



Annual Financial Report

County of: Chester
for the year 2015



Return to:

PA Department of Community and Economic Development
Governor's Center for Local Government Services
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DEPARTMENT OF COMMUNITY
& ECONOMIC DEVELOPMENT



2015

COUNTY

ANNUAL FINANCIAL REPORT

15 COUNTY OF CHESTER

County of CHESTER
GOVERNMENT-WIDE STATEMENT OF NET POSITION

December 31, 2015

	Governmental Activities	Business-Type Activities	Total
<u>CURRENT ASSETS:</u>			
Cash and cash equivalents	75,292,024	314,414	75,606,438
Receivables (net of allowance for uncollectibles)	12,701,655	3,930,792	16,632,447
Due from other governments	41,838,974		41,838,974
Internal balances	2,289,746	-2,289,746	
Inventories	18,797	90,075	108,872
Prepays	2,345,993	34,706	2,380,699
Restricted assets:			
Temporarily restricted:			
Cash and cash equivalents	4,369,421	278,105	4,647,526
Other: Other Assets	9,115		9,115
Other: Advances to subcontractors	15,968		15,968
<u>NON-CURRENT ASSETS:</u>			
Permanently restricted:			
Investments	1,365,949		1,365,949
Capital assets not being depreciated:			
Land	21,826,495		21,826,495
Construction in progress	82,277,724	1,756,567	84,034,291
Capital assets net of accumulated depreciation:			
Buildings and system	180,069,084	2,869,240	182,938,324
Improvements other than buildings	8,768,017	41,174	8,809,191
Machinery and equipment	7,919,264	182,987	8,102,251
Infrastructure	13,374,366		13,374,366
Other: Other assets	158,317		158,317
Other: Restricted cash and cash equivalents	19,683,866		19,683,866
Other: Land development rights	87,202,425		87,202,425
Other: Machinery and equipment, capital lease	587,339		587,339
TOTAL ASSETS	562,114,539	7,208,314	569,322,853

County of CHESTER
GOVERNMENT-WIDE STATEMENT OF NET POSITION
December 31, 2015

	Governmental Activities	Business-Type Activities	Total
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Deferred amount on debt refundings	17,491,819		17,491,819
Deferrals related to pensions	29,868,414	3,691,602	33,560,016
TOTAL DEFERRED OUTFLOWS OF RESOURCES	47,360,233	3,691,602	51,051,835
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	609,474,772	10,899,916	620,374,688
<u>LIABILITIES:</u>			
Accounts payable	17,407,746	228,146	17,635,892
Due to other governments	747,390		747,390
Unearned revenue	1,377,528		1,377,528
Funds held as fiduciary		321,662	321,662
Other current liabilities	9,992,185	868,328	10,860,513
Debt due within one year	20,759,425	105,623	20,865,048
Debt due in more than one year	528,774,511	243,636	529,018,147
Other non-current liabilities	62,862,930	8,195,405	71,058,335
Other: Accrued Interest payable	6,986,979		6,986,979
Other: Unearned grant revenue	21,532,835		21,532,835
Other: Funds held in escrow	157,874		157,874
Other: Accrued salaries	1,616,318	197,481	1,813,799
TOTAL LIABILITIES	672,215,721	10,160,281	682,376,002
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Other: Deferred fees	600,000		600,000
Other: Deferred real estate fee	650		650
TOTAL DEFERRED INFLOWS OF RESOURCES	600,650		600,650
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	672,816,371	10,160,281	682,976,652
<u>NET POSITION:</u>			
Net investment in capital assets	5,355,350	4,500,709	9,856,059
Restricted	8,409,899		8,409,899
Unrestricted	-77,106,848	-3,761,074	-80,867,922
TOTAL NET POSITION	-63,341,599	739,635	-62,601,964

County of CHESTER
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
 Proprietary Funds
 December 31, 2015

