



Annual Financial Report

County of: Chester
for the year 2003



Return to:
PA Department of Community and Economic Development
Governor's Center for Local Government Services
400 North Street, 4th Floor
Commonwealth Keystone Building
Harrisburg, PA 17120-0225

Commonwealth of Pennsylvania
Edward G. Rendell, Governor

PA Dept. of Community & Economic Development
Dennis Yablonsky, Secretary
www.inventpa.com





COUNTY OF CHESTER

OFFICE OF THE CONTROLLER

2 N. HIGH STREET, SUITE 540, P.O. BOX 2748, WEST CHESTER, PA 19380-0991
 TELEPHONE: (610) 344-6155 FAX: (610) 344-6750

RAY E. WHITE, JR., CPA
Acting Controller

The 2002 Department of Community and Economic Development report was prepared prior to the independent auditor's report and other adjustments that were made necessary due to the implementation of GASB 34 in 2002. As a result, it has been necessary to adjust the beginning fund balances reflected in the 2003 report to incorporate the net effect of the auditor's adjustments as well as other changes made to fund balances.

The opening balances in this 2003 report reflect adjustments of the following cumulative amounts. Other opening balances may differ by rounding amounts.

ADJUSTMENTS TO BEGINNING FUND BALANCES FOR 2003

FUND	DEC. 31, 2002 DCED BALANCE	ADJUSTMENTS	JAN. 1, 2003 DCED BALANCE
General Fund			
-Reserved	727,262	(108,373)	618,889
-Unreserved	<u>25,097,784</u>	<u>34,268</u>	<u>25,132,052</u>
	25,825,046	(74,105)	25,750,941
Special Revenue			
-Reserved	420,339	721,330	1,141,669
-Unreserved	<u>7,077,942</u>	<u>(263,605)</u>	<u>6,814,337</u>
	7,498,281	457,725	7,956,006
Internal Service	1,353,453	218,481	1,571,934
Fiduciary Funds	144,302,625	(461,519)	143,841,106

Balance Sheet, December 31st, 2003

Assets and Other Debits		Governmental Funds			
		<i>General Fund</i>	<i>Special Revenue</i>	<i>Capital Projects</i>	<i>Debt Service</i>
1100	Cash and Investments	\$ 16,122,003	\$ 14,021,496	\$ 33,124,638	\$ 4,835,422
1200	Accounts Receivable (exclude taxes)	1,953,344	857,003	199,029	-
1210	Taxes Receivable	4,116,785	430,203	-	584,154
1300-1600	Other Current Assets	15,396,875	26,883,844	297,599	-
1700	Fixed Assets	-	-	-	-
1800	Other Debits	576,994	2,896,452	-	4,080,000
Total Assets and Other Debits ➡		\$ 38,166,001	\$ 45,088,998	\$ 33,621,266	\$ 9,499,576

Liabilities and Other Credits					
2000	Payroll Taxes and Other Withholdings	\$ 3,008,436	\$ 1,443,281	\$ 3,482	\$ -
2010	All Other Current Liabilities	8,563,264	34,979,175	2,536,773	500,943
2300	Long-Term Liabilities	-	-	-	-
2399	Other Credits	-	-	-	-
Total Liabilities and Other Credits ➡		\$ 11,571,700	\$ 36,422,456	\$ 2,540,255	\$ 500,943

Fund and Account Group Equity					
2400	Fund Bal./Retained Earnings/Reserved	\$ 645,113	\$ 5,197,988	\$ 1,121,974	\$ 8,998,633
2500	Fund Bal./Retained Earnings/Unreserved	25,949,188	3,468,554	29,959,037	-
2600	Contributed Capital	-	-	-	-
2900	Investment in General Fixed Assets	-	-	-	-
Total Fund and Account Group Equity ➡		\$ 26,594,301	\$ 8,666,542	\$ 31,081,011	\$ 8,998,633

Balance Sheet, December 31st, 2003

Proprietary Funds		Fiduciary Funds	Account Groups		Totals
<i>Enterprise</i>	<i>Internal Service</i>	<i>Trust and Agency</i>	<i>General Fixed Assets</i>	<i>Gen. Long Term Debt</i>	<i>Memorandum Only</i>
\$ 90,707	\$ 6,708,528	\$ 190,741,407	\$ -	\$ -	\$ 265,644,201
4,154,021	60,089	7,453,910	-	-	14,677,396
-	-	6,453,385	-	-	11,584,527
335,996	2,317,137	-	-	-	45,231,451
1,796,955	1,118,349	-	136,259,181	-	139,174,485
-	-	-	-	229,470,989	237,024,435
\$ 6,377,679	\$ 10,204,103	\$ 204,648,702	\$ 136,259,181	\$ 229,470,989	\$ 713,336,495

