COUNTY OF CHESTER  
 PENNSYLVANIA  

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF THE  
COUNTY CONTROLLER  

FOR THE YEAR ENDED DECEMBER 31, 1983  

COMMISSIONERS:  
ROBERT J. THOMPSON, CHAIRMAN  
EARL M. BAKER  
PATRICK C. O’DONNELL  

DIRECTOR OF FINANCE AND ADMINISTRATION:  
JAMES L. BOLING  

PREPARED BY:  
OFFICE OF THE COUNTY CONTROLLER  
JOSEPH A. RYAN, CPA  
CONTROLLER
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IV
June 25, 1984

Honorable Chairman and Members
of the Chester County Board
of Commissioners

Ladies and Gentlemen:

In accordance with the County Code of the Commonwealth of Pennsylvania, I hereby transmit the Comprehensive Annual Financial Report of the County of Chester, Pennsylvania as of December 31, 1983 and for the fiscal year then ended. The County Controller is responsible for all aspects of the Annual Report including the method of presentation, accuracy of financial statements, and completeness of footnote disclosures. Due care was exercised to ensure that our Report complies with Generally Accepted Accounting Principles (GAAP) applicable to local governmental units as defined in National Council on Governmental Accounting (NCGA) statements and interpretations and the American Institute of Certified Public Accountants (AICPA) State and Local Government Industry Audit Guide.

The format of the Annual Report follows the guidelines of the Government Finance Officers’ Association of the United States and Canada (GFOA). In accordance with such guidelines, our Report is segregated into three sections as follows:

1. INTRODUCTORY SECTION, including a letter of transmittal prepared by the Director of Finance and Administration;

2. FINANCIAL SECTION, including the general purpose financial statements and supplementary data (Combining and Individual Fund Statements);

3. STATISTICAL SECTION, including various tables of unaudited data detailing the financial history of Chester County for the past ten years.
The financial statements of all of the funds and account groups appearing in this report have been subjected to an independent audit. We believe that an independent audit serves to increase the credibility of our Report as well as providing assurance that our accounting system, including the system of internal controls, is functioning properly and providing us with timely and accurate financial information regarding the County's operations. The audit opinion of our independent Certified Public Accountants appears in the financial section of this Report.

Due to the nature of the audit opinion on the 1983 Financial Statements, I believe some clarifying remarks are appropriate. The initial paragraph of that opinion indicates that certain of the County's Funds were not examined by the principal auditors but rather, were examined by other auditors. It is important that the user of this Report comprehends the meaning of this paragraph so that it is not misunderstood. In this regard, the following excerpt from Statement on Auditing Standards Number 1, published by the American Institute of Certified Public Accountants, should prove helpful:

"...Reference in the report of the principal auditor to the fact that part of the examination was made by another auditor is not to be construed as a qualification of the opinion but rather as an indication of the divided responsibility between the auditors who conducted the examinations of various components of the overall financial statements..."

An additional aspect of the auditors' opinion that needs to be addressed is the concluding sentence of the second paragraph. In that sentence, the auditors indicate that the County's financial statements are fairly presented in accordance with generally accepted accounting principles but note that there have been certain changes in such principles from the previous year. Such a reference is necessary since the County implemented two new NCAGA statements in 1983 (Statement 3, Defining the Governmental Reporting Entity and Statement 4, Accounting for Claims, Judgments and Compensated Absences. The key point to understand in this regard is that the County has made certain changes to comply with newly issued pronouncements which are considered preferable accounting principles as evidenced by the auditors' statement that they concur with the changes being made.
Honorable Chairman and Members
of the Chester County Board
of Commissioners

-3-        June 25, 1984

On a separate note, I would like to offer my congratulations to
Earl M. Baker, Chester County Commissioner, for his recent
appointment to the Chairmanship of the Governmental Accounting
Standards Advisory Council (GASAC). GASAC's mission is to assist
the newly formed Governmental Accounting Standards Board (GASB) in
administrative matter (technical agenda setting, fund raising and
development of initial budget). I know Commissioner Baker and his
fellow Council members will do an excellent job in this regard and
it's encouraging to know that Chester County is well represented
in the New Hierarchy of Governmental Accounting Standards Setting.

In closing, I would like to express thanks to my staff for their
dedicated efforts in the preparation of this report and especially
for an excellent job in coordinating the implementation of NCGA
Statement 3 by the County.

Sincerely,

[Signature]

Joseph A. Ryan, CPA
Controller

JAR/hjb

VII
June 30, 1984

Honorable Chairman and Members
of the Chester County Board
of Commissioners

Ladies and Gentlemen:

It is my privilege to submit to you the Comprehensive Annual
Financial Report of the County of Chester, Pennsylvania for the
year ended December 31, 1983. The report was prepared by the
County Controller with an emphasis on full disclosure of the
financial activities of the County as communicated in the
various financial statements, footnotes and statistical
information that comprise the contents of this report.
Accordingly, in addition to accurately portraying the financial
position and results of operations of the County, it is
believed that this report will enable all users, including the
taxpayers of Chester County, to fully comprehend the nature and
scope of the County's operations.

BACKGROUND INFORMATION

The County of Chester was established in 1682 by William Penn
as one of the three original Counties of Pennsylvania. Located
in Southeastern Pennsylvania, the 782 square miles of the
County are populated by approximately 330,000 residents. At
one time, agriculture was the most prevalent industry in
Chester County. Currently, it serves as a compliment to a
diverse tax base fueled principally by major commercial
concerns active in both manufacturing and service oriented
industries.

Governed by a three member Board of Commissioners, the County
operates as a third class County of the Commonwealth of
Pennsylvania, and, accordingly, is subject to certain legal
requirements embodied in the Commonwealth's "County Code"
THE REPORTING ENTITY AND ITS SERVICES

This report includes all entities for which the County exercises oversight responsibility, as defined in National Council on Governmental Accounting (NCGA) Statement 3, "Defining the Governmental Reporting Entity". This statement was initially effective for the County in 1983, and as such, significant efforts took place in the last twelve months to ensure proper adherence to its guidelines. The culmination of such efforts was the addition of the following three organizations to the County's reporting entity in 1983:

Area Airport Authority (Enterprise Fund)
Redevelopment Authority (Special Revenue Fund)
Water Resources Authority (Special Revenue Fund)

The financial highlights portion of this letter attempts to highlight the pervasive impact of Statement 3 implementation on the various funds and account groups presented in this report. Accordingly, the reader will note various references to such implementation in the remaining portion of this letter.

The County provides the following governmental services:

General Administrative Services; Operation of the Court System; Health and Welfare Services; and Maintenance of Correctional Institutions.

In addition, services rendered by Enterprise Funds include the operation of a nursing home for the elderly and the administration of the County's airport facility.

EXPLANATION OF FUND STRUCTURE

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses as appropriate. Additional information regarding the various fund types and account groups utilized by the County is available in Note 1 to the Financial Statements (located in the Financial Section of the Report).
INTERNAL ACCOUNTING CONTROLS

Broadly defined, internal accounting controls comprise organizational plans, methods, and procedures which are concerned with the safeguarding of assets and reliability of financial records.

In Chester County, an effective system of internal accounting controls is viewed as being essential, rather than merely desirable, since the County believes it has a moral obligation to its taxpayers to properly safeguard assets and accurately account for resources provided by taxpayers. Consequently, a great deal of emphasis is placed on the continuing development and monitoring of the County's system of internal controls. In this regard, the County's internal audit department has contributed significantly to the upgrading and refinement of internal control systems via periodic audits of County departments and agencies.

BUDGETARY CONTROL

Formal budgeting techniques are utilized in the majority of the County's Governmental Funds. Such funds employ modified accrual budget bases to facilitate the comparison of actual results of operations to budgeted amounts. Certain Governmental Funds (the Debt Service Fund, the Redevelopment Authority Fund and the Water Resources Authority Fund) are not legally required to adopt annual budgets and choose not to do so since annual expenditures are generally limited in number or subject to compensating controls.

In funds where budgetary control is utilized, it is facilitated by review of estimated expenditures prior to the release of purchase orders to vendors. Purchase orders which result in an overexpenditure of budget levels are not released until additional appropriations or budget changes are processed to make funds available.

Encumbrances are not recorded in the County's funds (with the exception of the Liquid Fuels Special Revenue Fund, where they are required to be recorded by the laws of the Commonwealth of Pennsylvania). However, the County does maintain informal monitoring systems to facilitate budgetary control over proposed purchases.
Honorable Chairman and Members
of the Chester County Board
of Commissioners

June 30, 1984

SIGNIFICANT ACTIVITIES OF 1983 NOT EVIDENT FROM THE
FINANCIAL STATEMENTS

Financial statements are useful tools for quantifying financial
position and utilization of resources, however their utility is
sometimes limited by their nature and format. With this in
mind, the following comments attempt to focus on some of the
major projects that the County was involved in during 1983
which are not readily evident from a review of the financial
statements:

Prison Expansion

In April, 1983 the physical plant of the Chester County Prison
located in Pocopson Township was expanded.

Included in the expansion were 120 new cells, upgrading of
various security measures, and installation of a heat recovery
system. Innovative design in the new wing has enabled Prison
officials to improve security without an extraordinary increase
in personnel.

Utilization of Micro-Computers

Commencing in 1983, both the County Commissioners and Finance
Departments acquired micro-computers to aid in the development
of the County budget, the formulation of the County's indirect
cost plan, and the monitoring of contracts with vendors. In
addition, administrative staff have used micros for scheduling
and word processing purposes. Toward the end of 1983, other
County departments were developing future uses for micro-
computers, including utilization as an audit tool, project
management, and mailing lists.

Financial Seminars

Encouraging communication among staff members and supporting a
continuous program of financial training, the County
Commissioners, in conjunction with outside firms, held a series
of seminars to bring financial staff up to date on developments
in computers, accounting standards and current financial
issues. Throughout the seminars, staff members from County
departments were presented an opportunity to share ideas with
each other and address new and innovative methods of operation.
Honorable Chairman and Members
of the Chester County Board
of Commissioners

June 30, 1984

FINANCIAL HIGHLIGHTS

GENERAL GOVERNMENTAL FUNCTIONS

Revenues for General Governmental Functions (encompassing the General, Special Revenue and Debt Service Funds), aggregated $56,144,942 in 1983, an increase of $7,568,266 or 16% over 1982. Absolute dollar growth of general governmental revenues aggregated $3,875,646. The remaining increase of $3,692,620 is attributable to the addition of several new funds to the County's reporting entity to comply with NCGA Statement 3. The following table details the composition of 1983 revenues by source and presents the amount that each line item increased or decreased from 1982:

<table>
<thead>
<tr>
<th>Revenue Category</th>
<th>Amount</th>
<th>Percent of Total</th>
<th>Increase (Decrease) From 1982</th>
</tr>
</thead>
<tbody>
<tr>
<td>Real estate taxes</td>
<td>$19,814,376</td>
<td>35.3%</td>
<td>$797,134</td>
</tr>
<tr>
<td>Personal property taxes</td>
<td>2,365,738</td>
<td>4.2%</td>
<td>341,400</td>
</tr>
<tr>
<td>Licenses and permits</td>
<td>182,761</td>
<td>.3%</td>
<td>49,336</td>
</tr>
<tr>
<td>Court costs and fines</td>
<td>1,338,808</td>
<td>2.4%</td>
<td>374,315</td>
</tr>
<tr>
<td>Interest and rent</td>
<td>1,556,318</td>
<td>2.7%</td>
<td>(363,464)</td>
</tr>
<tr>
<td>General grants</td>
<td>7,113,239</td>
<td>12.7%</td>
<td>3,386,927</td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>19,959,139</td>
<td>35.6%</td>
<td>2,333,392</td>
</tr>
<tr>
<td>Departmental earnings</td>
<td>2,693,126</td>
<td>4.8%</td>
<td>622,831</td>
</tr>
<tr>
<td>Other revenue</td>
<td>1,121,437</td>
<td>2.0%</td>
<td>26,395</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$56,144,942</strong></td>
<td><strong>100.0%</strong></td>
<td><strong>$7,568,266</strong></td>
</tr>
</tbody>
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The growth in real estate tax revenues is principally attributable to an increase of approximately $34,000,000 in the assessed valuation of the County's real property during 1983. Personal property tax revenue increases resulted from a greater volume of returns being filed by County residents, a product of the County's efforts to educate citizenry regarding personal property tax return filing requirements.

A drop in prevailing interest rates during 1983 adversely impacted revenues earned from the investment of idle cash. The substantial increase in general grants is solely attributable to the County's implementation of NCGA Statement 3 in 1983 which resulted in the addition of several new funds to the County's reporting entity, one of which (the Redevelopment Authority) is funded principally with general grant revenues.
FINANCIAL HIGHLIGHTS

GENERAL GOVERNMENTAL FUNCTIONS
(Continued)

Health and welfare grant revenues rose primarily as a result of increased Commonwealth of Pennsylvania funding of the County's Human Service programs. The increase in departmental earnings was principally attributable to the County's Recorder of Deeds department earning greater fees for services in 1983, related to increased real estate transactions during the year, a function of lower interest rates.

Expenditures for general governmental purposes aggregated $55,746,643 during 1983, an increase of $8,058,697 or 17% over 1982. Of this amount, the absolute dollar increase represented $4,178,027, whereas the portion relating to NCGA Statement 3 implementation totalled $3,880,670. The following table details the composition of 1983 expenditures by major functions and presents the amount that each line item increased or decreased from 1982:

<table>
<thead>
<tr>
<th>Expenditure Category</th>
<th>Amount</th>
<th>Percent of Total</th>
<th>Increase (Decrease) From 1982</th>
</tr>
</thead>
<tbody>
<tr>
<td>General government</td>
<td>$6,169,201</td>
<td>11.1%</td>
<td>$84,610</td>
</tr>
<tr>
<td>Judicial</td>
<td>9,286,919</td>
<td>16.7</td>
<td>129,070</td>
</tr>
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<td>Corrections</td>
<td>6,236,985</td>
<td>11.2</td>
<td>446,922</td>
</tr>
<tr>
<td>Welfare</td>
<td>15,442,934</td>
<td>27.6</td>
<td>6,092,351</td>
</tr>
<tr>
<td>Health</td>
<td>12,806,111</td>
<td>23.0</td>
<td>1,375,308</td>
</tr>
<tr>
<td>Debt service - principal</td>
<td>941,686</td>
<td>1.7</td>
<td>(11,945)</td>
</tr>
<tr>
<td>Debt service - interest</td>
<td>1,269,064</td>
<td>2.3</td>
<td>(110,608)</td>
</tr>
<tr>
<td>Highways, streets and</td>
<td></td>
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<td></td>
</tr>
<tr>
<td>bridges</td>
<td>770,569</td>
<td>1.4</td>
<td>(47,533)</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>2,823,174</td>
<td>5.0</td>
<td>100,522</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$55,746,643</strong></td>
<td><strong>100.0%</strong></td>
<td><strong>$8,058,697</strong></td>
</tr>
</tbody>
</table>

Expenditures for corrections increased as a direct result of the expansion of the capacity of the County's prison. Health and welfare expenditures were significantly higher than the prior year due to a general expansion of services provided by the County's "Human Service" programs, a portion of which was the result of increased grant revenues in such programs. In addition, welfare expenditures increased dramatically as a result of the addition of the Redevelopment Authority to the County's Reporting Entity.
Honorable Chairman and Members
of the Chester County Board
of Commissioners

June 30, 1984

FINANCIAL HIGHLIGHTS

CAPITAL PROJECTS FUNDS

Proceeds of general obligation bond issues are accounted for in the County's Capital Project Funds, while the related debt is recorded in the general long-term debt group of accounts. As projects are completed, they are capitalized in the general fixed asset group of accounts. In the current year, expenditures of Capital Projects Funds totalled $1,390,356, a decrease of $4,516,304 from the prior year. The decline relates to the fact that the majority of the construction projects funded by the County's 1980 bond issue are near completion.

Capital Project Fund balances on hand at December 31, 1983, were $987,212.

ENTERPRISE FUNDS

The County's Geriatric Center incurred a net loss of $367,450 (before County funding) in 1983. The County's General Fund follows the policy of annually funding any Geriatric Center losses via operating transfers, and, accordingly, the Center's 1983 operations reflect a breakeven situation after County funding.

As a result of Statement 3 implementation, the County added a new Enterprise Fund to its reporting entity in 1983, the Area Airport Authority (AAA). The AAA oversees the operations of the County's airport and its activities are financed principally by rental fees. The AAA reported a net loss of $4,168 for calendar year 1983.

TRUST FUNDS

The County maintains two trust funds, a Retirement Trust Fund and a Nonexpendable Trust Fund. The Retirement Trust Fund, established to account for the accumulation of resources intended to finance retirement benefits for County employees,
TRUST FUNDS
(Continued)

reported 1983 net income of $3,357,774 and a year-end fund
balance of $24,770,588. It is worthy of mention that the
County's Retirement Fund has fully funded all accrued
liabilities as of December 31, 1983.

The Nonexpendable Trust Fund of the County is utilized to
account for assets donated to the County by Bequest in 1982.
The Fund reported 1983 net income of $10,095 and a year-end
fund balance of $960,447, $942,352 of which is required to be
maintained in perpetuity by the terms of the Bequest instrument.

GENERAL FIXED ASSETS

Fixed assets used in the performance of general functions are
capitalized in the County's general fixed asset group of
accounts. Proprietary fund fixed assets and Nonexpendable
Trust fund fixed assets are accounted for separately within
those funds. At December 31, 1983, general fixed assets, net
of accumulated depreciation computed on a straight-line basis,
aggregated $21,731,789, an increase of $3,043,872 over the
prior year. This increase was principally a function of the
addition of the general fixed assets of the Water Resources
Authority, a Special Revenue Fund, to the County's reporting
tility to comply with the provisions of NCGA Statement 3.

DEBT ADMINISTRATION

The ratio of net bonded debt to assessed valuation and the
amount of bonded debt per capita are important indicators of
the County's debt situation. This information is presented
below for the years ended December 31, 1983 and 1982:

<table>
<thead>
<tr>
<th>Year Ending December 31</th>
<th>Net Bonded Debt</th>
<th>Ratio of Debt to Assessed Value</th>
<th>Debt Per Capita</th>
</tr>
</thead>
<tbody>
<tr>
<td>1983</td>
<td>$12,060,352</td>
<td>1.1%</td>
<td>$36.54</td>
</tr>
<tr>
<td>1982</td>
<td>$13,026,188</td>
<td>1.3%</td>
<td>$40.39</td>
</tr>
</tbody>
</table>

Total outstanding general obligation debt as of December 31,
1983 was $14,827,000 of which $2,654,648 was issued for
improvements to the County's Geriatric Center (Enterprise
Fund). The balance of $12,172,352 represents that portion of
total general obligation debt recorded in the general long-term
debt account group.
DEBT ADMINISTRATION

All bonded debt is supported by the general taxing authority of the County. Moody's Investors Services has rated the County's General Obligation Bonds "Aa" for the past several years.

In June of 1984, the County entered into a tentative agreement to acquire 100% of the outstanding stock of the Lanchester Corporation, a privately owned entity which operates a landfill in Southeastern Pennsylvania. The purchase price of this entity is $30,000,000, and is expected to be financed by a bond offering. The County anticipates the formation of a solid waste authority to issue the bonds and operate the landfill. Although the County will not have primary responsibility for the Authority's bond offering, it will guarantee the obligations. In addition, it is highly probable that the solid waste authority, when formed, will be considered part of the County's reporting entity under NCGA Statement 3 criteria.

These facts are included to enable report users to be adequately informed regarding the County's overall debt situation.

CASH MANAGEMENT

The County invests temporarily excess cash in various short-term instruments, primarily certificates of deposit and repurchase agreements. The average yield on maturing investments in the current year was 10.5%. Total interest earned on all funds aggregated $2,642,538 in 1983. Interest earnings of the Governmental Fund Types was $1,616,727.

PROSPECTS FOR THE FUTURE

Consistent with the slogan appearing on this year's report cover (County of the Future), the County's elected officials and department heads attempt to continually strive for improved efficiencies and increased levels of service. Following are specific examples of two major projects, designed to cut costs and improve services, respectively, for which implementation is occurring in 1984:

XVI
Electronic Data Processing

In March of 1984, the County entered into a five year "Facilities Management" contract with Systems and Computer Technology Corporation (SCT). Essentially, the agreement provides for the "contracting out" of all aspects of the County's electronic data processing activities. As part of the contract, SCT assumes responsibility for the operations and staffing of the County's EDP Department, including all personnel costs. In entering into the agreement, the County had two major objectives in mind, as follows:

1. Cost Control - The five year agreement enables the County to quantify and "lock in" its EDP costs in the short to mid term.

2. Improved Efficiency - It is anticipated that SCT's experience and professionalism will provide the County with a "State of the Art" network of computer services.

Landfill Acquisition

As previously discussed, the County entered into a tentative agreement to acquire the Lanchester Landfill in June of 1984. This decision was motivated by the fact that all of Southeastern Pennsylvania faces a serious problem in terms of solid waste disposal. The crux of the problem, shrinking availability of adequate disposal sites, has been compounded by the reluctance of regulatory agencies to permit any new sites in recent years, largely a result of environmental concerns. Accordingly, legitimate questions exist on the part of most area governments and their citizenry regarding possible means of coping with what has rapidly become a critical situation.

The County viewed the Lanchester site as a viable solution to these problems for the following reasons:

1. Geography - Lanchester is partially located within the County and is easily accessible in terms of handling the solid waste disposal requirements of the County and its residents.
Honorable Chairman and Members
of the Chester County Board
of Commissioners

June 30, 1984

PROSPECTS FOR THE FUTURE
(Continued)

2. Capacity – Lanchester is the only area landfill with a
life expectancy of at least fifteen years.
Engineering estimates indicate remaining capacity
could exceed 11,000,000 tons.

3. Economics – The laws of supply and demand should
insure that the landfill will be self-supporting.

A solid waste authority will be formed to own and operate the
landfill. This Authority will likely be included in the
County’s reporting entity in 1984 as an Enterprise Fund.

CERTIFICATE OF CONFORMANCE

The Government Finance Officers Association of the United
States and Canada (GFOA) awarded a Certificate of Conformance
in Financial Reporting to the County of Chester, Pennsylvania
for its comprehensive annual financial report for the fiscal
year ended December 31, 1982.

In order to be awarded a Certificate of Conformance, a
governmental unit must publish an easily readable and
efficiently organized comprehensive annual financial report,
whose contents conform to program standards. Such reports must
satisfy both generally accepted accounting principles and
applicable legal requirements.

A Certificate of Conformance is valid for a period of one year
only. We believe our current report continues to conform to
Certificate of Conformance Program requirements, and we are
submitting it to GFOA to determine its eligibility for another
certificate.

INDEPENDENT AUDIT

The County had an independent audit of all of its funds and
account groups performed for the year ended December 31, 1983.
The report of our independent Certified Public Accountants
appears in the financial section of this report.
Honorable Chairman and Members
of the Chester County Board
of Commissioners                      June 30, 1984

ACKNOWLEDGEMENTS

I would like to express my sincere appreciation to all the
individuals who were involved in the preparation of this
report. Special recognition goes to Joseph A. Ryan,
Controller, and his staff for a truly professional effort,
particularly in the area of NCGA Statement 3 implementation.

Respectfully submitted,

JAMES L. BOLING
DIRECTOR OF FINANCE AND ADMINISTRATION

JLB/dd

XIX
Certificate
of
Conformance
in Financial
Reporting

Presented to
County of
Chester, Pennsylvania

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1982

A Certificate of Conformance in Financial Reporting is
presented by the Municipal Finance Officers Association
of the United States and Canada to governmental units
and public employee retirement systems whose comprehensive
annual financial reports (CAFR's) are judged to substantially
conform to program standards.

Jim C. Keckland
President

Jeffrey L. Evans
Executive Director
CHESTER COUNTY ELECTED OFFICIALS
1983

JUDICIARY

Dominic T. Marrone, President Judge
Leonard Sugarman, Judge
John S. Stively, Judge
Robert S. Gawthrop, III, Judge
Lawrence E. Wood, Judge
M. Joseph Melody, Judge
Charles B. Smith, Judge

COMMISSIONERS

Robert J. Thompson         Earl M. Baker         Patrick O'Donnell

DISTRICT ATTORNEY
James R. Freeman

TREASURER
Stewart Deery, Jr.

CONTROLLER
Joseph A. Ryan

REGISTER OF WILLS
James Dunworth

SHERIFF
Frederic Fulton

RECORDER OF DEEDS
Elva McQueen

PROTHONOTARY
Alexander W. Clark

CORONER
Donald E. Harrop, M.D.

CLERK OF COURTS DIVISION OF COMMON PLEAS
Alfred C. Hayden

JURY COMMISSIONERS

Doris L. Boden         Nancy D. Lewis
FINANCIAL SECTION

PART I

COMBINED STATEMENTS—OVERVIEW
The County Commissioners
County of Chester
Pennsylvania

We have examined the Combined Financial Statements of the County of Chester, Pennsylvania (the County) and combining and individual fund financial statements of the County as of and for the year ended December 31, 1983, as identified in the Financial Section of the Table of Contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the Chester County Area Airport Authority, which statements reflect total assets and revenues constituting 29 percent and 3 percent, respectively, of the related combined totals of the Enterprise Funds, or the Chester County Redevelopment Authority and the Chester County Water Resources Authority, which statements reflect total assets constituting 18 percent and revenues or financing sources constituting 13 percent of the related combined totals of the Special Revenue Funds. These statements were examined by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to amounts included for these funds, is based solely upon the reports of the other auditors.

In our opinion, based on our examination and the reports of other auditors, the Combined Financial Statements referred to above present fairly the financial position of the County at December 31, 1983 and the results of its operations and the changes in financial position of its proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the changes, with which we concur, in the composition of the reporting entity to comply with the National Council on Governmental Accounting (NCGA) Statement 3, and the method of accounting for compensated absences to comply with NCGA Statement 4, as described in notes 4 and 12 to the financial statements.
The County Commissioners  
County of Chester  
Pennsylvania

We have examined the Combined Financial Statements of the County of Chester, Pennsylvania (the County) and combining and individual fund financial statements of the County as of and for the year ended December 31, 1983, as identified in the Financial Section of the Table of Contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the Chester County Area Airport Authority, which statements reflect total assets and revenues constituting 29 percent and 3 percent, respectively, of the related combined totals of the Enterprise Funds, or the Chester County Redevelopment Authority and the Chester County Water Resources Authority, which statements reflect total assets constituting 18 percent and revenues or financing sources constituting 13 percent of the related combined totals of the Special Revenue Funds. These statements were examined by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to amounts included for these funds, is based solely upon the reports of the other auditors.