	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total Fiduciary
<u>GOVERNMENTAL ACTIVITIES:</u>							
General government - administrative	38,322,703	12,827,426	1,053,565		-24,441,712		-24,441,712
General government - judicial	46,019,010	8,059,251	5,914,728		-32,045,031		-32,045,031
Public safety	19,333,917	10,537,821	1,232,700	443,217	-7,120,179		-7,120,179
Corrections	40,812,884	4,312,573	3,052,056		-33,448,255		-33,448,255
Highways and streets	1,026,608				-1,026,608		-1,026,608
Health and welfare	172,907,309	3,578,554	158,178,640		-11,150,115		-11,150,115
Culture - recreation	12,737,509	273,041	26,788		-12,437,680		-12,437,680
Conservation	11,825,162	1,250,919	353,485	640,783	-9,579,975		-9,579,975
Interest on long term debt	22,956,163				-22,956,163		-22,956,163
Other: Public works	609,832		1,008,514	2,104,033	2,502,715		2,502,715
TOTAL GOVERNMENTAL ACTIVITIES	366,551,097	40,839,585	170,820,476	3,188,033	-151,703,003		-151,703,003
<u>MAJOR BUSINESS-TYPE ACTIVITIES:</u>							
Business 1	25,092,076	24,548,724	3,753			-539,599	-539,599
TOTAL BUSINESS-TYPE ACTIVITIES	25,092,076	24,548,724	3,753			-539,599	-539,599
TOTAL PRIMARY GOVERNMENTS	391,643,173	65,388,309	170,824,229	3,188,033	-151,703,003	-539,599	-152,242,602

County of CHESTER
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

December 31, 2015

	Governmental Activities	Business-Type Activities	Total
TOTAL PRIMARY GOVERNMENTS	-151,703,003	-539,599	-152,242,602
GENERAL REVENUES:			
Real estate	153,693,123		153,693,123
Hotel room rental	1		1
Personal property tax	2,193		2,193
Unrestricted investment earnings	817,991		817,991
Other: Miscellaneous	4,804,880		4,804,880
Other: Hotel room rental adjustment	-1		-1
Transfers	-769,236	769,236	
TOTAL GENERAL REVENUES AND TRANSFERS	158,548,951	769,236	159,318,187
CHANGE IN NET POSITION	6,845,948	229,637	7,075,585
NET POSITION - BEGINNING OF YEAR	-70,187,547	509,998	-69,677,549
PRIOR PERIOD ADJUSTMENT			
NET POSITION - END OF YEAR	-63,341,599	739,635	-62,601,964

County of CHESTER
BALANCE SHEET - GOVERNMENTAL FUNDS

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)

December 31, 2015

	General	MH/IDD	Managed Behavioral Healthcare	Children and Youth	Capital Improvement	Debt Service	Permanent Fund	Other Governmental Funds	Total Government Funds
ASSETS:									
Cash and cash equivalents	5,765,896		732,128	16,000	2,000,392	31,910,856		18,492,732	58,918,004
Receivables (net of allowance for uncollectibles)	7,070,057	1,408	245,303	101,307	76,354	1,215,779		3,930,813	12,641,021
Due from other governments	5,179,407	12,451,786		13,289,931	207,406			10,710,444	41,838,974
Due from other funds	29,730,894								29,730,894
Inventories	18,797								18,797
Prepays	1,594,957				18,749				1,613,706
Restricted assets:									
Temporarily restricted:									
Cash and cash equivalents	1,414,269		16,254,284		4,369,421			2,015,313	24,053,287
Investments	1,365,949								1,365,949
Permanently restricted:									
Investments									
Other: Other assets	7,372							1,743	9,115
Other: Advances to subcontractors				15,000				968	15,968
TOTAL ASSETS	52,147,598	12,453,194	17,231,715	13,422,238	6,672,322	33,126,635		35,152,013	170,205,715
DEFERRED OUTFLOWS OF RESOURCES:									
TOTAL DEFERRED OUTFLOWS OF RESOURCES									
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	52,147,598	12,453,194	17,231,715	13,422,238	6,672,322	33,126,635		35,152,013	170,205,715
LIABILITIES:									
Accounts payable	1,998,174	3,456,841	431,316	2,013,830	3,857,029	2,366		4,624,435	16,383,991
Due to other governments		455,453		222,649				69,502	747,604
Due to other funds		5,979,484	469,991	10,994,194				7,770,530	25,214,199
Unearned revenue	205,879	2,486,282	16,254,284	43,657				2,542,733	21,532,835
Funds held as fiduciary	151,089							6,785	157,874
Other: Accrued liabilities	1,079,438	75,134	9,540	137,127				310,419	1,611,658
Other: Other liabilities	3,340,894								3,340,894