TOTAL ASSETS	\$ 713,336,495
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\$ 627,697	\$ 3,250,100	\$ 44,215	\$ -	\$ -	\$ 8,377,211
801,764	434,072	26,305,003	-	-	74,120,994
1,727,319	3,292,171	-	-	229,470,989	234,490,479
-	-	-	-	-	-
\$ 3,156,780	\$ 6,976,343	\$ 26,349,218	\$ -	\$ 229,470,989	\$ 316,988,684

\$ -	\$ -	\$ 178,299,484	\$ -	\$ -	\$ 194,263,192
64,324	3,227,760	-	-	-	62,668,863
3,156,575	-	-	-	-	3,156,575
-	-	-	136,259,181	-	136,259,181
\$ 3,220,899	\$ 3,227,760	\$ 178,299,484	\$ 136,259,181	\$ -	\$ 396,347,811

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	\$ 713,336,495
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Statement of Revenues and Expenditures, December 31st, 2003

REVENUES		Governmental Funds		
Taxes		<i>General Fund</i>	<i>Special Revenue</i>	<i>Capital Projects</i>
3110	Real Estate Taxes	\$ 79,244,421	\$ 11,673,657	\$ -
3120	Per Capita Taxes	-	-	-
3130	Personal Property Taxes	120,308	-	-
3140	Hotel Room Rental Taxes	-	-	-
3150	Occupation Taxes	-	-	-
3160	Sales Taxes	-	-	-
3199	Other (<i>please specify</i>)	-	-	-
Total Taxes ☞		\$ 79,364,729	\$ 11,673,657	\$ -

Licenses and Permits				
3200	Licenses and Permits	\$ 1,570,767	\$ -	\$ -

Intergovernmental Revenues				
3310	Federal	\$ 2,808,153	\$ 43,873,388	\$ 440,990
3320	State	8,825,918	86,349,542	1,701,779
3330	Local Government Units	69,778	31,730	-
3340	Combination	-	-	-
Total Intergovernment Revenues ☞		\$ 11,703,849	\$ 130,254,660	\$ 2,142,769

Charges for Service				
3410	General Administration	\$ 15,605,285	\$ 41,100	\$ 381,282
3420	Judicial Administration	2,585,033	45,135	-
3440	Public Safety	210,709	-	-
3443	Corrections	1,430,849	-	-
3444	Emergency Telephone Chrg/911	-	4,804,606	-
3450	Public Works	-	-	-
3460	Human Services (<i>except institutional</i>)	-	737,087	-
3465	Health	154,376	11,254	-
3466	Institutional Care	116,937	-	-
3470	Recreation Charges/Permits	1,968	49,245	-
3490	Other Charges for Service	-	7,740	-
Total Charges for Service ☞		\$ 20,105,157	\$ 5,696,167	\$ 381,282

Statement of Revenues and Expenditures, December 31st, 2003

	Proprietary Funds		Fuduciary Fund Type	Totals
	<i>Debt Service</i>	<i>Enterprise</i>	<i>Trust and Agency</i>	<i>Memorandum Only</i>
\$ 15,102,574	\$ -	\$ -	\$ -	\$ 106,020,652
-	-	-	-	-
-	-	-	-	120,308
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 15,102,574	\$ -	\$ -	\$ -	\$ 106,140,960

\$ -	\$ -	\$ -	\$ -	\$ 1,570,767
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\$ -	\$ -	\$ -	\$ -	\$ 47,122,531
-	-	-	-	96,877,239
-	-	-	-	101,508
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 144,101,278

\$ -	\$ -	\$ 19,152,160	\$ -	\$ 35,179,827
-	-	-	-	2,630,168
-	-	-	-	210,709
-	-	-	-	1,430,849
-	-	-	-	4,804,606
-	-	-	-	-
-	-	-	-	737,087
-	-	-	-	165,630
-	18,487,834	-	-	18,604,771
-	-	-	-	51,213
-	53,120	2,376,242	-	2,437,102
\$ -	\$ 18,540,954	\$ 21,528,402	\$ -	\$ 66,251,962

