

West Chester Area School District
LOCAL EDUCATION AGENCY

1 (2) 3 4

Chester
COUNTY

829 Paoli Pike
NUMBER AND STREET

1-24-15-900-2 *
ADM. UNIT NO.

West Chester, PA 19380
CITY ZIP CODE

Pennsylvania Department of Education
Comptroller's Office

LOCAL EDUCATION AGENCY
ANNUAL FINANCIAL REPORT

PDE-2057 (4/92)

For the Fiscal Year Ended June 30, 1992

This report is a complete and accurate statement of the financial operations and status of the local education agency for the fiscal year, and has been prepared in accordance with the established reporting guidelines

J. J. Kent
CHIEF SCHOOL ADMINISTRATOR

10-30-92
DATE

Pauline A. Ballew
BOARD SECRETARY

10-30-92
DATE

Suzanne K. Moore
CONTACT PERSON

215-436-7126
PHONE

* SYMBOL FOR KEY ENTRY OPERATOR

ANNUAL FINANCIAL REPORT — CHECKLIST

The following checklist should be utilized by the LEA to make sure the Annual Financial Report (AFR) is ACCURATE AND COMPLETE before mailing it to the PDE:

- The report is a 100% facsimile report and:
 - All pages are in proper order (not reversed) in the AFR.
 - All pages are original and legible in the AFR.
 - All pages are back to back in the AFR.
 - The report is a complete report, there are no missing pages.
 - All pages are from the current form not inserts from older forms.
 - Revenue and/or expenditure accounts have not been interlined in the report.
 - Summary pages include expenditures reported on subsequent detail pages. If a page or schedule does not apply, enter a zero.
- The Fund Equity on line 26 of page 6 agrees with the Fund Equity reported on line 21, page 8 and line 24 on page 12 (actual column).
- Federal funds are reported as part of the General Fund.
- Revenue reported on page 20 agrees with:
 - Revenue reported on pages 23, 24, 25, and 26
 - Revenue reported for the General Fund on pages 8 and 10 (actual column).
- The Tax Schedule on page 21 is complete and accounts 6141-6149 adds to 6140 and 6151-6159 adds to 6150.
- Basic subsidy is reported in gross on page 24, various deductions are reported to the proper expenditure accounts as shown on PDE-2548. (Do not net deductions against basic subsidy.)
- The amount reported for revenue account 7800 on page 24 includes only the Commonwealth's matching share for social security contributions paid from the General Fund.
- The liquid fuel tax refund is netted against the transportation expense, either objects 620 or 513 (if contracted).
- Page 22 must be completed by all school districts.
- Expenditures reported on page 30 agree with:
 - Expenditures reported on pages 31 through 96.
 - Expenditures reported for the General Fund on pages 8 and 12 (actual column).
 - Employee Benefits are distributed throughout the AFR the same as salaries.
- Costs for contracted carrier services for student transportation services reported on page 79 must include the cost of gas purchased by the LEA for the contractor.
- District operated special education instruction costs have been prorated and allocated directly to subfunction 1200
- The Tuition Schedule on page 97 is complete. Account 6940 should agree with page 23, and object 560 should agree with page 31, function 1000, object 560..
- Tuition paid to the AVTS is reported in subfunction 1300/560.
- Transportation schedule on page 102 should be a zero if all transportation is contracted.
- The Cost Allocation Schedules on pages 104, 105 and 106 have been completed..

