
	16	Other expenses (describe ▶ SEE STATEMENT 3)			16	51,498
	17	**Total expenses.** Add lines 10 through 16 ▶			17	55,448
Net Assets	18	Excess or (deficit) for the year (Subtract line 17 from line 9)			18	3,074
	19	Net assets or fund balances at beginning of year (from line 27, column (A)) (must agree with end-of-year figure reported on prior year's return)			19	532,314
	20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 4			20	33,343
	21	Net assets or fund balances at end of year Combine lines 18 through 20 ▶			21	568,731

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Part II Balance Sheets. If Total assets on line 25, column (B) are $1,250,000 or more, file Form 990 instead of Form 990-EZ

	(See the instructions for Part II)	(A) Beginning of year		(B) End of year
22	Cash, savings, and investments	605,383	22	630,538
23	Land and buildings		23	
24	Other assets (describe ▶ SEE STATEMENT 5)	100	24	
25	**Total assets**	605,483	25	630,538
26	**Total liabilities** (describe ▶ SEE STATEMENT 6)	73,169	26	61,807
27	**Net assets or fund balances** (line 27 of column (B) must agree with line 21)	532,314	27	568,731

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

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Part III **Statement of Program Service Accomplishments** (See the instructions for Part III.)

Expenses (Required for section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts, optional for others)

What is the organization's primary exempt purpose?

SEE STATEMENT 7

Describe what was achieved in carrying out the organization's exempt purposes In a clear and concise manner, describe the services provided, the number of persons benefited, or other relevant information for each program title

28	TO PROVIDE ASSISTANCE TO VOCATIONAL TECHNICAL SCHOOL GRADUATES TO CONTINUE THEIR EDUCATION AND PROMOTE THE VOCATIONAL-TECHNICAL SCHOOL. (Grants $) If this amount includes foreign grants, check here ▶ ☐	28a	44,778
29	(Grants $) If this amount includes foreign grants, check here ▶ ☐	29a	
30	(Grants $) If this amount includes foreign grants, check here ▶ ☐	30a	
31	Other program services (attach schedule) (Grants $) If this amount includes foreign grants, check here ▶ ☐	31a	
32	**Total program service expenses** (add lines 28a through 31a) ▶	32	44,778

Part IV **List of Officers, Directors, Trustees, and Key Employees.** List each one even if not compensated (See the instructions for Part IV)

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
BRIAN WILLIAMS	EXECUTIVE DIRECTOR	0	0	0
DALE KOCHARD	CHAIRPERSON	0	0	0
MIKE ALBARELL	VICE CHAIRPERSON	0	0	0
GEORGE KURTZ	TREASURER	0	0	0
MARK PESAVENTO	SECRETARY	0	0	0

Part V **Other Information** (Note the statement requirements in the instructions for Part V.)

			Yes	No
33	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	33		X
34	Were any changes made to the organizing or governing documents? If "Yes," attached a conformed copy of the changes	34		X
35	If the organization had income from business activities, such as those reported on lines 2, 6a, and 7a (among others), but **not** reported on Form 990-T, attach a statement explaining why the organization did not report the income on Form 990-T			
a	Did the organization have unrelated business gross income of $1,000 or more or was it subject to section 6033(e) notice, reporting, and proxy tax requirements?	35a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	35b		
36	Did the organization undergo a liquidation, dissolution, termination, or significant disposition of net assets during the year? If "Yes," complete applicable parts of Schedule N	36		X
37a	Enter amount of political expenditures, direct or indirect, as described in the instr ▶ 37a			
b	Did the organization file **Form 1120-POL** for this year?	37b		X
38a	Did the organization borrow from, or make any loans to, any officer, director, trustee, or key employee **or** were any such loans made in a prior year and still outstanding at the end of the period covered by this return?	38a		X
b	If "Yes," complete Schedule L, Part II and enter the total amount involved 38b			
39	Section 501(c)(7) organizations Enter			
a	Initiation fees and capital contributions included on line 9 39a			
b	Gross receipts, included on line 9, for public use of club facilities 39b			
40a	Section 501(c)(3) organizations Enter amount of tax imposed on the organization during the year under section 4911 ▶ ______, section 4912 ▶ ______, section 4955 ▶ ______			
b	Section 501(c)(3) and 501(c)(4) organizations Did the organization engage in any section 4958 excess benefit transaction during the year or is it aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I	40b		X
c	Section 501(c)(3) and 501(c)(4) organizations Enter amount of tax imposed on organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ ______			
d	Section 501(c)(3) and 501(c)(4) organizations Enter amount of tax on line 40c reimbursed by the organization ▶ ______			
e	All organizations At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? If "Yes," complete Form 8886-T	40e		X