In our opinion, based on our examination and the reports of other auditors, the Combined Financial Statements referred to above present fairly the financial position of the County at December 31, 1983 and the results of its operations and the changes in financial position of its proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the changes, with which we concur, in the composition of the reporting entity to comply with the National Council on Governmental Accounting (NCGA) Statement 3, and the method of accounting for compensated absences to comply with NCGA Statement 4, as described in notes 4 and 12 to the financial statements.
Also, in our opinion, based on our examination and the reports of other auditors, the combining and individual fund financial statements present fairly the financial position of the individual funds of the County at December 31, 1983 and the results of their operations and the changes in financial position of the proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year after giving retroactive effect to the changes in accounting principles enumerated in the preceding paragraph.

Our examination was made for the purpose of forming an opinion on the Combined Financial Statements taken as a whole and on the combining and individual fund financial statements. The accompanying information identified in the Statistical Section of the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the examination of the Combined Financial Statements and, accordingly, we express no opinion thereon.

June 7, 1984, except for
Note 22, as to which the
date is June 29, 1984
COUNTY OF CHESTER, PENNSYLVANIA

COMBINED STATEMENTS-OVERVIEW

(General Purpose Financial Statements)

December 31, 1983

The following five combined financial statements along with the Notes to the Financial Statements comprise the General Purpose Financial Statements and present an overview of the County's financial position at December 31, 1983 and the results of its operations and changes in its proprietary fund and similar trust funds financial position for the year then ended.

Individual funds utilized by the County are grouped on these statements into three categories:

GOVERNMENTAL FUND TYPES

These funds (General, Special Revenue, Debt Service and Capital Projects) are those through which most governmental functions are typically financed. The governmental fund measurement focus is on "financial flow" - the accounting for sources and uses of available spendable resources, not on net income determination.

PROPRIETARY FUND TYPE AND SIMILAR TRUST FUNDS

These funds (Enterprise, Retirement Trust and Nonexpendable Trust) are used to account for the County's ongoing activities which are similar to those found in the private sector. The fund measurement focus is "capital maintenance" as in private industry, with the emphasis on net income determination.

ACCOUNT GROUPS

Account groups are used to establish accounting control for the County's general fixed assets and its general long-term obligations. Because these assets and liabilities are long-term, they are neither spendable resources nor require current appropriation. They are therefore accounted for separately from governmental fund types.
<table>
<thead>
<tr>
<th>Account Group</th>
<th>Proprietary Fund Type</th>
<th>Trust Fund Type</th>
<th>General Fund Type</th>
<th>Capital Projects</th>
<th>Service Projects</th>
</tr>
</thead>
<tbody>
<tr>
<td>Assets</td>
<td>Special</td>
<td>Fixed</td>
<td>Long-term Debt</td>
<td>General</td>
<td>Debt</td>
</tr>
<tr>
<td>General Revenue</td>
<td>425,811</td>
<td>283,002</td>
<td>340,000</td>
<td>1,364,361</td>
<td>1,395,452</td>
</tr>
<tr>
<td>Non-Tax revenues</td>
<td>1,783,283</td>
<td>1,050,123</td>
<td>1,124,764</td>
<td>4,243,284</td>
<td>2,622,630</td>
</tr>
<tr>
<td>Grants (note 7)</td>
<td>716,032</td>
<td>1,095,028</td>
<td>1,025,784</td>
<td>3,287,625</td>
<td>1,218,322</td>
</tr>
<tr>
<td>Investments (note 5)</td>
<td>2,612</td>
<td>1,127,702</td>
<td>1,127,702</td>
<td>1,291,927</td>
<td>1,151,971</td>
</tr>
<tr>
<td>Fixed assets, net of accumulated depreciation (note 17)</td>
<td>6,903</td>
<td>1,095,028</td>
<td>1,095,028</td>
<td>1,124,764</td>
<td>1,124,764</td>
</tr>
<tr>
<td>Total Assets</td>
<td>$10,131,073</td>
<td>$4,227,057</td>
<td>$5,040,343</td>
<td>$13,269,323</td>
<td>$13,269,323</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
(Continued)

December 31, 1983

<table>
<thead>
<tr>
<th>LIABILITIES AND FUND EQUITY</th>
<th>Governmental Fund Types</th>
<th>Proprietary Fund Types</th>
<th>Fiduciary Fund Types</th>
<th>Account Groups</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>General</td>
<td>Special Revenue</td>
<td>Debt Service</td>
<td>Capital Projects</td>
</tr>
<tr>
<td>Liabilities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Vouchers and accounts payable</td>
<td>$ 635,367</td>
<td>$1,375,721</td>
<td>$ 249,174</td>
<td>$ 385,676</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>1,049,500</td>
<td></td>
<td>19,701</td>
<td></td>
</tr>
<tr>
<td>Accrued payroll and withholdings</td>
<td>359,718</td>
<td></td>
<td>152,427</td>
<td></td>
</tr>
<tr>
<td>Accrued fringe benefits</td>
<td>158,603</td>
<td></td>
<td>76,431</td>
<td></td>
</tr>
<tr>
<td>Taxes held in escrow</td>
<td>359,899</td>
<td></td>
<td>557,220</td>
<td></td>
</tr>
<tr>
<td>Payable from restricted assets (note 8)</td>
<td>271,315</td>
<td>663,517</td>
<td>$3,854</td>
<td>61,799</td>
</tr>
<tr>
<td>Due to other funds (note 15)</td>
<td>27,077</td>
<td>663,517</td>
<td>$3,854</td>
<td>61,799</td>
</tr>
<tr>
<td>Deferred revenues</td>
<td>2,201,980</td>
<td>1,325,602</td>
<td>17,220</td>
<td>1,470</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>19,286</td>
<td>222,764</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advance from General Fund (note 17)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued vacation pay (note 12)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General obligation debt (note 14)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total liabilities</td>
<td>5,077,565</td>
<td>3,527,604</td>
<td>3,854</td>
<td>310,973</td>
</tr>
</tbody>
</table>

Fund equity:

- Investment in General Fixed Assets
- Contributed capital
- Retained earnings
- Fund balance (note 17):
- Reserved for employees' retirement system
- Reserved - fund principal
- Reserved for property acquisitions
- Reserved for encumbrances
- Reserved - due from Proprietary Fund
- Unreserved:
- Designated for workers' compensation
- Undesignated

| Total fund equity | 5,053,508 | 2,439,953 | 987,212 | 6,334,712 | 25,731,073 | 21,731,789 | 52,470,209 |
| Total liabilities and fund equity | $10,131,073 | $6,227,557 | $3,954 | $12,280,165 | $23,195,961 | $25,738,094 | $21,731,789 | $13,126,923 | $90,453,136 |

The accompanying notes are an integral part of these financial statements.
## COUNTY OF CHESTER, PENNSYLVANIA
### COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
#### IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

**Year Ended December 31, 1983**

<table>
<thead>
<tr>
<th>Fund Types</th>
<th>General Revenue</th>
<th>Special Revenue</th>
<th>Debt Service</th>
<th>Capital Projects</th>
<th>Totals (Memorandum Only)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$19,814,376</td>
<td>$19,814,376</td>
<td></td>
<td>$19,814,376</td>
<td></td>
</tr>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Real estate taxes (note 6)</td>
<td>$1,238,808</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal property taxes (note 6)</td>
<td>$2,365,738</td>
<td>$2,365,738</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Licenses and permits</td>
<td>182,761</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Court costs and fines</td>
<td>1,290,853</td>
<td>$255,931</td>
<td>$9,534</td>
<td>$150,932</td>
<td>$1,707,270</td>
</tr>
<tr>
<td>Interest and rent</td>
<td>1,074,600</td>
<td>6,038,639</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General grants</td>
<td>1,122,831</td>
<td>18,446,308</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>2,693,126</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other revenue</td>
<td>665,007</td>
<td>456,430</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>$30,938,100</td>
<td>$25,197,308</td>
<td>$9,534</td>
<td>$156,122</td>
<td>$56,303,064</td>
</tr>
<tr>
<td><strong>Expenditures:</strong></td>
<td>$26,985,107</td>
<td>$27,013,670</td>
<td>$1,747,866</td>
<td>$1,390,356</td>
<td>$57,136,999</td>
</tr>
<tr>
<td>General government</td>
<td>6,169,201</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Judicial</td>
<td>9,286,919</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Corrections</td>
<td>6,236,985</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Welfare</td>
<td>9,286,919</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health</td>
<td>1,940,222</td>
<td>10,965,669</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital projects</td>
<td>87,050</td>
<td>853,836</td>
<td>1,390,356</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debt service - principal retirement</td>
<td>375,034</td>
<td>770,569</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debt service - interest</td>
<td>1,269,064</td>
<td>770,569</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>2,328,454</td>
<td>494,720</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td>$3,952,993</td>
<td>$(1,816,362)</td>
<td>$(1,738,332)</td>
<td>$(1,232,234)</td>
<td>$(833,935)</td>
</tr>
<tr>
<td><strong>Other financing sources (uses):</strong></td>
<td>$105,652</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Proceeds of capital lease contracts (note 13)</td>
<td>$105,652</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in (note 16)</td>
<td>3,422,772</td>
<td>1,707,940</td>
<td>200,903</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers out (note 16)</td>
<td>(4,274,638)</td>
<td>(1,424,427)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total other financing sources (uses)</strong></td>
<td>$(4,168,966)</td>
<td>$(1,998,345)</td>
<td>$1,707,940</td>
<td>$200,903</td>
<td>$(261,798)</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues and other financing sources over expenditures and other uses</strong></td>
<td>$(215,939)</td>
<td>$181,983</td>
<td>$(30,392)</td>
<td>$(1,031,331)</td>
<td>$(1,095,733)</td>
</tr>
<tr>
<td><strong>Fund balances:</strong></td>
<td>$6,206,390</td>
<td>$1,276,686</td>
<td>$30,392</td>
<td>$2,018,543</td>
<td>$9,532,011</td>
</tr>
<tr>
<td>Beginning of year, as previously reported</td>
<td>$6,206,390</td>
<td>$1,276,686</td>
<td>$30,392</td>
<td>$2,018,543</td>
<td>$9,532,011</td>
</tr>
<tr>
<td>Effect of change in reporting entity (note 4)</td>
<td>$244,395</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Beginning of year, as adjusted</strong></td>
<td>$6,206,390</td>
<td>$1,521,081</td>
<td>$30,392</td>
<td>$2,018,543</td>
<td>$9,776,406</td>
</tr>
<tr>
<td>Residual equity transfer (note 18)</td>
<td>$(926,899)</td>
<td>$926,889</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>End of year</strong></td>
<td>$5,053,508</td>
<td>$2,639,953</td>
<td>$987,212</td>
<td>$8,680,673</td>
<td></td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
## COUNTY OF MONTGOMERY, PENNSYLVANIA
### COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES — BUDGET (GAAP BASIS) AND ACTUAL,
### GENERAL FUND, CERTAIN SPECIAL REVENUE FUNDS AND CAPITAL PROJECTS FUND
### Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>General Fund</th>
<th>Variance</th>
<th>Certain Special Revenue Funds</th>
<th>Variance</th>
<th>Capital Projects Funds</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Budget</td>
<td>Actual</td>
<td>Favorable (Unfavorable)</td>
<td>Budget</td>
<td>Actual</td>
<td>Favorable (Unfavorable)</td>
</tr>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Real estate taxes</td>
<td>$19,485,000</td>
<td>$19,814,376</td>
<td>$329,376</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal property</td>
<td>1,840,000</td>
<td>2,365,738</td>
<td>525,738</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>licenses and permits</td>
<td>152,391</td>
<td>182,761</td>
<td>30,370</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Court costs and fines</td>
<td>875,000</td>
<td>1,338,608</td>
<td>463,608</td>
<td>$72,150</td>
<td>$161,980</td>
<td>$89,830</td>
</tr>
<tr>
<td>Interest and rent</td>
<td>1,326,273</td>
<td>1,200,853</td>
<td>(135,840)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General grants</td>
<td>954,393</td>
<td>1,074,660</td>
<td>120,267</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>1,619,872</td>
<td>1,512,891</td>
<td>(107,981)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental earnings</td>
<td>2,058,019</td>
<td>2,693,126</td>
<td>635,107</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other revenue</td>
<td>513,695</td>
<td>685,007</td>
<td>171,312</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>28,824,592</td>
<td>30,938,100</td>
<td>2,113,507</td>
<td>3,189,990</td>
<td>3,279,721</td>
<td>89,731</td>
</tr>
</tbody>
</table>

| **Expenditures:**   |                               |          |                               |          |                        |          |
| General government  | 7,365,843                     | 6,169,201 | 1,196,642                     |          |                        |          |
| Judicial            | 9,518,630                     | 9,266,219 | 251,411                       |          |                        |          |
| Corrections         | 6,442,402                     | 6,226,085 | 216,417                       |          |                        |          |
| Welfare             | 618,151                       | 560,442  | 57,709                        |          |                        |          |
| Health              | 2,006,710                     | 1,940,222 | 156,488                       |          |                        |          |
| Capital projects    |                               |          |                               |          | 951,204                | 937,149  |
| Debt service — principal retirement | 349,330 | 375,034 | (25,704)                      |          |                        |          |
| Debt service — interest |                |          |                               |          |                        |          |
| Miscellaneous       | 2,995,655                     | 2,328,454 | 667,201                       |          | 1,807,575              | 770,569  |
|                      |                               |          |                               |          | 1,037,006              |          |
| **Total expenditures** | 29,386,721                    | 26,985,107 | 2,401,614                     | 2,959,732 | 1,973,620              | 1,086,103 |
| Excess (deficiency) of revenues over expenditures (use) | 562,128 | 3,952,900 | 4,515,121                     | 230,258  | 1,406,092              | 1,175,834 |
| Other financing sources (use) | Proceeds of capital lease contracts | 760,183 | 105,652                       | 105,652  | 153,635                | 153,635  |
| Operating transfers in | (3,596,840) | (4,274,638) | (677,798)                     |          | (1,705,266)            | (1,424,427) |
| Operating transfers out | (2,836,666) | (4,168,966) | (1,332,300)                   | (1,551,631) | (1,270,792) | (280,839) |
| Total other financing sources (use) | (3,393,506) | (2,743,604) | (650,906)                     |          | (2,030,895)            | 200,903  |
| Excess (deficiency) of revenues and other financing sources over expenditures and other uses | (3,393,506) | (2,743,604) | (650,906)                     |          | (2,030,895)            | 200,903  |
| Fund balances:      |                               |          |                               |          |                        |          |
| Beginning of year   | 6,206,390                     | 6,206,390 | 0                              |          |                        |          |
| Residual equity transfer | (936,889) | (936,889) | 0                              |          |                        |          |
| **End of year**     | $1,270,707                    | $5,033,508 | $1,382,200                     | $769,956  | $2,226,627             | $1,456,673 |

The accompanying notes are an integral part of these financial statements.
COUNTY OF CHESTER, PENNSYLVANIA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES

PROPRIETARY FUND AND SIMILAR TRUST FUNDS

Year Ended December 31, 1963

<table>
<thead>
<tr>
<th>Proprietary Fund Types</th>
<th>Fiduciary Fund Types</th>
<th>Totals (Memorandum Only)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Enterprise</td>
<td>Retirement Trust</td>
</tr>
<tr>
<td>Operating revenues:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net patient service revenue</td>
<td>$6,592,985</td>
<td>$ 492,897</td>
</tr>
<tr>
<td>Dividends</td>
<td>119,452</td>
<td></td>
</tr>
<tr>
<td>Departmental fees</td>
<td>206,795</td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>985,777</td>
<td>$ 40,034</td>
</tr>
<tr>
<td>Member and County contributions</td>
<td>2,450,177</td>
<td>6,163</td>
</tr>
<tr>
<td>Other</td>
<td>74,961</td>
<td></td>
</tr>
<tr>
<td>Gain on sale of investments</td>
<td>2,028,811</td>
<td></td>
</tr>
<tr>
<td>Total operating revenues</td>
<td>6,994,193</td>
<td>5,957,662</td>
</tr>
<tr>
<td>Operating expenses:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administration</td>
<td>269,233</td>
<td>12,444</td>
</tr>
<tr>
<td>Operation and maintenance</td>
<td>823,284</td>
<td>15,658</td>
</tr>
<tr>
<td>Nursing</td>
<td>3,017,873</td>
<td></td>
</tr>
<tr>
<td>Dietary</td>
<td>931,041</td>
<td></td>
</tr>
<tr>
<td>Housekeeping</td>
<td>339,108</td>
<td></td>
</tr>
<tr>
<td>Medical and physical therapy</td>
<td>116,609</td>
<td>116,609</td>
</tr>
<tr>
<td>Laundry</td>
<td>278,365</td>
<td></td>
</tr>
<tr>
<td>Patient activities</td>
<td>119,363</td>
<td></td>
</tr>
<tr>
<td>Social services</td>
<td>51,832</td>
<td></td>
</tr>
<tr>
<td>Accounting</td>
<td>187,603</td>
<td></td>
</tr>
<tr>
<td>Other services</td>
<td>593,566</td>
<td></td>
</tr>
<tr>
<td>Refund of member contributions</td>
<td>504,828</td>
<td></td>
</tr>
<tr>
<td>Retirement allowance</td>
<td>614,202</td>
<td></td>
</tr>
<tr>
<td>Death benefits</td>
<td>117,368</td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>486,807</td>
<td></td>
</tr>
<tr>
<td>Depreciation in market value of investments</td>
<td>1,361,490</td>
<td></td>
</tr>
<tr>
<td>Total operating expenses</td>
<td>7,193,484</td>
<td>2,599,888</td>
</tr>
<tr>
<td>Operating income (loss)</td>
<td>(199,291)</td>
<td>3,357,774</td>
</tr>
<tr>
<td>Nonoperating revenue (expense):</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>4,152</td>
<td></td>
</tr>
<tr>
<td>Interest expense</td>
<td>(160,470)</td>
<td></td>
</tr>
<tr>
<td>other</td>
<td>(16,009)</td>
<td></td>
</tr>
<tr>
<td>Total nonoperating revenue (expense)</td>
<td>(172,327)</td>
<td></td>
</tr>
<tr>
<td>Income (loss) before operating transfers</td>
<td>(371,618)</td>
<td>3,357,774</td>
</tr>
<tr>
<td>Operating transfer in</td>
<td>367,450</td>
<td></td>
</tr>
<tr>
<td>Net income (loss)</td>
<td>(4,168)</td>
<td>3,357,774</td>
</tr>
<tr>
<td>Retained earnings/fund balances:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year, as previously reported</td>
<td></td>
<td>21,412,614</td>
</tr>
<tr>
<td>Effect of change in reporting entity</td>
<td>(note 4)</td>
<td>501,405</td>
</tr>
<tr>
<td>Beginning of year, as adjusted</td>
<td>581,405</td>
<td>21,412,614</td>
</tr>
<tr>
<td>End of year</td>
<td>$ 777,237</td>
<td>$24,770,286</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
<table>
<thead>
<tr>
<th>Proprietary Fund Types</th>
<th>Fiduciary Fund Types</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Enterprise</td>
<td>Retirement Trust</td>
<td>Nonexpendable Trust</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(Memorandum Only)</td>
</tr>
<tr>
<td>Working capital provided from:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operations:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income (loss)</td>
<td>$(4,168)</td>
<td>$3,357,774</td>
</tr>
<tr>
<td>Add back items not requiring working capital:</td>
<td>486,807</td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total working capital provided from operations</td>
<td>482,633</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>3,357,774</td>
</tr>
<tr>
<td></td>
<td></td>
<td>10,095</td>
</tr>
<tr>
<td></td>
<td></td>
<td>3,858,508</td>
</tr>
<tr>
<td>Contributed capital</td>
<td>222,455</td>
<td>222,455</td>
</tr>
<tr>
<td>General Fund advances</td>
<td>377,793</td>
<td>377,793</td>
</tr>
<tr>
<td>Other</td>
<td>1,200</td>
<td>1,200</td>
</tr>
<tr>
<td>Total sources of working capital</td>
<td>1,084,087</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3,357,774</td>
<td></td>
</tr>
<tr>
<td></td>
<td>18,095</td>
<td></td>
</tr>
<tr>
<td></td>
<td>4,459,356</td>
<td></td>
</tr>
<tr>
<td>Working capital used for:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additions to plant assets (net)</td>
<td>302,930</td>
<td></td>
</tr>
<tr>
<td>Current portion of long-term debt</td>
<td>324,028</td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>46,577</td>
<td>46,577</td>
</tr>
<tr>
<td>Total uses of working capital</td>
<td>673,535</td>
<td></td>
</tr>
<tr>
<td>Net increase in working capital</td>
<td>$410,552</td>
<td></td>
</tr>
<tr>
<td>$3,357,774</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$18,095</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$3,796,421</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Elements of net increase:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current assets - increase (decrease):</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>$173,663</td>
<td></td>
</tr>
<tr>
<td>Investments</td>
<td>$156,709</td>
<td></td>
</tr>
<tr>
<td>Receivables</td>
<td>3,211,104</td>
<td></td>
</tr>
<tr>
<td></td>
<td>$565</td>
<td></td>
</tr>
<tr>
<td>Change in current assets</td>
<td>314,543</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3,358,529</td>
<td></td>
</tr>
<tr>
<td></td>
<td>21,096</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3,694,162</td>
<td></td>
</tr>
<tr>
<td>Current liabilities - increase (decrease):</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>105,639</td>
<td></td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>14,283</td>
<td></td>
</tr>
<tr>
<td>Current portion of long-term debt</td>
<td>(10,333)</td>
<td></td>
</tr>
<tr>
<td>Due to other funds</td>
<td>(81,910)</td>
<td></td>
</tr>
<tr>
<td>Other liabilities</td>
<td>(124,088)</td>
<td></td>
</tr>
<tr>
<td>Deferred revenue</td>
<td>755</td>
<td></td>
</tr>
<tr>
<td>Change in current liabilities</td>
<td>(96,009)</td>
<td></td>
</tr>
<tr>
<td></td>
<td>755</td>
<td></td>
</tr>
<tr>
<td></td>
<td>2,905</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(92,259)</td>
<td></td>
</tr>
<tr>
<td>Net increase in working capital</td>
<td>$410,552</td>
<td></td>
</tr>
<tr>
<td>$3,357,774</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$18,095</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$3,796,421</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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COUNTY OF CHESTER, PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS

1 - Summary of Significant Accounting Policies

A summary of significant accounting policies follows:

A. Principles Used in Determining the Scope of the County's Entity for Financial Reporting Purposes

The County has adopted the provisions of the National Council on Governmental Accounting (NCGA) Statement 3, "Defining the Governmental Reporting Entity" for purposes of determining the scope of its entity for financial reporting purposes, as more fully explained in note 4, "Reporting Entity."

B. Basis of Presentation - Fund Accounting

Fund Categories/Generic Fund Types

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate.

For financial reporting purposes, the County's funds have been grouped by fund type, and are presented in this report in the following manner:

Governmental Funds

General Fund - The General Fund is the general operating fund of the County. It is maintained to account for all financial resources except those required to be accounted for in another fund. The general tax revenues of the County, as well as other resources received and not designated for a specific purpose, are accounted for in the General Fund.

Special Revenue Funds - Special Revenue Funds are maintained to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditures for specified purposes.
1 - Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fund Categories/Generic Fund Types (Continued)

Governmental Funds (Continued)

Debt Service Fund - The Debt Service Fund is maintained to account for the accumulation of financial resources to be utilized for the payment of interest and principal on general long-term debt.

Capital Projects Funds - Capital Projects Funds are maintained to account for financial resources expended to acquire assets of a relatively permanent nature.

Proprietary Funds

Enterprise Funds - Enterprise Funds are maintained to account for activities that are financed and operated in a manner similar to private business, with the intent that the costs (expenses, including depreciation) of providing goods or services on a continuing basis be financed or recovered, primarily through user charges.

Fiduciary Funds

Trust Funds - Trust Funds are maintained to account for assets held by the County in a trustee capacity. This category includes both a nonexpendable trust fund and a pension trust fund. These funds are accounted for in essentially the same manner as proprietary funds since the measurement of the periodic net income and the determination of capital maintenance are critical.

Account Groups

General Fixed Assets Account Group - This group of accounts is utilized to account for all fixed assets of the County, except for those accounted for in the Proprietary Funds, and Nonexpendable Trust Fund.
1 - Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fund Categories/Generic Fund Types (Continued)

Account Groups (Continued)

General Long-Term Debt Account Group - This group of accounts is established to account for all long-term debt of the County except for that which is accounted for in the Proprietary Funds.

The two account groups (Fixed Assets and Long-Term Debt) are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

The County's Governmental Fund Types utilize the modified accrual basis of accounting. Under this method, revenues are recognized when they become susceptible to accrual, that is, when they are both measurable and available to finance expenditures of the fiscal period. Revenues considered susceptible to accrual include property taxes, interest and rent, grants and certain miscellaneous revenues.

Expenditures are recognized in the accounting period in which fund liabilities are incurred, if measurable, with the exception of expenditures for debt service, which are recognized when paid.

The Proprietary Funds, Nonexpendable Trust Fund and Pension Trust Fund maintained by the County utilize the accrual basis of accounting in which revenues are recognized when they are earned and expenses are recognized when they are incurred.
D. Measurement Focus

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All Governmental Funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Proprietary Funds as well as the Nonexpendable and Pension Trust Funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activities are included on their balance sheets. Operating statements of these funds present increases (revenues) and decreases (expenses) in net total assets.

E. Budgetary Data

General

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

During September, County Department Heads are required to submit preliminary operating budgets to the Manager of Finance for the fiscal year commencing the following January 1. The operating budgets submitted include proposed expenditures and the means of financing them as well as narrative justification for increases in operating expenditures.