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LEA Name: West Chester Area School District
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 JUNE 30, 1992
 (IN WHOLE DOLLARS)

Assets	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL	CAPITAL	DEBT
	(10)	REVENUE	PROJECT	SERVICE
	(10)	(20)	(30)	(40)
1 0100 Cash and Cash Equivalents	\$ 6 600*	\$	\$	\$
2 0110 Investments (At Cost)	8 415 473*		16 174 587*	
3 0120 Taxes Receivable (Net)	2 113 090*			
4 0130 Interfund Receivables	1 322 995*	14 787*	905 629*	
5 0140 Intergov'tal Receivables	333 569*			
6 0150 Other Receivables (Net)	61 125*		22 716*	
7 0160 Bond Proceeds Receivable				
8 0170 Inventories				
9 0180 Prepaid Expenses (Expenditures)	69 385*			
10 0190 Other Current Assets				
11 0210 Land and Site Improvements				
12 0220 Bldgs & Bldg Improvements				
13 0230 Machinery & Equipment				
14 0240 Accumulated Depreciation				
15 0250 Construction in Progress				
16 0260 Long Term Prepayments				
17 0270 Acc Amort Long Term Prepayments				
18 0303 Amt Available in Debt Svc Funds				
Amt to be Provided for Retiremt				
19 0304 of General Long-Term Debt				
Amt to be Provided for Retiremt				
20 0305 of Lease Obligations				
Amount to be Provided for				
21 0340 Compensated Absences				
22 0010 Total Assets	\$ 12 322 237*	\$ 14 787*	\$ 17 102 932*	\$

PROPRIETARY FUND TYPES			FIDUCIARY FUND TYPES				ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)
ENTERPRISE (50)	INTERNAL SERVICE (60)		TRUST (70)	AGENCY (80)	GENERAL FIXED ASSETS (91)	GENERAL LONG-TERM DEBT (92)			
\$ 381 749*	\$ _____*		\$ 1 456 377*	\$ 193 414*				\$ 2 038 140 1	
175 000*	_____*		_____*	_____*				24 765 060 2	
_____*	_____*		74 372*	_____*				2 113 090 3	
7 953*	_____*		_____*	_____*				2 317 783 4	
9 244*	_____*		_____*	_____*				341 522 5	
_____*	_____*		_____*	_____*				93 085 6	
_____*	_____*		_____*	_____*				_____ 7	
_____*	_____*		_____*	_____*				_____ 8	
_____*	_____*		_____*	_____*				69 385 9	
_____*	_____*		_____*	_____*				_____ 10	
_____*	_____*		_____*	_____*	3 172 227*			3 172 227 11	
_____*	_____*		_____*	_____*	57 123 069*			57 123 069 12	
(_____)*	(_____)*	(_____)*	(_____)*	(_____)*	8 235 546*			8 235 546 13	
_____*	_____*		_____*	_____*	(_____)*			_____ 14	
_____*	_____*		_____*	_____*	_____*			_____ 15	
_____*	_____*		_____*	_____*	_____*			_____ 16	
_____*	_____*		_____*	_____*	_____*			_____ 17	
_____*	_____*		_____*	_____*	_____*			_____ 18	
_____*	_____*		_____*	_____*	_____*			_____ 19	
_____*	_____*		_____*	_____*	_____*			_____ 20	
_____*	_____*		_____*	_____*	_____*			_____ 21	
\$ 573 946*	\$ _____*		\$ 1 530 749*	\$ 193 414*	\$ 68 530 842*	\$ 44 125 000*		\$ 144 393 907 22	

LEA Name: West Chester Area School District A.U.N. 1-24-15-900-2
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1992
(IN WHOLE DOLLARS)

