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West Chester Area School District

“Financial Update”

January 22, 2002

Presented by:

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Managing Director

Atlanta, Austin, Boston, Cleveland, Dallas, Des Moines, Ft. Myers, Harrisburg, Houston, Memphis,
Miami, Moorestown, New York, Newport Beach, Orlando, Philadelphia,
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West Chester Area School District

Topics for Discussion

- Borrowing Capacity Projections
 - Currently at 63% of debt limit
 - Projected to be at 74% of debt limit in 2007

- Capital Project Plan update
 - Required financing during next five years (approx. \$157m)
 - Estimated millage impact of plan (1.53 mills)

- Additional Permanent Financing
 - Current market conditions
 - Pros/Cons of \$10,000,000 issue in 2002
 - Preserves arbitrage earnings on interim financings
 - Takes advantage of lower bank-qualified interest rates and 5 year call
 - Small issuer exception-no arbitrage rebate requirements
 - Only locks in current rates on \$10,000,000
 - Budget impact = 0.10 mills
 - Negative arbitrage in construction fund (borrow @ 5% , invest @ 2%)

 - Pros/Cons of \$30,000,000 issue in 2002
 - Preserves arbitrage earnings on interim financings
 - Not bank-qualified (higher interest rates and 10 year call)
 - Subject to arbitrage rebate requirements
 - Locks in rates on larger portion of necessary funds
 - Requires capitalized interest to limit budget impact to 0.10 mills
 - Negative arbitrage in construction fund (borrow @ 5% , invest @ 2%)

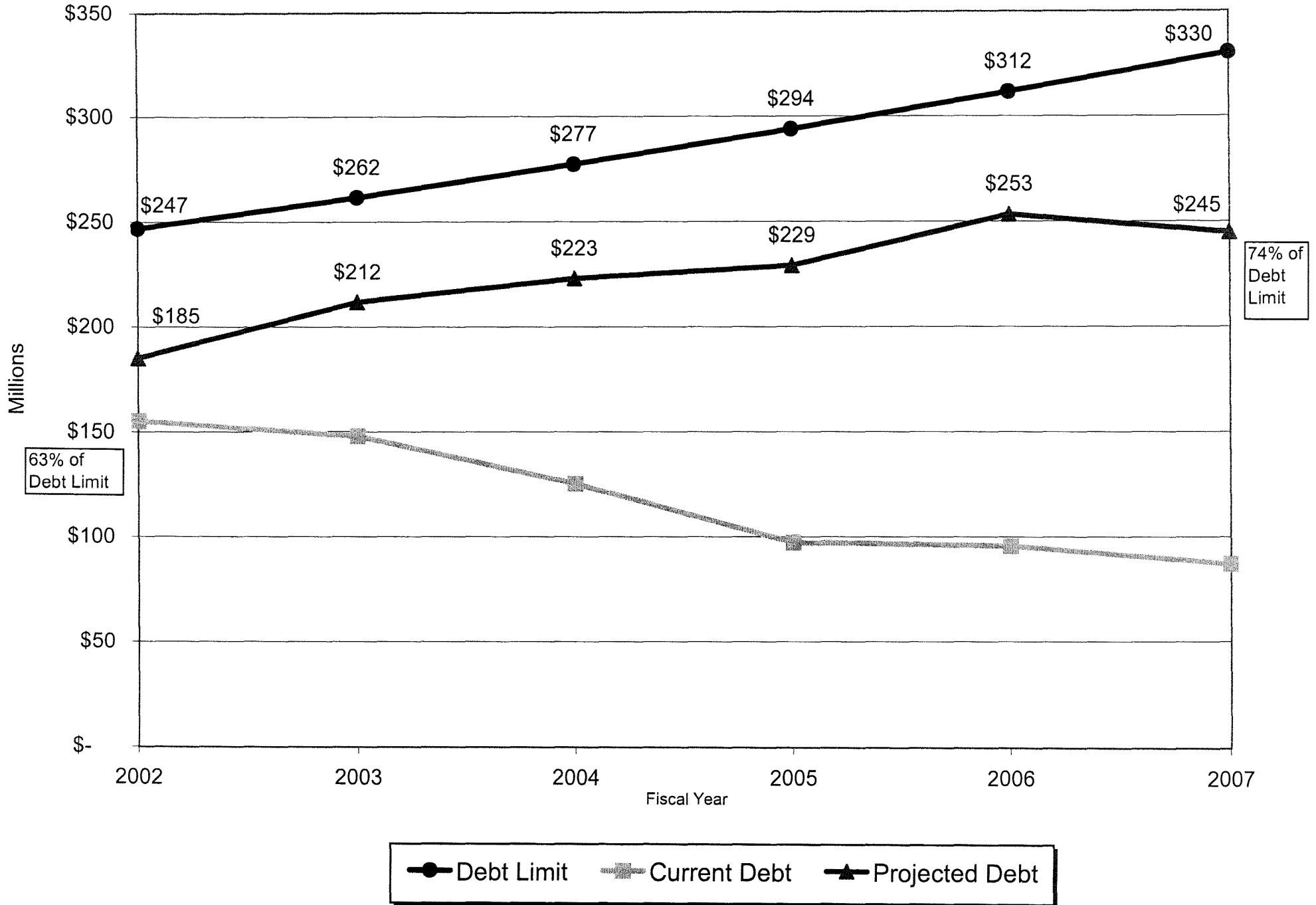
- Timeframe for permanent financing
 - Authorization to proceed January 28
 - Bond Sale (lock in rate) February 25
 - Settlement April 1

- Availability of additional bond pool money
 - Delaware Valley or Dauphin County in 2002