Budgets, as submitted, are subject to a detailed review by the Manager of Finance. This review process, which continues through November, includes meetings with the Department Heads, comparisons with prior year's spending patterns and forecasting of future needs.
As required by the Commonwealth of Pennsylvania County Code, the proposed budget is made available for public inspection for at least twenty days prior to the date of adoption, with adoption required by December 31. Subsequent to the budget approval, the County Commissioners adopt the appropriation measures required to put the budget into effect, and fix the rate of taxation.

Within fifteen days subsequent to the legal adoption of the budget, the Commissioners file a copy of the budget with the Department of Community Affairs of the Commonwealth of Pennsylvania. Should supplemental budget appropriations be required, the County Commissioners may authorize the transfer of funds between line items by means of budget changes approved at the weekly Commissioners' meetings.

Budgeting is employed as a management control device for the General Fund, certain Special Revenue Funds and all Capital Projects Funds. In addition, certain Capital Projects Funds (General Improvement Fund and Bond Fund) utilize project length budgets to assure budgetary control over the life of construction projects. Formal budgetary integration is not employed for the Debt Service Fund; however, effective budgetary control is alternatively achieved through General Obligation Bond indenture provisions. In addition, annual budgets are not legally required to be adopted for the two Special Revenue Funds (the Redevelopment Authority Fund and the Water Resources Authority Fund) that were incorporated into the County's reporting entity in 1983 as a result of NCGA Statement 3 implementation (see note 4). Controls over spending in these funds are maintained via internal spending limits established by management.

**Level of Control**

Expenditures may not legally exceed budgeted amounts at the fund level.
1 - Summary of Significant Accounting Policies (Continued)

E. Budgetary Data (Continued)

Lapsing of Appropriations

Unexpended appropriations lapse at year end.

Encumbrances

It is the policy of the County not to formally record encumbrances, with the exception of the Liquid Fuels Special Revenue Fund, where legal requirements mandate that they be recorded. Although encumbrances of the other Funds are not formally recorded, the County's Purchasing Department maintains an informal system of monitoring encumbrances. This system enables the County to determine whether approval of a purchase order request will result in an overexpenditure of a budgeted line item.

Supplemental Appropriations

No supplemental appropriations were necessary or enacted during 1983.

Other Considerations

Certain unique considerations regarding the County's budgeting process as it pertains to Special Revenue Funds are further discussed in note 3.

F. Assets, Liabilities and Fund Equity

Investments

Investments for all funds except the Retirement Trust Fund are stated at the lower of cost or market. Investments of the Retirement Trust Fund are stated at market in accordance with the provisions of Statement 35 of the Financial Accounting Standards Board (FASB).

Receivables

Estimated Uncollectible Taxes Receivable

General Fund taxes receivable (principally real estate taxes and personal property taxes) are reported net of an allowance for uncollectible amounts which aggregated approximately $84,000 at December 31, 1983.
1 - Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities and Fund Equity (Continued)

Receivables (Continued)

Enterprise Funds Treatment of Unbilled Service Receivables

Both of the County's Enterprise Funds bill their services currently and, accordingly, no unbilled service receivables exist as of December 31, 1983.

Interfund Receivables

As a result of its operations, the County effects a variety of transactions between funds to finance operations, service debt, etc. Accordingly, to the extent that certain interfund transactions have not been paid or received as of December 31, 1983, appropriate interfund receivables or payables have been established.

Long-Term Advances

Noncurrent portions of long-term interfund loans receivable of Governmental Funds (reported in "Advance to" asset accounts) are equally offset by a fund balance reserve account which indicates that they do not constitute "available spendable resources" since they are not a component of net current assets. Current portions of long-term interfund loans receivable (reported in "Due from" asset accounts) are considered "available spendable resources."

Restricted Assets

Restricted assets represent resources set aside for liquidation of specific General and Enterprise Fund obligations, as detailed in note 8.

Fixed Assets and Long-Term Liabilities

Fixed assets used in Governmental Fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in Governmental Funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements (other than buildings) including roads, bridges, and curbs and gutters, are not capitalized along with other general fixed assets. Depreciation has been calculated on general fixed assets (see note 9).
1 - Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities and Fund Equity (Continued)

Fixed Assets and Long-Term Liabilities (Continued)

Fixed assets used in the County's Proprietary Funds and the Nonexpendable Trust Fund are accounted for within those funds rather than within the General Fixed Assets Account Group. Depreciation of all exhaustible fixed assets used by the Proprietary Funds is charged as an expense against their operations (see note 9). Depreciation has not been provided on fixed assets of the Nonexpendable Trust Fund. Fixed assets of this fund are comprised of land and historic structures which are not deemed to depreciate with use or the passage of time.

Long-term liabilities expected to be financed from Governmental Funds are accounted for in the General Long-Term Debt Account Group, not in the Governmental Funds.

In contrast, long-term obligations related to activities of the Proprietary Funds are accounted for in those funds. Accordingly, long-term debt of the Geriatric Center Enterprise Fund has been recorded to reflect that portion of general obligation debt proceeds which have been allocated for Geriatric Center improvements. Such debt is to be entirely serviced by third party reimbursements and is also guaranteed by the full faith, credit and taxing power of the County (see note 14).

Deferred Revenues

Deferred revenues represent amounts which have met asset recognition criteria, but for which revenue recognition criteria have not been met, principally property taxes and grants.

Fund Balances

Reserved fund balances indicate portions of fund equity which have been segregated for specific purposes at December 31, 1983.

Designated fund balances indicate portions of fund equity for which the County has made tentative plans.
G. Revenues, Expenditures and Expenses

Property Tax Revenues

General Fund property taxes collected within sixty days subsequent to December 31 are recognized as revenue for the year ending December 31 in accordance with the guidance of NCGA Interpretation 3, "Revenue Recognition for Property Taxes."

Enterprise Fund (Geriatric Center) Revenues

Revenues of the Geriatric Center are recognized on the accrual basis as determined from patient population, net of contractual allowances (differences between per diem rates charged and the rates at which third parties reimburse).

Transfers

Operating transfers between governmental fund types are reported as other financing sources (uses) within those funds.

Nonrecurring or nonroutine transfers of equity between funds are recorded as residual equity transfers and are reflected as additions to or deductions from fund balances of governmental fund types for reporting purposes (see note 18).

Indirect Costs

Indirect costs are charged to various state and federal programs based on a formal plan developed annually by the County. These costs are reflected as expenditures/expenses in those funds benefiting from the services provided and as a reduction of expenditures in those funds which provide the service.

Compensated Absences

The County follows the provisions of NCGA Statement 4, "Accounting for Claims, Judgments and Compensated Absences" in determining its liability for accrued sick and vacation pay of Governmental Funds. The County's Proprietary Funds follow the provisions of FASB Statement Number 43 in this regard.
1 - Summary of Significant Accounting Policies (Continued)

G. Revenues, Expenditures and Expenses (Continued)

Compensated Absences (Continued)

The provisions of NCGA Statement 4, as they apply to the County's Governmental Funds, were initially implemented by the County in 1983, as more fully disclosed in note 12.

County Funding of Enterprise Fund (Geriatric Center)

In addition to providing a percentage match as required by third parties, the County's General Fund follows the policy of funding any operating deficit of the Geriatric Center in order to more accurately reflect, on an annual basis, the costs to the taxpayers of services provided by the Geriatric Center.

H. Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2 - Stewardship, Compliance and Accountability

Excess of Expenditures Over Appropriations

As indicated in the following table, the Mental Health/Mental Retardation Fund (a Special Revenue Fund) reported expenditures in excess of appropriations for its June 30, 1983 fiscal year end (refer to note 3 for additional information regarding this fund's mandated fiscal year end and methods utilized to report budget-actual comparisons):
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

2 - Stewardship, Compliance and Accountability (Continued)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Actual expenditures for fiscal year ended June 30, 1983</td>
<td>$10,863,991</td>
</tr>
<tr>
<td>Appropriated expenditures for fiscal year ended June 30, 1983</td>
<td>9,460,988</td>
</tr>
<tr>
<td>Excess of actual expenditures over appropriations</td>
<td>$1,403,003</td>
</tr>
</tbody>
</table>

Actual expenditures for this fund exceeded appropriated amounts primarily due to the fact that the Fund's actual revenues exceeded budgeted amounts, thereby making increased resources available for program use.

Compliance - Federally Funded Programs

On October 13, 1982, the President of the United States signed the Job Training Partnership Act (JTPA) into law. This act mandated a new system for providing employment and training services, effective October 1, 1983 and required the termination of programs administered under the Comprehensive Employment and Training Act (CETA), effective September 30, 1983. Subsequently, the Department of Labor issued instructions providing for the transfer of funds remaining in CETA programs as of September 30, 1983 to the newly formed JTPA programs.

Previously, the County had accounted for CETA funding in the Manpower Special Revenue Fund. This fund utilized a September 30 fiscal year end to comply with federal reporting requirements. Historically, the County had reported the financial position and results of operations of the fund as of and for the year ended September 30, in its comprehensive annual financial report (CAFR). Although the County's CAFR traditionally presented combined financial statements on a calendar year basis, this approach was permissible since NCGA Statement 1 permits inclusion of funds utilizing fiscal year ends falling within three months of the reporting entity’s year end.

In order to comply with the requirements of the JTPA Act, the County closed out its Manpower Special Revenue Fund effective September 30, 1983, via a residual equity transfer to its newly formed Office of Economic Development Special Revenue Fund, which was established to account for funding received under the JTPA Act.
2 - Stewardship, Compliance and Accountability (Continued)

Compliance - Federally Funded Programs (Continued)

Accordingly, for reporting purposes, the Special Revenue Funds portion of the combined financial statements includes the following:

- Results of operations of the Manpower Fund for the fiscal year ended September 30, 1983.

- Results of operations of the Office of Economic Development Fund for the three months ended December 31, 1983.

- Financial position of the Office of Economic Development Fund as of December 31, 1983. (A balance sheet for the Manpower Fund is not presented since the fund was terminated September 30, 1983 and its net assets as of that date were transferred to the Office of Economic Development Fund.)

Additional information regarding the reporting of budget-actual comparisons for these funds is included in note 3.

3 - Fiscal Year Ends of Governmental Fund Types - Conversion of Fiscal Years to Calendar Years - Method of Presenting Budgetary Comparisons

General Information

The County's Governmental Fund types have various fiscal year ends. A summary of year ends and budget bases utilized by the various governmental funds follows:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Year End</th>
<th>Budget Basis</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Special Revenue Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Domestic Relations</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Liquid Fuels</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Revenue Sharing</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Manpower</td>
<td>September 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Office of Economic</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Development</td>
<td>June 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Mental Health/Mental</td>
<td>June 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Retardation</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 - Fiscal Year Ends of Governmental Fund Types - Conversion of Fiscal Years to Calendar Years - Method of Presenting Budgetary Comparisons (Continued)

General Information (Continued)

<table>
<thead>
<tr>
<th>Fund</th>
<th>Year End</th>
<th>Budget Basis</th>
</tr>
</thead>
<tbody>
<tr>
<td>Special Revenue Funds: (Continued)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Senior Citizens</td>
<td>June 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Drug and Alcohol Services</td>
<td>June 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Children and Youth Services</td>
<td>June 30</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Water Resources Authority</td>
<td>December 31</td>
<td>Budgets are not prepared</td>
</tr>
<tr>
<td>Redevelopment Authority</td>
<td>December 31</td>
<td>Budgets are not prepared</td>
</tr>
<tr>
<td>Debt Service Fund</td>
<td>December 31</td>
<td>Budgets are not prepared</td>
</tr>
<tr>
<td>Capital Projects Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Reserve</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>General Improvement Bond</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
<tr>
<td>Bond</td>
<td>December 31</td>
<td>Modified Accrual</td>
</tr>
</tbody>
</table>

Except for the Office of Economic Development Fund, those funds with June 30th fiscal year ends are referred to as the "Human Service" funds. Their year ends do not correspond with the year ends of the other County funds (principally December 31) primarily because the programs offered by these funds are State administered and, as such, are required by the Commonwealth of Pennsylvania to utilize a June 30th fiscal year end. For purposes of this report, the County has included the calendar year (January 1, 1983 to December 31, 1983) actual results of operations of these funds in the combined and combining financial statements. Such financial statements also present the financial position of these funds as of December 31, 1983.

In addition, as described in note 2, the combined and combining financial statements include the actual results of operations of the Manpower and Office of Economic Development Funds for the fiscal year ended September 30, 1983 and the three months ended December 31, 1983, respectively.
General Information (Continued)

For purposes of budgetary comparisons, the County believes it would be inappropriate to convert budgetary information for the "Human Service" and Manpower Funds to a calendar year basis, as such conversions would be subjective in nature and would tend to impair the historical significance of the information presented. Accordingly, the Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual, does not include those funds with June 30th and September 30th fiscal year ends. In lieu of their inclusion in this statement, the County has presented individual operating statements with budget and actual comparisons for these funds within the "Individual Fund Statement" section of the CAFR. These statements cover the most recently completed fiscal year of these funds (July 1, 1982 to June 30, 1983 for the "Human Service" Funds, and October 1, 1982 to September 30, 1983 for the Manpower Fund) which, in the County's judgment, is a more informative presentation than a calendar year comparison as it details the respective fund's budget performance for the fiscal period for which its budget was originally adopted.

The original budget of the Office of Economic Development Fund was adopted to cover the period October 1, 1983 through June 30, 1984 (inception to end of fiscal reporting period). Since only three months of actual activity had occurred in this Fund as of December 31, 1983, the County also believes it would be inappropriate to include a formal budgetary - actual comparison statement for this Fund within its CAFR. The following table, however, discloses a summary status of the Fund's actual results for the three months ended December 31, 1983 compared with the budget adopted to cover the nine months ended June 30, 1984:

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td>For the Period</td>
<td>For the Period</td>
<td>For the Period</td>
</tr>
<tr>
<td>October 1, 1983</td>
<td>October 1, 1983</td>
<td>October 1, 1983</td>
</tr>
<tr>
<td>Through</td>
<td>Through</td>
<td>Through</td>
</tr>
<tr>
<td>June 30, 1984</td>
<td>June 30, 1984</td>
<td>December 31, 1983</td>
</tr>
<tr>
<td>Revenues</td>
<td>$2,279,872</td>
<td>$390,830</td>
</tr>
<tr>
<td>Expenditures</td>
<td>2,319,872</td>
<td>429,021</td>
</tr>
<tr>
<td>Residual equity transfer</td>
<td>40,000</td>
<td>38,191</td>
</tr>
<tr>
<td>Net results of operations</td>
<td>$---</td>
<td>$---</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 - Fiscal Year Ends of Governmental Fund Types - Conversion of Fiscal Years to Calendar Years - Method of Presenting Budgetary Comparisons (Continued)

Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual (GAAP Basis), General Fund, Certain Special Revenue Funds, and Capital Projects Funds

As a result of the special considerations outlined above, only the following funds have been included in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual (GAAP Basis), General Fund, Certain Special Revenue Funds and Capital Projects Funds:

- General Fund
- Special Revenue Funds:
  - Domestic Relations Fund
  - Liquid Fuels Fund
  - Revenue Sharing Fund
- Capital Projects Funds:
  - Capital Reserve Fund
  - General Improvement Fund
  - Bond Fund

4 - Reporting Entity

The NCGA, in order to clarify which organizations, functions and activities of government should be included in general purpose financial statements, issued NCGA Statement 3, "Defining the Governmental Reporting Entity," effective for fiscal years ending after December 31, 1982. In issuing Statement 3, the NCGA's intention was to provide a basis for making comparisons among units of government or between time periods for a given government; to reduce the possibility of arbitrary exclusion or inclusion of organizations in financial reports; and to enable financial statement users to identify the operations for which governmental entities are responsible.

The NCGA concluded that the basic criterion for including an agency, institution, authority or other organization in a governmental unit's reporting entity is the exercise of oversight responsibility over such agencies by the governmental unit's elected officials. Oversight responsibility is defined to include, but is not limited to:
4 - Reporting Entity (Continued)

(1) **Financial Interdependency** - When a separate agency produces a financial benefit or imposes a financial burden on a unit of government, that agency is part of the reporting entity. Manifestations of financial interdependency include responsibility for financing deficits, entitlements to surpluses and guarantees of or "moral responsibility" for debt.

(2) **Selection of Governing Authority** - An authoritative appointment is one where the entity's elected officials maintain a significant continuing relationship with the appointed officials with respect to carrying out important public functions.

(3) **Designation of Management** - When management is appointed by and held accountable to a governing authority that is included in the entity, the activity being managed falls within the entity.

(4) **Ability to Significantly Influence Operations** - This ability includes, but is not limited to, the authority to review and approve budgetary requests, adjustments and amendments.

(5) **Accountability for Fiscal Matters** - Fiscal authority normally includes the authority for final approval over budgetary appropriations, responsibility for funding deficits and operating deficiencies, disposal of surplus funds, control over the collection and disbursement of funds, and maintenance of title to assets.

There may, however, be factors other than oversight that are so significant that exclusion of a particular agency from a reporting entity's financial statements would be misleading. These other factors include:

(1) **Scope of Public Service** - Aspects to be considered include who benefits from the activity and whether it is conducted within the entity's geographic boundaries and generally available to its citizens.

(2) **Special Financing Relationship** - When a separate agency indirectly depends on a unit of government for significant funding or financing, special financing relationships generally exist.

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4 - Reporting Entity (Continued)

In implementing NCGA Statement 3, the County considered six agencies which had not previously been included within their reporting entity. Decisions to include or exclude specific agencies were based on an evaluation of the criteria detailed above as they applied to each of the specific agencies considered. The following table summarizes the list of agencies considered for inclusion as part of the County's reporting entity and indicates which entities qualify for inclusion based on Statement 3 criteria:

<table>
<thead>
<tr>
<th>Agency</th>
<th>Agency Meets Statement 3 Criteria for Inclusion in the County's Reporting Entity</th>
<th>Agency Included as Part of the County's Reporting Entity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Chester County Area Airport Authority</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>Chester County Hospital Authority</td>
<td>X</td>
<td>No</td>
</tr>
<tr>
<td>Chester County Housing Authority</td>
<td>X</td>
<td>No</td>
</tr>
<tr>
<td>Chester County Industrial Development Authority</td>
<td>X</td>
<td>No</td>
</tr>
<tr>
<td>Chester County Redevelopment Authority</td>
<td>X</td>
<td>Yes</td>
</tr>
<tr>
<td>Chester County Water Resources Authority</td>
<td>X</td>
<td>Yes</td>
</tr>
</tbody>
</table>

Entities includable based on Statement 3 criteria have been classified as follows for financial reporting purposes:

Chester County Area Airport Authority - Enterprise Fund
Chester County Redevelopment Authority - Special Revenue Fund
Chester County Water Resources Authority - Special Revenue Fund

Consistent with the inclusion of these entities in the County's 1983 financial statements, January 1, 1983 fund balances/retained earnings of combined Special Revenue and Enterprise Funds have been restated to give effect to this change in reporting entity.
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

4 - Reporting Entity (Continued)

A detailed discussion of significant factors influencing the decision to include or exclude each of the agencies considered follows:

**Chester County Area Airport Authority**

Included for the following reasons:

- The County Commissioners appoint the Governing Board of the Authority.
- County regulation and review of the Authority's fiscal activity was evident.
- Scope of public service criteria were met.
- Special financing relationships were evident.

**Chester County Hospital Authority; Chester County Housing Authority; and Chester County Industrial Development Authority**

Excluded for the following reasons:

- The County does not designate management of these Authorities.
- The County does not have the ability to significantly influence the operations of these Authorities.
- The County has no responsibility for the fiscal matters of these Authorities.
- The County does not provide any funding to these Authorities, either directly or as a result of special financing relationships.

**Chester County Redevelopment Authority**

Included for the following reasons:

- The County Commissioners appoint the Governing Board of the Authority.
- The County has the ability to significantly influence the operations of the Authority.
- Scope of public service criteria were met.

**Chester County Water Resources Authority**

Included for the following reasons:

- The County Commissioners appoint the Governing Board of the Authority.
- The County designates management of the Authority.
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

4 - Reporting Entity (Continued)

Chester County Water Resources Authority (Continued)

. The County has the ability to significantly influence the operations of the Authority.
. The County provides a significant portion of the Authority's financing.
. Scope of public service criteria were met.

5 - Investments

At December 31, 1983, investments are composed of the following:

<table>
<thead>
<tr>
<th>Governmental Fund Types (stated at cost which approximates market):</th>
<th>General Fund</th>
<th>Special Revenue Funds</th>
<th>Capital Projects Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Restricted: Certificates of deposit (9.40% to 10.20%)</td>
<td>$3,340,000</td>
<td>$1,366,352</td>
<td>$974,000</td>
</tr>
<tr>
<td>Restricted: Certificates of deposit (9.80%)</td>
<td>267,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Funds held in trust (8.90% to 10.30%)</td>
<td>382,683</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total restricted investments</td>
<td>649,683</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Governmental Fund Type investments</td>
<td>$3,999,683</td>
<td>$1,366,352</td>
<td>$974,000</td>
</tr>
</tbody>
</table>

Fiduciary Fund Types:

<table>
<thead>
<tr>
<th>Employees' Retirement Fund (stated at market value for financial statement purposes):</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. Government agency bonds (cost $7,823,595)</td>
<td>$7,549,969</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Common stock (cost $15,260,887)</td>
<td>16,235,700</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Temporary investment funds and other (cost $617,940)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Employees' Retirement Fund (cost $23,702,422)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Nonexpendable Trust Fund (stated at cost which approximates market):</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. Treasury Notes (interest from 7% to 8%)</td>
<td>29,785</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Money Market Funds (8.9%)</td>
<td>70,388</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Fiduciary Fund Type investments per combined balance sheet (Retirement Fund at market and Non-expendable Trust Fund at cost)</td>
<td></td>
<td></td>
<td>$24,503,782</td>
</tr>
</tbody>
</table>

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COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

6 - Property Taxes

A. Real Estate Property Taxes

Real estate property taxes attach as an enforceable lien on property on January 1. Taxes are billed on or about March 1, payable under the following terms: 2% discount, March 1 through May 1; face amount, May 2 through July 2; and 10% penalty after July 2. The County bills and collects its own property taxes, and revenues are recognized in the period in which they become susceptible to accrual, that is, when they become both measurable and available.

The County is permitted by law to levy taxes up to the rate of twenty mills on every dollar of assessed value of real property for general County purposes. The rate of taxation for payment of interest and principal on any indebtedness of the County is unlimited.

B. Personal Property Taxes

Personal property taxes attach as an enforceable lien on property on January 1. Taxes are levied on or about June 1, payable under the following terms: 2% discount, June 1 through July 31; face amount, August 1 through September 30, and 10% penalty after September 30. The County bills and collects its own personal property taxes and revenues are recognized in the period in which they become susceptible to accrual, that is, when they become both measurable and available.

The County is permitted by law to levy taxes up to the rate of four mills on every dollar of the assessed value of personal property for general governmental services.

7 - Grants Receivable

Amounts due from other governments at December 31, 1983 are summarized below:

<table>
<thead>
<tr>
<th>Fund Category</th>
<th>Federal</th>
<th>State</th>
<th>Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>General</td>
<td>$682,181</td>
<td>$33,852</td>
<td>$716,033</td>
<td></td>
</tr>
<tr>
<td>Special Revenue</td>
<td>$669,975</td>
<td>1,263,314</td>
<td>16,829</td>
<td>1,950,118</td>
</tr>
<tr>
<td>Enterprise</td>
<td>220,305</td>
<td>19,504</td>
<td></td>
<td>239,809</td>
</tr>
<tr>
<td>Totals</td>
<td>$890,280</td>
<td>$1,964,999</td>
<td>$50,681</td>
<td>$2,905,960</td>
</tr>
</tbody>
</table>

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3 - Restricted Assets

Assets whose use is limited to a specific purpose have been classified as "Restricted" in the Combined Balance Sheet. As of December 31, 1983, Restricted Assets are composed of the following:

**General Fund**

Tax Claim Department Funds representing monies received from tax sales which ultimately will be distributed to other taxing authorities. The aggregate amount has been classified as restricted cash and investments on the General Fund Balance Sheet and is offset with a corresponding General Fund liability captioned "Payable from Restricted Assets." $271,335

Workers' Compensation Escrow Funds to be utilized for the payment of major workers' compensation claims, classified as restricted investments on the General Fund Balance Sheet. Since specific liabilities do not exist at the balance sheet date, the amount is offset by a designation of fund balance. 382,683

**Enterprise Fund (Geriatric Center)**

Geriatric Center Patient Accounts comprised of funds held by the Center in escrow for residents and offset by a corresponding liability captioned "Payable from Restricted Assets." This amount is classified as restricted cash on the Proprietary Fund Balance Sheet. 285,885

Total restricted assets per combined balance sheet $939,903
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

9 - Fixed Assets

General Fixed Assets

General fixed assets are stated at historical cost, or estimated historical cost if actual cost is not available. Depreciation has been calculated for such assets using the straight line method over the following estimated useful lives:

- Buildings - 40 years
- Building improvements - 15 years
- Equipment - 7 years

10 - 50 years
15 - 40 years
3 - 10 years

Proprietary Funds Fixed Assets

Fixed assets of Proprietary Funds are stated at historical cost and depreciated on the straight line basis utilizing the following estimated useful lives:

- Buildings and improvements
- Heavy equipment
- Equipment

10 - 50 years
15 - 40 years
3 - 10 years

Nonexpendable Trust Fund Fixed Assets

Nonexpendable Trust Fund fixed assets are stated at the fair market value of the assets at the date they were conveyed to the County. Depreciation has not been provided on these assets since, in the County's opinion, they are of an historical nature and will not depreciate with use or the passage of time.