41 List the states with which a copy of this return is filed ▶ PA

42a The organization's books are in care of ▶ TREASURER Telephone no ▶ 610-866-8013

3300 CHESTER AVE

Located at ▶ BETHLEHEM, PA ZIP + 4 ▶ 18020

			Yes	No
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	42b		X
	If "Yes," enter the name of the foreign country ▶ ______ See the instructions for exceptions and filing requirements for **Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.**			
c	At any time during the calendar year, did the organization maintain an office outside of the U S ?	42c		X
	If "Yes," enter the name of the foreign country ▶ ______			

43 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-EZ in lieu of **Form 1041**—Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 43

			Yes	No
44	Did the organization maintain any donor advised funds? If "Yes," Form 990 must be completed instead of Form 990-EZ	44		X
45	Is any related organization a controlled entity of the organization within the meaning of section 512(b)(13)? If "Yes," Form 990 must be completed instead of Form 990-EZ	45		X

Part VI **Section 501(c)(3) organizations and section 4947(a)(1) nonexempt charitable trusts only.** All section 501(c)(3) organizations and section 4947(a)(1) nonexempt charitable trusts must answer questions 46-49b and complete the tables for lines 50 and 51.

			Yes	No
46	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I	46		X
47	Did the organization engage in lobbying activities? If "Yes," complete Schedule C, Part II	47		X
48	Is the organization operating a school as described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E	48		X
49a	Did the organization make any transfers to an exempt non-charitable related organization?	49a		X
b	If "Yes," was the related organization a section 527 organization?	49b		

50 Complete this table for the organization's five highest compensated employees (other than officers, directors, trustees and key employees) who each received more than $100,000 of compensation from the organization If there is none, enter "None"

(a) Name and address of each employee paid more than $100,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
NONE				

f Total number of other employees paid over $100,000 ▶

51 Complete this table for the organization's five highest compensated independent contractors who each received more than $100,000 of compensation from the organization If there is none, enter "None"

(a) Name and address of each independent contractor paid more than $100,000	(b) Type of service	(c) Compensation
NONE		

d Total number of other independent contractors each receiving over $100,000 ▶

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge

▶ Dale Kochard Signature of officer | 10/15/10 Date

▶ DALE KOCHARD CHAIR
Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶ Bruce Palmer	Date 08/27/10	Check if self-employed ▶ ☐	Preparer's Identifying Number (See instr) P00003805
Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ BUCKNO LISICKY & COMPANY, P.C. 444 MAIN STREET BETHLEHEM, PA 18018			EIN ▶ 23-2426656 Phone no ▶ 610-691-0113

May the IRS discuss this return with the preparer shown above? See instructions ▶ ☐ Yes ☐ No

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SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No 1545-0047

2009

Open to Public Inspection

Name of the organization BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL BRIDGES FOUNDATION, INC.

Employer identification number 23-2987301

Part I **Reason for Public Charity Status** (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is (For lines 1 through 11, check only one box)

1 ☐ A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i).**

2 ☐ A school described in **section 170(b)(1)(A)(ii).** (Attach Schedule E)

3 ☐ A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii).**

4 ☐ A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii).** Enter the hospital's name, city, and state

5 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv).** (Complete Part II)

6 ☐ A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v).**

7 ☒ An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi).** (Complete Part II)

8 ☐ A community trust described in **section 170(b)(1)(A)(vi).** (Complete Part II)

9 ☐ An organization that normally receives· (1) more than 33 1/3 % of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3 % of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See **section 509(a)(2).** (Complete Part III)

10 ☐ An organization organized and operated exclusively to test for public safety See **section 509(a)(4).**

11 ☐ An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2) See **section 509(a)(3).** Check the box that describes the type of supporting organization and complete lines 11e through 11h

a ☐ Type I **b** ☐ Type II **c** ☐ Type III–Functionally integrated **d** ☐ Type III–Other

e ☐ By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2)

f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box ☐

g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

		Yes	No
(i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?	11g(i)		
(ii) A family member of a person described in (i) above?	11g(ii)		
(iii) A 35% controlled entity of a person described in (i) or (ii) above?	11g(iii)		

h Provide the following information about the supported organization(s)

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section **(see instructions)**)	(iv) Is the organization in col (i) listed in your governing document? Yes	No	(v) Did you notify the organization in col (i) of your support? Yes	No	(vi) Is the organization in col (i) organized in the U S? Yes	No	(vii) Amount of support
Total									