WEST CHESTER AREA SCHOOL DISTRICT

Outstanding Debt & Debt Limit - (Current & Projected)

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WEST CHESTER AREA SCHOOL DISTRICT
SUMMARY OF OUTSTANDING INDEBTEDNESS

Debt Service Analysis

Fiscal Year Ended	Permanent										Total Debt Service
	Series of 1993	Series A of 1993	Series of 1995	Series of 1996	Series of 1998	Series A of 1998	Series of 1999	2000B Note Del-Val*	Series of 2001	Ref. Series of 2001	
6/30/02	1,051,495	3,227,462	611,065	709,631	2,044,633	1,378,070	791,803	1,291,706	547,726	767,759	12,421,349
6/30/03	1,052,245	3,229,799		1,317,313	2,047,228	1,382,878	796,748	1,289,999	779,335	828,510	12,724,053
6/30/04	1,052,495	3,228,004		1,320,591	2,046,868	1,380,965	795,634	1,289,606	782,310	825,758	12,722,230
6/30/05	1,067,245	3,225,639		1,321,593	2,048,350	1,382,275	798,543	1,288,431	784,390	827,191	12,743,656
6/30/06	1,005,515	3,265,763		1,320,246	2,047,050	1,381,655	795,445	1,287,394	780,545	827,595	12,711,208
6/30/07	4,266,155			1,321,366	2,048,388	1,379,045	796,063	1,286,391	780,945	826,935	12,705,288
6/30/08	4,253,305			1,324,415	2,046,613	1,379,494	790,490	1,285,320	780,745	829,960	12,690,342
6/30/09	4,262,825			1,319,300	2,045,915	1,378,063	793,715	1,283,108	784,550	826,630	12,694,105
6/30/10	4,121,275			1,321,025	2,045,943	1,379,378	790,613	1,282,612	782,328	827,240	12,550,412
6/30/11	332,325			1,319,775	2,045,593	1,382,933	796,185	1,280,717	784,268	826,655	8,768,449
6/30/12				1,320,348	2,045,218	1,378,645	795,304	1,279,311	784,918	829,480	8,433,222
6/30/13				1,317,590	2,045,968	1,381,313	793,048	1,278,240	784,238	825,531	8,425,927
6/30/14				1,321,773	2,046,738	1,381,173	794,283	1,276,380	782,188	829,764	8,432,296
6/30/15				1,317,768	2,047,233	1,378,150	793,873	1,274,597	783,218	827,145	8,421,982
6/30/16					2,047,536	1,381,679	796,676	1,272,737	783,073	827,618	7,109,318
6/30/17					2,046,870	1,381,745	797,550		781,753	826,170	5,834,088
6/30/18						1,377,953			784,258	827,625	2,989,835
6/30/19									784,123	827,000	1,611,123
6/30/20									781,873	824,625	1,606,498
6/30/21									783,123	830,250	1,613,373
6/30/22									782,623		782,623
Totals	22,464,880	16,176,667	611,065	17,872,733	32,746,139	23,465,410	12,715,969	19,246,549	16,202,524	16,489,440	177,991,374

Local Effort Analysis

Fiscal Year Ended	Local Effort										Total Local Effort
	Series of 1993	Series A of 1993	Series of 1995	Series of 1996	Series of 1998	Series A of 1998	Series of 1999	2000B Note Del-Val	Series of 2001	Ref. Series of 2001	
6/30/02	948,983	2,872,369	534,713	620,964	1,901,776	1,245,238	717,291	1,291,706	510,015	714,899	11,357,953
6/30/03	949,660	2,874,449		1,152,716	1,904,190	1,249,582	721,770	1,289,999	725,678	771,467	11,639,511
6/30/04	949,886	2,872,852		1,155,585	1,903,855	1,247,854	720,761	1,289,606	728,448	768,904	11,637,750
6/30/05	963,198	2,870,747		1,156,461	1,905,234	1,249,038	723,396	1,288,431	730,385	770,239	11,657,128
6/30/06	907,486	2,906,456		1,155,283	1,904,025	1,248,477	720,590	1,287,394	726,804	770,615	11,627,131
6/30/07	3,850,241			1,156,263	1,905,269	1,246,119	721,150	1,286,391	727,177	770,001	11,662,610
6/30/08	3,838,643			1,158,931	1,903,618	1,246,524	716,102	1,285,320	726,991	772,817	11,648,946
6/30/09	3,847,235			1,154,455	1,902,969	1,245,231	719,023	1,283,108	730,534	769,717	11,652,271
6/30/10	3,719,485			1,155,964	1,902,995	1,246,419	716,213	1,282,612	728,464	770,285	11,522,436
6/30/11	299,926			1,154,870	1,902,669	1,249,632	721,261	1,280,717	730,271	769,740	8,109,085
6/30/12				1,155,371	1,902,320	1,245,757	720,462	1,279,311	730,876	772,370	7,806,469
6/30/13				1,152,958	1,903,018	1,248,168	718,418	1,278,240	730,243	768,693	7,799,739
6/30/14				1,156,618	1,903,734	1,248,041	719,537	1,276,380	728,334	772,635	7,805,279
6/30/15				1,153,114	1,904,194	1,245,310	719,166	1,274,597	729,293	770,196	7,795,870
6/30/16					1,904,477	1,248,499	721,706	1,272,737	729,158	770,636	6,647,212
6/30/17					1,903,857	1,248,559	722,497		727,929	769,288	5,372,130
6/30/18						1,245,132			730,261	770,643	2,746,036
6/30/19									730,136	770,061	1,500,197
6/30/20									728,041	767,850	1,495,890
6/30/21									729,205	773,087	1,502,292
6/30/22									728,739		728,739
Totals	20,274,743	14,396,873	534,713	15,639,553	30,458,199	21,203,579	11,519,343	19,246,549	15,086,980	15,354,142	163,714,674
PE**	35.40% P	39.95% P	45.37% T	45.37% T	25.37% T	35.00% E	34.17%	0.00%	25.00% E	25.00%	
CARF%	27.54%	27.54%	27.54%	27.54%	27.54%	27.54%	27.54%	27.54%	27.54%	27.54%	
Call Date	1/15/03	12/1/02	3/1/02	3/1/06	11/15/05	5/15/06	5/15/04	Anytime	11/15/05	5/15/06	
Purpose	Adv Refunding	Adv. Refunding	Refunding	Adv. Refunding	New Money	New Money	Adv. Refunding	Refunding	New Money	Adv. Refunding	