Summary of Changes in Fixed Assets

In 1983, the County added several new funds to its reporting entity. The following summaries of changes in fixed assets indicate the impact on January 1, 1983 amounts as previously reported of the addition of the fixed assets of funds added to the County's reporting entity in 1983:
### 9 - Fixed Assets (Continued)

#### Summary of Changes in General Fixed Assets

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land</td>
<td>$1,550,289</td>
<td>$2,293,761</td>
<td>$3,844,050</td>
<td>$65,380</td>
<td></td>
<td>$3,909,430</td>
</tr>
<tr>
<td>Buildings</td>
<td>14,710,609</td>
<td></td>
<td>14,710,609</td>
<td></td>
<td></td>
<td>14,710,609</td>
</tr>
<tr>
<td>Improvements</td>
<td>6,351,184</td>
<td>6,351,184</td>
<td>984,361</td>
<td></td>
<td></td>
<td>7,335,545</td>
</tr>
<tr>
<td>Equipment</td>
<td>6,071,834</td>
<td>6,071,834</td>
<td>937,072</td>
<td></td>
<td>$2,585,829</td>
<td>4,423,077</td>
</tr>
<tr>
<td><strong>Total Cost:</strong></td>
<td>$28,683,916</td>
<td>$2,293,761</td>
<td>$30,977,677</td>
<td>$1,986,813</td>
<td>$2,585,829</td>
<td>$30,378,661</td>
</tr>
</tbody>
</table>

| **Accumulated depreciation:** |              |                                       |                             |           |           |                   |
| Buildings             | $3,525,860     |                                       | $3,525,860                  | $267,191  |           | $3,793,051        |
| Improvements          | 2,775,188      | 2,775,188                             | 375,543                     |           |           | 3,150,731         |
| Equipment             | 3,694,951      | 3,694,951                             | 593,966                     |           | $2,585,829 | 1,703,090         |
| **Total Accumulated depreciation:** | $9,995,999 | $9,995,999                           | $1,236,702                  | $2,585,829 |           | $8,646,872        |

| **Net book value:**  |                  |                                       |                             |           |           |                   |
| Land                 | $1,550,289      | $2,293,761                            | $3,844,050                  | $65,380   |           | $3,909,430        |
| Buildings            | 11,184,749      | 11,184,749                            | 984,361                     |           | $267,191  | 10,917,558        |
| Improvements         | 3,575,996       | 3,575,996                             | 375,543                     |           |           | 4,184,814         |
| Equipment            | 2,376,883       | 2,376,883                             | 3,179,797                   |           |           | 2,719,987         |
| **Total Net book value:** | $18,687,917 | $2,293,761                            | $20,981,678                 | $4,572,642| $3,822,531 | $21,731,789       |
9 - Fixed Assets (Continued)

Summary of Changes in Proprietary Funds Fixed Assets

<table>
<thead>
<tr>
<th></th>
<th>January 1, 1983</th>
<th>Effect of Change in Reporting Entity</th>
<th>January 1, 1983 Adjusted</th>
<th>Additions</th>
<th>Deductions</th>
<th>December 31, 1983</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land</td>
<td>$11,680</td>
<td>$252,003</td>
<td>$263,683</td>
<td></td>
<td></td>
<td>$263,683</td>
</tr>
<tr>
<td>Buildings and</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>improvements</td>
<td>4,913,049</td>
<td>3,469,686</td>
<td>8,382,735</td>
<td>$18,965</td>
<td></td>
<td>8,363,770</td>
</tr>
<tr>
<td>Equipment</td>
<td>4,644,299</td>
<td>7,944</td>
<td>4,652,243</td>
<td>$69,779</td>
<td>34,799</td>
<td>4,687,223</td>
</tr>
<tr>
<td>Construction in</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>progress</td>
<td></td>
<td>424,066</td>
<td>249,160</td>
<td></td>
<td></td>
<td>673,226</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$9,569,026</td>
<td>$4,153,699</td>
<td>$13,722,727</td>
<td>$318,939</td>
<td>$53,764</td>
<td>$13,987,902</td>
</tr>
</tbody>
</table>

Accumulated depreciation:

|                      |                 |                                      |                          |           |            |                   |
|----------------------|                 |                                      |                          |           |            |                   |
| Buildings and         | $1,508,599      | $1,126,511                           | $2,635,110               | $245,114  | $9,007     | $2,871,217        |
| improvements          |                 |                                      |                          |           |            |                   |
| Equipment             | 1,888,997       | 6,789                                | 1,895,786                | 241,693   | 28,748     | 2,108,731        |
| **Total**             | $3,397,596      | $1,133,300                           | $4,530,896               | $486,807  | $37,755    | $4,979,948        |

Net book value:

|                      |                 |                                      |                          |           |            |                   |
|----------------------|                 |                                      |                          |           |            |                   |
| Land                 | $11,680         | $252,003                             | $263,683                 |           |            | $263,683         |
| Buildings and         |                 |                                      |                          |           |            |                   |
| improvements          | 3,404,450       | 2,343,175                            | 5,747,625                | $9,007    | $264,079   | 5,492,553        |
| Equipment             | 2,755,302       | 1,155                                | 2,756,457                | 98,527    | 276,492    | 2,578,492        |
| Construction in       |                 |                                      |                          |           |            |                   |
| progress              |                 | 424,066                              | 249,160                  |           |            | 673,226          |
| **Total**             | $6,171,432      | $3,020,399                           | $9,191,831               | $356,694  | $540,571   | $9,007,954        |
9 - Fixed Assets (Continued)

Summary of Changes in Nonexpendable Trust Fund Fixed Assets

<table>
<thead>
<tr>
<th></th>
<th>January 1,</th>
<th>Additions</th>
<th>Deletions</th>
<th>December 31,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1983</td>
<td></td>
<td></td>
<td>1983</td>
</tr>
<tr>
<td>Land</td>
<td>$275,800</td>
<td></td>
<td></td>
<td>$275,800</td>
</tr>
<tr>
<td>Buildings</td>
<td>266,768</td>
<td></td>
<td></td>
<td>266,768</td>
</tr>
<tr>
<td></td>
<td>$542,568</td>
<td></td>
<td></td>
<td>$542,568</td>
</tr>
</tbody>
</table>

10 - Description of Employees' Retirement Plan

General

The Employees' Retirement Plan (the Plan) is a defined benefit retirement plan covering substantially all full-time employees of the County.

Retirement Benefits

Employees' who have reached the normal retirement age of 60, or age 55 with 20 years of County service, are entitled to annual retirement benefits equal to the member's annuity based on the actuarial equivalent of the accumulated deductions, and a County annuity equal to the product of: a) the "Final Average Salary" (3 highest years), times b) the employee's applicable class rate, times c) the membership service in the applicable class.

The Plan permits early retirement on a voluntary basis before age 55 with 20 years of service and, on an involuntary basis, after 8 years of service. Employees become 100% vested after 8 years of service.

Death and Disability Benefits

If an active employee dies at age 60 or older, or after 10 years of County service, death benefits are paid to the employee's beneficiary. Active employees who become totally disabled receive an annual pension equal to 25% of the "Final Average Salary" after 5 years of County service.
10 - Description of Employees' Retirement Plan (Continued)

Funding Policy

As a condition of participation, employees are required to contribute a portion of their salary to the Plan. Interest is credited each year in an amount allowed by the County Retirement Board, to each of the member's accounts. The County's funding policy is to make contributions in accordance with actuarial cost calculations based upon an aggregate cost method.

The County does not anticipate that annual contributions to the Plan, expressed as percentages of active member payroll, will increase in future years, since all accrued liabilities of the Plan have been funded as of December 31, 1983.

Valuation of Investments

Investments are valued at market as determined via reference to quoted sources.

As of December 31, 1983, the market value of certain individual investments of the Plan exceeded 5% of the Plan's net assets available for benefits as follows:

<table>
<thead>
<tr>
<th>Individual Investment</th>
<th>December 31, 1983</th>
<th>Percent of Net Assets Available For Benefits</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market Value</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>$1,789,866</td>
<td>7.2%</td>
</tr>
<tr>
<td></td>
<td>1,982,500</td>
<td>8.0%</td>
</tr>
<tr>
<td></td>
<td>1,257,188</td>
<td>5.1%</td>
</tr>
</tbody>
</table>

Federal Agencies:

Federal Farm Credit Bank
Federal Home Loan Bank
Federal National Mortgage Association

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits are those future periodic payments, including lump sum distributions, that are attributable under the Plan's provisions to the services employees have rendered. Significant actuarial assumptions utilized in the determination of accumulated plan benefits are as follows:
10 - Description of Employees' Retirement Plan (Continued)

Actuarial Present Value of Accumulated Plan Benefits (Continued)

a. Mortality Rates - The 1971 Group Annuity Mortality Table was utilized.

b. Withdrawal Rates - Graduated rates based on combined County experience for the period 1975 through 1979.

c. Retirement Age - Graduated rates based on combined County experience for the period 1975 through 1979.

d. Investment Return - 6% per annum, compounded annually. (Prior to 1983, a rate of 9.5% had been utilized and, accordingly, a change in actuarial assumptions occurred in 1983.)

The actuarial present value of accumulated plan benefits as of December 31, 1983 is as follows:

Vested benefits:
   Participants currently receiving payments $ 5,406,510
   Other participants 11,909,049

Nonvested benefits
   17,315,559

Total actuarial present value of accumulated plan benefits $18,067,404

A summary of changes in accumulated plan benefits for the year ended December 31, 1983 is as follows:

Actuarial present value of accumulated plan benefits at January 1, 1983 $13,195,492

Increase (decrease) during the year attributable to:
   Change in actuarial assumptions 2,924,248
   Benefits accumulated 3,184,062
   Benefits paid (1,236,398)

   Net increase 4,871,912

Actuarial present value of accumulated plan benefits at December 31, 1983 $18,067,404
10 - Description of Employees' Retirement Plan (Continued)

Net Assets Available for Benefits

A summary of changes in net assets available for benefits for the year ended December 31, 1983 follows:

Net assets available for benefits,
January 1, 1983                         $21,412,814

Additions:
   Dividends                               492,897
   Interest                                 985,777
   Contributions:
      Employer                               1,000,000
      Employee                                1,450,177
   Gain on sale of investments              2,028,811
   Total additions                          5,957,662

Deductions:
   Investment depreciation                  1,363,490
   Refund of member contributions           504,828
   Retirement allowances                    614,202
   Death benefits                           117,368
   Total deductions                         2,599,888

Net assets available for benefits,
December 31, 1983                        $24,770,588
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

11 - Construction Commitments

Commitments applicable to uncompleted construction contracts are as follows at December 31, 1983:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Remaining Commitment</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Improvement (a Capital Projects Fund)</td>
<td>$173,028</td>
</tr>
<tr>
<td>Area Airport Authority (an Enterprise Fund)</td>
<td>340,374</td>
</tr>
<tr>
<td></td>
<td>$513,402</td>
</tr>
</tbody>
</table>

Commitments related to the General Improvement Fund are expected to be satisfied with existing fund resources. Commitments related to the Area Airport Authority Fund are expected to be satisfied with Federal and State grant funding.

12 - Compensated Absences

County policy applicable to vacation and sick pay for employees is as follows:

**Vacation Pay**

Time accrues at various rates based on length of service. Employees are encouraged to utilize earned vacation time by December 31 of each period; however, current policy allows for the carryover of unused time up to fifteen days per employee to the subsequent calendar year. Time carried over in this manner is considered vested.

**Sick Pay**

Employees earn one sick day for each month of service or twelve per year. Unused time accumulates up to a maximum of eighty-four days per employee, but does not vest.

In May of 1982, the NCGA issued Statement 4, "Accounting for Claims, Judgments and Compensated Absences," the provisions of which are effective for financial statements of state and local governments for fiscal years beginning after December 31, 1982. Among other things, this Statement addressed proper accounting treatment for accumulated unpaid sick and vacation pay liabilities of state and local governmental employers. Statement 4 requires accrual of sick and vacation pay that meet certain specific conditions. The County has determined the such conditions apply to vested vacation pay but do not apply to accumulated sick pay of Governmental Funds. Accordingly, the provisions of Statement 4
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

12 - Compensated Absences (Continued)

appliable to accrual of vested vacation pay liabilities of
Governmental Funds were implemented by the County during 1983.
Such liabilities are being accounted for in the County's General
Long-Term Debt Group of Accounts, since portions expected to be
financed with expendable available financial resources of
Governmental Funds are insignificant.

A summary of 1983 activity appliable to the County's
liability for vested vacation pay of Governmental Funds is
presented in note 14.

13 - Leases

Operating Leases

The County leases office space and certain equipment under
several operating leases with expiration dates through 1988.

Future minimum lease payments as of December 31, 1983 under
the various leases are as follows:

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1984</td>
<td>$229,016</td>
</tr>
<tr>
<td>1985</td>
<td>167,938</td>
</tr>
<tr>
<td>1986</td>
<td>121,582</td>
</tr>
<tr>
<td>1987</td>
<td>75,793</td>
</tr>
<tr>
<td>1988</td>
<td>31,900</td>
</tr>
</tbody>
</table>

Total minimum payments required $626,229

Total rental expense for these leases during 1983 was
$257,290.

In addition, the Chester County Area Airport Authority (an
Enterprise Fund) leases its basic airport facilities as well
as one of the airport's hangars to the airport operator. The
lease agreement covering the basic airport facilities
provides that the airport operator charge fees for use of
such facilities and for airport services and pay rent to the
Authority at the rate of 4% of fees charged. The Authority
compensates the airport operator for his services at the rate
of $1,075 per month.
13 - Leases (Continued)

Operating Leases (Continued)

The agreement to lease one of the airport's hangars provides for rental payments by the airport operator of $3,110 per month for a period of 120 months commencing not later than February 1, 1974. Because of construction delays, the airport operator paid no rent during 1974. The Authority agreed to defer payment of one-half of the $37,120 rental due in 1975. The $18,660 so deferred is being paid at the rate of $100 per month in addition to scheduled rentals. At December 31, 1983, the deferred rental is $10,460.

During 1983, 100% of the Airport Authority's operating revenues (in the form of rentals) were attributable to a single customer, the airport operator.

Capital Leases

The County is a lessee in several lease agreements involving the acquisition of computer hardware. Such agreements meet FASB Statement 13 and NCGA Statement 5 capitalization criteria and, accordingly, the present value of future minimum payments under the agreements has been recorded as additions to both the General Fixed Asset and General Long-Term Debt Account Groups.

In addition, the operating statement of the General Fund reflects $105,652 of current year expenditures and other financing sources which represent the present value of future cash outflows attributable to capital lease agreements entered into during the current year. The General Fund operating statement also includes expenditures of $87,850 and $23,938 which represent the current year principal and interest requirements applicable to current and prior year capital lease obligations.
'4 - Long-Term Debt

A summary of changes in long-term debt for the year ended December 31, 1983 follows:

<table>
<thead>
<tr>
<th>General Long-Term Debt Account Group</th>
<th>General Long-Term Debt</th>
<th>Accrued Vacation Pay</th>
<th>Proprietary Funds</th>
<th>Total Long-Term Debt</th>
</tr>
</thead>
<tbody>
<tr>
<td>Outstanding at January 1, 1983, as previously reported</td>
<td>$13,338,683</td>
<td>$2,937,812</td>
<td>$16,276,495</td>
<td></td>
</tr>
<tr>
<td>Effect of change in reporting entity; addition of January 1, 1983 long-term debt of the Area Airport Authority (see note 4)</td>
<td></td>
<td>326,377</td>
<td>326,377</td>
<td></td>
</tr>
<tr>
<td>Effect of change in accounting for vested vacation pay; addition of January 1, 1983 obligation for accrued vacation pay (note 12)</td>
<td>$552,471</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Outstanding at January 1, 1983, as restated</td>
<td>13,338,683</td>
<td>552,471</td>
<td>3,264,189</td>
<td>17,155,343</td>
</tr>
<tr>
<td>Increases in vested vacation pay</td>
<td>81,339</td>
<td></td>
<td></td>
<td>81,339</td>
</tr>
<tr>
<td>Additions to debt (note 13)</td>
<td>105,652</td>
<td></td>
<td></td>
<td>105,652</td>
</tr>
<tr>
<td>Principal retirements (941,686)</td>
<td>(334,361)</td>
<td></td>
<td>(1,276,047)</td>
<td></td>
</tr>
<tr>
<td>Decreases in vested vacation pay</td>
<td></td>
<td>(9,536)</td>
<td></td>
<td>(9,536)</td>
</tr>
<tr>
<td>Outstanding at December 31, 1983</td>
<td>$12,502,649</td>
<td>$624,274</td>
<td>$2,929,628</td>
<td>$16,056,751</td>
</tr>
</tbody>
</table>

Long-term obligations outstanding at December 31, 1983 consist of the following:

<table>
<thead>
<tr>
<th>General Long-Term Debt Account Group</th>
<th>General Long-Term Debt</th>
<th>Proprietary Total Long-Term Debt</th>
</tr>
</thead>
<tbody>
<tr>
<td>General obligation bonds</td>
<td>$12,060,352</td>
<td>$2,654,648</td>
</tr>
<tr>
<td>General obligation notes</td>
<td>112,000</td>
<td></td>
</tr>
<tr>
<td>Total general obligation debt</td>
<td>12,172,352</td>
<td>2,654,648</td>
</tr>
<tr>
<td>Capital lease obligations</td>
<td>330,297</td>
<td></td>
</tr>
<tr>
<td>Area Airport Authority debt</td>
<td></td>
<td>275,180</td>
</tr>
<tr>
<td>Accrued vacation pay</td>
<td>624,274</td>
<td></td>
</tr>
<tr>
<td>Totals</td>
<td>$13,126,923</td>
<td>$2,929,828</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

14 - Long-Term Debt (Continued)

An analysis of debt service requirements to maturity on these obligations follows (with the exception of accrued vacation pay which has no stated maturities):

<table>
<thead>
<tr>
<th>Year Ended December 31,</th>
<th>Principal Requirements</th>
<th>Interest Requirements</th>
<th>Total Debt Service Requirements</th>
</tr>
</thead>
<tbody>
<tr>
<td>1984</td>
<td>$1,192,174</td>
<td>$1,029,704</td>
<td>$2,221,878</td>
</tr>
<tr>
<td>1985</td>
<td>946,566</td>
<td>974,551</td>
<td>1,921,117</td>
</tr>
<tr>
<td>1986</td>
<td>976,111</td>
<td>927,214</td>
<td>1,903,325</td>
</tr>
<tr>
<td>1987</td>
<td>1,005,415</td>
<td>876,156</td>
<td>1,881,571</td>
</tr>
<tr>
<td>1988</td>
<td>981,829</td>
<td>810,781</td>
<td>1,792,610</td>
</tr>
<tr>
<td>Thereafter</td>
<td>10,330,382</td>
<td>5,183,995</td>
<td>15,514,377</td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td><strong>$15,432,477</strong></td>
<td><strong>$9,802,401</strong></td>
<td><strong>$25,234,878</strong></td>
</tr>
</tbody>
</table>

To be retired by:

- Proprietary Funds: $2,929,828, $776,782, $3,706,610
- Governmental Funds: 12,502,649, 9,025,619, 21,528,268

**Totals**: $15,432,477, $9,802,401, $25,234,878

Pertinent information regarding general obligation debt outstanding at December 31, 1983 is presented below:

<table>
<thead>
<tr>
<th>Year of Issue</th>
<th>Amount of Original Issue</th>
<th>Purpose</th>
<th>Balance Outstanding December 31, 1983</th>
<th>Year of Maturity</th>
</tr>
</thead>
<tbody>
<tr>
<td>1964</td>
<td>$3,500,000</td>
<td>Construction and other ancillary costs associated with new Courthouse, park improvement</td>
<td>$175,000</td>
<td>1984</td>
</tr>
<tr>
<td>1968</td>
<td>5,000,000</td>
<td>Additions and alterations to Geriatric Center and Courthouse, County reassessment project, various property acquisitions</td>
<td>1,250,000</td>
<td>1988</td>
</tr>
<tr>
<td>1978</td>
<td>5,475,000</td>
<td>Geriatric Center improvements and construction of library</td>
<td>5,010,000</td>
<td>1996</td>
</tr>
<tr>
<td>1979</td>
<td>560,000</td>
<td>Various building improvements</td>
<td>112,000</td>
<td>1984</td>
</tr>
<tr>
<td>1980</td>
<td>9,000,000</td>
<td>Renovations and improvements to County prison and Courthouse, other capital projects</td>
<td>8,280,000</td>
<td>2000</td>
</tr>
</tbody>
</table>

**$23,535,000**

**$14,827,000**

Interest rates on the above obligations range from 3% to 9%.
15 - **Interfund Receivables and Payables**

Interfund receivable and payable balances as of December 31, 1983 are as follows:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Due From Other Funds</th>
<th>Due to Other Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>$1,226,702</td>
<td>$27,877</td>
</tr>
<tr>
<td>Special Revenue Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Domestic Relations Fund</td>
<td>65,469</td>
<td></td>
</tr>
<tr>
<td>Liquid Fuels Fund</td>
<td>64,890</td>
<td></td>
</tr>
<tr>
<td>Revenue Sharing Fund</td>
<td>33,277</td>
<td></td>
</tr>
<tr>
<td>Office of Economic Development Fund</td>
<td>95,058</td>
<td></td>
</tr>
<tr>
<td>Mental Health/Mental Retardation Fund</td>
<td>124,737</td>
<td></td>
</tr>
<tr>
<td>Senior Citizens Fund</td>
<td>18,216</td>
<td></td>
</tr>
<tr>
<td>Drug and Alcohol Fund</td>
<td>27,877</td>
<td>261,871</td>
</tr>
<tr>
<td>Children and Youth Services Fund</td>
<td>27,877</td>
<td>663,517</td>
</tr>
<tr>
<td>Debt Service Fund</td>
<td></td>
<td>3,854</td>
</tr>
<tr>
<td>Capital Projects Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Reserve Fund</td>
<td>1,260</td>
<td></td>
</tr>
<tr>
<td>General Improvement Fund</td>
<td>60,442</td>
<td>97</td>
</tr>
<tr>
<td>Bond Fund</td>
<td>12,724</td>
<td></td>
</tr>
<tr>
<td></td>
<td>12,724</td>
<td>61,799</td>
</tr>
<tr>
<td>Enterprise Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Geriatric Center</td>
<td></td>
<td>504,667</td>
</tr>
<tr>
<td>Nonexpendable Trust Fund:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Hatfield Memorial Fund</td>
<td></td>
<td>5,589</td>
</tr>
<tr>
<td></td>
<td>$1,267,303</td>
<td>$1,267,303</td>
</tr>
</tbody>
</table>
16 - Interfund Transfers

Interfund transfers for the year ended December 31, 1983 are as follows:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Transfers In</th>
<th>Transfers Out</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>$4,274,638</td>
<td></td>
</tr>
<tr>
<td>Special Revenue Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Domestic Relations Fund</td>
<td>$ 153,635</td>
<td>1,424,427</td>
</tr>
<tr>
<td>Revenue Sharing Fund</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mental Health/Mental Retardation Fund</td>
<td>477,656</td>
<td></td>
</tr>
<tr>
<td>Senior Citizens Fund</td>
<td>163,435</td>
<td></td>
</tr>
<tr>
<td>Drug and Alcohol Fund</td>
<td>101,848</td>
<td></td>
</tr>
<tr>
<td>Children and Youth Services Fund</td>
<td>2,362,808</td>
<td></td>
</tr>
<tr>
<td>Water Resources Authority Fund</td>
<td>163,390</td>
<td></td>
</tr>
<tr>
<td></td>
<td>3,422,772</td>
<td>1,424,427</td>
</tr>
<tr>
<td>Debt Service Fund</td>
<td></td>
<td>1,707,940</td>
</tr>
<tr>
<td>Capital Projects Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Reserve Fund</td>
<td>200,903</td>
<td></td>
</tr>
<tr>
<td>Enterprise Funds:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Geriatric Center</td>
<td>367,450</td>
<td></td>
</tr>
<tr>
<td></td>
<td>$5,699,065</td>
<td>$5,699,065</td>
</tr>
</tbody>
</table>

17 - Reserved and Designated Fund Balances

Fund balances have been reserved for the following purposes at December 31, 1983:

General Fund

Long-Term Receivable Reserve $1,391,927

This reserve represents the amount of the General Fund's receivable from the Geriatric Center Enterprise Fund that is not expected to be received within the next operating cycle. It does not constitute "Available Spendable Resources" and, accordingly, has been reserved.
Special Revenue Funds

Liquid Fuels Fund Reserve for Encumbrances $718,675

This reserve represents the earmarking of funds set aside for specific purposes for which contracts have been awarded as of December 31, 1983. This reserve is required by State Liquid Fuels Regulations and the County is not legally entitled to utilize these funds for any other purpose.

Water Resources Authority Reserve for Property Acquisitions $186,237

This reserve represents funds restricted for the acquisition of future dam sites necessary in the Authority's operations.

Fiduciary Funds

Nonexpendable Trust Fund Principal $942,352

This reserve represents the nonexpendable principal of the Fund which is legally required to remain intact.

Retirement Trust Fund $24,770,588

This reserve represents funds restricted to Retirement Fund use for the future payment of members' benefits and general operating expenses.

In addition, as of December 31, 1983, the County has designated $382,683 of the General Fund's unreserved fund balance to be utilized for the satisfaction of future liabilities arising from significant workers' compensation claims.
COUNTY OF CHESTER, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS
(Continued)

18 - Residual Equity Transfers

The operations of the County's Manpower (CETA) Special Revenue Fund were terminated effective September 30, 1983. On that date, a residual equity transfer of $38,191 was effected to transfer the remaining net assets of the Fund to the newly formed Office of Economic Development Fund, as permitted by Department of Labor Regulations (see note 2).

Effective January 1, 1983, the County established a new Special Revenue Fund (the Domestic Relations Fund) to account for certain social services previously accounted for in the General Fund. As of December 31, 1982, $936,889 of the fund balance of the General Fund had been reserved for domestic relations purposes. In January of 1983, the County recorded a residual equity transfer in this amount from the General Fund to the newly formed Domestic Relations Fund to effect the opening of the new Fund.