For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule A (Form 990 or 990-EZ) 2009

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Part II **Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)** (Complete only if you checked the box on line 5, 7, or 8 of Part I.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants ")	16,931	41,647	21,908	36,477	31,472	148,435
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 **Total.** Add lines 1 through 3	16,931	41,647	21,908	36,477	31,472	148,435
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						81,355
6 **Public support.** Subtract line 5 from line 4						67,080

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
7 Amounts from line 4	16,931	41,647	21,908	36,477	31,472	148,435
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	39,658	39,060	48,120	-8,039	17,111	135,910
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV)		1,500	30	15,419	4,338	21,287
11 **Total support.** Add lines 7 through 10						305,632

12 Gross receipts from related activities, etc (see instructions) | 12 |

13 **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** ▶ ☐

Section C. Computation of Public Support Percentage

14 Public support percentage for 2009 (line 6, column (f) divided by line 11, column (f))	14	21.95 %
15 Public support percentage from 2008 Schedule A, Part II, line 14	15	33.56 %

16a **33 1/3 % support test—2009.** If the organization did not check the box on line 13, and line 14 is 33 1/3 % or more, check this box and **stop here.** The organization qualifies as a publicly supported organization ▶ ☐

b **33 1/3 % support test—2008.** If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3 % or more, check this box and **stop here.** The organization qualifies as a publicly supported organization ▶ ☒

17a **10%-facts-and-circumstances test—2009.** If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test The organization qualifies as a publicly supported organization ▶ ☐

b **10%-facts-and-circumstances test—2008.** If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test The organization qualifies as a publicly supported organization ▶ ☐

18 **Private foundation.** If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions ▶ ☐

Part IV **Supplemental Information.** Complete this part to provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12. Provide any other additional information. See instructions.

PART II, LINE 10 - OTHER INCOME DETAIL

FORFEITED SCHOLARSHIPS	$	21,257
MISCELLANEOUS	$	30

NOTES TO FINANCIAL STATEMENTS

Note 5. Board Designated Net Assets

As of June 30, 2010 and 2009, Board designated net assets totaling $33,711 and $41,338, respectively, consist of unrestricted net assets designated by the Board for scholarships.

Note 6. Temporarily Restricted Net Assets

Temporarily restricted net assets consist of funds restricted for scholarships, EITC, educational program funds and funds. The Organization began receiving funds from the l Fund in October 2006 and amounts received for this fund are restricted for media arts scholarships and program expenses.

As of June 30, 2010 and 2009, the Organization had temporarily restricted net assets available for the following purposes.

	2010	2009
Scholarships	$ 2,003	$ 16,852
Tuition for educational programs	7,854	6,854
Media arts scholarships, equipment, activities	9,782	13,015
Temporarily restricted net assets	$ 19,639	$ 36,721

Note 7. Concentration of Credit Risk

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash balances in excess of insured limits. At times during the year, the Organization's cash balance has been in excess of the federal insurance limit of $250,000. The organization has not experienced any losses as a result of these balances.

Note 8. Prior Period Adjustment

The financial statements for the year ended June 30, 2009 have been adjusted to reclassify funds that were designated to be used for the media arts program from the d. Since the expenditure was not completed, an adjustment has been made to increase the temporarily restricted l by $7,392.

Form **990**

Special Events Schedule

2009

For calendar year 2009, or tax year beginning 07/01/09 , and ending 06/30/10

Name
BETHLEHEM AREA VOCATIONAL-TECHNICAL
SCHOOL BRIDGES FOUNDATION, INC.

Employer Identification Number
23-2987301

	(A)	(B)	(C)	Others	Total
Gross receipts	10,413	0	0	0	10,413
Less contributions	0	0	0	0	0
Gross revenue	10,413	0	0	0	10,413
Less direct expenses	4,812	0	0	0	4,812
Net income (loss)	5,601	0	0	0	5,601

Description (A) GOLF TOURNAMENT

(B)

(C)

Others

Federal Statements

Statement 1 - Form 990-EZ, Part I, Line 5c - Sale of Assets Other than Inventory - Securities

Description							
How Received	Whom Sold	Date Acquired	Date Sold	Sale Price	Cost & Expense	Depreciation	Gain / Loss
DONATION				$ 129,792	$ 135,198	$	$ -5,406
DONATION				46,732	43,702		3,030
TOTAL				$ 176,524	$ 178,900	$ 0	$ -2,376