*Assumes average interest rate of 5.15%

**PE%'s to be determined for all issues with 0%

Note: Does not include the \$15.25MM DCGA Series of 2000 Note or the \$20MM Del-Val Series of 2001 Note

WEST CHESTER AREA SCHOOL DISTRICT
SUMMARY OF CONSTRUCTION DRAWS

OPTION 1

1	2	3	4	5	6	7	8	9	10	11	12	13	14
DATE	BEGINING BALANCE	INTEREST EARNINGS* 5.00%	NEW HIGH SCHOOL	FUGETT RENOVATIONS	HENDERSON ADDITIONS & RENOVATIONS	EAST ADDITIONS & RENOVATIONS	OTHER CAPITAL PROJECTS	CAPITALIZED INTEREST	INTEREST EXPENSE* 4.00%	TOTAL DRAWS	INTERIM FUNDS	PERMANENT FUNDS	ENDING BALANCE
7/1/2001	62,756,816	257,905					(4,292)		(115,890)	(120,183)			62,894,538
8/1/2001	62,894,538	267,086					(310,504)		(119,753)	(430,258)			62,731,367
9/1/2001	62,731,367	266,393					(114,458)		(119,753)	(234,212)			62,763,549
10/1/2001	62,763,549	257,932					(364,387)		(115,890)	(480,278)			62,541,203
11/1/2001	62,541,203	265,586					(166,944)		(119,753)	(286,697)			62,520,092
12/1/2001	62,520,092	256,932	(42,617)				(68,149)		(115,890)	(226,656)			62,550,368
1/1/2002	62,550,368	265,625	(72,617)		(35,000)	(35,000)	(91,777)		(119,753)	(354,148)			62,461,845
2/1/2002	62,461,845	265,249	(106,617)		(139,077)	(174,433)	(122,847)		(119,753)	(662,728)			62,064,367
3/1/2002	62,064,367	238,055	(16,606,617)		(139,077)	(2,999,433)	(66,226)		(108,164)	(19,919,517)		10,000,000	52,382,904
4/1/2002	52,382,904	222,448	(106,617)		(3,639,077)	(178,246)	(184,383)		(119,753)	(4,228,076)			48,377,276
5/1/2002	48,377,276	198,811	(106,617)		(139,077)	(366,030)	(229,337)		(115,890)	(956,951)			47,619,135
6/1/2002	47,619,135	202,218	(106,617)		(469,963)	(553,814)	(285,882)		(119,753)	(1,536,029)	20,000,000		66,285,324
7/1/2002	66,285,324	272,405	(101,300)		(600,112)	(883,260)	(401,962)		(181,644)	(2,168,278)			64,389,452
8/1/2002	64,389,452	273,435	(101,300)		(763,741)	(883,260)	(656,912)		(187,699)	(2,592,912)			62,069,975
9/1/2002	62,069,975	263,585	(101,300)		(927,369)	(883,260)	(664,231)		(187,699)	(2,763,858)			59,569,702
10/1/2002	59,569,702	244,807	(101,300)		(763,741)	(695,476)	(365,712)		(181,644)	(2,107,873)			57,706,636
11/1/2002	57,706,636	245,056	(101,300)		(435,879)	(324,721)	(249,537)		(187,699)	(1,299,136)			56,652,556
12/1/2002	56,652,556	232,819	(101,300)		(108,622)	(324,721)	(184,862)		(181,644)	(901,149)			55,984,226
1/1/2003	55,984,226	237,741	(101,300)		(7,689)	(4,812)	(88,223)		(187,699)	(389,723)			55,832,244
2/1/2003	55,832,244	237,096	(101,300)		(7,689)	(848,166)	(80,681)		(187,699)	(1,225,534)		40,000,000	94,843,806
3/1/2003	94,843,806	363,784	(81,040)	(50,836)	(421,653)	(848,166)	(9,900)		(169,534)	(1,581,129)			93,626,461
4/1/2003	93,626,461	397,592	(81,040)	(50,836)	(421,653)	(848,166)	(5,500)		(187,699)	(1,594,894)			92,429,160
5/1/2003	92,429,160	379,846	(591,154)	(50,836)	(421,653)	(848,166)	(3,500)		(181,644)	(2,096,953)			90,712,053
6/1/2003	90,712,053	385,216	(880,887)	(50,836)	(421,653)	(848,166)	(78,800)		(187,699)	(2,468,041)	20,000,000		108,629,228
7/1/2003	108,629,228	446,421	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(80,500)		(247,397)	(4,781,228)			104,294,422
8/1/2003	104,294,422	442,894	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(147,250)		(255,644)	(4,876,224)			99,861,091
9/1/2003	99,861,091	424,068	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(105,250)		(255,644)	(4,834,224)			95,450,935
10/1/2003	95,450,935	392,264	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(65,125)		(247,397)	(4,785,853)			91,057,346
11/1/2003	91,057,346	386,682	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(24,375)		(255,644)	(4,753,349)			86,690,679
12/1/2003	86,690,679	356,263	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(10,500)		(247,397)	(4,731,228)			82,315,714
1/1/2004	82,315,714	349,560	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(2,800)		(255,644)	(5,007,749)			77,657,525
2/1/2004	77,657,525	329,779	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(5,400)		(255,644)	(5,010,349)		40,000,000	112,976,954
3/1/2004	112,976,954	448,813	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(5,800)		(239,151)	(4,994,256)			108,431,511
4/1/2004	108,431,511	460,463	(1,621,316)	(50,836)	(2,968,544)	(1,413,610)	(3,000)		(255,644)	(6,312,949)			102,579,024
5/1/2004	102,579,024	421,558	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(3,000)		(247,397)	(4,999,703)			98,000,879
6/1/2004	98,000,879	416,168	(1,621,316)	(50,836)	(1,663,554)	(1,413,610)	(5,000)		(255,644)	(5,009,960)	(15,250,000)		78,157,088
7/1/2004	78,157,088	321,194	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(22,000)		(197,260)	(6,079,536)			72,398,745
8/1/2004	72,398,745	307,447	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(20,000)		(203,836)	(6,084,112)			66,622,080
9/1/2004	66,622,080	282,916	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(10,000)		(203,836)	(6,074,112)	(20,000,000)		40,830,884
10/1/2004	40,830,884	167,798	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(7,000)		(131,507)	(5,998,783)			34,999,899
11/1/2004	34,999,899	148,630	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(2,500)		(135,890)	(5,998,866)			29,149,862
12/1/2004	29,149,862	119,794	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	0		(131,507)	(5,991,783)			23,277,873