19 - Segment Information for Enterprise Funds

The County maintains two Enterprise Funds which provide nursing care services (Geriatric Center) and aviation related services (Area Airport Authority). Segment information applicable to these funds for the year ended December 31, 1983 was as follows:

<table>
<thead>
<tr>
<th></th>
<th>Geriatric Center</th>
<th>Area Airport Authority</th>
<th>Total Enterprise Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenues</td>
<td>$6,787,398</td>
<td>$206,795</td>
<td>$6,994,193</td>
</tr>
<tr>
<td>Depreciation expense</td>
<td>383,512</td>
<td>103,295</td>
<td>486,807</td>
</tr>
<tr>
<td>Operating income (loss)</td>
<td>(214,128)</td>
<td>14,837</td>
<td>(199,291)</td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>367,450</td>
<td>-</td>
<td>367,450</td>
</tr>
<tr>
<td>Net income (loss)</td>
<td>-</td>
<td>(4,168)</td>
<td>(4,168)</td>
</tr>
<tr>
<td>Property, plant and equipment:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additions (at cost)</td>
<td>69,779</td>
<td>249,160</td>
<td>318,939</td>
</tr>
<tr>
<td>Deletions (at cost)</td>
<td>53,764</td>
<td>-</td>
<td>53,764</td>
</tr>
<tr>
<td>Net working capital</td>
<td>1,098,945</td>
<td>216,441</td>
<td>1,315,386</td>
</tr>
<tr>
<td>Bonds and other long-term debt:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current portion</td>
<td>292,983</td>
<td>31,084</td>
<td>324,067</td>
</tr>
<tr>
<td>Long-term portion</td>
<td>3,753,592</td>
<td>244,096</td>
<td>3,997,688</td>
</tr>
</tbody>
</table>

-46-
20 - Related Party Transactions

The County is affiliated with the Southeastern Pennsylvania Transportation Authority (SEPTA) as a result of the following factors:

- SEPTA provides transportation services to County residents.
- The County has representation on SEPTA's governing board.
- The County partially subsidizes SEPTA's operations.

Because of the pervasive nature of SEPTA's operations (SEPTA services all of Southeastern Pennsylvania including several governmental entities significantly larger than Chester County), it was not considered part of the County's reporting entity under NCGA Statement 3; however, the County does consider SEPTA a related party based on the factors enumerated above.

During 1983, the County provided operating and capital subsidies to SEPTA aggregating $616,000 and $11,902, respectively. Such subsidies are classified as miscellaneous expenditures in the General Fund operating statement.

21 - Contingencies

In the normal course of business, there are various claims and suits pending against the County of Chester and its elected officials. In the opinion of County officials and solicitors, the amount of such losses that might result from these claims and suits, if any, would not materially affect the County's financial position.

Grant Funding - The use of grant monies received is subject to compliance audits by the disbursing governmental agency. The County believes they are in compliance with substantially all significant grant requirements; however, as of December 31, 1983, certain costs relating to the Redevelopment Authority are being questioned by Grantors. The County has made provision in the financial statements for amounts anticipated to be refundable to grantors, which approximate $85,000.
22 - Subsequent Events

In January 1984, the County obtained additional financing of $7,075,000 from local banks via the issuance of tax and revenue anticipation notes. The notes bear interest at a rate of 6.21% and mature in December of 1984.

In March 1984, the County entered into an agreement with Systems and Computer Technology Corporation (SCT) which provides for the assumption of all electronic data processing activities of the County by SCT through June of 1988. In consideration of the services to be provided by SCT, the County is required to make annual payments to SCT as follows:

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1984</td>
<td>$ 598,000</td>
</tr>
<tr>
<td>1985</td>
<td>747,500</td>
</tr>
<tr>
<td>1986</td>
<td>789,100</td>
</tr>
<tr>
<td>1987</td>
<td>699,900</td>
</tr>
<tr>
<td>1988</td>
<td>618,100</td>
</tr>
</tbody>
</table>

$3,452,600

In May 1984, the County made a commitment to borrow $910,000 from a local bank in the form of a general obligation note. The note bears interest at 7.63% and matures in equal annual installments of $182,000 during the years 1984 through 1989. Proceeds of the borrowing will be used to finance renovations to the Courthouse Annex Building.

In June 1984, the County entered into an agreement to purchase 100% of the outstanding stock of the Lanchester Corporation, an entity which owns and operates a landfill in Southeastern Pennsylvania. The purchase price of such stock is $30,000,000, payable as follows:

- $ 300,000 - Paid upon execution of agreement.
- $ 1,200,000 - Payable on or before July 19, 1984.
- $ 28,500,000 - Payable at settlement, which is tentatively scheduled for September 4, 1984.

The County's intention is to finance the purchase price with a bond offering and form an authority to own and operate the landfill. Final settlement is contingent upon a number of factors, including the ability of the County to obtain satisfactory financing, and the approval of the purchase by the Pennsylvania Department of Community Affairs.
FINANCIAL SECTION

PART II

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS

&

SUPPLEMENTARY INFORMATION
The General Fund is the general operating fund of the County. It is maintained to account for all financial resources except those required to be accounted for in another fund. The general tax revenues of the County as well as other resources received and not designated for a specific purpose are accounted for in the General Fund.
## COUNTY OF CHESTER, PENNSYLVANIA
### GENERAL FUND
### STATEMENT OF EXPENDITURES COMPARED TO BUDGET
#### Year Ended December 31, 1983

<table>
<thead>
<tr>
<th>General Government</th>
<th>Budget</th>
<th>Actual</th>
<th>Variance (Favorable/Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commissioners</td>
<td>$465,499</td>
<td>$366,074</td>
<td>$99,425</td>
</tr>
<tr>
<td>Solicitor</td>
<td>185,645</td>
<td>130,320</td>
<td>55,325</td>
</tr>
<tr>
<td>Maintenance</td>
<td>922,698</td>
<td>744,759</td>
<td>177,939</td>
</tr>
<tr>
<td>Voter Registration</td>
<td>128,042</td>
<td>102,288</td>
<td>25,754</td>
</tr>
<tr>
<td>Board of Elections</td>
<td>355,011</td>
<td>269,234</td>
<td>85,777</td>
</tr>
<tr>
<td>Tax Assessment</td>
<td>575,928</td>
<td>465,332</td>
<td>110,596</td>
</tr>
<tr>
<td>Weights and Measures</td>
<td>89,557</td>
<td>82,333</td>
<td>13,219</td>
</tr>
<tr>
<td>Treasurer</td>
<td>222,981</td>
<td>185,489</td>
<td>37,492</td>
</tr>
<tr>
<td>Personal Property Tax Bureau</td>
<td>94,435</td>
<td>100,049</td>
<td>(6,414)</td>
</tr>
<tr>
<td>Tax Claim Bureau</td>
<td>148,399</td>
<td>122,247</td>
<td>26,152</td>
</tr>
<tr>
<td>Controller</td>
<td>425,344</td>
<td>362,989</td>
<td>62,355</td>
</tr>
<tr>
<td>Engineer</td>
<td>142,648</td>
<td>114,882</td>
<td>27,766</td>
</tr>
<tr>
<td>Planning</td>
<td>681,456</td>
<td>552,709</td>
<td>128,747</td>
</tr>
<tr>
<td>Recorder of Deeds</td>
<td>233,341</td>
<td>198,617</td>
<td>34,724</td>
</tr>
<tr>
<td>Finance</td>
<td>231,636</td>
<td>164,116</td>
<td>67,520</td>
</tr>
<tr>
<td>Data Processing</td>
<td>804,881</td>
<td>614,601</td>
<td>190,280</td>
</tr>
<tr>
<td>General Services</td>
<td>119,056</td>
<td>122,541</td>
<td>(3,485)</td>
</tr>
<tr>
<td>Tricentennial Committee</td>
<td>31,295</td>
<td>6,383</td>
<td>24,912</td>
</tr>
<tr>
<td>Personnel</td>
<td>214,986</td>
<td>170,177</td>
<td>44,809</td>
</tr>
<tr>
<td>Central Records</td>
<td>14,119</td>
<td>13,936</td>
<td>183</td>
</tr>
<tr>
<td>County Libraries</td>
<td>1,272,886</td>
<td>1,276,330</td>
<td>(3,444)</td>
</tr>
</tbody>
</table>

**Total General Government**

$7,365,842  $6,169,201  $1,196,642
## COUNTY OF CHESTER, PENNSYLVANIA

### GENERAL FUND

### STATEMENT OF EXPENDITURES COMPARED TO BUDGET

(continued)

Year Ended December 31, 1953

<table>
<thead>
<tr>
<th>Judicial</th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bail Agency</td>
<td>$ 136,440</td>
<td>$ 131,878</td>
<td>$ 4,562 (6,487)</td>
</tr>
<tr>
<td>Register of Wills</td>
<td>137,436</td>
<td>130,949</td>
<td>5,487 (6,487)</td>
</tr>
<tr>
<td>Sheriff</td>
<td>693,305</td>
<td>628,064</td>
<td>55,141 (17,140)</td>
</tr>
<tr>
<td>Coroner</td>
<td>162,457</td>
<td>179,497</td>
<td>(17,140)</td>
</tr>
<tr>
<td>Prothonotary</td>
<td>226,454</td>
<td>209,870</td>
<td>16,584</td>
</tr>
<tr>
<td>Clerk of Courts</td>
<td>229,752</td>
<td>221,945</td>
<td>7,807 (3,542)</td>
</tr>
<tr>
<td>Judge Reysers Office</td>
<td>50,753</td>
<td>45,211</td>
<td>(5,542)</td>
</tr>
<tr>
<td>County Detective</td>
<td>712,334</td>
<td>675,433</td>
<td>36,900</td>
</tr>
<tr>
<td>Public Defender</td>
<td>744,303</td>
<td>684,534</td>
<td>59,769</td>
</tr>
<tr>
<td>District Attorney</td>
<td>1,169,258</td>
<td>1,144,831</td>
<td>24,427</td>
</tr>
<tr>
<td>Courts</td>
<td>1,539,026</td>
<td>1,501,802</td>
<td>35,226</td>
</tr>
<tr>
<td>District Justices</td>
<td>1,223,820</td>
<td>1,182,370</td>
<td>41,450</td>
</tr>
<tr>
<td>Court Reporters</td>
<td>514,101</td>
<td>463,611</td>
<td>50,468</td>
</tr>
<tr>
<td>Communication</td>
<td>410,000</td>
<td>482,993</td>
<td>(62,993)</td>
</tr>
<tr>
<td>Communications</td>
<td>1,453,640</td>
<td>1,457,021</td>
<td>(3,381)</td>
</tr>
<tr>
<td>Law Library</td>
<td>105,660</td>
<td>107,085</td>
<td>(1,405)</td>
</tr>
<tr>
<td>District Attorney Narcotics Investigation</td>
<td></td>
<td>27,023</td>
<td>(27,023)</td>
</tr>
<tr>
<td><strong>Total Judicial</strong></td>
<td>$3,458,630</td>
<td>$3,286,912</td>
<td>$231,711</td>
</tr>
</tbody>
</table>

### Corrections

<table>
<thead>
<tr>
<th>Corrections</th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adult Probation</td>
<td>$ 513,322</td>
<td>$ 496,107</td>
<td>$ 17,215</td>
</tr>
<tr>
<td>Juvenile Probation</td>
<td>710,985</td>
<td>680,928</td>
<td>30,057 (6,870)</td>
</tr>
<tr>
<td>Correctional Center</td>
<td>294,382</td>
<td>287,512</td>
<td>6,870 (17,215)</td>
</tr>
<tr>
<td>Maintenance of Adult Prisoners in Non-County Institutions</td>
<td>850,000</td>
<td>848,752</td>
<td>1,248 (797)</td>
</tr>
<tr>
<td>County Prison</td>
<td>3,902,103</td>
<td>3,766,205</td>
<td>135,898 (797)</td>
</tr>
<tr>
<td>Prison Rental Properties</td>
<td>25,355</td>
<td>15,550</td>
<td>9,805 (5,121)</td>
</tr>
<tr>
<td>Prison Farm Operation</td>
<td>72,242</td>
<td>72,029</td>
<td>(213)</td>
</tr>
<tr>
<td>Court Administration - Warrant Program</td>
<td>74,013</td>
<td>68,892</td>
<td>(5,121)</td>
</tr>
<tr>
<td><strong>Total Corrections</strong></td>
<td>$6,442,402</td>
<td>$6,236,985</td>
<td>$205,417</td>
</tr>
<tr>
<td>Service</td>
<td>Budget</td>
<td>Actual</td>
<td>Variance (Favorable)</td>
</tr>
<tr>
<td>----------------------------------------------</td>
<td>---------</td>
<td>---------</td>
<td>----------------------</td>
</tr>
<tr>
<td>Welfare</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Human Services Office</td>
<td>$ 68,991</td>
<td>$ 68,065</td>
<td>$ 886</td>
</tr>
<tr>
<td>Human Services Agencies</td>
<td>201,432</td>
<td>100,718</td>
<td>20,714</td>
</tr>
<tr>
<td>Geriatric Center</td>
<td>180,000</td>
<td>208,000</td>
<td>(28,000)</td>
</tr>
<tr>
<td>Human Services Emergency Jobs Program</td>
<td>59,385</td>
<td>59,144</td>
<td>241</td>
</tr>
<tr>
<td>Paratransit Service</td>
<td>69,783</td>
<td>41,884</td>
<td>27,899</td>
</tr>
<tr>
<td>In-Home Service Demo Program</td>
<td>16,000</td>
<td>44</td>
<td>15,956</td>
</tr>
<tr>
<td>Public Assistance Transportation</td>
<td>22,600</td>
<td>2,587</td>
<td>20,013</td>
</tr>
<tr>
<td><strong>Total Welfare</strong></td>
<td>$ 618,151</td>
<td>$ 560,442</td>
<td>$ 57,709</td>
</tr>
<tr>
<td>Health</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Emergency Medical Services</td>
<td>$ 116,113</td>
<td>$ 35,936</td>
<td>$ 20,177</td>
</tr>
<tr>
<td>Special Programs</td>
<td>60,118</td>
<td>59,914</td>
<td>202</td>
</tr>
<tr>
<td>Nursing</td>
<td>686,772</td>
<td>626,730</td>
<td>62,042</td>
</tr>
<tr>
<td>Administration</td>
<td>395,141</td>
<td>362,598</td>
<td>12,543</td>
</tr>
<tr>
<td>Environmental Protection</td>
<td>836,566</td>
<td>775,042</td>
<td>61,524</td>
</tr>
<tr>
<td><strong>Total Health</strong></td>
<td>$2,096,710</td>
<td>$1,940,222</td>
<td>$156,488</td>
</tr>
<tr>
<td>Debt Service</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Principal Retirement</td>
<td>$</td>
<td>$ 87,850</td>
<td>(87,750)</td>
</tr>
<tr>
<td>Interest</td>
<td>$ 342,330</td>
<td>$ 375,034</td>
<td>(25,704)</td>
</tr>
</tbody>
</table>
## COUNTY OF CHESTER, PENNSYLVANIA
### GENERAL FUND
#### STATEMENT OF EXPENDITURES COMPARED TO BUDGET
(Continued)

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th>Miscellaneous</th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Soil Conservation</td>
<td>$ 75,193</td>
<td>$ 75,091</td>
<td>$ 102</td>
</tr>
<tr>
<td>Veterans' Affairs</td>
<td>122,764</td>
<td>124,408</td>
<td>(6,644)</td>
</tr>
<tr>
<td>Tourist Bureau</td>
<td>81,043</td>
<td>67,982</td>
<td>13,061</td>
</tr>
<tr>
<td>Recreation</td>
<td>740,530</td>
<td>751,343</td>
<td>(10,813)</td>
</tr>
<tr>
<td>Insurance</td>
<td>272,204</td>
<td>275,220</td>
<td>46,984</td>
</tr>
<tr>
<td>Southeastern Pennsylvania Transportation Authority Subsidies</td>
<td>660,847</td>
<td>627,902</td>
<td>32,945</td>
</tr>
<tr>
<td>Miscellaneous Appropriations</td>
<td>367,569</td>
<td>345,543</td>
<td>22,026</td>
</tr>
<tr>
<td>Other County Expenditures</td>
<td>674,705</td>
<td>105,929</td>
<td>568,776</td>
</tr>
<tr>
<td><strong>Total Miscellaneous</strong></td>
<td><strong>$2,995,658</strong></td>
<td><strong>$2,328,454</strong></td>
<td><strong>$667,204</strong></td>
</tr>
</tbody>
</table>

#### Operating Transfers Out

| Mental Health/Mental Retardation Fund | $ 432,093 | $ 477,656 | (44,563) |
| Senior Citizens Fund | 168,953 | 163,435 | 5,518 |
| Drug and Alcohol Fund | 89,464 | 101,848 | (12,384) |
| Children and Youth Services | 1,725,857 | 2,362,806 | (436,949) |
| Capital Reserve Fund | 200,903 | 200,903 | - |
| Debt Service Fund | 283,513 | 283,513 | - |
| Geriatric Center Enterprise Fund | 377,800 | 367,450 | 10,350 |
| Domestic Relations Fund | 153,639 | 153,635 | - |
| Water Resources Authority Fund | 165,631 | 163,390 | 2,241 |
| **Total Operating Transfers Out** | **$3,596,849** | **$4,274,638** | **(677,789)** |
County of Chester, Pennsylvania

Special Revenue Funds

Description of Funds

Special Revenue Funds are maintained to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditures for specified purposes.

The following Special Revenue Funds are utilized by the County:

Domestic Relations Fund - To account for the operations of the County Domestic Relations Department. Financing is provided by the Federal Government with a matching appropriation from the County General Fund.

Liquid Fuels Fund - To account for the maintenance and construction of County bridges and allocation to local municipalities for street and road maintenance. Financing is provided by the County's share of State gasoline taxes and Federal grants.

Revenue Sharing Fund - To account for Federal Government funding received under the Federal Revenue Sharing Act of 1976.

Manpower Fund - To account for the programs operated under the Comprehensive Employment and Training Act (CETA). Financing is provided by the Act through the Department of Labor. This fund was closed September 30, 1983 via a residual equity transfer to the Office of Economic Development Fund.

Office of Economic Development Fund - To account for programs operated under the Job Training Partnership Act (JTPA). Financing is provided from the Department of Labor and Industry.

Mental Health and Mental Retardation Fund (MH/MR) - To account for the operations and administration of the County MH/MR Department. Financing is provided by State and Federal grants with a matching appropriation from the County General Fund.

Senior Citizens Fund - To account for the operations and administration of the County Senior Citizens Department. Financing is provided by private contributions, State and Federal grants and a matching appropriation from the County General Fund.

Drug and Alcohol Fund - To account for the operations and administration of the County Drug and Alcohol Department. Financing is provided by State and Federal grants with a matching appropriation from the County General Fund.

Children and Youth Services Fund - To account for the operations and administration of the County Children and Youth Services Department. Financing is provided by State and Federal grants with a matching appropriation from the County General Fund.

Water Resources Authority Fund - To account for the operations and administration of the Chester County Water Resources Authority. Financing is principally provided by transfers from the County General Fund.

Re redevelopment Authority Fund - To account for the operations and administration of the Redevelopment Authority. Financing is provided by Federal and State grants.
### COUNTY OF CHESTER, PENNSYLVANIA
#### SPECIAL REVENUE FUNDS
#### COMBINING BALANCE SHEET
#### December 31, 1983

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>Domestic Relations</th>
<th>Liquid Fuels</th>
<th>Revenue Sharing</th>
<th>Mental Health/Mental Retardation</th>
<th>Senior Citizens</th>
<th>Drug and Alcohol Services</th>
<th>Children Resources Authority</th>
<th>Redevelopment Authority</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$ 179,719</td>
<td>$ 1,405</td>
<td>$ 1,157</td>
<td>$ 33,448</td>
<td>$ 165,919</td>
<td>$ 191,284</td>
<td>$ 125,462</td>
<td>$ 1,876</td>
<td>$ 30,212</td>
</tr>
<tr>
<td>Invest. at cost</td>
<td>600,000</td>
<td>585,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grants receivable</td>
<td>197,651</td>
<td>462,679</td>
<td>404,802</td>
<td></td>
<td>6,987</td>
<td>595,997</td>
<td></td>
<td>4,944</td>
<td>277,056</td>
</tr>
<tr>
<td>Accrued interest receivable</td>
<td>3,046</td>
<td>6,727</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Due from other funds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advances to subcontractors</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total assets: $1,000,416 $1,055,811 $406,529 $148,692 $1,446,225 $259,165 $211,196 $601,873 $268,644 $828,976 $6,227,557

<table>
<thead>
<tr>
<th>LIABILITIES AND FUND BALANCES</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Liabilities: Vouchers payable</td>
<td>$ 15,048 $ 39,476 $ 17,998</td>
</tr>
<tr>
<td>Due to other funds</td>
<td>65,468</td>
</tr>
<tr>
<td>Deferred revenue</td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td></td>
</tr>
<tr>
<td>Total liabilities</td>
<td>80,516</td>
</tr>
</tbody>
</table>

Fund balances:
- Reserved for property acquisitions | 186,237 |
- Reserved for encumbrances | 186,237 |
- Unreserved | 718,675 |

Total fund balances: 1,735,041

Total liabilities and fund balances: $1,000,416 $1,055,811 $406,529 $148,692 $1,446,225 $259,165 $211,196 $601,873 $268,644 $828,976 $6,227,557
COUNTY OF CHESTER, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended December 31, 1969

<table>
<thead>
<tr>
<th>Revenues:</th>
<th>Domestic Relations</th>
<th>Liquid Fuels</th>
<th>Revenue Sharing</th>
<th>*Office of Economic Development</th>
<th>*Mental Health Department</th>
<th>*Senior Citizens</th>
<th>*Drug and Alcohol Services</th>
<th>*Children &amp; Youth Services</th>
<th>Water Resources Authority</th>
<th>Redevelopment Authority</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest General Grants</td>
<td>$ 81,966</td>
<td>$ 50,317</td>
<td>$ 17,685</td>
<td>$ 5,841</td>
<td>$ 50,112</td>
<td>$ 5,241</td>
<td>$ 9,383</td>
<td>$ 23,816</td>
<td>$ 225,201</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>877,251</td>
<td>2,794,372</td>
<td>300,830</td>
<td>9,084,619</td>
<td>1,014,888</td>
<td>979,699</td>
<td>2,523,474</td>
<td>6,300,818</td>
<td>6,038,969</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>7,326</td>
<td>22,263</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>180,002</td>
<td>10,074</td>
<td>27,312</td>
<td>419,430</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>766,525</td>
<td>944,437</td>
<td>1,588,759</td>
<td>2,784,372</td>
<td>300,830</td>
<td>9,107,338</td>
<td>1,223,075</td>
<td>985,874</td>
<td>3,702,478</td>
<td>33,890</td>
<td>3,658,736</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenditures:</th>
<th>Domestic Relations</th>
<th>Liquid Fuels</th>
<th>Revenue Sharing</th>
<th>*Office of Economic Development</th>
<th>*Mental Health Department</th>
<th>*Senior Citizens</th>
<th>*Drug and Alcohol Services</th>
<th>*Children &amp; Youth Services</th>
<th>Water Resources Authority</th>
<th>Redevelopment Authority</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Welfare</td>
<td>937,149</td>
<td>2,756,181</td>
<td>429,021</td>
<td>9,604,904</td>
<td>1,315,967</td>
<td>1,087,757</td>
<td>6,185,466</td>
<td>3,178,688</td>
<td>14,882,492</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health</td>
<td>770,569</td>
<td>165,811</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>173,173</td>
<td>770,569</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Highway, streets and bridges</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>48,767</td>
<td>280,042</td>
<td>434,820</td>
<td></td>
</tr>
<tr>
<td>Miscellaneous</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>937,149</td>
<td>770,569</td>
<td>165,811</td>
<td>2,756,181</td>
<td>429,021</td>
<td>9,604,904</td>
<td>1,315,967</td>
<td>1,087,757</td>
<td>6,185,466</td>
<td>3,178,688</td>
<td>14,882,492</td>
</tr>
</tbody>
</table>

| Excess (deficiency) of revenues over expenditures | (170,624) | 183,868 | 1,332,848 | 38,191 | (38,191) | (477,656) | (92,092) | (101,848) | (2,362,608) | (198,050) | (1,816,262) |

| Other financing sources (uses): | | | | | | | | | | | |
| Operating transfers in | 153,635 | (4,424,427) | | | | | | | | |
| Operating transfers out | | | | | | | | | | | |
| **Total other financing sources (uses)** | 153,635 | (4,424,427) | | | | | | | | |
| Excess (deficiency) of revenues and other financing sources over expenditures and other uses | (14,988) | 183,868 | (31,379) | 38,191 | (38,191) | 477,656 | 163,435 | 101,848 | 2,362,608 | 161,390 | 1,998,345 |

| Fund balances: | | | | | | | | | | | |
| Beginning of year, as previously reported | 767,575 | 386,063 | | | | | | 122,248 | 1,276,606 | 244,395 | 1,521,001 |
| Effect of change in reporting entity | | | | | | | | | | | |
| Beginning of year, as adjusted | 767,575 | 386,063 | | | | | | 122,248 | 244,395 | 1,521,001 |
| Residual equity transfer | 936,689 | | | | | | | | | | 936,689 |
| **End of year** | $119,900 | $851,444 | $355,484 | | | | | | | | 219,725 | 2,639,953 |

* See note 3.
## COUNTY OF CHESTER, PENNSYLVANIA

### COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CERTAIN SPECIAL REVENUE FUNDS*  

**Year Ended December 31, 1983**

<table>
<thead>
<tr>
<th>Revenues:</th>
<th>Domestic Relations</th>
<th>Liquid Fuels</th>
<th>Revenue Sharing</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest</td>
<td>$ 81,968</td>
<td>$ 62,217</td>
<td>$ 17,695</td>
<td>$ 161,990</td>
</tr>
<tr>
<td>General grants</td>
<td>677,231</td>
<td>666,757</td>
<td>1,541,064</td>
<td>2,407,821</td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>1,326</td>
<td>25,363</td>
<td>14,604</td>
<td>32,693</td>
</tr>
<tr>
<td>Other</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>766,525</td>
<td>954,427</td>
<td>1,558,759</td>
<td>3,279,729</td>
</tr>
</tbody>
</table>

| Expenditures:       |                    |              |                 |         |
| Welfare             | 937,149            |              | 937,149         |         |
| Highways, streets and bridges |     | 770,569      |                 |         |
| Miscellaneous       |                    |              | 165,911         | 165,911 |
| **Total expenditures** | 937,149           | 770,569      | 165,911         | 1,873,629 |

Excess (deficiency) of revenues over expenditures

| Other financing sources (uses): |                |              |                 |         |
| Operating transfers in         | 153,635        |              | 153,635         |         |
| Operating transfers out        | (1,424,427)    |              | (1,424,427)     |         |
| **Total other financing sources (uses)** | 153,635       | (1,424,427)  | (1,270,792)     |         |