County of CHESTER
BALANCE SHEET - GOVERNMENTAL FUNDS

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)

December 31, 2015

	General	MH/IDD	Managed Behavioral Healthcare	Children and Youth	Capital Improvement	Debt Service	Permanent Fund	Other Governmental Funds	Total Government Funds
Other: Other unearned revenue	99,359		66,584	10,781	15,000			1,185,804	1,377,528
TOTAL LIABILITIES	6,874,833	12,453,194	17,231,715	13,422,238	3,872,029	2,366		16,510,208	70,366,583
DEFERRED INFLOWS OF RESOURCES:									
Other: Deferred fees	600,000								600,000
Other: Unavailable real estate taxes	2,628,276					1,008,847		304,013	3,941,136
Other: Deferred real estate taxes	650								650
Other: Deferred tax claim fees	1,026,246								1,026,246
TOTAL DEFERRED INFLOWS OF RESOURCES	4,255,172					1,008,847		304,013	5,568,032
TOTAL LIABILITIES AND DEFERRED INFLOWS OF INFLows RESOURCES	11,130,005	12,453,194	17,231,715	13,422,238	3,872,029	1,011,213		16,814,221	75,934,615
FUND BALANCES:									
Nonspendable									
Not in spendable form	1,613,754								1,613,754
Requirement to be maintained intact								342,799	342,799
Restricted fund balance									
Other: Capital projects					2,599,888				2,599,888
Other: Agriculture easements					199,752				199,752
Other: Act 13 - Impact fee revenues					653			2,831,326	2,831,979
Other: County records improvement								506,697	506,697
Other: Child support enforcement								350,000	350,000
Other: Bridge construction and maintenance								109,483	109,483
Other: Affordable housing act								105,644	105,644
Other: Hatifield trust - spendable								265,701	265,701
Committed fund balance									
Assigned fund balance									
Other: Capital projects								7,302,724	7,302,724
Other: Working capital reserve	15,900,000								15,900,000
Other: Retirement of long term debt						32,115,422			32,115,422

County of CHESTER
BALANCE SHEET - GOVERNMENTAL FUNDS

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)

December 31, 2015

	General	MH/IDD	Managed Behavioral Healthcare	Children and Youth	Capital Improvement	Debt Service	Permanent Fund	Other Governmental Funds	Total Government Funds
Other: Upkeep of county parks								3,992,102	3,992,102
Other: Upkeep of county libraries								2,531,316	2,531,316
Unassigned fund balance*	23,503,839								23,503,839
TOTAL FUND BALANCE	41,017,593				2,800,293	32,115,422		18,337,792	94,271,100
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES & FUND BALANCES	52,147,598	12,453,194	17,231,715	13,422,238	6,672,322	33,126,635		35,152,013	170,205,715

Amounts reported for governmental activities in the statement of net assets are different because:	
Internal service funds are used by management to charge certain costs to county departments and employees	
The assets, deferred outflows of resources, liabilities and deferred inflows of resources of the internal service funds are included in governmental activities in the STATEMENT OF NET POSITION	11,280,051
Long-term liabilities and deferred inflows are not due and payable in the current period and therefore are not reported as a fund liability	-575,793,332
The difference in net position between full accrual accounting and modified accrual accounting is due to differing revenue recognition criteria between the two methods	158,317
The difference in net position between full accrual accounting and modified accrual accounting is due to differing expenditure recognition criteria between the two methods	4,967,382
Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds	401,774,883
Other: _____	
NET POSITION OF GOVERNMENTAL ACTIVITIES	-63,341,599

County of CHESTER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 December 31, 2015