Statement 2 - Form 990-EZ, Part I, Line 8 - Other Revenue

Description	Amount
FORFEITED SCHOLARSHIPS	$ 4,338
TOTAL	$ 4,338

Statement 3 - Form 990-EZ, Part I, Line 16 - Other Expenses

Description	Amount
EXPENSES	$
INVESTMENT FEES	4,397
MISCELLANEOUS	462
SCHOLARSHIPS	44,778
FEES & PERMITS	100
BANQUET EXPENSE	1,761
TOTAL	$ 51,498

Statement 4 - Form 990-EZ, Part I, Line 20 - Other Changes in Net Assets or Fund Balances

Description	Amount
UNREALIZED GAIN ON INVESTMENTS	$ 33,343
TOTAL	$ 33,343

Statement 5 - Form 990-EZ, Part II, Line 24 - Other Assets

Description	Beginning of Year	End of Year
PREPAID EXPENSES AND DEFERRED CHARGES	$ 100	$
	100	

Statement 6 - Form 990-EZ, Part II, Line 26 - Total Liabilities

Description	Beginning of Year	End of Year
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	$ 64,583	$ 61,807
LOAN PAYABLE - BAVTS	8,586	
	73,169	61,807

Statement 7 - Form 990-EZ, Part III - Organization's Primary Exempt Purpose

Description
TO PROMOTE THE VOCATIONAL-TECHNICAL SCHOOL PURPOSES AND PROVIDE ASSISTANCE TO STUDENTS FOR CONTINUED EDUCATION.

Golf Tournament

Tickets, Giveaways and Prizes

Description	Amount
	$ 4,812
TOTAL	$ 4,812

BETHLEHEM AREA
VOCATIONAL-TECHNICAL SCHOOL
BRIDGES FOUNDATION, INC.

FINANCIAL REPORT

June 30, 2010

BUCKNO LISICKY & COMPANY

CONTENTS

BUCKNO
LISICKY
& COMPANY

Certified Public Accountants | Business Consultants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Bethlehem Area Vocational-Technical School
Bridges Foundation, Inc.
Bethlehem, Pennsylvania

We have audited the accompanying statements of financial position of Bethlehem Area Vocational-Technical School Bridges Foundation, Inc. (a nonprofit corporation) as of June 30, 2010 and 2009, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of Bethlehem Area Vocational-Technical School Bridges Foundation, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bethlehem Area Vocational-Technical School Bridges Foundation, Inc. as of June 30, 2010 and 2009, and the changes in its nets assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Buckno Lisicky & Co PC

Bethlehem, Pennsylvania
August 16, 2010

BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL
BRIDGES FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION
June 30, 2010 and 2009

	2010	2009
ASSETS		
CURRENT ASSETS		
Cash:		
Unrestricted	$ -	$ -
Temporarily restricted	19,639	36,721
Accrued interest receivable	1,271	1,296
Prepaid expenses	-	100
Total current assets	20,910	38,117
NONCURRENT ASSETS		
Investments	609,628	574,758
Total noncurrent assets	609,628	574,758
Total assets	$ 630,538	$ 612,874
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 20,943	$ 10,285
Current portion of loans payable - BAVTS	-	5,000
Accrued expenses	3,650	3,500
Accrued scholarships payable	37,214	58,190
Total current liabilities	61,807	76,975
LONG-TERM LIABILITIES		
Loan payable - BAVTS General Fund	-	3,586
Total liabilities	61,806	80,561
NET ASSETS		
Unrestricted:		
Available for programs and operations	515,380	454,254
Board designated	33,711	41,338
	549,091	495,592
Temporarily Restricted	19,639	36,721
Total net assets	568,730	532,313
Total liabilities and net assets	$ 630,538	$ 612,874

See Notes to Financial Statements.

BUCKNO LISICKY & COMPANY

BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL
BRIDGES FOUNDATION, INC.