<u>Liabilities and Fund Equity</u>	GOVERNMENTAL FUND TYPES			
	GENERAL (10)	SPECIAL REVENUE (20)	CAPITAL PROJECT (30)	DEBT SERVICE (40)
Liabilities:				
1 0400 Interfund Payables	\$ <u>932 180</u> *	\$	<u>1 013 716</u>	\$
2 0410 Intergov'tal Payables	—	—	—	—
3 0420 Accounts Payable	<u>1 991 392</u> *	—	—	—
4 0430 Contracts Payable	—	—	—	—
Current Portion of Long-				
Term Debt	—	—	—	—
5 0440 Term Debt	—	—	—	—
6 0450 Short-Term Payables	—	—	—	—
7 0460 Accrued Salaries & Benefits	<u>2 140 990</u> *	—	—	—
8 0470 Payroll Deducts & Withholdings	—	—	—	—
9 0480 Deferred Revenues	<u>2 285 189</u> *	—	—	—
10 0490 Other Current Liabilities	—	—	—	—
11 0510 Bonds Payable	—	—	—	—
12 0520 Ext'd Term Fncing Agrmnts Payable	—	—	—	—
13 0530 Lease Purchase Obligations	—	—	—	—
14 0550 Authority Lease Obligations	—	—	—	—
15 0540 Accumulated Compensated Absences	—	—	—	—
16 0590 Other Long-Term Liabilities	—	—	—	—
17 0020 Total Liabilities	<u>7 349 751</u> *	—	<u>1 013 716</u> *	—
Fund Equity:				
18 0710 Investment in Gen Fixed Assets	—	—	—	—
19 0720 Contributed Capital	—	—	—	—
20 0730 Reserve for Retained Earnings	—	—	—	—
21 0740 Unreserved Retained Earnings	—	—	—	—
Reservations to Fund Balance				
22 0750 Standard Fund Balance Reserves	—	—	<u>16 089 216</u> *	—
23 0760 Specific Fund Balance Reserves	—	—	—	—
Unreserved Fund Balance				
24 0771 Unreserved - Designated	—	—	—	—
25 0772 Unreserved - Undesignated	<u>4 972 486</u> *	<u>14 787</u> *	—	—
26 0030 Total Fund Equity	<u>4 972 486</u> *	<u>14 787</u> *	<u>16 089 216</u> *	—
27 0040 Total Liabilities & Fund Equity	<u>\$ 12 322 237</u>	<u>\$ 14 787</u>	<u>\$ 17 102 932</u>	—

The accompanying notes are an integral part of these financial statements.

PROPRIETARY FUND TYPES			FIDUCIARY FUND TYPES		ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)
ENTERPRISE (50)	INTERNAL SERVICE (60)		TRUST (70)	AGENCY (80)	GENERAL FIXED ASSETS (91)	GENERAL LONG-TERM DEBT (92)	
\$ 60 000*			\$ 242 258*	\$ 69 629			\$ 2 317 783 1
							2
141 409*							2 132 801 3
							4
							5
							6
			461 088*				2 602 078 7
			749 183*				749 183 8
							2 285 189 9
				123 785			123 785 10
						23 530 000 *	23 530 000 11
						20 595 000 *	20 595 000 12
							13
							14
							15
							16
201 409*			1 452 529*	193 414*		44 125 000 *	54 335 819 17
					68 530 842 *		68 530 842 18
							19
372 537*							372 537 21
							16 089 216 22
							23
							24
			78 220*				5 065 493 25
372 537*			78 220*		68 530 842 *		90 058 088 26
\$ 573 946			\$ 1 530 749	\$ 193 414	\$ 68 530 842 *	\$ 44 125 000 *	\$ 144 393 907 27

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FISCAL YEAR ENDED JUNE 30, 1992 (IN WHOLE DOLLARS)**