Excess (deficiency) of revenues and other financing sources over expenditures and other uses

| Fund balances:                |                |              |                 |         |
| Beginnings of year            | 16,989         | 183,068      | (31,579)        | 135,306 |
| Residual equity transfer      | 936,889        |              |                 |         |
| **End of year**               | $ 910,900      | $ 951,443    | $ 355,284       | $ 2,226,627 |

---

* This statement has been included to reconcile the individual fund statements to the combined totals for "Certain Special Revenue Funds" which appear in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General Fund, Certain Special Revenue Funds, and Capital Projects Funds, included in the general purpose financial statements. Only calendar year end funds for which annual budgets are legally required to be adopted are presented in this statement. See note 3.
COUNTY OF CHESTER, PENNSYLVANIA

DOMESTIC RELATIONS FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

|                        | Budget   | Actual   | Variance
|------------------------|----------|----------|-----------
|                        |          |          | Favorable |
|                        | (Unfavorable) |
| **Revenues:**          |          |          |           |
| Interest               | $596,000 | $81,968  | $81,968   |
| Health and welfare grants |        | 677,231  | 81,231    |
| Other                  | 5,000    | 7,326    | 2,326     |
| **Total revenues**     | 601,000  | 766,525  | 165,525   |
| **Expenditures - Welfare:** |          |          |           |
| Salaries               | 485,500  | 466,602  | 18,898    |
| Office expenses        | 127,091  | 118,394  | 8,697     |
| Office equipment       | 69,314   | 37,857   | 31,457    |
| Fringe benefits        | 92,415   | 81,624   | 10,791    |
| Indirect costs         | 65,508   | 85,725   | (20,217)  |
| Data processing        | 111,456  | 146,947  | (35,491)  |
| **Total expenditures** | 951,284  | 937,149  | 14,135    |
| **Excess (deficiency) of revenues over expenditures** | (350,284) | (170,624) | 179,660 |
| **Other financing sources:** |          |          |           |
| Operating transfers in | 153,635  | 153,635  |           |
| **Excess (deficiency) of revenues and other financing sources over expenditures** | (196,649) | (16,989) | 179,660 |
| **Fund balances:**     |          |          |           |
| Beginning of year      |          |          |           |
| Residual equity transfer | 936,889 | 936,889  |           |
| **End of year**        | $740,240 | $919,900 | $179,660 |
COUNTY OF CHESTER, PENNSYLVANIA

LIQUID FUELS FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$ 50,000</td>
<td>$ 62,317</td>
<td>$ 12,317</td>
</tr>
<tr>
<td>General grants</td>
<td>990,000</td>
<td>866,757</td>
<td>(123,243)</td>
</tr>
<tr>
<td>Other</td>
<td></td>
<td>25,363</td>
<td>25,363</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>1,040,000</td>
<td>954,437</td>
<td>(85,563)</td>
</tr>
<tr>
<td><strong>Expenditures - Highways, streets and bridges:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grants to municipalities</td>
<td>27,000</td>
<td>7,274</td>
<td>19,726</td>
</tr>
<tr>
<td>Redecking</td>
<td>71,000</td>
<td>46,141</td>
<td>24,859</td>
</tr>
<tr>
<td>Lighting</td>
<td>107,200</td>
<td>31,106</td>
<td>76,094</td>
</tr>
<tr>
<td>Bridge designing and construction</td>
<td>937,300</td>
<td>576,610</td>
<td>360,690</td>
</tr>
<tr>
<td>Other</td>
<td>665,075</td>
<td>109,438</td>
<td>555,637</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>1,807,575</td>
<td>770,569</td>
<td>1,037,006</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td>(767,575)</td>
<td>183,868</td>
<td>951,443</td>
</tr>
<tr>
<td><strong>Fund balances:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>767,575</td>
<td>767,575</td>
<td></td>
</tr>
<tr>
<td>End of year</td>
<td>$</td>
<td>$951,443</td>
<td>$ 951,443</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

REVENUE SHARING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$ 22,150</td>
<td>$ 17,695</td>
<td>$ (4,455)</td>
</tr>
<tr>
<td>General grants</td>
<td>1,526,840</td>
<td>1,541,064</td>
<td>14,224</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>1,548,990</td>
<td>1,558,759</td>
<td>9,769</td>
</tr>
<tr>
<td><strong>Expenditures - Miscellaneous:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital outlay</td>
<td>40,176</td>
<td>30,132</td>
<td>10,044</td>
</tr>
<tr>
<td>Material and supplies</td>
<td>40,697</td>
<td>30,507</td>
<td>10,190</td>
</tr>
<tr>
<td>Security service</td>
<td>120,000</td>
<td>105,272</td>
<td>14,728</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>200,873</td>
<td>165,911</td>
<td>34,962</td>
</tr>
<tr>
<td><strong>Excess of revenues over expenditures</strong></td>
<td>1,348,117</td>
<td>1,392,848</td>
<td>44,731</td>
</tr>
<tr>
<td><strong>Other financing (uses):</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers out</td>
<td>(1,705,266)</td>
<td>(1,424,427)</td>
<td>280,839</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures and other financing uses</strong></td>
<td>(357,149)</td>
<td>(31,579)</td>
<td>325,570</td>
</tr>
<tr>
<td><strong>Fund balances:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>386,863</td>
<td>386,863</td>
<td>-</td>
</tr>
<tr>
<td>End of year</td>
<td>$ 29,714</td>
<td>$ 355,284</td>
<td>$325,570</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

MANPOWER FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended September 30, 1983*

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>$3,226,980</td>
<td>$2,794,372</td>
<td>$(432,608)</td>
</tr>
<tr>
<td><strong>Expenditures - Welfare:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administration</td>
<td>541,708</td>
<td>534,914</td>
<td>6,794</td>
</tr>
<tr>
<td>Services</td>
<td>956,038</td>
<td>782,477</td>
<td>173,561</td>
</tr>
<tr>
<td>Training</td>
<td>1,196,146</td>
<td>1,061,360</td>
<td>134,786</td>
</tr>
<tr>
<td>Work experience</td>
<td>259,659</td>
<td>212,563</td>
<td>47,096</td>
</tr>
<tr>
<td>Other</td>
<td>273,429</td>
<td>164,867</td>
<td>108,562</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>3,226,980</td>
<td>2,756,181</td>
<td>470,799</td>
</tr>
<tr>
<td>Excess of revenues over expenses</td>
<td>-</td>
<td>38,191</td>
<td>38,191</td>
</tr>
<tr>
<td><strong>Fund balance:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Residual equity transfer</td>
<td>-</td>
<td>(38,191)</td>
<td>(38,191)</td>
</tr>
<tr>
<td><strong>End of year</strong></td>
<td>$-</td>
<td>$-</td>
<td>$-</td>
</tr>
</tbody>
</table>

* See note 2.
COUNTY OF CHESTER, PENNSYLVANIA

MENTAL HEALTH/MENTAL RETARDATION FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended June 30, 1983*

<table>
<thead>
<tr>
<th>Revenues:</th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest</td>
<td>$36,000</td>
<td>$54,687</td>
<td>$16,687</td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>8,977,535</td>
<td>10,372,595</td>
<td>1,395,060</td>
</tr>
<tr>
<td>Total revenues</td>
<td>9,015,535</td>
<td>10,427,282</td>
<td>1,411,747</td>
</tr>
</tbody>
</table>

| Expenditures - Health:      |          |          |                                  |
| Administration              | 397,672  | 410,972  | (13,300)                         |
| Community living            | 4,146,469| 4,653,038| (506,569)                        |
| Vocational/social rehabilitation | 2,305,908| 2,473,617| (167,709)                        |
| Inpatient/outpatient hospital care | 510,849  | 1,475,680| (964,831)                        |
| Interim care                | 679,277  | 843,276  | (163,999)                        |
| Case management             | 735,951  | 676,711  | 59,240                           |
| Other services              | 684,862  | 330,697  | 354,165                          |
| Total expenditures          | 9,460,988| 10,663,991| (1,403,003)                      |

Excess (deficiency) of revenues over expenditures
(445,453) (436,709) 8,744

Other financing sources:
Operating transfers in
445,453 436,709 (8,744)

Excess (deficiency) of revenues and other financing sources over expenditures
-
-
-

Fund balances:
Beginning of year
-
-
-
End of year
$ - $ - $ -$ -

* See note 3.
COUNTY OF CHESTER, PENNSYLVANIA

SENIOR CITIZENS FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended June 30, 1983*

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Favorable (Unfavorable)</td>
</tr>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td></td>
<td>$ 3,050</td>
<td>$ 3,050</td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>$ 938,379</td>
<td>932,572</td>
<td>(5,807)</td>
</tr>
<tr>
<td>Other</td>
<td>214,737</td>
<td>110,289</td>
<td>(104,448)</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>1,153,116</td>
<td>1,045,911</td>
<td>(107,205)</td>
</tr>
<tr>
<td><strong>Expenditures - Welfare:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administration, planning and coordination</td>
<td>393,662</td>
<td>351,549</td>
<td>42,113</td>
</tr>
<tr>
<td>Senior centers</td>
<td>210,327</td>
<td>319,629</td>
<td>(109,302)</td>
</tr>
<tr>
<td>In-home services</td>
<td>266,831</td>
<td>260,568</td>
<td>6,263</td>
</tr>
<tr>
<td>Casework and supportive</td>
<td>318,504</td>
<td>218,230</td>
<td>100,274</td>
</tr>
<tr>
<td>Other</td>
<td>132,745</td>
<td>23,026</td>
<td>109,719</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>1,322,069</td>
<td>1,173,002</td>
<td>149,067</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td>(168,953)</td>
<td>(127,091)</td>
<td>41,862</td>
</tr>
<tr>
<td><strong>Other financing sources:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>168,953</td>
<td>168,953</td>
<td></td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues and other financing sources over expenditures</strong></td>
<td>-</td>
<td>41,862</td>
<td>41,862</td>
</tr>
<tr>
<td><strong>Fund balance:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>85,124</td>
<td>85,124</td>
<td>-</td>
</tr>
<tr>
<td>End of year</td>
<td>$ 85,124</td>
<td>$ 126,986</td>
<td>$ 41,862</td>
</tr>
</tbody>
</table>

*See note 3.
COUNTY OF CHESTER, PENNSYLVANIA

DRUG AND ALCOHOL FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended June 30, 1983*

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$ 6,000</td>
<td>$ 6,805</td>
<td>$ 805</td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>918,793</td>
<td>912,143</td>
<td>(6,650)</td>
</tr>
<tr>
<td>Total revenues</td>
<td>924,793</td>
<td>918,948</td>
<td>(5,845)</td>
</tr>
<tr>
<td>Expenditures - Health:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administration</td>
<td>119,901</td>
<td>118,567</td>
<td>1,334</td>
</tr>
<tr>
<td>Inpatient care</td>
<td>224,443</td>
<td>227,949</td>
<td>(3,506)</td>
</tr>
<tr>
<td>Outpatient care</td>
<td>473,571</td>
<td>463,074</td>
<td>10,497</td>
</tr>
<tr>
<td>Other client service</td>
<td>196,110</td>
<td>198,485</td>
<td>(2,375)</td>
</tr>
<tr>
<td>Total expenditures</td>
<td>1,014,025</td>
<td>1,008,075</td>
<td>5,950</td>
</tr>
<tr>
<td>Excess (deficiency) of revenues over expenditures</td>
<td>(89,232)</td>
<td>(89,127)</td>
<td>105</td>
</tr>
<tr>
<td>Other financing sources:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>89,232</td>
<td>88,972</td>
<td>(260)</td>
</tr>
<tr>
<td>Excess (deficiency) of revenues and other financing sources over expenditures</td>
<td>-</td>
<td>(155)</td>
<td>(155)</td>
</tr>
<tr>
<td>Fund balance:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>-</td>
<td>155</td>
<td>155</td>
</tr>
<tr>
<td>End of year</td>
<td>$ -</td>
<td>$ -</td>
<td>$ -</td>
</tr>
</tbody>
</table>

*See note 3.
COUNTY OF CHESTER, PENNSYLVANIA

CHILDREN AND YOUTH SERVICES FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended June 30, 1983*

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Health and welfare grants</td>
<td>$4,187,002</td>
<td>$4,329,564</td>
<td>$142,562</td>
</tr>
<tr>
<td>Other</td>
<td>180,012</td>
<td>158,468</td>
<td>(21,544)</td>
</tr>
<tr>
<td>Total revenues</td>
<td>4,367,014</td>
<td>4,488,032</td>
<td>121,018</td>
</tr>
<tr>
<td>Expenditures - Welfare:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administration, planning and counseling</td>
<td>568,892</td>
<td>544,723</td>
<td>24,169</td>
</tr>
<tr>
<td>Day-care services</td>
<td>1,131,439</td>
<td>988,813</td>
<td>142,626</td>
</tr>
<tr>
<td>Shelter care</td>
<td>2,396,728</td>
<td>2,287,177</td>
<td>109,551</td>
</tr>
<tr>
<td>Foster services and adoption</td>
<td>1,864,370</td>
<td>1,890,451</td>
<td>(26,081)</td>
</tr>
<tr>
<td>Other</td>
<td>129,442</td>
<td>249,749</td>
<td>(120,307)</td>
</tr>
<tr>
<td>Total expenditures</td>
<td>6,090,871</td>
<td>5,960,913</td>
<td>129,958</td>
</tr>
<tr>
<td>Excess (deficiency) of revenues over expenditures</td>
<td>(1,723,857)</td>
<td>(1,472,881)</td>
<td>250,976</td>
</tr>
<tr>
<td>Other financing sources:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>1,723,857</td>
<td>1,472,881</td>
<td>(250,976)</td>
</tr>
<tr>
<td>Excess (deficiency) of revenues and other financing sources over expenditures</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund balance:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>End of year</td>
<td>$_______</td>
<td>$_______</td>
<td>$_______</td>
</tr>
</tbody>
</table>

* See note 3.
COUNTY OF CHESTER, PENNSYLVANIA

RECONCILIATION OF RESULTS OF OPERATIONS
OF FISCAL YEAR END FUNDS FROM INDIVIDUAL FUND STATEMENTS
TO CALENDAR YEAR RESULTS PRESENTED IN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES FOR SPECIAL REVENUE FUNDS*

<table>
<thead>
<tr>
<th></th>
<th>Mental Health/ Mental Retardation</th>
<th>Senior Citizens</th>
<th>Drug and Alcohol</th>
<th>Children &amp; Youth Services</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Year ended June 30, 1983</td>
<td>$10,427,282</td>
<td>$1,045,911</td>
<td>$918,948</td>
<td>$4,488,032</td>
</tr>
<tr>
<td>Less: Six months</td>
<td>2,636,782</td>
<td>735,997</td>
<td>372,419</td>
<td>1,366,831</td>
</tr>
<tr>
<td>ended December 31, 1982</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Add: Six months ended</td>
<td>1,336,838</td>
<td>913,961</td>
<td>439,345</td>
<td>581,477</td>
</tr>
<tr>
<td>December 31, 1983</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Year ended December 31, 1983</strong></td>
<td>9,127,338</td>
<td>1,223,875</td>
<td>985,874</td>
<td>3,762,678</td>
</tr>
</tbody>
</table>

| **Expenditures:**                          |                                   |                 |                  |                          |
| Year ended June 30, 1983                   | 10,863,991                        | 1,173,002       | 1,008,075        | 5,960,913                |
| Less: Six months                            | 3,083,099                         | 489,796         | 413,342          | 2,024,614                |
| ended December 31, 1982                     |                                   |                 |                  |                          |
| Add: Six months ended                       | 1,824,102                         | 632,761         | 492,989          | 2,129,187                |
| December 31, 1983                           |                                   |                 |                  |                          |
| **Year ended December 31, 1983**            | 9,604,994                         | 1,315,967       | 1,087,722        | 6,065,438                |

| **Other financing sources**                 |                                   |                 |                  |                          |
| (uses), net:                               |                                   |                 |                  |                          |
| Year ended June 30, 1983                   | 436,709                           | 168,953         | 88,972           | 1,472,881                |
| Less: Six months                            | 200,000                           | 90,000          | 58,883           | 657,783                  |
| ended December 31, 1982                     |                                   |                 |                  |                          |
| Add: Six months ended                       | 240,947                           | 84,482          | 71,759           | 1,547,710                |
| December 31, 1983                           |                                   |                 |                  |                          |
| **Year ended December 31, 1983**            | 477,656                           | 163,435         | 101,848          | 2,362,808                |

| **Excess (deficiency) of revenues and other financing sources (uses), net over expenditures - year ended December 31, 1983** | - | 71,343 | - | - |

| **Fund balances:**                          |                                   |                 |                  |                          |
| January 1, 1983                             |                                   |                 |                  |                          |
| December 31, 1983                           | $ -                               | $ 193,591       | $ -              | $ -                      |

* See note 3.
Capital projects funds are maintained to account for financial resources expended to acquire assets of a relatively permanent nature. The following Capital Projects Funds are utilized by the County:

**Capital Reserve Fund** - In order to enhance the County’s control over fixed asset acquisitions, the Capital Reserve Fund was established to account for certain capital expenditures financed by General Fund revenues. The County utilizes annual budgeting for this fund.

**General Improvement Fund** - The General Improvement Fund was established to account for the proceeds and related investment income of the 1980 General Obligation Bond issue. Significant projects being financed by this issue include expansion of the County Prison and major Courthouse renovations. The County employs both a project length and annualized budget approach for this Fund.

**Bond Fund** - The Bond Fund was established to account for the proceeds and related investment income of the 1975 General Obligation Bond issue. Significant projects being financed by this issue include the construction of a County Library and major additions to the County Geriatric Center. The County also utilizes both annual budgeting and the project length budget approach for this fund.
COUNTY OF CHESTER, PENNSYLVANIA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
December 31, 1983

ASSETS

<table>
<thead>
<tr>
<th></th>
<th>Capital Reserve</th>
<th>General Improvement</th>
<th>Bond</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$223,760</td>
<td>$11,195</td>
<td>$8,723</td>
<td>$243,678</td>
</tr>
<tr>
<td>Investments</td>
<td>100,000</td>
<td>700,000</td>
<td>174,000</td>
<td>974,000</td>
</tr>
<tr>
<td>Accrued interest</td>
<td>108</td>
<td>4,265</td>
<td>1,178</td>
<td>5,551</td>
</tr>
<tr>
<td>receivable</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Miscellaneous receivables</td>
<td></td>
<td></td>
<td>62,232</td>
<td>62,232</td>
</tr>
<tr>
<td>Due from other funds</td>
<td></td>
<td></td>
<td>12,724</td>
<td>12,724</td>
</tr>
<tr>
<td>Total assets</td>
<td>$323,868</td>
<td>$715,460</td>
<td>$258,857</td>
<td>$1,298,185</td>
</tr>
</tbody>
</table>

LIABILITIES AND FUND BALANCES

Liabilities:

<table>
<thead>
<tr>
<th></th>
<th>Capital Reserve</th>
<th>General Improvement</th>
<th>Bond</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>$18,134</td>
<td>$122,642</td>
<td>$108,398</td>
<td>$249,174</td>
</tr>
<tr>
<td>Due to other funds</td>
<td>1,260</td>
<td>60,442</td>
<td>97</td>
<td>61,799</td>
</tr>
<tr>
<td>Total liabilities</td>
<td>19,394</td>
<td>183,084</td>
<td>108,495</td>
<td>310,973</td>
</tr>
<tr>
<td>Fund balances</td>
<td>304,474</td>
<td>532,376</td>
<td>150,362</td>
<td>987,212</td>
</tr>
<tr>
<td>Total liabilities</td>
<td>$323,868</td>
<td>$715,460</td>
<td>$258,857</td>
<td>$1,298,185</td>
</tr>
<tr>
<td>and fund balances</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Capital Reserve</th>
<th>General Improvement</th>
<th>Bond</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$17,553</td>
<td>$115,609</td>
<td>$17,790</td>
<td>$150,952</td>
</tr>
<tr>
<td>Grants</td>
<td>7,170</td>
<td></td>
<td></td>
<td>7,170</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>17,553</td>
<td>122,779</td>
<td>17,790</td>
<td>158,122</td>
</tr>
</tbody>
</table>

| **Expenditures - Capital projects:** |
| Prison | 513,620 | 513,620 |
| Courthouse | 295,003 | 295,003 |
| Sewage treatment plant | 290,793 | 290,793 |
| District courts | 20,000 | 20,000 |
| Other | 169,771 | 92,568 | 8,601 | 270,940 |
| **Total expenditures** | 169,771 | 1,211,984 | 8,601 | 1,390,356 |

| **Excess (deficiency) of revenues over expenditures** | (152,218) | (1,089,205) | 9,189 | (1,232,234) |

| **Other financing sources:** |
| Operating transfers in | 200,903 | 200,903 |

| **Excess (deficiency) of revenues and other financing sources over expenditures** | 48,685 | (1,089,205) | 9,189 | (1,031,331) |

| **Fund balance:** |
| **Beginning of year** | 255,789 | 1,621,581 | 141,173 | 2,018,433 |
| **End of year** | $304,474 | $532,376 | $150,362 | $987,212 |

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COUNTY OF CHESTER, PENNSYLVANIA
CAPITAL RESERVE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$ 15,000</td>
<td>$ 17,553</td>
<td>$ 2,553</td>
</tr>
<tr>
<td><strong>Expenditures – Capital projects:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>466,229</td>
<td>169,771</td>
<td>296,458</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td>(451,229)</td>
<td>(152,218)</td>
<td>299,011</td>
</tr>
<tr>
<td><strong>Other financing sources:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>200,903</td>
<td>200,903</td>
<td></td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues and other financing sources over expenditures</strong></td>
<td>(250,326)</td>
<td>48,685</td>
<td>299,011</td>
</tr>
<tr>
<td><strong>Fund balance:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>255,789</td>
<td>255,789</td>
<td></td>
</tr>
<tr>
<td>End of year</td>
<td>$ 5,463</td>
<td>$304,474</td>
<td>$299,011</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

GENERAL IMPROVEMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>16,000</td>
<td>$115,609</td>
<td>$115,609</td>
</tr>
<tr>
<td>Grants</td>
<td></td>
<td>7,170</td>
<td>(8,830)</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>16,000</td>
<td>122,779</td>
<td>106,779</td>
</tr>
<tr>
<td><strong>Expenditures - Capital projects:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dague Building</td>
<td>8,439</td>
<td>513,620</td>
<td>310,173</td>
</tr>
<tr>
<td>Prison</td>
<td>823,793</td>
<td>295,003</td>
<td>414,140</td>
</tr>
<tr>
<td>Courthouse</td>
<td>709,143</td>
<td>20</td>
<td></td>
</tr>
<tr>
<td>Park project</td>
<td>20</td>
<td>20</td>
<td></td>
</tr>
<tr>
<td>Sewage treatment plant</td>
<td>260,053</td>
<td>290,793</td>
<td>(30,740)</td>
</tr>
<tr>
<td>District courts</td>
<td>5,000</td>
<td>20,000</td>
<td>(15,000)</td>
</tr>
<tr>
<td>Other</td>
<td>103,058</td>
<td>92,568</td>
<td>10,490</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>1,909,506</td>
<td>1,211,984</td>
<td>697,522</td>
</tr>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td>(1,893,506) (1,089,205)</td>
<td>804,301</td>
<td></td>
</tr>
<tr>
<td><strong>Fund balance at:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>1,621,581</td>
<td>1,621,581</td>
<td></td>
</tr>
<tr>
<td>End of year</td>
<td>$ (271,925)</td>
<td>$ 532,376</td>
<td>$804,301</td>
</tr>
</tbody>
</table>

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COUNTY OF CHESTER, PENNSYLVANIA

BOND FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Variance Favorable (Unfavorable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td></td>
<td>$ 17,790</td>
<td>$ 17,790</td>
</tr>
<tr>
<td>Expenditures - Capital</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>projects:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Library</td>
<td>$ 2,948</td>
<td></td>
<td>2,948</td>
</tr>
<tr>
<td>Other</td>
<td>4,664</td>
<td>8,601</td>
<td>(3,937)</td>
</tr>
<tr>
<td>Total expenditures</td>
<td>7,612</td>
<td>8,601</td>
<td>(989)</td>
</tr>
<tr>
<td>Excess (deficiency) of</td>
<td>(7,612)</td>
<td>9,189</td>
<td>16,801</td>
</tr>
<tr>
<td>revenues over</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>expenditures</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund balance:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning of year</td>
<td>141,173</td>
<td>141,173</td>
<td></td>
</tr>
<tr>
<td>End of year</td>
<td>$133,561</td>
<td>$150,362</td>
<td>$16,801</td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

PROJECT-LENGTH SCHEDULE OF CONSTRUCTION PROJECTS IN PROGRESS
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL IMPROVEMENT FUND AND BOND FUND

December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Unexpended Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>General Improvement Fund</strong> (1980 Bond Issue):</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dague Building</td>
<td>$ 218,113</td>
<td>$ 191,102</td>
<td>$ 27,011</td>
</tr>
<tr>
<td>Courthouse</td>
<td>1,994,606</td>
<td>1,759,294</td>
<td>235,312</td>
</tr>
<tr>
<td>County prison</td>
<td>6,774,194</td>
<td>6,626,000</td>
<td>148,194</td>
</tr>
<tr>
<td>Park development</td>
<td>116,375</td>
<td>71,521</td>
<td>44,854</td>
</tr>
<tr>
<td>Sewage treatment plant</td>
<td>352,050</td>
<td>350,504</td>
<td>1,546</td>
</tr>
<tr>
<td>District courts</td>
<td>101,208</td>
<td>100,226</td>
<td>982</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>742,810</td>
<td>739,107</td>
<td>3,703</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>$10,299,356</td>
<td>9,837,754</td>
<td>461,602</td>
</tr>
<tr>
<td><strong>Unappropriated</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>70,774</td>
<td></td>
<td>70,774</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>$10,370,130</strong></td>
<td><strong>$9,837,754</strong></td>
<td><strong>$532,376</strong></td>
</tr>
</tbody>
</table>

**Bond Fund (1978 Bond Issue):**

<table>
<thead>
<tr>
<th></th>
<th>Budget</th>
<th>Actual</th>
<th>Unexpended Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Library construction</td>
<td>$ 3,796,818</td>
<td>$3,776,902</td>
<td>$19,916</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>210,512</td>
<td>119,916</td>
<td>90,596</td>
</tr>
<tr>
<td></td>
<td>4,007,330</td>
<td>3,896,818</td>
<td>110,512</td>
</tr>
<tr>
<td><strong>Unappropriated</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>39,850</td>
<td></td>
<td>39,850</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>$ 4,047,180</strong></td>
<td><strong>$3,896,818</strong></td>
<td><strong>$150,362</strong></td>
</tr>
</tbody>
</table>

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The County maintains two Proprietary Fund Types, both of which are classified as Enterprise Funds. Enterprise Funds are maintained to account for operations that are financed and operated in a manner similar to private business entities. A description of the Enterprise Funds used by the County follows:

**Geriatric Center Fund** - To account for the operations and administration of the County's home for the aged. Financing is provided principally by patient service revenues.