1	2	3	4	5	6	7	8	9	10	11	12	13	14
<u>DATE</u>	<u>BEGINING BALANCE</u>	<u>INTEREST EARNINGS*</u>	<u>NEW HIGH SCHOOL</u>	<u>FUGETT RENOVATIONS</u>	<u>HENDERSON ADDITIONS & RENOVATIONS</u>	<u>EAST ADDITIONS & RENOVATIONS</u>	<u>OTHER CAPITAL PROJECTS</u>	<u>CAPITALIZED INTEREST</u>	<u>INTEREST EXPENSE*</u>	<u>TOTAL DRAWS</u>	<u>INTERIM FUNDS</u>	<u>PERMANENT FUNDS</u>	<u>ENDING BALANCE</u>
1/1/2005	23,277,873	98,851	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)			18,009,937
2/1/2005	18,009,937	76,481	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)		42,000,000	54,719,629
3/1/2005	54,719,629	209,884	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(122,740)	(5,353,637)			49,575,875
4/1/2005	49,575,875	210,528	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)			44,419,615
5/1/2005	44,419,615	182,546	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(131,507)	(5,362,404)			39,239,757
6/1/2005	39,239,757	166,635	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)	(20,000,000)		14,039,604
7/1/2005	14,039,604	57,697	(503,148)	(974,258)	(443,927)	(437,235)	0		(65,753)	(2,424,321)			11,672,980
8/1/2005	11,672,980	49,570	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			9,296,038
9/1/2005	9,296,038	39,476	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			6,909,002
10/1/2005	6,909,002	28,393	(503,148)	(974,258)	(443,927)	(437,235)	0		(65,753)	(2,424,321)			4,513,074
11/1/2005	4,513,074	19,165	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			2,105,727
12/1/2005	2,105,727	8,654		(974,258)	(443,927)	(16,039)	(2,600)		(65,753)	(1,502,577)			611,803
1/1/2006	611,803	2,598		(974,258)			(7,100)		(67,945)	(1,049,303)		26,870,000	26,435,098
2/1/2006	26,435,098	112,259		(974,258)			(9,600)		(67,945)	(1,051,803)			25,495,554
3/1/2006	25,495,554	97,791		(974,258)			(5,300)		(61,370)	(1,040,928)			24,552,417
4/1/2006	24,552,417	104,264		(974,258)			(3,200)		(67,945)	(1,045,403)			23,611,277
5/1/2006	23,611,277	97,033		(974,258)			(2,000)		(65,753)	(1,042,011)			22,666,299
6/1/2006	22,666,299	96,254		(974,258)			(57,200)		(67,945)	(1,099,403)	(20,000,000)		1,663,150
7/1/2006	1,663,150	6,835		(242,464)			(115,750)			(358,214)			1,311,770
8/1/2006	1,311,770	5,571		(242,464)			(162,050)			(404,514)			912,827
9/1/2006	912,827	3,876		(242,464)			(150,475)			(392,939)			523,764
10/1/2006	523,764	2,152		(242,464)			(23,150)			(265,614)			260,303
11/1/2006	260,303	1,105		(242,464)			(11,575)			(254,039)			7,369
12/1/2006	7,369	30					0			0			7,399
		14,397,979	(66,814,819)	(24,246,403)	(43,821,224)	(50,796,554)	(5,848,505)	0	(9,239,890)	(200,767,395)		158,870,000	

*Estimated interest earnings rate and interest expense rate based on historical performance

<u>Balance as of 7/1/01</u>	
2001 GO Bonds	9,842,735
2000 GO Bonds	9,831,871
1998A GO Bonds	8,070,163
2001 Del Val Pool	19,900,047
2000 DCGA Pool	15,112,000
Total	62,756,816