Statement of Revenues and Expenditures, December 31st, 2003

Fines and Forfeits		Governmental Funds		
		General Fund	Special Revenue	Capital Projects
3500	Fines and Forfeits	\$ 1,174,919	\$ 47,352	\$ -

Miscellaneous Revenues				
3610	Interest Earnings	\$ 856,834	\$ 292,012	\$ 958,362
3620	Rents and Royalties	155,780	233,424	-
3670	Private Contrib and Donations	1,887	319,482	-
3680	Retirement System Revenues	-	-	-
3690	Other Miscellaneous Revenues	1,293,159	456,391	668,285
Total Miscellaneous Revenues		\$ 2,307,660	\$ 1,301,309	\$ 1,626,647

Other Financing Sources				
3910	Proceeds from Fixed Asset Disposition	\$ 16,491	\$ -	\$ -
3920	Interfund Operating Transfers	58,217	17,868,403	-
3930	Proceeds from General Long Term Debt	-	-	-
3940	Refund of Prior Year's Expenditures	10,762,993	19,769	-
		-	-	-
Total Other Financing Sources		\$ 10,837,701	\$ 17,888,172	\$ -

TOTAL ALL REVENUES		127,064,782	166,861,317	4,150,698
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EXPENDITURES				
Administration				
000000	General Government, Excluding Judicial	\$ 32,483,583	\$ -	\$ 10,925,916
4180-4190	Judicial Administration	26,978,302	4,697,565	176,959
Total Administration		\$ 59,461,885	\$ 4,697,565	\$ 11,102,875

Public Safety				
4210	Police	\$ -	\$ -	\$ -
4220	Fire	-	-	-
4230	Corrections	19,271,541	-	2,197,451
4240	Protective Inspections	8,071,394	-	-
4291	Emergency Management, Including 911	1,928,747	11,074,508	3,978,098
4292	Flood Control	-	-	-
4293	Ambulance/Rescue	-	-	-
4294	Other Public Safety	-	-	-
Total Public Safety		\$ 29,271,682	\$ 11,074,508	\$ 6,175,549

Statement of Revenues and Expenditures, December 31st, 2003

	Proprietary Funds		Fiduciary Fund Types	Total	
	<i>Debt Service</i>	<i>Enterprise</i>	<i>Internal Service</i>	<i>Trust and Agency</i>	<i>Memoradium Only</i>
\$	-	\$ -	\$ -	\$ -	\$ 1,222,271

\$	266,803	\$ 674	\$ 59,975	\$ 16,729	\$ 2,451,389
	-	-	-	-	389,204
	-	-	-	-	321,369
	-	-	2	41,357,244	41,357,246
	183,467	12,580	107,002	11,338	2,732,222
\$	450,270	\$ 13,254	\$ 166,979	\$ 41,385,311	\$ 47,251,430

\$	-	\$ -	\$ -	\$ -	\$ 16,491
	13,915	4,421,614	-	-	22,362,149
	44,722,663	-	-	-	44,722,663
	-	-	-	-	10,782,762
	-	-	-	-	-
\$	44,736,578	\$ 4,421,614	\$ -	\$ -	\$ 77,884,065

60,289,422	22,975,822	21,695,381	41,385,311	444,422,733
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\$	114,727	\$ 3,123,249	\$ 2,996,585	\$ 714,994	\$ 50,359,054
	-	-	-	-	31,852,826
\$	114,727	\$ 3,123,249	\$ 2,996,585	\$ 714,994	\$ 82,211,880

\$	-	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-
	-	-	-	-	21,468,992
	-	-	-	-	8,071,394
	-	-	-	-	16,981,353
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ 46,521,739

Statement of Revenues and Expenditures, December 31st, 2003

Public Works		Governmental Funds		
		<i>General Fund</i>	<i>Special Revenue</i>	<i>Capital Projects</i>
4310	Highways and Bridges	\$ -	\$ 764,489	\$ 695,610
4320	Sanitation/Solid Waste	-	-	-
4331	Airport	36,250	-	-
4337	Storm Water/Flood Control	-	-	-
4339	Mass Transit Operation/Subsidy	1,287,633	-	192,647
	Other Public Works	-	-	-
Totals Public Works		\$ 1,323,883	\$ 764,489	\$ 888,257