	General	MH/IDD	Managed Behavioral Healthcare	Children and Youth	Capital Improvement	Debt Service	Rermanent Fund	Other Governmenta I Funds	Total Government Funds
REVENUES:									
TAXES:									
Real estate	103,367,614					39,607,926		11,037,615	154,013,155
Hotel room rental								1	1
Other: Personal property tax	2,193								2,193
TOTAL TAXES	103,369,807					39,607,926		11,037,616	154,013,349
INTERGOVERNMENTAL REVENUES:									
Federal	4,526,464	5,125,574		3,766,668	443,217			25,829,448	39,691,371
State	8,145,119	20,538,304	67,346,141	18,288,279	640,783			17,701,146	132,659,772
Local government units	131,676		1,383						133,059
TOTAL INTERGOVERNMENTAL REVENUES	12,803,259	25,663,878	67,347,524	22,054,947	1,084,000			43,530,594	172,484,202
Charges for Service	20,365,866			485,256				11,310,999	32,162,121
	20,365,866			485,256				11,310,999	32,162,121
MISCELLANEOUS REVENUES:									
Interest earnings	296,639	8,637		177	126,723	169,903		89,542	691,621
Rents	136,893							462,416	599,309
Other: Other	4,606,207	50,984		112,205	168,285	1,612,792		1,768,174	8,318,647
TOTAL MISCELLANEOUS REVENUES	5,039,739	59,621		112,382	295,008	1,782,695		2,320,132	9,609,577
TOTAL REVENUES	141,578,671	25,723,499	67,347,524	22,652,585	1,379,008	41,390,621		68,199,341	368,271,249

EXPENDITURES:

General government - administrative	30,268,062				233,883	14,451		607,457	31,123,853
General government - judicial	36,203,994				1,250			6,440,241	42,645,485
Public safety	4,395,032							13,020,771	17,415,803
Corrections	38,632,771				29,950				38,662,721
Highways and streets								1,026,608	1,026,608
Health and welfare	9,417,535	26,734,745	66,599,788	28,182,493	2,082,627			39,120,527	172,137,715

County of CHESTER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 December 31, 2015

	General	MH/IDD	Managed Behavioral Healthcare	Children and Youth	Capital Improvement	Debt Service	Rermanent Fund	Other Governmental Funds	Total Government Funds
Culture - recreation					73,613			11,290,060	11,363,673
Conservation	5,400,245				6,120,169			348,208	11,868,622
Debt Service						41,918,773			41,918,773
Other: Bridges								1,818,657	1,818,657
Other: Other	33,320	10,761	16,141	21,521	35,406,129			2,622,234	38,110,106
TOTAL EXPENDITURES	124,350,959	26,745,506	66,615,929	28,204,014	43,947,621	41,933,224		76,294,763	408,092,016
<u>OTHER FINANCIAL SOURCES/(USES):</u>									
Interfund Operating Transfers	-14,126,581	1,022,007	-731,595	5,549,795	-39,047	-528,267		8,084,453	-769,235
Sale of capital assets	24,712			1,634					26,346
Long-term debt issued									
Payment on advanced refunding of debt						-90,585,514			-90,585,514
Other: Issuance of refunding bonds						91,105,000			91,105,000
TOTAL OTHER FINANCING SOURCES/ (USES)	-14,101,869	1,022,007	-731,595	5,551,429	-39,047	-8,781		8,084,453	-223,403
CHANGE IN FUND BALANCES	3,125,843				-42,607,660	-551,384		-10,969	-40,044,170
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR	37,891,750				45,407,953	32,666,806		18,348,761	134,315,270
FUND BALANCES (DEFICIT) - END OF YEAR	41,017,593				2,800,293	32,115,422		18,337,792	94,271,100

County of CHESTER

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

December 31, 2015

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances (deficit) - total governmental funds

-40,044,170

The net revenue (expense) of certain activities of the internal services fund is reported with governmental activities

945,531

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Additionally, various other long-term liabilities and deferred inflows do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds. This amount is the net effect of the differences in the treatment of long-term liabilities and deferred inflows on the statement of activities

20,215,178

The difference in the change in net position between full accrual accounting and modified accrual accounting is due to differing revenue recognition criteria between the two accounting methods

-406,565

The difference in the change in net position between full accrual accounting and modified accrual accounting is due to differing expenditure recognition criteria between the two accounting methods

139,763

The net effect of various transactions involving capital assets, (i.e. purchases, disposals, etc.) is to increase net position

25,997,846

Other: Equipment - Non-Capitalized write off

-1,635

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES**6,845,948**

County of CHESTER
STATEMENT OF NET POSITION
 Proprietary Funds
 December 31, 2015