	GOVERNMENTAL FUND TYPES			
	GENERAL (10)	SPECIAL REVENUE (20)	CAPITAL PROJECT (30)	DEBT SERVICE (40)
Revenues and Other Financing Sources				
Revenues				
1 6000 Local Sources	\$ 57 244 273	\$ 61 797	\$ 1 415 491	\$ — — —
2 7000 State Sources	12 722 598	— — —	— — —	— — —
3 8000 Federal Sources	1 173 024	— — —	— — —	— — —
Other Financing Sources				
4 9100 Sale of Bonds	— — —	— — —	— — —	— — —
5 9200 Proceeds from Ext'd Term Financing	— — —	— — —	— — —	— — —
6 9300 Interfund Transfers	— — —	— — —	— — —	— — —
Sale of or Compensation for Loss of	— — —	— — —	— — —	— — —
7 9400 Fixed Assets	— — —	— — —	— — —	— — —
8 9500 Refunds of Prior Years' Expndtrs	— — —	— — —	— — —	— — —
9 9600 Incoming Transfers	1 184 991	— — —	— — —	— — —
Total Revenues & Other Financing	72 324 886	61 797*	1 415 491*	— — —
10 0010 Sources	— — —	— — —	— — —	— — —
Expenditures and Other Financing Uses				
Expenditures				
11 1000 Instruction	42 963 449	— — —*	— — —*	— — —*
12 2000 Support Services	23 230 174	— — —*	— — —*	— — —*
13 3000 Operation of Noninstructional Svcs	1 500 991	47 010*	— — —*	— — —*
Facilities Acquisition, Construction	— — —	— — —*	2 077 436*	— — —*
14 4000 and Improvement Svcs	147 588	— — —*	— — —*	— — —*
Other Financing Uses				
15 5100 Debt Service	4 499 790	— — —*	— — —*	— — —*
16 5200 Fund Transfers	— — —	— — —*	1 184 991*	— — —*
Total Expenditures and Other	— — —	— — —*	— — —*	— — —*
17 0020 Financing Uses	72 341 992	47 010*	3 262 427*	— — —
Revenues and Other Financing Sources	— — —	— — —	— — —	— — —
Over (Under) Expenditures and Other	— — —	— — —	— — —	— — —
18 0030 Financing Uses	(17 106)	14 787*	(1 846 936)*	— — —
19 0040 Fund Equity - July 1, 1991	4 989 592*	0*	17 936 152*	— — —
20 0050 Chg in Invntry Resv/Prior Pd Adj**	— — —*	— — —*	— — —*	— — —
21 0700 Fund Balances - June 30, 1992	\$ 4 972 486*	\$ 14 787*	\$ 16 089 216* \$	— — —

The accompanying notes are an integral part of these financial statements.
**Amounts recorded on this line must be fully explained on pages 18 and 19.

FIDUCIARY FUND TYPE EXPENDABLE TRUST (72)	TOTALS (MEMORANDUM ONLY)			
\$ 6 840	\$ 58 728	401		1
	12 722	598		2
	1 173	024		3
	— —	—		4
	— —	—		5
7 052	7 052			6
	— —	—		7
	— —	—		8
	1 184	991		9
13 892	73 816	066		10
	42 963	449		11
	23 230	174		12
	1 548	001		13
	2 225	024		14
	4 499	790		15
5 884	1 190	875		16
5 884	75 657	313		17
8 008	(1 841	247)		18
70 212	22 995	956		19
				20
\$ 78 220	\$ 21 154	709		21

LEA Name: West Chester Area School District A.U.N. 1-24-15-900-2
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED JUNE 30, 1992
(IN WHOLE DOLLARS)

		<u>GENERAL FUND</u>			
		<u>BUDGET</u>	<u>ACTUAL</u>		<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>Revenues and Other Financing Sources</u>					
Revenues					
1	Local Sources	\$ 58 402 834	\$ 57 244 272	\$ (1 158 562)	
2	State Sources	12 068 411	12 722 599	654 188	
3	Federal Sources	1 173 024	1 173 024	—	
Other Financing Sources					
4	Sale of Bonds	—	—	—	
5	Proceeds from Ext'd Term Financing	—	—	—	
6	Interfund Transfers	—	—	—	
	Sale of or Compensation for Loss of				
7	Fixed Assets	— 300	— 0	(300)	
8	Refunds of Prior Years' Expenditures	—	—	—	
9	Incoming Transfers	1 267 000	1 184 991	(82 009)	
	Total Revenue & Other Financing				
10	Sources	<u>72 911 569</u>	<u>72 324 886</u>	<u>(586 683)</u>	
<u>Expenditures and Other Financing Uses</u>					
Expenditures					
Instruction					
11	Regular Programs-Elementary/Secondary	34 016 384	33 873 527	142 857	
12	Special Programs-Elementary/Secondary	5 582 207	5 357 125	225 082	
13	Vocational Education Program	2 284 052	2 212 005	72 047	
	Other Instructional Programs-				
14	Elementary/Secondary	1 880 578	1 505 487	375 091	
15	Nonpublic School Programs	—	—	—	
16	Adult Education Programs	—	—	—	
	Community/Junior College Education				
17	Programs	— 15 305	— 15 305	— 0	
18	Total Instruction	<u>\$ 43 778 526</u>	<u>\$ 42 963 449</u>	<u>\$ 815 077</u>	