WEST CHESTER AREA SCHOOL DISTRICT
SUMMARY OF FUTURE MILLAGE IMPACT

OPTION 1

1	2	3	4	5	6	7	8	9
Fiscal Year	ACTUAL 2001 Issue \$9,995,000	PROJECTED 2002 Issue \$10,000,000	PROJECTED 2003 Issue \$40,000,000	PROJECTED 2004 Issue \$40,000,000	PROJECTED 2005 Issue \$42,000,000	PROJECTED 2006 Issue \$26,870,000	TOTAL	Value of One Mill
2002-2003	0.03	0.08	0.00	0.00	0.00	0.00	0.11	6,900,000
2003-2004	0.00	0.02	0.31	0.00	0.00	0.00	0.33	7,200,000
2004-2005	0.00	0.00	0.08	0.30	0.00	0.00	0.38	7,500,000
2005-2006	0.00	0.00	0.00	0.08	0.30	0.00	0.38	7,800,000
2006-2007	0.00	0.00	0.00	0.00	0.08	0.20	0.28	8,100,000
2007-2008	0.00	0.00	0.00	0.00	0.00	0.04	0.04	8,400,000
2008-2009	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8,700,000
Total	0.03	0.10	0.39	0.38	0.38	0.24	1.53	

*Assumes current interest rates
 *Assumes PE% of 25.0%

WEST CHESTER AREA SCHOOL DISTRICT
 SERIES OF 2002

ASSUMPTIONS

- * 20 YEAR LEVEL PAYMENTS
- * BANK QUALIFIED RATES
- * TWO YEAR MILLAGE PHASE-IN

DATED 3/1/02

1	2	3	4	5	6	7	8	9
<u>DATE</u>	<u>PRINCIPAL</u>	<u>RATE</u>	<u>INTEREST</u>	<u>SEMI-ANNUAL DEBT SERVICE</u>	<u>PROPOSED FISCAL YEAR DEBT SERVICE</u>	<u>LESS: STATE AID</u>	<u>PROPOSED LOCAL EFFORT</u>	<u>GROSS MILLS NEEDED</u>
11/15/02			332,882.88	332,882.88				
5/15/03			235,901.25	235,901.25	568,784.13	(39,160.79)	529,623.34	0.08
11/15/03	325,000	3.200	235,901.25	560,901.25				
5/15/04			230,701.25	230,701.25	791,602.50	(54,501.83)	737,100.67	0.02
11/15/04	335,000	3.300	230,701.25	565,701.25				
5/15/05			225,173.75	225,173.75	790,875.00	(54,451.74)	736,423.26	
11/15/05	345,000	3.300	225,173.75	570,173.75				
5/15/06			219,481.25	219,481.25	789,655.00	(54,367.75)	735,287.25	
11/15/06	355,000	3.650	219,481.25	574,481.25				
5/15/07			213,002.50	213,002.50	787,483.75	(54,218.26)	733,265.49	
11/15/07	370,000	4.000	213,002.50	583,002.50				
5/15/08			205,602.50	205,602.50	788,605.00	(54,295.45)	734,309.55	
11/15/08	385,000	4.200	205,602.50	590,602.50				
5/15/09			197,517.50	197,517.50	788,120.00	(54,262.06)	733,857.94	
11/15/09	405,000	4.400	197,517.50	602,517.50				
5/15/10			188,607.50	188,607.50	791,125.00	(54,468.96)	736,656.04	
11/15/10	420,000	4.500	188,607.50	608,607.50				
5/15/11			179,157.50	179,157.50	787,765.00	(54,237.62)	733,527.38	
11/15/11	440,000	4.650	179,157.50	619,157.50				
5/15/12			168,927.50	168,927.50	788,085.00	(54,259.65)	733,825.35	
11/15/12	465,000	4.700	168,927.50	633,927.50				
5/15/13			158,000.00	158,000.00	791,927.50	(54,524.21)	737,403.29	
11/15/13	485,000	4.800	158,000.00	643,000.00				
5/15/14			146,360.00	146,360.00	789,360.00	(54,347.44)	735,012.56	
11/15/14	510,000	4.900	146,360.00	656,360.00				
5/15/15			133,865.00	133,865.00	790,225.00	(54,406.99)	735,818.01	
11/15/15	535,000	5.000	133,865.00	668,865.00				
5/15/16			120,490.00	120,490.00	789,355.00	(54,347.09)	735,007.91	
11/15/16	565,000	5.050	120,490.00	685,490.00				
5/15/17			106,223.75	106,223.75	791,713.75	(54,509.49)	737,204.26	
11/15/17	590,000	5.100	106,223.75	696,223.75				
5/15/18			91,178.75	91,178.75	787,402.50	(54,212.66)	733,189.84	
11/15/18	625,000	5.150	91,178.75	716,178.75				
5/15/19			75,085.00	75,085.00	791,263.75	(54,478.51)	736,785.24	
11/15/19	655,000	5.200	75,085.00	730,085.00				
5/15/20			58,055.00	58,055.00	788,140.00	(54,263.44)	733,876.56	
11/15/20	690,000	5.250	58,055.00	748,055.00				
5/15/21			39,942.50	39,942.50	787,997.50	(54,253.63)	733,743.87	
11/15/21	730,000	5.300	39,942.50	769,942.50				
5/15/22			20,597.50	20,597.50	790,540.00	(54,428.68)	736,111.32	
11/15/22	770,000	5.350	20,597.50	790,597.50				
5/15/23			0.00	0.00	790,597.50	(54,432.64)	736,164.86	
TOTALS	10,000,000		6,360,622.88	16,360,622.88	16,360,622.88	(1,126,428.88)	15,234,193.99	0.10