	Pocopson	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
<u>CURRENT ASSETS:</u>								
Cash and cash equivalents	314,414						314,414	16,374,020
Receivables (net of allowance for uncollectibles)	3,930,792						3,930,792	31,732
Inventories	90,075						90,075	
Prepays	34,706						34,706	732,287
Restricted assets:								
Temporarily restricted:								
Cash and cash equivalents	278,105						278,105	
TOTAL CURRENT ASSETS	4,648,092						4,648,092	17,138,039
<u>NON-CURRENT ASSETS:</u>								
Permanently restricted:								
Construction in progress	1,756,567						1,756,567	
Buildings and system	2,869,240						2,869,240	
Improvements other than buildings	41,174						41,174	
Machinery and equipment	182,987						182,987	249,831
TOTAL NON-CURRENT ASSETS	4,849,968						4,849,968	249,831
TOTAL ASSETS	9,498,060						9,498,060	17,387,870
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>								
Deferrals related to pensions	3,691,602						3,691,602	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	3,691,602						3,691,602	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	13,189,662						13,189,662	17,387,870
<u>CURRENT LIABILITIES:</u>								
Accounts payable	228,146						228,146	1,023,755
Due to other funds	4,487,793						4,487,793	
Debt due within 1 year	105,623						105,623	
Other current liabilities	408,990						408,990	109,520

County of CHESTER
STATEMENT OF NET POSITION

Proprietary Funds

December 31, 2015

	Pocopson	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
Other: Accrued liabilities	197,481						197,481	4,660
Other: Health and welfare								2,302,277
Other: Capital leases payable								177,905
Funds held as fiduciary	321,662						321,662	
TOTAL CURRENT LIABILITIES	5,749,695						5,749,695	3,618,117
<u>NON-CURRENT LIABILITIES:</u>								
Debt due in more than 1 year	243,636						243,636	
Other: Accrued liabilities	348,153						348,153	
Other: Health and welfare	7,168,727						7,168,727	1,357,591
Other: Capital leases payable								71,926
TOTAL NON-CURRENT LIABILITIES	7,760,516						7,760,516	1,429,517
TOTAL LIABILITIES	13,510,211						13,510,211	5,047,634
<u>NON-CURRENT LIABILITIES:</u>								
TOTAL NON-CURRENT LIABILITIES								
<u>DEFERRED INFLOWS OF RESOURCES:</u>								
TOTAL DEFERRED INFLOWS OF RESOURCES								
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	13,510,211						13,510,211	5,047,634
<u>NET POSITION:</u>								
Net investment in capital assets	4,500,709						4,500,709	
Restricted								3,020,000
Unrestricted	-4,821,258						-4,821,258	9,320,236
TOTAL NET POSITION	-320,549						-320,549	12,340,236
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	13,189,662						13,189,662	17,387,870

Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds

1,060,184

Net Position of Business-type Activities

739,635

County of CHESTER
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION-
 Proprietary Funds
 For the Year Ended December 31, 2015

	Pocopson	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
<u>OPERATING REVENUES:</u>								
Charges for service	24,453,772						24,453,772	37,155,510
Other: Miscellaneous	98,706						98,706	393,868
TOTAL OPERATING REVENUES	24,552,478						24,552,478	37,549,378
<u>OPERATING EXPENSES:</u>								
Personnel services	18,373,358						18,373,358	605,125
Other services and charges	5,051,024						5,051,024	7,082,809
Depreciation and amortization	495,517						495,517	288,791
Other: Self insurance claims	138,663						138,663	28,283,788
Other: Indirect Cost	1,341,505						1,341,505	83,674
TOTAL OPERATING EXPENSES	25,400,067						25,400,067	36,344,187
OPERATING INCOME/(LOSS)	-847,589						-847,589	1,205,191
<u>NONOPERATING REVENUES/(EXPENSES):</u>								
Investment earnings								73,774
Interest expense	-14,670						-14,670	-10,772
TOTAL NONOPERATING REVENUES/(EXPENSES)	-14,670						-14,670	63,002
TRANSFERS IN/(OUT)	769,236						769,236	
CHANGE IN NET POSITION	-93,023						-93,023	1,268,193
NET POSITION - BEGINNING OF YEAR	-227,526							11,072,043

County of CHESTER
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION-
 Proprietary Funds
 For the Year Ended December 31, 2015

	Pocopson	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
NET POSITION - END OF YEAR	-320,549							12,340,236
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds							322,660	
Changes in Net Position of Business-type Activities							229,637	