**Area Airport Authority Fund** - To account for the oversight and administration of the County's airport. Financing is provided principally by rental fees.
<table>
<thead>
<tr>
<th>ASSETS</th>
<th>Geriatric</th>
<th>Airport</th>
<th>Authority</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Center</td>
<td>Authority</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>255,182</td>
<td>55,263</td>
<td>310,445</td>
<td></td>
</tr>
<tr>
<td>Receivables (net where applicable, of allowances for uncollectibles):</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts</td>
<td>2,286,601</td>
<td>2,286,601</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Rentals</td>
<td>56,207</td>
<td>56,207</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grants</td>
<td>239,809</td>
<td>239,809</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total current assets</td>
<td>2,541,763</td>
<td>351,279</td>
<td>2,893,062</td>
<td></td>
</tr>
<tr>
<td>Restricted cash</td>
<td>285,285</td>
<td>285,285</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other assets</td>
<td>9,060</td>
<td>9,060</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fixed assets, at cost</td>
<td>9,355,043</td>
<td>3,729,633</td>
<td>13,214,676</td>
<td></td>
</tr>
<tr>
<td>Less accumulated depreciation</td>
<td>(3,743,353)</td>
<td>(1,236,595)</td>
<td>(4,979,948)</td>
<td></td>
</tr>
<tr>
<td>Construction in progress</td>
<td>5,811,690</td>
<td>3,166,264</td>
<td>9,007,954</td>
<td></td>
</tr>
<tr>
<td>Total assets</td>
<td>$8,669,358</td>
<td>$3,526,603</td>
<td>$12,195,961</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>LIABILITIES AND FUND EQUITY</th>
<th>Geriatric</th>
<th>Airport</th>
<th>Authority</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Center</td>
<td>Authority</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current liabilities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Vouchers and accounts payable</td>
<td>286,980</td>
<td>98,696</td>
<td>385,676</td>
<td></td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>19,701</td>
<td>19,701</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued payroll and withholdings</td>
<td>152,427</td>
<td>152,427</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued fringe benefits</td>
<td>76,431</td>
<td>76,431</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Due to other funds</td>
<td>504,667</td>
<td>504,667</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current maturities of long-term debt</td>
<td>292,963</td>
<td>31,084</td>
<td>324,047</td>
<td></td>
</tr>
<tr>
<td>Accrued vacation pay</td>
<td>97,407</td>
<td>97,407</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>12,162</td>
<td>5,058</td>
<td>17,220</td>
<td></td>
</tr>
<tr>
<td>Total current liabilities</td>
<td>1,442,899</td>
<td>134,838</td>
<td>1,577,737</td>
<td></td>
</tr>
<tr>
<td>Payable from restricted assets</td>
<td>285,885</td>
<td>285,885</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long-term liabilities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advance from General Fund</td>
<td>1,391,927</td>
<td>1,391,927</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long-term debt</td>
<td>2,361,665</td>
<td>244,096</td>
<td>2,605,761</td>
<td></td>
</tr>
<tr>
<td>Total long-term liabilities</td>
<td>3,753,592</td>
<td>244,096</td>
<td>3,997,688</td>
<td></td>
</tr>
<tr>
<td>Total liabilities</td>
<td>5,482,315</td>
<td>378,934</td>
<td>5,861,249</td>
<td></td>
</tr>
<tr>
<td>Fund equity:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributed capital</td>
<td>3,187,043</td>
<td>2,570,432</td>
<td>5,757,475</td>
<td></td>
</tr>
<tr>
<td>Retained earnings</td>
<td>577,237</td>
<td>577,237</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total fund equity</td>
<td>3,187,043</td>
<td>3,147,669</td>
<td>6,334,712</td>
<td></td>
</tr>
<tr>
<td>Total liabilities and fund equity</td>
<td>$8,669,358</td>
<td>$3,526,603</td>
<td>$12,195,961</td>
<td></td>
</tr>
</tbody>
</table>
COUNTY OF CHESTER, PENNSYLVANIA

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES AND EXPENSES
AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th>Operating revenues:</th>
<th>Geriatric Center</th>
<th>Airport Authority</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net patient service revenue</td>
<td>$6,592,985</td>
<td></td>
<td>$6,592,985</td>
</tr>
<tr>
<td>Departmental fees</td>
<td>119,452</td>
<td>119,452</td>
<td></td>
</tr>
<tr>
<td>Rentals</td>
<td></td>
<td>$206,795</td>
<td>206,795</td>
</tr>
<tr>
<td>Other</td>
<td>74,961</td>
<td></td>
<td>74,961</td>
</tr>
<tr>
<td><strong>Total operating revenues</strong></td>
<td><strong>6,787,398</strong></td>
<td><strong>206,795</strong></td>
<td><strong>6,994,193</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Operating expenses:</th>
<th>[Amounts listed]</th>
<th>[Amounts listed]</th>
<th>[Amounts listed]</th>
</tr>
</thead>
<tbody>
<tr>
<td>Administration</td>
<td>247,940</td>
<td>21,293</td>
<td>269,233</td>
</tr>
<tr>
<td>Operation and maintenance</td>
<td>755,914</td>
<td>67,370</td>
<td>823,284</td>
</tr>
<tr>
<td>Nursing</td>
<td>3,017,873</td>
<td></td>
<td>3,017,873</td>
</tr>
<tr>
<td>Dietary</td>
<td>931,841</td>
<td></td>
<td>931,841</td>
</tr>
<tr>
<td>Housekeeping</td>
<td>318,108</td>
<td></td>
<td>318,108</td>
</tr>
<tr>
<td>Medical and physical therapy</td>
<td>116,609</td>
<td></td>
<td>116,609</td>
</tr>
<tr>
<td>Laundry</td>
<td>278,365</td>
<td></td>
<td>278,365</td>
</tr>
<tr>
<td>Patient activities</td>
<td>118,363</td>
<td></td>
<td>118,363</td>
</tr>
<tr>
<td>Social services</td>
<td>51,832</td>
<td></td>
<td>51,832</td>
</tr>
<tr>
<td>Accounting services</td>
<td>187,603</td>
<td></td>
<td>187,603</td>
</tr>
<tr>
<td>Other services</td>
<td>593,566</td>
<td></td>
<td>593,566</td>
</tr>
<tr>
<td>Depreciation</td>
<td>383,512</td>
<td>103,295</td>
<td>486,807</td>
</tr>
<tr>
<td><strong>Total operating expenses</strong></td>
<td><strong>7,001,526</strong></td>
<td><strong>191,958</strong></td>
<td><strong>7,193,484</strong></td>
</tr>
</tbody>
</table>

| Operating income (loss)   | (214,128)       | 14,837          | (199,291)       |

| Nonoperating revenue (expense): |
| Interest income              |                 | 4,152           | 4,152           |
| Interest expense             | (137,313)       | (23,157)        | (160,470)       |
| Other                       | (16,009)        |                 | (16,009)        |
| **Total nonoperating revenue (expense)** | **(153,322)** | **(19,050)**   | **(172,327)**  |

| Income (loss) before operating transfers | (367,450) | (4,168) | (371,618) |

| Operating transfer in         | 367,450       |                 | 367,450         |

| Net income (loss)             |               | (4,168)         | (4,168)         |

| Retained earnings:            |               |                 |                 |
| Beginning of year, as previously reported | -           | -               | -               |
| Effect of change in reporting entity |           | 581,405         | 581,405         |
| Beginning of year, as adjusted |               | 581,405         | 581,405         |
| End of year                   | $             | $577,237        | $577,237        |
COUNTY OF CHESTER, PENNSYLVANIA

ENTERPRISE FUNDS

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION

Year Ended December 31, 1983

<table>
<thead>
<tr>
<th></th>
<th>Geriatric Center</th>
<th>Area Airport Authority</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Working capital provided from</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(used by): Operations:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net (loss)</td>
<td>$(4,168)</td>
<td>$(4,168)</td>
<td></td>
</tr>
<tr>
<td>Add item not requiring</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>working capital:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>$383,512</td>
<td>103,295</td>
<td>486,807</td>
</tr>
<tr>
<td>Total working capital</td>
<td>383,512</td>
<td>99,127</td>
<td>482,639</td>
</tr>
<tr>
<td>provided from operations</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributed capital</td>
<td>222,455</td>
<td>222,455</td>
<td></td>
</tr>
<tr>
<td>General Fund advances</td>
<td>377,793</td>
<td>377,793</td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td></td>
<td>1,200</td>
<td>1,200</td>
</tr>
<tr>
<td>Total sources of capital working</td>
<td>761,305</td>
<td>322,782</td>
<td>1,084,087</td>
</tr>
<tr>
<td>Working capital used for:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additions to fixed assets (net)</td>
<td>53,770</td>
<td>249,160</td>
<td>302,930</td>
</tr>
<tr>
<td>Current portion of long-term</td>
<td>292,983</td>
<td>31,045</td>
<td>324,028</td>
</tr>
<tr>
<td>debt</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>46,577</td>
<td></td>
<td>46,577</td>
</tr>
<tr>
<td>Total uses of working capital</td>
<td>393,330</td>
<td>280,205</td>
<td>673,535</td>
</tr>
<tr>
<td>Net increase in working capital</td>
<td>$367,975</td>
<td>$42,577</td>
<td>$410,552</td>
</tr>
</tbody>
</table>

Elements of net increase:

Increases (decreases) in current assets:

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$231,963</td>
<td>$(58,300)</td>
</tr>
<tr>
<td>Receivables</td>
<td>(9,602)</td>
<td>150,482</td>
</tr>
<tr>
<td></td>
<td>222,361</td>
<td>92,182</td>
</tr>
</tbody>
</table>

Increases (decreases) in current liabilities:

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>36,832</td>
<td>68,807</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>14,283</td>
<td></td>
</tr>
<tr>
<td>Current maturities of long-term debt</td>
<td>9,819</td>
<td>(20,152)</td>
</tr>
<tr>
<td>Due to other funds</td>
<td>(81,510)</td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>(125,038)</td>
<td>950</td>
</tr>
<tr>
<td></td>
<td>(145,614)</td>
<td>49,605</td>
</tr>
</tbody>
</table>

Net increase in working capital

|                                |                |                |
|----------------               | $367,975      | $42,577        | $410,552   |

-77-
The County maintains two fiduciary funds to account for assets held by them in a trustee capacity as follows:

**Retirement Trust** - A Nonexpendable Trust Fund established to account for the activity of the County's Retirement Plan.

**Hatfield Trust** - A Nonexpendable Trust Fund established to account for certain assets comprising the Hatfield Memorial Home which were donated to the County by bequest.
COUNTY OF CHESTER, PENNSYLVANIA

FIDUCIARY FUNDS

COMBINING BALANCE SHEET

December 31, 1983

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>Retirement Trust Fund</th>
<th>Non-expendable Trust Fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash - ( \text{Req, Principle} )</td>
<td>$ 173,422 $ 24,403,609</td>
<td>$300,000 100,173</td>
<td>$ 473,422 24,503,782</td>
</tr>
<tr>
<td>Investments</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued interest and dividends</td>
<td>194,312</td>
<td>24,010</td>
<td>218,322</td>
</tr>
<tr>
<td>Fixed assets</td>
<td></td>
<td>542,568</td>
<td>542,568</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$24,771,343</td>
<td>$966,751</td>
<td>$25,738,094</td>
</tr>
</tbody>
</table>

| LIABILITIES AND FUND BALANCES   |                       |                           |          |
| Due to other funds              | \$ 755 $ 715           | \$ 5,589 $ 1,470         |          |
| Other                            |                       |                           |          |
| **Total liabilities**           | \$ 755 $ 6,304        |                             | \$ 7,059 |

| Fund balances                   |                       |                           |          |
| Reserved for employees'         | \$24,770,588           | \$942,352 $ 942,352       | \$24,770,588 |
| retirement system               |                       |                           |          |
| Reserved - fund principal       |                       |                           |          |
| Unreserved                      | \$ 18,095             |                           | \$ 18,095 |
| **Total fund balances**         | \$24,770,588           | \$960,447                 | \$25,731,035 |

| Total liabilities and fund balances | \$24,771,343 | \$966,751 | \$25,738,094 |
COUNTY OF CHESTER, PENNSYLVANIA

GENERAL FIXED ASSETS ACCOUNT GROUP

DESCRIPTION OF ACCOUNT GROUP

This group of accounts is established to account for all general fixed assets of the County, other than those accounted for in the Nonexpendable Trust and Proprietary Funds.
COUNTY OF CHESTER, PENNSYLVANIA
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
December 31, 1983

<table>
<thead>
<tr>
<th>Cost:</th>
<th>Balance January 1 as Stated</th>
<th>Effect of Change in Reporting Entity</th>
<th>Balance January 1 as Replaced</th>
<th>Additions</th>
<th>Deletions</th>
<th>Balance December 31,</th>
<th>Land</th>
<th>Buildings</th>
<th>Building Improvements</th>
<th>Equipment</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>General administration</td>
<td>5,023,692</td>
<td>$ 518,167</td>
<td>831,952</td>
<td>$ 4,710,007</td>
<td>$ 144,137</td>
<td>1,822,862</td>
<td>$ 1,274,681</td>
<td>$ 1,458,327</td>
<td>$ 4,710,007</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Judicial</td>
<td>4,151,100</td>
<td>4,451,100</td>
<td>484,549</td>
<td>407,294</td>
<td>4,528,353</td>
<td>205,767</td>
<td>1,352,545</td>
<td>2,107,173</td>
<td>862,850</td>
<td>4,528,355</td>
<td></td>
</tr>
<tr>
<td>Total general government</td>
<td>9,474,792</td>
<td>9,474,792</td>
<td>1,002,716</td>
<td>1,239,146</td>
<td>9,238,362</td>
<td>349,924</td>
<td>3,165,407</td>
<td>3,301,854</td>
<td>2,321,177</td>
<td>9,238,362</td>
<td></td>
</tr>
<tr>
<td>Corrections</td>
<td>9,020,371</td>
<td>9,020,371</td>
<td>642,046</td>
<td>328,224</td>
<td>9,424,193</td>
<td>1,19,267</td>
<td>7,225,867</td>
<td>1,716,997</td>
<td>372,042</td>
<td>9,434,193</td>
<td></td>
</tr>
<tr>
<td>Welfare</td>
<td>2,051,500</td>
<td>2,051,500</td>
<td>67,633</td>
<td>112,714</td>
<td>2,066,909</td>
<td>266,992</td>
<td>269,520</td>
<td>1,273,425</td>
<td>194,912</td>
<td>2,006,909</td>
<td></td>
</tr>
<tr>
<td>Health</td>
<td>803,855 $ 2,293,761</td>
<td>3,097,616</td>
<td>113,364</td>
<td>60,737</td>
<td>3,150,243</td>
<td>2,353,506</td>
<td>111,033</td>
<td>539,520</td>
<td>146,184</td>
<td>3,150,243</td>
<td></td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>7,332,908</td>
<td>7,332,908</td>
<td>161,058</td>
<td>945,008</td>
<td>6,348,954</td>
<td>819,721</td>
<td>3,918,782</td>
<td>421,689</td>
<td>1,186,762</td>
<td>6,548,954</td>
<td></td>
</tr>
<tr>
<td>Total assets, at cost</td>
<td>26,683,916</td>
<td>2,293,761</td>
<td>30,977,677</td>
<td>8,986,813</td>
<td>2,585,629</td>
<td>3,909,430</td>
<td>14,710,609</td>
<td>7,335,545</td>
<td>4,423,077</td>
<td>30,378,661</td>
<td></td>
</tr>
<tr>
<td>Less accumulated</td>
<td></td>
<td>9,995,999</td>
<td>1,236,732</td>
<td>2,585,629</td>
<td>8,646,872</td>
<td>3,792,051</td>
<td>3,150,731</td>
<td>1,703,090</td>
<td>6,646,072</td>
<td></td>
<td></td>
</tr>
<tr>
<td>depreciation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total assets at net</td>
<td>$18,687,917 $ 2,293,761</td>
<td>$ 4,083,678</td>
<td>750,111</td>
<td></td>
<td></td>
<td>$ 21,321,780</td>
<td>$ 3,909,430</td>
<td>$ 10,917,558</td>
<td>$ 4,184,914</td>
<td>$ 2,719,987</td>
<td>$ 21,731,789</td>
</tr>
<tr>
<td>book value</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
STATISTICAL SECTION
<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>General Government</th>
<th>Judicial</th>
<th>Corrections</th>
<th>Health and Welfare</th>
<th>Debt Service</th>
<th>Highways and Streets</th>
<th>Miscellaneous</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>$2,952,035</td>
<td>$3,328,699</td>
<td>$2,187,249</td>
<td>$5,760,544</td>
<td>$278,785</td>
<td>$474,022</td>
<td>$1,277,074</td>
<td>$16,851,199</td>
</tr>
<tr>
<td>1975</td>
<td>2,115,989</td>
<td>4,302,279</td>
<td>2,899,389</td>
<td>8,238,104</td>
<td>835,083</td>
<td>460,468</td>
<td>1,526,752</td>
<td>21,361,664</td>
</tr>
<tr>
<td>1976</td>
<td>3,517,354</td>
<td>5,042,321</td>
<td>3,276,936</td>
<td>10,390,121</td>
<td>834,010</td>
<td>493,495</td>
<td>1,233,207</td>
<td>24,749,446</td>
</tr>
<tr>
<td>1977</td>
<td>3,635,774</td>
<td>4,788,917</td>
<td>3,799,303</td>
<td>11,941,419</td>
<td>812,905</td>
<td>476,854</td>
<td>1,303,488</td>
<td>26,595,560</td>
</tr>
<tr>
<td>1978</td>
<td>3,865,032</td>
<td>5,729,149</td>
<td>4,000,107</td>
<td>15,690,005</td>
<td>865,239</td>
<td>704,652</td>
<td>1,497,632</td>
<td>32,462,586</td>
</tr>
<tr>
<td>1979</td>
<td>4,207,564</td>
<td>6,437,697</td>
<td>4,936,279</td>
<td>16,666,564</td>
<td>790,053</td>
<td>702,044</td>
<td>1,651,744</td>
<td>35,673,965</td>
</tr>
<tr>
<td>1980</td>
<td>4,788,009</td>
<td>7,391,814</td>
<td>5,690,437</td>
<td>19,809,816</td>
<td>1,229,150</td>
<td>884,284</td>
<td>2,091,784</td>
<td>41,683,694</td>
</tr>
<tr>
<td>1981</td>
<td>5,476,210</td>
<td>8,174,403</td>
<td>5,938,875</td>
<td>21,327,556</td>
<td>2,316,319</td>
<td>661,022</td>
<td>2,733,545</td>
<td>46,387,030</td>
</tr>
<tr>
<td>1982</td>
<td>6,084,591</td>
<td>9,157,849</td>
<td>5,790,983</td>
<td>20,781,386</td>
<td>2,334,303</td>
<td>813,102</td>
<td>2,721,752</td>
<td>47,687,346</td>
</tr>
<tr>
<td>1983</td>
<td>6,162,201</td>
<td>9,286,919</td>
<td>6,236,985</td>
<td>28,249,045</td>
<td>2,410,750</td>
<td>770,569</td>
<td>2,823,174</td>
<td>55,746,643</td>
</tr>
</tbody>
</table>

Notes:

(1) Includes General, Special Revenue and Debt Service Funds presented on the cash basis of accounting for the years 1974 through 1980 and on the modified accrual basis of accounting for the years 1981 through 1983.

(2) 1983 amounts include $3,880,670 of expenditures attributable to funds initially incorporated into the County's reporting entity in 1983.

Source: Annual Reports of the County Controller.
COUNTY OF CHESTER, PENNSYLVANIA

GENERAL REVENUES BY SOURCE (1)

Last Ten Years

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Taxes</th>
<th>Licenses and Permits</th>
<th>Court Costs, Fines and Forfeitures</th>
<th>Interest and Rent</th>
<th>Grants</th>
<th>Departmental Earnings</th>
<th>Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>$7,271,610</td>
<td>$86,503</td>
<td>$432,169</td>
<td>$407,809</td>
<td>$6,086,348</td>
<td>$1,033,163</td>
<td>$113,234</td>
<td>$15,433,036</td>
</tr>
<tr>
<td>1975</td>
<td>7,586,403</td>
<td>91,171</td>
<td>468,254</td>
<td>255,763</td>
<td>10,511,213</td>
<td>1,082,275</td>
<td>126,307</td>
<td>20,161,388</td>
</tr>
<tr>
<td>1976</td>
<td>9,266,662</td>
<td>142,550</td>
<td>529,440</td>
<td>193,331</td>
<td>11,508,021</td>
<td>1,907,307</td>
<td>157,753</td>
<td>23,055,064</td>
</tr>
<tr>
<td>1977</td>
<td>9,618,154</td>
<td>157,562</td>
<td>488,311</td>
<td>333,873</td>
<td>12,412,053</td>
<td>1,533,005</td>
<td>120,070</td>
<td>24,863,028</td>
</tr>
<tr>
<td>1978</td>
<td>14,219,145</td>
<td>144,560</td>
<td>144,560</td>
<td>632,827</td>
<td>19,076,044</td>
<td>1,965,869</td>
<td>147,354</td>
<td>36,330,329</td>
</tr>
<tr>
<td>1979</td>
<td>12,896,165</td>
<td>122,290</td>
<td>189,767</td>
<td>670,857</td>
<td>19,705,608</td>
<td>2,318,172</td>
<td>187,533</td>
<td>36,280,402</td>
</tr>
<tr>
<td>1980</td>
<td>15,016,579</td>
<td>151,572</td>
<td>740,396</td>
<td>1,293,850</td>
<td>20,914,899</td>
<td>2,182,738</td>
<td>478,076</td>
<td>40,778,110</td>
</tr>
<tr>
<td>1981</td>
<td>16,131,464</td>
<td>154,475</td>
<td>550,847</td>
<td>2,081,059</td>
<td>23,180,767</td>
<td>1,764,174</td>
<td>909,656</td>
<td>47,062,442</td>
</tr>
<tr>
<td>1982</td>
<td>21,041,580</td>
<td>133,425</td>
<td>964,493</td>
<td>1,919,782</td>
<td>21,252,059</td>
<td>2,070,295</td>
<td>1,095,942</td>
<td>48,576,676</td>
</tr>
<tr>
<td>1983</td>
<td>22,180,114</td>
<td>182,761</td>
<td>1,338,208</td>
<td>1,556,318</td>
<td>22,072,376</td>
<td>2,691,426</td>
<td>1,121,437</td>
<td>56,144,942 (2)</td>
</tr>
</tbody>
</table>

Notes:

(1) Includes General, Special Revenue and Debt Service Funds presented on the cash basis of accounting for the years 1974 and 1980 and on the modified accrual basis of accounting for the years 1981 through 1983.

(2) 1983 amounts include $3,692,620 of revenues attributable to funds initially incorporated into the County's reporting entity in 1983.