SPECIAL REVENUE FUND

<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	
\$ <u>55 000</u>	\$ <u>61 797</u>	\$ <u>6 797</u>	1
_____	_____	_____	2
_____	_____	_____	3
_____	_____	_____	4
_____	_____	_____	5
_____	_____	_____	6
_____	_____	_____	7
_____	_____	_____	8
_____	_____	_____	9
<u>55 000</u>	<u>61 797</u>	<u>6 797</u>	10
_____	_____	_____	11
_____	_____	_____	12
_____	_____	_____	13
_____	_____	_____	14
_____	_____	_____	15
_____	_____	_____	16
_____	_____	_____	17
\$ _____	\$ _____	\$ _____	18

LEA Name: West Chester Area School District A.U.N. 1-24-15-900-2
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED JUNE 30, 1992 (IN WHOLE DOLLARS)

	GENERAL FUND		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
Support Services			
1 Pupil Personnel	\$ 2 652 285	\$ 2 542 068	\$ 110 217
2 Instructional Staff	2 424 789	2 289 864	134 925
3 Administration	4 705 353	4 508 792	196 561
4 Pupil Health	1 181 941	1 109 731	72 210
5 Business	703 647	662 817	40 830
6 Operation and Maintenance of Plant Svcs	7 535 449	6 861 586	673 863
7 Student Transportation Services	4 879 988	4 739 113	140 875
8 Central	276 614	262 427	14 187
9 Other Support Services	265 878	253 776	12 102
10 Total Support Services	<u>24 625 944</u>	<u>23 230 174</u>	<u>1 395 770</u>
Operation of Noninstructional Services			
11 Food Services	—	—	—
12 Student Activities	1 483 597	1 463 303	20 294
13 Community Services	37 689	37 688	1
Total Operation of Noninstructional			
14 Services	<u>1 521 286</u>	<u>1 500 991</u>	<u>20 294</u>
Facilities Acquisition, Construction			
15 and Improvement Svcs.	157 407	147 588	9 819
Other Financing Uses			
16 Debt Service	4 613 991	4 499 790	114 201
17 Fund Transfers	—	—	—
18 Budgetary Reserve	—	—	—
Appropriation of Prior Year			
19 Encumbrances	—	—	—
Total Expenditures and Other			
20 Financing Uses	<u>74 697 154</u>	<u>72 341 992</u>	<u>2 355 162</u>
Revenues and Other Financing Sources			
Over (Under) Expenditures and Other			
21 Financing Uses	(1 785 585)	(17 106)	1 768 479
22 Fund Equity - July 1, 1991	4 285 585	4 989 592	704 007
23 Change in Invntry Resrv/Prior Pd Adj	—	—	—
24 Fund Equity - June 30, 1992	<u>\$ 2 500 000</u>	<u>\$ 4 972 486</u>	<u>\$ 2 472 486</u>

The accompanying notes are an integral part of these financial statements.

<u>SPECIAL REVENUE FUND</u>			<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>			
<u>BUDGET</u>	<u>ACTUAL</u>					
---	---	---	---	---	---	1
---	---	---	---	---	---	2
---	---	---	---	---	---	3
---	---	---	---	---	---	4
---	---	---	---	---	---	5
---	---	---	---	---	---	6
---	---	---	---	---	---	7
---	---	---	---	---	---	8
---	---	---	---	---	---	9
---	---	---	---	---	---	10
---	---	---	---	---	---	11
---	55 000	---	47 010	---	7 990	12
---	---	---	---	---	---	13
---	55 000	---	47 010	---	7 990	14
---	---	---	---	---	---	15
---	---	---	---	---	---	16
---	---	---	---	---	---	17
---	---	---	---	---	---	18
---	---	---	---	---	---	19
---	55 000	---	47 010	---	7 990	20
---	---	0	14 787	---	14 787	21
---	---	0	0	---	0	22
---	---	---	---	---	---	23
\$	0	\$	14 787	\$	14 787	24