PE%= 25.00% (Estimated)
 CARF%= 27.54%
 1 MILL= 6,900,000 (02-03)
 1 MILL= 7,200,000 (03-04)

WEST CHESTER AREA SCHOOL DISTRICT
SUMMARY OF CONSTRUCTION DRAWS

OPTION 2

1	2	3	4	5	6	7	8	9	10	11	12	13	14
DATE	BEGINING BALANCE	INTEREST EARNINGS* 5.00%	NEW HIGH SCHOOL	FUGETT RENOVATIONS	HENDERSON ADDITIONS & RENOVATIONS	EAST ADDITIONS & RENOVATIONS	OTHER CAPITAL PROJECTS	CAPITALIZED INTEREST	INTEREST EXPENSE* 4.00%	TOTAL DRAWS	INTERIM FUNDS	PERMANENT FUNDS	ENDING BALANCE
7/1/2001	62,756,816	257,905					(4,292)		(115,890)	(120,183)			62,894,538
8/1/2001	62,894,538	267,086					(310,504)		(119,753)	(430,258)			62,731,367
9/1/2001	62,731,367	266,393					(114,458)		(119,753)	(234,212)			62,763,549
10/1/2001	62,763,549	257,932					(364,387)		(115,890)	(480,278)			62,541,203
11/1/2001	62,541,203	265,586					(166,944)	(550,000)	(119,753)	(836,697)			61,970,092
12/1/2001	61,970,092	254,672	(42,617)				(68,149)		(115,890)	(226,656)			61,998,108
1/1/2002	61,998,108	263,280	(72,617)		(35,000)	(35,000)	(91,777)		(119,753)	(354,148)			61,907,240
2/1/2002	61,907,240	262,894	(106,617)		(139,077)	(174,433)	(122,847)		(119,753)	(662,728)			61,507,406
3/1/2002	61,507,406	235,919	(16,606,617)		(139,077)	(2,999,433)	(66,226)		(108,164)	(19,919,517)		30,000,000	71,823,807
4/1/2002	71,823,807	305,005	(106,617)		(3,639,077)	(178,246)	(184,383)		(119,753)	(4,228,076)			67,900,736
5/1/2002	67,900,736	279,044	(106,617)		(139,077)	(366,030)	(229,337)	(550,000)	(115,890)	(1,506,951)			66,672,829
6/1/2002	66,672,829	283,131	(106,617)		(469,963)	(553,814)	(285,882)		(119,753)	(1,536,029)	20,000,000		85,419,931
7/1/2002	85,419,931	351,041	(101,300)		(600,112)	(883,260)	(401,962)		(181,644)	(2,168,278)			83,602,694
8/1/2002	83,602,694	355,025	(101,300)		(763,741)	(883,260)	(656,912)		(187,699)	(2,592,912)			81,364,808
9/1/2002	81,364,808	345,522	(101,300)		(927,369)	(883,260)	(664,231)		(187,699)	(2,763,858)			78,946,471
10/1/2002	78,946,471	324,438	(101,300)		(763,741)	(695,476)	(365,712)		(181,644)	(2,107,873)			77,163,036
11/1/2002	77,163,036	327,679	(101,300)		(435,879)	(324,721)	(249,537)		(187,699)	(1,299,136)			76,191,579
12/1/2002	76,191,579	313,116	(101,300)		(108,622)	(324,721)	(184,862)		(181,644)	(901,149)			75,603,546
1/1/2003	75,603,546	321,056	(101,300)		(7,689)	(4,812)	(88,223)		(187,699)	(389,723)			75,534,880
2/1/2003	75,534,880	320,765	(101,300)		(7,689)	(848,166)	(80,681)		(187,699)	(1,225,534)		34,000,000	108,630,110
3/1/2003	108,630,110	416,663	(81,040)	(50,836)	(421,653)	(848,166)	(9,900)		(169,534)	(1,581,129)			107,465,644
4/1/2003	107,465,644	456,361	(81,040)	(50,836)	(421,653)	(848,166)	(5,500)		(187,699)	(1,594,894)			106,327,112
5/1/2003	106,327,112	436,961	(591,154)	(50,836)	(421,653)	(848,166)	(3,500)		(181,644)	(2,096,953)			104,667,120
6/1/2003	104,667,120	444,477	(880,887)	(50,836)	(421,653)	(848,166)	(78,800)		(187,699)	(2,468,041)	20,000,000		122,643,556
7/1/2003	122,643,556	504,015	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(60,500)		(247,397)	(4,781,228)			118,366,343
8/1/2003	118,366,343	502,652	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(147,250)		(255,644)	(4,876,224)			113,992,770
9/1/2003	113,992,770	484,079	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(105,250)		(255,644)	(4,834,224)			109,642,625
10/1/2003	109,642,625	450,586	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(65,125)		(247,397)	(4,785,853)			105,307,359
11/1/2003	105,307,359	447,196	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(24,375)		(255,644)	(4,753,349)			101,001,205
12/1/2003	101,001,205	415,073	(1,621,316)	(50,836)	(1,387,569)	(1,413,610)	(10,500)		(247,397)	(4,731,228)			96,685,051
1/1/2004	96,685,051	410,580	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(2,800)		(255,644)	(5,007,749)			92,087,882
2/1/2004	92,087,882	391,058	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(5,400)		(255,644)	(5,010,349)		34,000,000	121,468,591
3/1/2004	121,468,591	482,546	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(5,800)		(239,151)	(4,994,256)			116,956,881
4/1/2004	116,956,881	496,666	(1,621,316)	(50,836)	(2,968,544)	(1,413,610)	(3,000)		(255,644)	(6,312,949)			111,140,598
5/1/2004	111,140,598	456,742	(1,621,316)	(50,836)	(1,663,544)	(1,413,610)	(3,000)		(247,397)	(4,999,703)			106,597,638
6/1/2004	106,597,638	452,675	(1,621,316)	(50,836)	(1,663,554)	(1,413,610)	(5,000)		(255,644)	(5,009,960)	(15,250,000)		86,790,353
7/1/2004	86,790,353	356,873	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(22,000)		(197,260)	(6,079,536)			81,067,489
8/1/2004	81,067,489	344,259	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(20,000)		(203,836)	(6,084,112)			75,327,637
9/1/2004	75,327,637	319,884	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(10,000)		(203,836)	(6,074,112)	(20,000,000)		49,573,409
10/1/2004	49,573,409	203,726	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(7,000)		(131,507)	(5,998,783)			43,778,353
11/1/2004	43,778,353	185,908	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	(2,500)		(135,890)	(5,998,666)			37,965,595
12/1/2004	37,965,595	156,023	(2,104,204)	(877,467)	(1,111,593)	(1,767,012)	0		(131,507)	(5,991,783)			32,129,835