STATEMENTS OF ACTIVITIES
Years Ended June 30, 2010 and 2009

	2010		
	Unrestricted	Temporarily Restricted	Total
SUPPORT:			
Contributions	$ 5,927	$ 25,545	$ 31,472
Net assets released from restrictions:			
Satisfaction of grantor restrictions			
Media arts awards and expenses	4,278	(4,278)	-
Scholarships	38,349	(38,349)	-
Tuition	-	-	-
Total support	48,554	(17,082)	$ 31,472
OTHER INCOME (LOSS):			
Interest income	12,867	-	12,867
Dividend income	6,620	-	6,620
Scholarship forfeiture income	4,338	-	4,338
Special event receipts	10,413	-	10,413
Unrealized gain (loss)	33,343	-	33,343
Realized loss	(2,376)	-	(2,376)
Total other income (loss)	65,204	-	65,204
Total support and income (loss)	113,758	(17,082)	96,676
EXPENSES:			
Program			
Banquet expense	1,761	-	1,761
Fees and permits	100	-	100
Investment fees	4,397	-	4,397
Miscellaneous	461	-	461
Professional services	3,950	-	3,950
Scholarships and awards	44,778	-	44,778
Special event fees	4,812	-	4,812
Total expenses	60,258	-	60,258
Change in net assets	53,500	(17,082)	36,418
NET ASSETS, BEGINNING OF YEAR	495,592	36,721	532,313
Prior Period Adjustment - Note 9	-	-	-
NET ASSETS, END OF YEAR, as restated	$ 549,091	$ 19,639	$ 568,730

See Notes to Financial Statements.

BUCKNO LISICKY & COMPANY

BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL
BRIDGES FOUNDATION, INC.

STATEMENTS OF ACTIVITIES
Years Ended June 30, 2010 and 2009

	2009		
	Unrestricted	Temporarily Restricted	Total
SUPPORT:			
Contributions	$ 5,166	$ 31,311	$ 36,477
Net assets released from restrictions:			
Satisfaction of grantor restrictions			
Media arts awards and expenses	-	-	-
Scholarships	19,148	(19,148)	-
Tuition	-	-	-
Total support	24,314	12,163	$ 36,477
OTHER INCOME (LOSS):			
Interest income	13,242	-	13,242
Dividend income	8,959	-	8,959
Scholarship forfeiture income	15,419	-	15,419
Special event receipts	-	-	-
Unrealized gain (loss)	(37,974)	-	(37,974)
Realized loss	(30,240)	-	(30,240)
Total other income (loss)	(30,594)	-	(30,594)
Total support and income (loss)	(6,280)	12,163	5,883
EXPENSES:			
Program			
Banquet expense	-	-	-
Fees and permits	440	-	440
Investment fees	4,329	-	4,329
Miscellaneous	1,385	-	1,385
Professional services	3,500	-	3,500
Scholarships and awards	39,649	-	39,649
Special event fees	164	-	164
Total expenses	49,467	-	49,467
Change in net assets	(55,747)	12,163	(43,584)
NET ASSETS, BEGINNING OF YEAR	558,731	17,166	575,897
Prior Period Adjustment - Note 9	(7,392)	7,392	-
NET ASSETS, END OF YEAR, as restated	$ 495,592	$ 36,721	$ 532,313

See Notes to Financial Statements.

BETHLEHEM AREA VOCATIONAL-TECHNICAL SCHOOL
BRIDGES FOUNDATION, INC.

STATEMENTS OF CASH FLOWS
Years Ended June 30, 2010 and 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 36,418	$ (43,584)
Unrealized (gain) loss on investments	(33,343)	37,974
Realized loss on investments	2,376	30,240
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
(Increase) decrease in accounts receivable	-	5,170
(Increase) in accrued interest receivable	24	(5)
(Increase) in prepaid expenses	100	(100)
Increase (decrease) in accounts payable	10,658	(4,219)
Increase in accrued expenses	150	-
(Decrease) in accrued scholarships payable	(20,976)	(15,997)
Net cash provided by (used in) operating activities	(4,592)	9,479
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales of securities	226,525	158,647
Purchases including reinvestment of securities	(230,428)	(164,463)
Net cash used in investing activities	(3,903)	(5,816)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of long-term debt	(8,586)	(5,000)
Net cash used in financing activities	(8,586)	(5,000)
Net decrease in cash	(17,081)	(1,337)
CASH:		
Beginning	36,721	38,058
Ending	$ 19,639	$ 36,721

See Notes to Financial Statements.

Note 1. Organization and Summary of Significant Accounting Policies

Nature of operations:

The Bridges Foundation is a nonprofit corporation established to provide support for the students and faculty of Bethlehem Area Vocational-Technical School. The Foundation provides scholarships, equipment and special academic opportunities for area students. Revenue and support is obtained primarily from private industry in the Lehigh Valley area.

Basis of accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are recorded when earned and expenses are recorded when incurred.

Basis of presentation:

Under Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets of Bethlehem Area Vocational-Technical School Bridges Foundation are classified and reported as follows:

Unrestricted net assets

Net assets that are not subject to donor imposed stipulations.