Human Services				
4410	Aging	\$ -	\$ 5,325,326	\$ -
4420	Children and Youth Services	-	32,604,179	609,019
4430	Drug and Alcohol	-	5,166,592	-
4440	Economic Opportunity and Employment	-	-	-
4450	Health	11,666,127	-	-
4600	Institutional Care	-	-	-
4470	Mental Health/Mental Retardation	-	58,041,806	-
4480	Transportation	-	2,322,417	-
4490	Other Human Services	-	24,505,847	-
Total Human Services		\$ 11,666,127	\$ 127,966,167	\$ 609,019

Culture and Recreation				
4550	Parks and Recreation	\$ -	\$ 5,386,704	\$ 1,017,523
4560	Libraries	-	5,518,119	1,882,656
4570	Other Culture and Recreation	-	-	-
Total Culture and Recreation		\$ -	\$ 10,904,823	\$ 2,900,179

Community and Economic Development				
4610	Conservation & Nat. Resources	\$ 897,025	\$ -	\$ -
4620	Housing and Community Development	-	6,048,513	14,500
4650	Economic Development	-	-	-
4660	Tourist Promotion	-	-	-
4670	Other Community & Economic Development	-	-	-
Total Community and Economic Development		\$ 897,025	\$ 6,048,513	\$ 14,500

Debt Service				
4710	Debt Principal	\$ -	\$ -	\$ -
4720	Debt Interest	18,347	-	-
4750	Fiscal Agent's Fees	-	-	-
Total Debt Service		\$ 18,347	\$ -	\$ -

Statement of Revenues and Expenditures, December 31st, 2003

	Proprietary Funds		Fiduciary Fund	Total
	Debt Service	Enterprise	Internal Service	Trust and Agency
\$ -	\$ -	\$ -	\$ -	\$ 1,460,099
-	-	-	-	-
-	-	-	-	36,250
-	-	-	-	-
-	-	-	-	1,480,280
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 2,976,629

\$ -	\$ -	\$ -	\$ -	\$ 5,325,326
-	-	-	-	33,213,198
-	-	-	-	5,166,592
-	-	-	-	-
-	12,620,010	-	-	24,286,137
-	3,726,929	-	-	3,726,929
-	-	-	-	58,041,806
-	-	-	-	2,322,417
-	3,070,796	-	-	27,576,643
\$ -	\$ 19,417,735	\$ -	\$ -	\$ 159,659,048

\$ -	\$ -	\$ -	\$ -	\$ 6,404,227
-	-	-	-	7,400,775
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 13,805,002

\$ -	\$ -	\$ -	\$ -	\$ 897,025
-	-	-	-	6,063,013
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 6,960,038

\$ 54,109,457	\$ -	\$ -	\$ -	\$ 54,109,457
8,009,193	56,744	17,808	-	8,102,092
222,673	-	-	-	222,673
\$ 62,341,323	\$ 56,744	\$ 17,808	\$ -	\$ 62,434,222

Statement of Revenues and Expenditures, December 31st, 2003

Miscellaneous Expenditures		General Fund		
		<i>General Fund</i>	<i>Special Revenue</i>	<i>Capital Projects</i>
4810	Intergovernmental Expenditures	\$ 1,663,112	\$ 3,093,379	\$ 15,467,810
4820	Judgement and Losses	-	-	-
4830	Retirement Fund Contributions	-	-	-
4840	Worker's Compensation	-	-	-
4850	Unemployment Compensation	-	-	-
4870	Ins. Prem. & Other Employee Benefits	859,781	298,767	-
	Other Miscellaneous Expenditures	-	-	-
Total Miscellaneous Expenditures ☞		\$ 2,522,893	\$ 3,392,146	\$ 15,467,810

Other Financing Uses				
4920	Interfund Operating Transfers	\$ 21,056,579	\$ 1,302,570	\$ -
4940	Refunds of Prior Year's Revenues	-	-	-
	Other Financing Uses	-	-	-
Total Other Financing Uses ☞		\$ 21,056,579	\$ 1,302,570	\$ -

TOTAL ALL EXPENDITURES	\$ 126,221,421	\$ 166,150,781	\$ 37,158,189
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	\$ 843,361	\$ 710,536	\$ (33,007,491)
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Statement of Revenues and Expenditures, December 31st, 2003

	Proprietary Funds		Fiduciary Fund Types	Total
	<i>Debt Service</i>	<i>Enterprise</i>	<i>Internal Service</i>	<i>Trust and Agency</i>
\$ -	\$ -	\$ -	\$ -	\$ 20,224,301
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	377,419	17,025,162	-	18,561,129
-	-	-	6,211,939	6,211,939
\$ -	\$ 377,419	\$ 17,025,162	\$ 6,211,939	\$ 44,997,369