1	2	3	4	5	6	7	8	9	10	11	12	13	14
	BEGINING	INTEREST	NEW	FUGETT	HENDERSON	EAST	OTHER	CAPITALIZED	INTEREST	TOTAL	INTERIM	PERMANENT	ENDING
<u>DATE</u>	<u>BALANCE</u>	<u>EARNINGS*</u>	<u>SCHOOL</u>	<u>RENOVATIONS</u>	<u>RENOVATIONS</u>	<u>RENOVATIONS</u>	<u>PROJECTS</u>	<u>INTEREST</u>	<u>EXPENSE*</u>	<u>DRAWS</u>	<u>FUNDS</u>	<u>FUNDS</u>	<u>BALANCE</u>
1/1/2005	32,129,835	136,442	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)			26,899,488
2/1/2005	26,899,488	114,231	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)		34,000,000	55,646,931
3/1/2005	55,646,931	213,440	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(122,740)	(5,353,637)			50,506,734
4/1/2005	50,506,734	214,481	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)			45,354,427
5/1/2005	45,354,427	186,388	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(131,507)	(5,362,404)			40,178,410
6/1/2005	40,178,410	170,621	(2,104,204)	(877,467)	(835,617)	(1,413,610)	0		(135,890)	(5,366,788)	(20,000,000)		14,982,243
7/1/2005	14,982,243	61,571	(503,148)	(974,258)	(443,927)	(437,235)	0		(65,753)	(2,424,321)			12,619,493
8/1/2005	12,619,493	53,590	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			10,246,570
9/1/2005	10,246,570	43,513	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			7,863,571
10/1/2005	7,863,571	32,316	(503,148)	(974,258)	(443,927)	(437,235)	0		(65,753)	(2,424,321)			5,471,566
11/1/2005	5,471,566	23,235	(503,148)	(974,258)	(443,927)	(437,235)	0		(67,945)	(2,426,513)			3,068,289
12/1/2005	3,068,289	12,609		(974,258)	(443,927)	(16,039)	(2,600)		(65,753)	(1,502,577)			1,578,321
1/1/2006	1,578,321	6,702		(974,258)			(7,100)		(67,945)	(1,049,303)		25,900,000	26,435,721
2/1/2006	26,435,721	112,261		(974,258)			(9,600)		(67,945)	(1,051,803)			25,496,179
3/1/2006	25,496,179	97,794		(974,258)			(5,300)		(61,370)	(1,040,928)			24,553,045
4/1/2006	24,553,045	104,266		(974,258)			(3,200)		(67,945)	(1,045,403)			23,611,908
5/1/2006	23,611,908	97,035		(974,258)			(2,000)		(65,753)	(1,042,011)			22,666,931
6/1/2006	22,666,931	96,257		(974,258)			(57,200)		(67,945)	(1,099,403)	(20,000,000)		1,663,785
7/1/2006	1,663,785	6,837		(242,464)			(115,750)			(358,214)			1,312,409
8/1/2006	1,312,409	5,573		(242,464)			(162,050)			(404,514)			913,468
9/1/2006	913,468	3,879		(242,464)			(150,475)			(392,939)			524,408
10/1/2006	524,408	2,155		(242,464)			(23,150)			(265,614)			260,949
11/1/2006	260,949	1,108		(242,464)			(11,575)			(254,039)			8,018
12/1/2006	8,018	33					0			0			8,051

16,468,630 (66,814,819) (24,246,403) (43,821,224) (50,796,554) (5,848,505) (1,100,000) (9,239,890) (201,867,395) 157,900,000

*Estimated interest earnings rate and interest expense rate based on historical performance

<i>Balance as of 7/1/01</i>	
2001 GO Bonds	9,842,735
2000 GO Bonds	9,831,871
1998A GO Bonds	8,070,163
2001 Del Val Pool	19,900,047
2000 DCGA Pool	15,112,000
Total	62,756,816