County of CHESTER
STATEMENT OF FIDUCIARY NET POSITION
 Fiduciary Funds
 December 31, 2015

	Employee Retirement Fund	Tax Claim Agency	Row Office Agency	Hotel Tax Agency	Fiduciary #5
ASSETS:					
Cash and cash equivalents	13,564,157	2,248,675	18,794,454	235,282	
Receivables	758,444	14,856,336		242,182	
Investments, at fair value	349,331,919				
Restricted assets:					
Temporarily restricted:					
Permanently restricted:					
TOTAL ASSETS	363,654,520	17,105,011	18,794,454	477,464	
DEFERRED OUTFLOWS OF RESOURCES:					
TOTAL DEFERRED OUTFLOWS OF RESOURCES					
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	363,654,520	17,105,011	18,794,454	477,464	
LIABILITIES:					
Accounts payable and other current liabilities	24,828			235,282	
Due to other funds	28,902		8,261,235		
Other: Due to other taxing authorities		17,105,011			
Other: Hotel tax payable				242,182	
Other: Other liabilities			10,533,219		
TOTAL LIABILITIES	53,730	17,105,011	18,794,454	477,464	
DEFERRED INFLOWS OF RESOURCES:					
TOTAL DEFERRED INFLOWS OF RESOURCES					
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	53,730	17,105,011	18,794,454	477,464	
NET POSITION:					
Assets held in trust for pension/other post employment benefits	363,600,790				
TOTAL NET POSITION	363,600,790				
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	363,654,520	17,105,011	18,794,454	477,464	

County of CHESTER
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Fiduciary Funds

December 31, 2015

	Employee Retirement Fund	Tax Claim Agency	Row Office Agency	Hotel Tax Agency	Fiduciary #5
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ADDITIONS:

Contributions

Employer	6,025,657				
Plan members	7,153,328				
TOTAL CONTRIBUTIONS	13,178,985				

INVESTMENT EARNINGS:

Interest	2,893,163				
Net increase/(decrease) in the fair value of investments	-13,244,327				
Other: Dividends	4,505,065				
Other: Other	51,805				
TOTAL INVESTMENT EARNINGS	-5,794,294				

Less Investment Expenses

	774,958				
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TOTAL ADDITIONS

	6,609,733				
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DEDUCTIONS:

Benefits	18,329,841				
Administrative Expenses	132,597				
Other: Refund of employee contributions	2,705,577				
TOTAL DEDUCTIONS	21,168,015				

County of CHESTER
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Fiduciary Funds

December 31, 2015

	Employee Retirement Fund	Tax Claim Agency	Row Office Agency	Hotel Tax Agency	Fiduciary #5
CHANGE IN NET POSITION	-14,558,282				
NET POSITION - BEGINNING OF YEAR	378,159,072				
PRIOR PERIOD ADJUSTMENT					
NET POSITION - END OF YEAR	363,600,790				

County of CHESTER

December 31, 2015

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond Capital Lease Lease Rental Note	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End **
General Obligation Bonds and Notes									
To advance refund portions of 2003 and 2005 bonds	Bond	2006	2024	88,725,000	845,000		415,000		430,000
To refund of 2001, 2003, 2004, 2207 bonds 2007A, B, C, D notes	Bond	2009	2029	118,080,000	105,585,000		70,000		105,515,000
To refund 2003, 2004, 2005 bonds	Bond	2009	2022	25,265,000	17,665,000		4,020,000		13,645,000
To fund open space & agriculture preservation programs	Bond	2009	2032	40,915,000	40,915,000				40,915,000
To refund 2006 note	Bond	2009	2029	55,960,000	52,935,000		5,210,000		47,725,000
To advance refund 2007, 2009 bonds	Bond	2010	2025	29,425,000	29,405,000		5,000		29,400,000
To refund 2001 bond	Bond	2011	2024	8,935,000	8,920,000		5,000		8,915,000
To fund 5 year capital plan	Bond	2011	2033	36,525,000	36,510,000		5,000		36,505,000
To fund portion 5 year capital plan	Bond	2012	2033	37,180,000	37,170,000		5,000		37,165,000
To refund 2008 bond	Bond	2013	2018	7,165,000	7,165,000				7,165,000
To advance refund 2005 bonds	Bond	2013	2022	27,230,000	24,610,000		2,505,000		22,105,000
To advance refund 2007 bonds and to fund 5 year capital plan	Bond	2014	2034	83,570,000	83,570,000		2,855,000		80,715,000
To advance refund portion 2006 bonds	Bond	2015	2024	91,105,000	91,105,000		2,375,000		88,730,000
Revenue Bonds and Notes									
Lease Rental Debt									
Computer leases	Capital Leases	2013	2015	336,444	114,376		114,376		0
Computer leases	Capital Leases	2014	2016	1,277,049	881,117		436,197		444,920
Computer leases	Capital Leases	2015	2017	211,496	0	211,496	69,107		142,389
Other									
0									