\$ -	\$ -	\$ -	\$ -	\$ 22,359,149
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 22,359,149

\$ 62,456,050	\$ 22,975,147	\$ 20,039,555	\$ 6,926,933	\$ 441,928,076
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\$ (2,166,628)	\$ 675	\$ 1,655,826	\$ 34,458,378	\$ 2,494,657
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DEBT STATEMENT					
↓ List Each Issue or Loan ↓	Year of Issue	Original Amount of Issue	Outstanding January 1st or Issued During Year	Principal Paid During Year	Principal Outstanding December 31st
General Obligation Bonds and Notes					
Advance Refund Substantial Portion of 1991 G.O. Bond	1993	35,925,000	24,355,000	24,355,000	-
G.O. Bond-Refunding of 1992 G.O. Note and Portion of					
1993 G.O. Note	1995	30,460,000	4,185,000	1,325,000	2,860,000
G.O. Bond-Retire 1995 Note, Info. Tech., Open Space and					
Facilities Improvements.	1998	30,000,000	26,830,000	1,150,000	25,680,000
G.O. Bond-Partial refunding of 1995 Bonds	1999	24,390,000	23,930,000	155,000	23,775,000
G.O. Note-Refunding G.O. Notes 1997 & 1997A	2000	10,740,000	9,970,000	9,970,000	-
G.O. Note-Open Space, Equip. & Fixtures, Const. & Imprmt.	2000	12,500,000	12,110,000	12,110,000	-
G.O. Note-Equip & Fixtures, Const. & Imprmt, Interest,					
and Refunding 1991 G.O. Bond & 1993 G.O. Note	2001	31,616,000	27,092,000	2,972,000	24,120,000
G.O. Bond-Refunding 1998 G.O. Note for Open Space, Equip					
& Fixtures and Advance Refund 1996 G.O. Bond Open					
Space, 911, Reassessment, Technology, etc.	2001	65,550,000	63,405,000	2,215,000	61,190,000
G.O. Note-Open Space, Ag. Preservation, Equip. & Fixtures,					
Const. & Imprmt. County Buildings & Bridges, Debt Serv.	2002	41,590,000	41,590,000	-	41,590,000
G.O. Bond-Refunding 2000 Note and 2000 series B Note	2003	21,675,000	21,675,000	-	21,675,000
G.O. Note-Refunding G.O. Bond 1993	2003	22,922,000	22,922,000	-	22,922,000
Revenue Bonds and Notes					
Lease Rental Debt					
Vehicle Lease	2000	25,050	4,484	4,484	0
Computer Leases	2001	1,064,068	361,272	361,272	0
Computer Leases	2002	831,549	555,984	276,923	279,061
Computer Leases	2003	1,026,932	1,026,932	342,311	684,621
Tax and Revenue Anticipation Notes					
Other					

TOTAL DEBT AND REVENUE ANTICIPATION NOTES	\$ 224,775,682
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COUNTY OF CHESTER OFFICE OF THE CONTROLLER

2 N. HIGH STREET, SUITE 540, P.O. BOX 2748, WEST CHESTER, PA 19380-0991
TELEPHONE: (610) 344-6155 FAX: (610) 344-6750

RAY E. WHITE, JR., CPA
Acting Controller

March 31, 2004

CONTROLLER'S CERTIFICATE

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, Acting Controller of the County of Chester, have audited, adjusted and settled the various funds and account groups of the County of Chester for the year ended December 31, 2003. My audit adjustments and settlements were made in accordance with law rather than generally accepted auditing standards.

These financial statements do not include all of the disclosures required by generally accepted accounting principles.

In my opinion, the aforementioned financial statements present the financial position of the various funds and account groups of the County of Chester at December 31, 2003, and the results of operations of such funds for the year then ended in accordance with the law.

Signed:

Ray E. White, Jr., CPA
Acting Controller

Commonwealth of Pennsylvania)
County of Chester) SS:
)

Subscribed and sworn to before me
this 31 day of March, 2004. (Seal)

Signed: Cathryn W. Baker
Notary Public

Notarial Seal
Cathryn W. Baker, Notary Public
West Chester Bldg, Chester County
My Commission Expires Mar. 1, 2006
Member, Pennsylvania Association of Notaries