1	2	3	4	5	6	7	8	9
Fiscal Year	ACTUAL 2001 Issue \$9,995,000	PROJECTED 2002 Issue \$30,000,000	PROJECTED 2003 Issue \$34,000,000	PROJECTED 2004 Issue \$34,000,000	PROJECTED 2005 Issue \$34,000,000	PROJECTED 2006 Issue \$25,900,000	TOTAL	Value of One Mill
2002-2003	0.03	0.08	0.00	0.00	0.00	0.00	0.11	6,900,000
2003-2004	0.00	0.23	0.26	0.00	0.00	0.00	0.49	7,200,000
2004-2005	0.00	0.00	0.08	0.25	0.00	0.00	0.33	7,500,000
2005-2006	0.00	0.00	0.00	0.07	0.24	0.00	0.31	7,800,000
2006-2007	0.00	0.00	0.00	0.00	0.07	0.19	0.26	8,100,000
2007-2008	0.00	0.00	0.00	0.00	0.00	0.04	0.04	8,400,000
2008-2009	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8,700,000
Total	0.03	0.31	0.34	0.32	0.31	0.23	1.54	

*Assumes current interest rates

*Assumes PE% of 25.0%

WEST CHESTER AREA SCHOOL DISTRICT
SERIES OF 2002

ASSUMPTIONS

- * 20 YEAR LEVEL PAYMENTS
- * NON-BANK QUALIFIED RATES
- * TWO YEAR MILLAGE PHASE-IN

DATED 3/1/02

1	2	3	4	5	6	7	8	9	10
				SEMI-ANNUAL	PROPOSED	LESS:	CAPITALIZED	PROPOSED	GROSS
DATE	PRINCIPAL	RATE	INTEREST	DEBT SERVICE	FISCAL YEAR	STATE AID	INTEREST	LOCAL	MILLS
					DEBT SERVICE			EFFORT	NEEDED
11/15/02			1,016,837.85	1,016,837.85					
5/15/03			720,593.75	720,593.75	1,737,431.60	(119,622.17)	(1,100,000.00)	517,809.43	0.08
11/15/03	960,000	3.250	720,593.75	1,680,593.75					
5/15/04			704,993.75	704,993.75	2,385,587.50	(164,247.70)		2,221,339.80	0.23
11/15/04	995,000	3.350	704,993.75	1,699,993.75					
5/15/05			688,327.50	688,327.50	2,388,321.25	(164,435.92)		2,223,885.33	
11/15/05	1,030,000	3.350	688,327.50	1,718,327.50					
5/15/06			671,075.00	671,075.00	2,389,402.50	(164,510.36)		2,224,892.14	
11/15/06	1,065,000	3.700	671,075.00	1,736,075.00					
5/15/07			651,372.50	651,372.50	2,387,447.50	(164,375.76)		2,223,071.74	
11/15/07	1,105,000	4.050	651,372.50	1,756,372.50					
5/15/08			628,996.25	628,996.25	2,385,368.75	(164,232.64)		2,221,136.11	
11/15/08	1,155,000	4.250	628,996.25	1,783,996.25					
5/15/09			604,452.50	604,452.50	2,388,448.75	(164,444.70)		2,224,004.05	
11/15/09	1,205,000	4.450	604,452.50	1,809,452.50					
5/15/10			577,641.25	577,641.25	2,387,093.75	(164,351.40)		2,222,742.35	
11/15/10	1,260,000	4.550	577,641.25	1,837,641.25					
5/15/11			548,976.25	548,976.25	2,386,617.50	(164,318.61)		2,222,298.89	
11/15/11	1,320,000	4.700	548,976.25	1,868,976.25					
5/15/12			517,956.25	517,956.25	2,386,932.50	(164,340.30)		2,222,592.20	
11/15/12	1,385,000	4.800	517,956.25	1,902,956.25					
5/15/13			484,716.25	484,716.25	2,387,672.50	(164,391.25)		2,223,281.25	
11/15/13	1,455,000	4.900	484,716.25	1,939,716.25					
5/15/14			449,068.75	449,068.75	2,388,785.00	(164,467.85)		2,224,317.15	
11/15/14	1,525,000	5.000	449,068.75	1,974,068.75					
5/15/15			410,943.75	410,943.75	2,385,012.50	(164,208.11)		2,220,804.39	
11/15/15	1,605,000	5.100	410,943.75	2,015,943.75					
5/15/16			370,016.25	370,016.25	2,385,960.00	(164,273.35)		2,221,686.65	
11/15/16	1,690,000	5.150	370,016.25	2,060,016.25					
5/15/17			326,498.75	326,498.75	2,386,515.00	(164,311.56)		2,222,203.44	
11/15/17	1,780,000	5.200	326,498.75	2,106,498.75					
5/15/18			280,218.75	280,218.75	2,386,717.50	(164,325.50)		2,222,392.00	
11/15/18	1,875,000	5.250	280,218.75	2,155,218.75					
5/15/19			231,000.00	231,000.00	2,386,218.75	(164,291.16)		2,221,927.59	
11/15/19	1,980,000	5.300	231,000.00	2,211,000.00					
5/15/20			178,530.00	178,530.00	2,389,530.00	(164,519.14)		2,225,010.86	
11/15/20	2,085,000	5.350	178,530.00	2,263,530.00					
5/15/21			122,756.25	122,756.25	2,386,286.25	(164,295.81)		2,221,990.44	
11/15/21	2,200,000	5.400	122,756.25	2,322,756.25					
5/15/22			63,356.25	63,356.25	2,386,112.50	(164,283.85)		2,221,828.65	
11/15/22	2,325,000	5.450	63,356.25	2,388,356.25					
5/15/23			0.00	0.00	2,388,356.25	(164,438.33)		2,223,917.92	
TOTALS	30,000,000		19,479,817.85	49,479,817.85	49,479,817.85	(3,406,685.46)		44,973,132.39	0.31

PE%= 25.00% (Estimated)
 CARF%= 27.54%
 1 MILL= 6,900,000 (02-03)
 1 MILL= 7,200,000 (03-04)



Public Financial Management
Financial and Investment Advisors