LEA Name: West Chester Area School District A.U.N. 1-24-15-900-2
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
RETAINED EARNINGS/FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1992 (IN WHOLE DOLLARS)

	PROP FUND TYPES			FID FUND TYPE			TOTALS (MEMORANDUM ONLY)	
	ENTERPRISE (50)	INTERNAL SERVICE (60)		NONEXPENDABLE TRUST (71)				
Operating Revenues								
1 6600 Food Service Revenue	<u>1 327 740*</u>						<u>1 327 740</u>	1
2 6900 Charges for Services	— — *	— — —					— — —	2
3 6500 Earnings on Investments						*	— — —	3
4 6000 Other Operating Revenues	— — —	— — —					— — —	4
5 0010 Total Operating Revenues	<u>1 327 740*</u>	— — —*				*	<u>1 327 740</u>	5
Operating Expenses								
6 0100 Personnel Svc - Salaries	— 751 151*	— — —*					— 751 151	6
7 0200 Personnel Svc - Employee Benefits	— — —*	— — —*					— — —	7
8 0300 Purchase Prof and Tech Svcs.	— — —*	— — —*					— — —	8
9 0400 Purchased Property Svcs.	— — —*	— — —*					— — —	9
10 0500 Other Purchased Svcs.	— — —*	— — —*					— — —	10
11 0600 Supplies	— 620 606*	— — —*					— 620 606	11
12 0700 Depreciation	— — —*	— — —*					— — —	12
13 0810 Dues and Fees	— 45 693*	— — —*					— 45 693	13
14 0850 Indirect Cost	— — —*	— — —*					— — —	14
15 0890 Other Operating Expenses	— 151 447*	— — —*					— 151 447	15
16 0020 Total Operating Expenses	<u>1 568 897*</u>	— — —*				*	<u>1 568 897</u>	16
17 0030 Operating Income (Loss)	<u>(241 157)</u>	— — —*				*	<u>(241 157)</u>	17
Nonoperating Revenues (Expenses)								
18 6500 Earnings on Investments	— 26 786*	— — —*					— 26 786	18
19 6920 Contrs & Donatns Fr Private Srce	— — —*	— — —*				*	— — —	19
20 6930 Gain/Loss on Sale of Fixed Assets	— — —*	— — —*					— — —	20
21 7000 State Sources	— 24 215*	— — —*					— 24 215	21
22 8000 Federal Sources	— 157 750*	— — —*					— 157 750	22
23 9500 Refunds of Prior Yrs' Expendtr	— — —*	— — —*					— — —	23
24 0830 Interest Expense	— — —*	— — —*					— — —	24
25 0040 Total Nonoper Rev (Expenses)	<u>— 208 751*</u>	— — —*					<u>— 208 751</u>	25
Net Income (Loss) Before								
26 0050 Operating Trnsfrs In (Out)	— (32 406)	— — —*					— (32 406)	26
27 9999 Operating Trnsfrs In (Out)	— — —*	— — —*					— — —	27
28 0053 Net Income (Loss)	— — —*	— — —*					— — —	28
29 0056 Retd Earngs/Fund Bals 07/01/91	— 404 943	— — —*					— 404 943	29
30 0057 Contributed Capital	— — —*	— — —*				*	— — —	30
31 0060 Prior Period Adjustment	— — —*	— — —*					— — —	31
32 0700 Retd Earngs/Fund Bals 06/30/92	<u>\$ 372 537</u>	— — —*				\$	<u>\$ 372 537</u>	32

The accompanying notes are an integral part of these financial statements. Amounts on line 31 must be fully explained on the Notes to Financial Statement pages.