Source: Annual Reports of the County Controller.
## Property Tax Levies and Collections

Last Ten Years

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Total Tax Levy</th>
<th>Current Tax Collections</th>
<th>Percent of Levy Collected</th>
<th>Delinquent Tax Collections</th>
<th>Total Tax Collections</th>
<th>Percent of Total Tax Collections to Tax Levy</th>
<th>Outstanding Delinquent Taxes</th>
<th>Percent of Delinquent Taxes to Tax Levy</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>$7,227,679</td>
<td>$6,719,016</td>
<td>93.0%</td>
<td>$431,963</td>
<td>$7,150,979</td>
<td>99.0%</td>
<td>$565,574</td>
<td>7.9%</td>
</tr>
<tr>
<td>1975</td>
<td>8,773,586</td>
<td>6,056,369</td>
<td>91.8%</td>
<td>441,206</td>
<td>6,497,595</td>
<td>96.9%</td>
<td>735,108</td>
<td>8.9%</td>
</tr>
<tr>
<td>1976</td>
<td>10,242,624</td>
<td>9,410,413</td>
<td>91.9%</td>
<td>845,809</td>
<td>9,956,022</td>
<td>97.2%</td>
<td>695,042</td>
<td>6.8%</td>
</tr>
<tr>
<td>1977</td>
<td>12,403,806</td>
<td>11,513,612</td>
<td>92.8%</td>
<td>890,590</td>
<td>12,363,471</td>
<td>97.7%</td>
<td>857,144</td>
<td>6.9%</td>
</tr>
<tr>
<td>1978</td>
<td>12,861,520</td>
<td>12,046,416</td>
<td>93.7%</td>
<td>815,104</td>
<td>12,746,620</td>
<td>99.1%</td>
<td>876,875</td>
<td>6.8%</td>
</tr>
<tr>
<td>1979</td>
<td>11,533,408</td>
<td>10,730,513</td>
<td>93.0%</td>
<td>802,895</td>
<td>11,416,409</td>
<td>99.0%</td>
<td>886,551</td>
<td>7.7%</td>
</tr>
<tr>
<td>1980</td>
<td>13,596,751</td>
<td>12,649,744</td>
<td>93.0%</td>
<td>946,007</td>
<td>13,495,758</td>
<td>98.2%</td>
<td>1,007,163</td>
<td>7.4%</td>
</tr>
<tr>
<td>1981</td>
<td>16,152,886</td>
<td>15,114,022</td>
<td>93.6%</td>
<td>1,038,864</td>
<td>15,865,844</td>
<td>98.3%</td>
<td>1,293,039</td>
<td>8.0%</td>
</tr>
<tr>
<td>1982</td>
<td>19,204,895</td>
<td>18,013,927</td>
<td>93.8%</td>
<td>1,190,968</td>
<td>19,194,863</td>
<td>97.7%</td>
<td>1,554,075</td>
<td>8.1%</td>
</tr>
<tr>
<td>1983</td>
<td>21,686,719</td>
<td>19,743,533</td>
<td>95.5%</td>
<td>943,186</td>
<td>21,735,575</td>
<td>100.2%</td>
<td>1,558,520</td>
<td>7.3%</td>
</tr>
</tbody>
</table>

Source: County Assessment Office and Annual Reports of the County Controller.
Table 4

COUNTY OF CHESTER, PENNSYLVANIA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Years
(Dollars in Thousands)

<table>
<thead>
<tr>
<th>Year Ended December 31.</th>
<th>Real Property</th>
<th></th>
<th></th>
<th>Total</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Estimated</td>
<td>Actual</td>
<td>Property (1)</td>
<td></td>
<td>Estimated</td>
<td>Actual</td>
<td>Value</td>
</tr>
<tr>
<td></td>
<td>Value</td>
<td>Value</td>
<td></td>
<td></td>
<td>Value</td>
<td>Value</td>
<td></td>
</tr>
<tr>
<td>1974</td>
<td>$627,220</td>
<td>$2,217,753</td>
<td>$384,451</td>
<td>$1,011,672</td>
<td>$2,602,204</td>
<td>36.9%</td>
<td></td>
</tr>
<tr>
<td>1975</td>
<td>610,217</td>
<td>2,351,082</td>
<td>278,513</td>
<td>1,088,730</td>
<td>2,629,095</td>
<td>41.4%</td>
<td></td>
</tr>
<tr>
<td>1976</td>
<td>835,142</td>
<td>2,913,606</td>
<td>326,851</td>
<td>1,161,993</td>
<td>3,240,517</td>
<td>35.9%</td>
<td></td>
</tr>
<tr>
<td>1977</td>
<td>856,205</td>
<td>3,050,637</td>
<td>370,461</td>
<td>1,226,666</td>
<td>3,430,098</td>
<td>36.8%</td>
<td></td>
</tr>
<tr>
<td>1978</td>
<td>822,876</td>
<td>3,707,159</td>
<td>366,062</td>
<td>1,246,938</td>
<td>4,073,221</td>
<td>30.7%</td>
<td></td>
</tr>
<tr>
<td>1979</td>
<td>914,112</td>
<td>3,891,472</td>
<td>376,148</td>
<td>1,292,260</td>
<td>4,269,620</td>
<td>30.3%</td>
<td></td>
</tr>
<tr>
<td>1980</td>
<td>961,029</td>
<td>4,639,031</td>
<td>439,948</td>
<td>1,399,977</td>
<td>5,077,979</td>
<td>27.6%</td>
<td></td>
</tr>
<tr>
<td>1981</td>
<td>1,002,847</td>
<td>4,088,986</td>
<td>568,380</td>
<td>1,571,227</td>
<td>5,457,326</td>
<td>28.8%</td>
<td></td>
</tr>
<tr>
<td>1982</td>
<td>1,241,422</td>
<td>5,676,894</td>
<td>529,855</td>
<td>1,571,777</td>
<td>6,208,749</td>
<td>25.3%</td>
<td></td>
</tr>
<tr>
<td>1983</td>
<td>1,354,276</td>
<td>5,856,996</td>
<td>619,296</td>
<td>1,694,272</td>
<td>6,472,292</td>
<td>26.2%</td>
<td></td>
</tr>
</tbody>
</table>

Note:
(1) Personal property taxes are assessed at estimated actual value.

Source: Pennsylvania State Tax Equalization Board.
## REAL PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
(Per $1,000 of Assessed Value)

### Last Ten Years

<table>
<thead>
<tr>
<th>Year Ended December 31,</th>
<th>County</th>
<th>City, Borough or Township (1)</th>
<th>School District (1)</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>$11.5</td>
<td>$ 8.48</td>
<td>$72.51</td>
<td>$ 92.49</td>
</tr>
<tr>
<td>1975</td>
<td>10.5</td>
<td>7.90</td>
<td>66.87</td>
<td>85.27</td>
</tr>
<tr>
<td>1976</td>
<td>12.0</td>
<td>8.26</td>
<td>74.29</td>
<td>94.55</td>
</tr>
<tr>
<td>1977</td>
<td>14.0</td>
<td>8.59</td>
<td>78.96</td>
<td>101.55</td>
</tr>
<tr>
<td>1978</td>
<td>14.0</td>
<td>8.80</td>
<td>78.09</td>
<td>100.89</td>
</tr>
<tr>
<td>1979</td>
<td>12.0</td>
<td>9.44</td>
<td>79.26</td>
<td>100.70</td>
</tr>
<tr>
<td>1980</td>
<td>13.5</td>
<td>10.00</td>
<td>81.13</td>
<td>104.63</td>
</tr>
<tr>
<td>1981</td>
<td>15.5</td>
<td>10.79</td>
<td>87.11</td>
<td>113.40</td>
</tr>
<tr>
<td>1982</td>
<td>18.0</td>
<td>10.81</td>
<td>90.95</td>
<td>119.76</td>
</tr>
<tr>
<td>1983</td>
<td>18.0</td>
<td>11.24</td>
<td>96.81</td>
<td>126.05</td>
</tr>
</tbody>
</table>

**Note:**
(1) Each unit within these classes levies its own millage rate. The rates shown are averages.

**Source:** County Assessment Office.

## COMPUTATION OF OVERLAPPING DEBT

### December 31, 1983

<table>
<thead>
<tr>
<th>Jurisdiction</th>
<th>Net Debt Outstanding</th>
<th>Percentage Applicable to County of Chester</th>
<th>Amount Applicable to County of Chester</th>
</tr>
</thead>
<tbody>
<tr>
<td>County of Chester</td>
<td>$15,432,477</td>
<td>100%</td>
<td>$15,432,477</td>
</tr>
<tr>
<td>Various School Districts</td>
<td>27,794,025</td>
<td>92</td>
<td>25,570,503</td>
</tr>
<tr>
<td>Various Boroughs and Townships</td>
<td>18,355,935</td>
<td>100</td>
<td>18,355,935</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>59,358,435</strong></td>
<td><strong>59,358,435</strong></td>
<td></td>
</tr>
</tbody>
</table>

**Source:** Annual Reports of the County Controller and Annual Reports of the various School Districts, Boroughs and Townships located in Chester County.
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>287,100</td>
<td>$627,220</td>
<td>$6,500,000</td>
<td>$2,841,650</td>
<td>$3,658,350</td>
<td>.6%</td>
<td>$12.74</td>
</tr>
<tr>
<td>1975</td>
<td>291,300</td>
<td>810,217</td>
<td>5,875,000</td>
<td>2,636,675</td>
<td>3,236,325</td>
<td>.4</td>
<td>11.09</td>
</tr>
<tr>
<td>1976</td>
<td>296,400</td>
<td>835,142</td>
<td>5,250,000</td>
<td>2,435,700</td>
<td>2,814,300</td>
<td>.3</td>
<td>9.49</td>
</tr>
<tr>
<td>1977</td>
<td>298,800</td>
<td>826,205</td>
<td>4,625,000</td>
<td>2,332,725</td>
<td>2,392,275</td>
<td>.3</td>
<td>8.01</td>
</tr>
<tr>
<td>1978</td>
<td>301,900</td>
<td>882,876</td>
<td>10,045,000</td>
<td>3,821,718</td>
<td>6,223,282</td>
<td>.7</td>
<td>20.61</td>
</tr>
<tr>
<td>1979</td>
<td>304,900</td>
<td>914,112</td>
<td>9,950,000</td>
<td>3,618,743</td>
<td>6,331,257</td>
<td>.7</td>
<td>20.76</td>
</tr>
<tr>
<td>1980</td>
<td>316,600</td>
<td>961,029</td>
<td>18,133,000</td>
<td>3,999,402</td>
<td>14,733,598</td>
<td>1.5</td>
<td>46.53</td>
</tr>
<tr>
<td>1981</td>
<td>319,600</td>
<td>1,002,847</td>
<td>17,966,000</td>
<td>3,171,793</td>
<td>13,894,207</td>
<td>1.4</td>
<td>43.47</td>
</tr>
<tr>
<td>1982</td>
<td>322,950</td>
<td>1,041,422</td>
<td>15,964,000</td>
<td>2,937,812</td>
<td>13,026,138</td>
<td>1.3</td>
<td>40.39</td>
</tr>
<tr>
<td>1983</td>
<td>320,092</td>
<td>1,074,076</td>
<td>14,715,000</td>
<td>2,654,648</td>
<td>12,060,352</td>
<td>1.1</td>
<td>36.54</td>
</tr>
</tbody>
</table>

Source: County Planning and Assessment Offices and Annual Reports of the County Controller.
<table>
<thead>
<tr>
<th></th>
<th>1981</th>
<th>1982</th>
<th>1983</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total revenues received (2)</td>
<td>$53,016,726</td>
<td>$55,214,300</td>
<td>$63,139,135</td>
</tr>
<tr>
<td>Deduct:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>State and federal subsidies</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>and reimbursements</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>related to a particular</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>project financed by debt</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenues, receipts,</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>assessments, etc., pledged</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>for self-liquidating debt</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest on sinking funds</td>
<td>25,647</td>
<td>54,407</td>
<td>9,534</td>
</tr>
<tr>
<td>Grants</td>
<td>23,067,592</td>
<td>21,352,059</td>
<td>27,072,378</td>
</tr>
<tr>
<td>Nonrecurring receipts</td>
<td>278,048</td>
<td>258,982</td>
<td></td>
</tr>
<tr>
<td>Total revenues adjusted</td>
<td>$29,645,439</td>
<td>$33,548,852</td>
<td>$36,057,223</td>
</tr>
<tr>
<td>Total adjusted revenues,</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>three years ended</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>December 31, 1983</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Borrowing base = Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>adjusted revenues</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>divided by 3</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>$99,251,514</td>
</tr>
<tr>
<td>Gross borrowing capacity</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(300% of borrowing base)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Less existing debt</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>$99,251,514</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>15,432,477</td>
</tr>
<tr>
<td>Net borrowing capacity</td>
<td></td>
<td></td>
<td>$83,819,037</td>
</tr>
</tbody>
</table>

Notes:
2. Includes General, Special Revenue, Debt Service and Enterprise Funds.

Source: Annual Reports of the County Controller.
COUNTY OF CHESTER, PENNSYLVANIA

Table 9

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Last Ten Years

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Principal</th>
<th>Interest</th>
<th>Total Debt Service(1)</th>
<th>Total General Expenditures(2)</th>
<th>Ratio of Debt Service to Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>$625,000</td>
<td>$250,785</td>
<td>$875,785</td>
<td>$16,851,213</td>
<td>5.2%</td>
</tr>
<tr>
<td>1975</td>
<td>625,000</td>
<td>230,083</td>
<td>855,083</td>
<td>21,361,064</td>
<td>4.0</td>
</tr>
<tr>
<td>1976</td>
<td>625,000</td>
<td>209,010</td>
<td>834,010</td>
<td>24,749,446</td>
<td>3.4</td>
</tr>
<tr>
<td>1977</td>
<td>625,000</td>
<td>187,905</td>
<td>812,905</td>
<td>26,595,560</td>
<td>3.1</td>
</tr>
<tr>
<td>1978</td>
<td>555,000</td>
<td>310,239</td>
<td>865,239</td>
<td>32,462,586</td>
<td>2.7</td>
</tr>
<tr>
<td>1979</td>
<td>555,000</td>
<td>435,053</td>
<td>990,053</td>
<td>35,673,965</td>
<td>2.8</td>
</tr>
<tr>
<td>1980</td>
<td>597,660</td>
<td>382,803</td>
<td>980,463</td>
<td>41,885,694</td>
<td>2.3</td>
</tr>
<tr>
<td>1981</td>
<td>839,478</td>
<td>968,750</td>
<td>1,808,228</td>
<td>46,387,030</td>
<td>3.9</td>
</tr>
<tr>
<td>1982</td>
<td>867,931</td>
<td>931,854</td>
<td>1,799,785</td>
<td>47,687,946</td>
<td>3.8</td>
</tr>
<tr>
<td>1983</td>
<td>853,836</td>
<td>894,030</td>
<td>1,747,866</td>
<td>55,746,643</td>
<td>3.1</td>
</tr>
</tbody>
</table>

Notes:
(1) Exclusive of Proprietary Fund Debt Service.
(2) Includes General, Special Revenue and Debt Service Funds.

Source: Annual Reports of the County Controller.
## Table 10
### DEMOGRAPHIC STATISTICS
#### Last Ten Years

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Population(1)</th>
<th>Per Capita Income</th>
<th>Median Age</th>
<th>School Enrollment(2)</th>
<th>Unemployment Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>287,100</td>
<td>$ 5,369</td>
<td>28.6</td>
<td>61,728</td>
<td>N/A(3)</td>
</tr>
<tr>
<td>1975</td>
<td>291,900</td>
<td>5,731</td>
<td>28.9</td>
<td>61,174</td>
<td>N/A</td>
</tr>
<tr>
<td>1976</td>
<td>296,400</td>
<td>N/A(3)</td>
<td>29.2</td>
<td>59,706</td>
<td>6.2%</td>
</tr>
<tr>
<td>1977</td>
<td>298,800</td>
<td>7,882</td>
<td>29.5</td>
<td>58,243</td>
<td>5.9</td>
</tr>
<tr>
<td>1978</td>
<td>301,900</td>
<td>N/A</td>
<td>29.8</td>
<td>57,010</td>
<td>5.1</td>
</tr>
<tr>
<td>1979</td>
<td>304,900</td>
<td>8,763</td>
<td>30.2</td>
<td>55,635</td>
<td>4.9</td>
</tr>
<tr>
<td>1980</td>
<td>316,600</td>
<td>10,066</td>
<td>30.5</td>
<td>54,486</td>
<td>5.7</td>
</tr>
<tr>
<td>1981</td>
<td>319,500</td>
<td>10,500</td>
<td>30.7</td>
<td>52,938</td>
<td>6.2</td>
</tr>
<tr>
<td>1982</td>
<td>322,550</td>
<td>11,158</td>
<td>30.5</td>
<td>52,222</td>
<td>8.2</td>
</tr>
<tr>
<td>1983</td>
<td>330,092</td>
<td>11,492</td>
<td>30.5</td>
<td>51,737</td>
<td>6.2</td>
</tr>
</tbody>
</table>

### Notes:

1. All years estimated except 1980 which is from United States Census.
2. Public schools only.
3. Not available.

**Source:** County Planning Office
COUNTY OF CHESTER, PENNSYLVANIA

SALARIES AND SURETY BONDS OF ELECTED OFFICIALS

December 31, 1983

<table>
<thead>
<tr>
<th>Official Title</th>
<th>Annual Salary</th>
<th>Bond</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commissioner, Chairman</td>
<td>28,000</td>
<td>7,500</td>
</tr>
<tr>
<td>Commissioners (2)</td>
<td>27,000</td>
<td>7,500</td>
</tr>
<tr>
<td>Prothonotary</td>
<td>23,500</td>
<td>40,000</td>
</tr>
<tr>
<td>Clerk of Courts</td>
<td>23,500</td>
<td>30,000</td>
</tr>
<tr>
<td>Coroner</td>
<td>19,000</td>
<td>15,000</td>
</tr>
<tr>
<td>Sheriff</td>
<td>23,500</td>
<td>60,000</td>
</tr>
<tr>
<td>Register of Wills and Clerk of Orphans' Court</td>
<td>24,500</td>
<td>10,000</td>
</tr>
<tr>
<td>Recorder of Deeds</td>
<td>23,500</td>
<td>30,000</td>
</tr>
<tr>
<td>Controller</td>
<td>23,500</td>
<td>20,000</td>
</tr>
<tr>
<td>Treasurer</td>
<td>23,500</td>
<td>100,000</td>
</tr>
</tbody>
</table>

PUBLIC EMPLOYEES' HONESTY AND FAITHFUL PERFORMANCE BOND

All County Employees $250,000 per employee

Source: Chester County Finance Office.
<table>
<thead>
<tr>
<th>Carrier</th>
<th>Policy Description</th>
<th>Amount of Coverage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Insurance Company of North America</td>
<td>Property insurance - buildings and contents and all other property except as provided below ($50,000 deductible)</td>
<td>$65,305,003</td>
</tr>
<tr>
<td></td>
<td>1. Chester County Library in Exton</td>
<td>1,488,000</td>
</tr>
<tr>
<td></td>
<td>2. Law Library</td>
<td>423,000</td>
</tr>
<tr>
<td></td>
<td>3. District Attorney's Law Library</td>
<td>70,000</td>
</tr>
<tr>
<td></td>
<td>4. Valuable records, papers, tax maps</td>
<td>282,300</td>
</tr>
<tr>
<td></td>
<td>5. Fine arts of others in custody of Chester County</td>
<td>23,337</td>
</tr>
<tr>
<td></td>
<td>6. Radio equipment</td>
<td>538,600</td>
</tr>
<tr>
<td></td>
<td>7. Data processing equipment</td>
<td>736,250</td>
</tr>
<tr>
<td></td>
<td>8. Crime insurance (various) and blanket</td>
<td>200,000</td>
</tr>
<tr>
<td></td>
<td>9. Power plant, steamboiler and air conditioner</td>
<td>1,000,000</td>
</tr>
<tr>
<td></td>
<td>Liability insurance:</td>
<td></td>
</tr>
<tr>
<td></td>
<td>1. Automobile</td>
<td>1,000,000</td>
</tr>
<tr>
<td></td>
<td>2. Professional liability</td>
<td>1,000,000</td>
</tr>
<tr>
<td></td>
<td>3. Comprehensive general liability</td>
<td>1,000,000</td>
</tr>
<tr>
<td></td>
<td>Public officials' errors and omissions</td>
<td>1,000,000</td>
</tr>
<tr>
<td></td>
<td>Umbrella policy - excess liability</td>
<td>1,000,000</td>
</tr>
</tbody>
</table>

Source: Chester County Finance Office.
# COUNTY OF CHESTER, PENNSYLVANIA

## EMPLOYEES’ RETIREMENT FUND

### RATIO OF MARKET VALUE OF INVESTMENTS TO COST OF INVESTMENTS AND ANNUAL YIELD ON INVESTMENT COST

**Last Ten Years**

<table>
<thead>
<tr>
<th>Year Ended December 31,</th>
<th>Annual Yield(1)</th>
<th>Ratio of Market Value to Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>5.4%</td>
<td>N/A (2)</td>
</tr>
<tr>
<td>1975</td>
<td>5.4</td>
<td>N/A</td>
</tr>
<tr>
<td>1976</td>
<td>5.5</td>
<td>N/A</td>
</tr>
<tr>
<td>1977</td>
<td>5.9</td>
<td>96.4%</td>
</tr>
<tr>
<td>1978</td>
<td>7.2</td>
<td>93.0</td>
</tr>
<tr>
<td>1979</td>
<td>8.6</td>
<td>94.4</td>
</tr>
<tr>
<td>1980</td>
<td>9.5</td>
<td>94.7</td>
</tr>
<tr>
<td>1981</td>
<td>6.8(3)</td>
<td>96.3</td>
</tr>
<tr>
<td>1982</td>
<td>9.5</td>
<td>110.6</td>
</tr>
<tr>
<td>1983</td>
<td>14.8</td>
<td>102.9</td>
</tr>
</tbody>
</table>

**Notes:**
(1) Annual yield is computed on investment income, divided by cost of investments as of December 31.
(2) Not available.

**Source:** County Retirement Plan Actuary Reports.

## EMPLOYEES' RETIREMENT FUND - SELECTED DATA

**Last Ten Years**

<table>
<thead>
<tr>
<th>Year Ended December 31,</th>
<th>Number of Active Members</th>
<th>Number of Retired Members</th>
<th>Retirement Allowances Including Cost-of-Living</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Employees</td>
<td>County</td>
<td>Total</td>
</tr>
<tr>
<td>1974</td>
<td>877</td>
<td>$ 539,914</td>
<td>$ 410,000</td>
</tr>
<tr>
<td>1975</td>
<td>984</td>
<td>689,655</td>
<td>530,000</td>
</tr>
<tr>
<td>1976</td>
<td>1,027</td>
<td>794,208</td>
<td>540,000</td>
</tr>
<tr>
<td>1977</td>
<td>1,049</td>
<td>867,291</td>
<td>536,836</td>
</tr>
<tr>
<td>1978</td>
<td>1,121</td>
<td>963,454</td>
<td>615,000</td>
</tr>
<tr>
<td>1979</td>
<td>1,132</td>
<td>1,076,907</td>
<td>695,865</td>
</tr>
<tr>
<td>1980</td>
<td>1,091</td>
<td>1,134,261</td>
<td>753,100</td>
</tr>
<tr>
<td>1981</td>
<td>1,210</td>
<td>1,291,541</td>
<td>1,048,891</td>
</tr>
<tr>
<td>1982</td>
<td>1,227</td>
<td>1,373,564</td>
<td>1,000,000</td>
</tr>
<tr>
<td>1983</td>
<td>1,398</td>
<td>1,450,177</td>
<td>1,000,000</td>
</tr>
</tbody>
</table>

**Source:** County Retirement Plan Actuary Reports
<table>
<thead>
<tr>
<th>Taxpayer</th>
<th>Type of Business</th>
<th>Assessed Valuation</th>
<th>Percentage of Total Assessed Valuation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lukens Steel Corp.</td>
<td>Plate steels</td>
<td>$15,075,840</td>
<td>1.4%</td>
</tr>
<tr>
<td>Burroughs Corp.</td>
<td>Office machines</td>
<td>3,821,960</td>
<td>.4</td>
</tr>
<tr>
<td>Shared Medical Systems Corp.</td>
<td>Computerized recordkeeping services</td>
<td>3,801,070</td>
<td>.4</td>
</tr>
<tr>
<td>Hankin &amp; Robinson</td>
<td>Real estate development</td>
<td>3,478,000</td>
<td>.3</td>
</tr>
<tr>
<td>Wyeth Laboratories</td>
<td>Pharmaceutical products</td>
<td>3,118,310</td>
<td>.3</td>
</tr>
<tr>
<td>Xton Square, Inc.</td>
<td>Shopping plaza</td>
<td>2,600,000</td>
<td>.2</td>
</tr>
<tr>
<td>.FEM Associates</td>
<td>Office building complex</td>
<td>2,365,940</td>
<td>.2</td>
</tr>
<tr>
<td>National Liberty Life</td>
<td>Insurance</td>
<td>2,240,630</td>
<td>.2</td>
</tr>
<tr>
<td>Exxon Enterprises</td>
<td>Electronic typewriters</td>
<td>2,124,450</td>
<td>.2</td>
</tr>
<tr>
<td>C.C. &amp; F. Chester Property Co.</td>
<td>Card distribution center</td>
<td>2,010,110</td>
<td>.2</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$40,636,310</td>
<td>3.8%</td>
</tr>
</tbody>
</table>

Source: County Assessment Office.
COUNTY OF CHESTER, PENNSYLVANIA  
Table 16
MISCELLANEOUS STATISTICS
December 31, 1983

Date Founded: 1682
Form of Government: County
Area: 782 square miles
Miles of Roads: 1,697.17 - Municipal
1,238.07 - State
Fire Protection: 52 Volunteer Stations
Police Protection: 48 Township Police Departments
2 State Police Barracks
1 County Detective Department
1 Sheriff Department
Number of School Districts: 13
Major County Parks:
Hibernia 800 acres
Nottingham 651 acres
Warwick 455 acres
Springton Manor Farm 269 acres
Hatfield 265 acres
County Employees:
Full-time 1,036
Part-time 239
Geriatric Center 362

Source: County Planning Office.
### COUNTY OF CHESTER, PENNSYLVANIA

#### Table 17

**PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS**

**Last Ten Years**

<table>
<thead>
<tr>
<th>Year Ended December 31</th>
<th>Units of Industrial and Commercial Construction</th>
<th>Units of Residential Construction</th>
<th>Bank Deposits in Millions (1)</th>
<th>Property Value in Thousands</th>
</tr>
</thead>
<tbody>
<tr>
<td>1974</td>
<td>N/A(2)</td>
<td>2,533</td>
<td>$11,547</td>
<td>$2,217,753</td>
</tr>
<tr>
<td>1975</td>
<td>N/A</td>
<td>2,499</td>
<td>17,777</td>
<td>2,351,082</td>
</tr>
<tr>
<td>1976</td>
<td>216</td>
<td>2,966</td>
<td>32,662</td>
<td>2,913,666</td>
</tr>
<tr>
<td>1977</td>
<td>295</td>
<td>2,746</td>
<td>20,743</td>
<td>3,059,637</td>
</tr>
<tr>
<td>1978</td>
<td>181</td>
<td>3,345</td>
<td>742,790</td>
<td>3,707,159</td>
</tr>
<tr>
<td>1979</td>
<td>169</td>
<td>2,782</td>
<td>250,595</td>
<td>3,891,472</td>
</tr>
<tr>
<td>1980</td>
<td>252</td>
<td>1,476</td>
<td>271,600</td>
<td>4,639,031</td>
</tr>
<tr>
<td>1981</td>
<td>125</td>
<td>1,254</td>
<td>267,174</td>
<td>4,888,946</td>
</tr>
<tr>
<td>1982</td>
<td>154</td>
<td>885</td>
<td>900,459</td>
<td>5,678,894</td>
</tr>
<tr>
<td>1983</td>
<td>128</td>
<td>1,264</td>
<td>1,578,821</td>
<td>5,852,996</td>
</tr>
</tbody>
</table>

**Notes:**

(1) Includes only deposits of banks with main offices located in Chester County. Years 1973 through 1977 include only deposits of State banks; years 1978 through 1983 include deposits of both State and National banks.

(2) Not available

**Sources:**
- Units of Construction - Chester County Planning Commission
- Bank Deposits - Pennsylvania State Banking Bureau
- Property Values - Pennsylvania State Tax Equalization Board.