County of CHESTER

December 31, 2015

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond Capital Lease Lease Rental Note	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End **
									0

If you have a GAAP basis financial statement with footnotes, please provide the information below.

GUARANTEED DEBT SECTION (Optional Information)

*Debt that is guaranteed by the County \$0 (aggregate guaranteed debt) of which \$ 0 (if any) is reported above.

*The aggregate guaranteed debt amount (first line) in the "Optional Information" section should include any amount of debt guaranteed by the county. If providing this information, please include related amounts reported in the "Debt Statement," if any. Do not include debt payments that are incurred and paid off within the same fiscal year or other items, such as workers' compensation, other postemployment benefits, self-insurance, claim liabilities, compensated absences, etc.

Total Debt	518,930,000
Capitalized lease obligations	587,309
Plus(less) Unamortized Premium(Discount)	
Net debt	519,517,309

** excludes unamortized premium/discount

County of CHESTER
STATEMENT OF CAPITAL ADDITIONS
 December 31, 2015

Total

GOVERNMENTAL-TYPE ACTIVITY:

General Government - administrative	4,987,129
General Government - judicial	1,409,874
Public safety	
Police	28,920,305
Corrections	4,889,806
Public works	
Highways and streets	1,026,608
Other: Public Works	875,949
Health and welfare	1,384,587
Culture - recreation	1,592,815
Conservation	1,001,768

BUSINESS-TYPE ACTIVITY:

Pocopson	2,031,567
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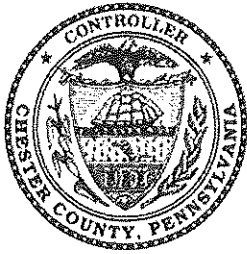
TOTAL CAPITAL EXPENDITURES

48,120,408

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)

108,934,297



COUNTY OF CHESTER OFFICE OF THE CONTROLLER

313 WEST MARKET STREET, SUITE 6302, P.O. BOX 2748, WEST CHESTER, PA 19380-0991
TELEPHONE: (610) 344-6155 FAX: (610) 344-6750

NORMAN MACQUEEN
CONTROLLER

June 21, 2016

ELECTED CONTROLLER'S CERTIFIED OPINION

To the: Board of County Commissioners
President Judge of the Court of Common Pleas
Secretary of the Department of Community and Economic Development

I, the undersigned, the duly elected and acting Controller of the County of Chester, have audited, adjusted and settled the accounts of the County of Chester for the year ended December 31, 2015. My audit, adjustment, and settlement were made in accordance Act 103 of 2002 rather than with U.S. generally accepted auditing standards.

The County has prepared these financial statements on the basis of accounting consistent with U.S. generally accepted accounting principles; consisting of the accrual basis for the government-wide, proprietary fund and fiduciary fund financial statements and the modified accrual basis for the governmental fund financial statements.

Due to the absence of notes and other disclosures required by U.S. generally accepted accounting principles, these financial statements are not intended to be a complete presentation in accordance with U.S. generally accepted accounting principles.

In my opinion, these financial statements accurately reflect the results of operations and the financial position of the County of Chester for the year ended December 31, 2015.

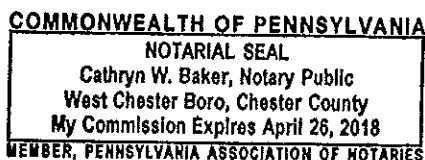
Signed:

Norman S. MacQueen
Controller

Commonwealth of Pennsylvania)
) SS:
County of Chester)

Subscribed and sworn to before me
this 21st day of June, 2016. (Seal)

Signed: Cathryn W. Baker
Notary Public



December 31, 2015

NOTES / COMMENTS