Temporarily restricted net assets

Net assets subject to donor imposed stipulations that may or will be met, either by actions of Bethlehem Area Vocational-Technical School Bridges Foundation and/or the passage of time. When a restriction is met or expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported on the statement of activities as net assets released from restrictions.

NOTES TO FINANCIAL STATEMENTS

Cash and Cash Equivalents:

For purposes of the statements of cash flows, the Foundation considers all highly liquid investments available for current use with maturities of three months or less at the time of purchase to be cash equivalents.

Investments:

Investments are carried at fair value. Income, realized net gains and unrealized net gains on the investments are reported as increases in unrestricted net assets.

Scholarships Payable:

Scholarships are accrued when awarded by the Foundation and are unconditional. Scholarships are made from designated donor contributions and available investment principal and income.

Income taxes:

The Bethlehem Area Vocational Technical School Bridges Foundation is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes. No provision for income taxes is made in the accompanying financial statements as the Foundation has no activities subject to unrelated business income tax. The Foundation is not a private foundation.

The federal income tax returns of the Organization for 2007, 2008 and 2009 are subject to examination by the IRS, generally for three years after they were filed.

Contributions:

Contributions are generally available for unrestricted use unless specifically restricted by the donor. Unconditional promises to give (pledges) are recorded as received. Unconditional promises to give due in the next year are reflected as current promises to give and are recorded at the pledge value. Unconditional promises to give due in subsequent years are reflected as long-term promises to give and are recorded at the pledged value. The majority of the promises to give are received from local businesses as a result of an annual campaign.

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and nature of any donor restrictions. Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Use of estimates:

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

Functional Allocation of Expenses:

The costs of providing the Organization's program and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated amongst the program and services benefited.

Note 2. Investment Securities Available for Sale

Investments as of June 30, 2010 are carried at fair value and consist of the following:

Description	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Market Value
Columbia Value	$ 35,335	$ -	$ 3,727	$ 31,608
Calvert Short Duration	16,918	-	5	16,913
Hartford Capital Fund	31,995	-	2,604	29,391
Henderson International Fund	16,909	-	3,204	13,705
IVY Asset Strategy	15,829	-	1,221	14,608
Mainstay Large Cap	45,023	-	3,797	41,226
MFS Value Fund CL A	49,146	-	7,325	41,821
Oppenheimer Gold	16,586	1,319	-	17,905
Artio International	11,851	1,554	-	13,405
FPA New Income Inc.	15,965	135	-	16,100
PIMCO Real Return Fund	15,080	1,683	-	16,763
PIMCO Total Return Fund	32,723	1,052	-	33,775
Rydex/SGI Mid Cap Fund	13,442	2,346	-	15,788
Certificates of Deposit – various	300,000	6,620	-	306,620
	$ 616,802	$ 14,709	$ 21,883	$ 609,628

SFAS No. 157, *Fair Value Measurements*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority. The Plan uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Plan measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. No Level 3 inputs were used for the year ended June 30, 2010.

Investment return is summarized as follows:

	2010	2009
Interest and dividends	$ 19,487	$ 21,201
Net unrealized gains (losses)	33,343	(37,974)
Net realized (losses)	(2,376)	(30,240)
Total investment return	$ 50,454	$ (47,013)

Note 3. Loan Payable - BAVTS

The Organization had borrowed amounts from the Bethlehem Area Vocational-Technical School General Fund to assist with the start-up of the Organization. Repayment of the debt began December 2003; with $5,000 increments paid each year. The amount due as of June 30, 2010 and 2009 is $0 and $8,586, respectively. There were no stated repayment terms and the debt was authorized to be paid off by the Board in 2010.

Note 4. Educational Improvement Tax Credit (EITC)

The Bridges Foundation is a scholarship organization as defined by the Pennsylvania Department of Community and Economic Development. As such, businesses that contribute to this organization may receive a tax credit equal to 75% of its contribution (90%, if contributions are for two consecutive years) up to a maximum of $100,000. In order to maintain scholarship organization status, the Bridges Foundation must use 80% of its annual receipts from businesses receiving tax credits towards scholarship programs providing tuition for innovative educational programs supporting advance training.

The Organization has elected to consider donations received under the PA Department of Community Development Educational Improvement Tax Credit to support tuition for educational programs as restricted funds.

Note 9. Subsequent Events

In preparing these financial statements, the Company has evaluated events and transactions for potential recognition or disclosure through August 16, 2010, the date the financial statements were available to be issued.