COMBINED STATEMENT OF CASH FLOWS FOR THE FISCAL YEAR ENDED JUNE 30, 1992
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

Report below information about all investing, capital, and financing activities during the period July 1, 1991 thru June 30, 1992 that affect assets or liabilities but do not result in cash receipts or cash payments. Examples of noncash transactions are: acquiring assets by assuming directly related liabilities, such as purchasing a building by incurring a mortgage financed by the seller; obtaining an asset by entering into a capital lease; and exchanging noncash assets or liabilities for other noncash assets or liabilities.

<u>AMOUNT</u>	<u>EXPLANATION OF TRANSACTION & BALANCE SHEET EFFECT</u>
\$ _____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

COMBINED STATEMENT OF CASH FLOWS FOR THE FISCAL YEAR ENDED June 30, 1992**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**

	PROP FUND TYPES			FID FUND TYPE			TOTALS (MEMORANDUM ONLY)
	ENTERPRISE (50)*	INTERNAL SERVICE (60)*		NONEXPENDABLE TRUST (71)*			
Cash Flows from Operating Activities:							
0010 Operating Income (Loss)	(32 406)						(32 406)
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:							
0020 Depreciation							
0030 Provision for uncollectable accounts							
0040 Other:							
Changes in assets and liabilities:							
0050 (Inc) Dec in Accts Rec (0130-0150)	22 495						22 495
0060 (Inc) Dec in Inventories(0170)							
0070 (Inc) Dec in Prepaid Expenses (0180)							
0080 (Inc) Dec in Othr Curnt Asst (0190)							
0090 Inc (Dec) in Accts Pybl (0400-0450)	29 280						29 280
0100 Inc (Dec) in Accrd Sal/Bnfts(0460)							
0110 Inc (Dec) in Pysl Ded/Withldg(0470)							
0120 Inc (Dec) in Deferred Revenue (0480)							
0130 Inc (Dec) in Other Curnt Liab (0490)							
0140 Total Adjustment	51 775						51 775
0150 Net Cash Provided by Operating Activities	19 369						19 369
Cash Flows from Non-Capital Financing Activities:							
Grants and Subsidies Received for Non-Operating Activities:							
0160 Local (6000)							
0170 State (7000)							
0180 Federal (8000)							
0190 Notes and Loans received (repaid)							
0200 Intrst paid on notes/loans (5100-830)							
0210 Oprtng Trnsfrs In(Out) Resid Eq Trfs							
0220 Refund of Prior Year Expndt (9500)							
0230 Net Cash Provided by Non-Captl Fincg Activ							

COMBINED STATEMENT OF CASH FLOWS FOR THE FISCAL YEAR ENDED JUNE 30, 1992
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	PROP FUND TYPES			FID FUND TYPE			TOTALS (MEMORANDUM ONLY)
	ENTERPRISE (50)*	INTERNAL SERVICE (60)*		NONEXPENDABLE TRUST (71)*			
Cash Flows from Capital and Related Financing Activities:							
0010	Proceeds from Extended Term Financing	___	___	___	___	___	___
0020	Proceeds from Sale of Eqmnt (6930) Acquisition, Construction and Improvement of Capital Assets	___	___	___	___	___	___
0030	Principal Paid on Financing Agrmnts	___	___	___	___	___	___
0040	Interest Paid on Bonds and Financing Agreements (5100-830)	___	___	___	___	___	___
0050	Contributed Capital/Residual Eq Trfs	___	___	___	___	___	___
0055	Net Cash Provided by Capital and Related Financing Activities	___	___	___	___	___	___
0060		___	___	___	___	___	___
Cash Flows from Investing Activities:							
	Purchase of Investment Securities/Deposits to Investment Pools	___	___	___	___	___	___
0070	Withdrawals from Investment Pools	___	___	___	___	___	___
0080	Proceeds from Sale and Maturity of Investment Securities	___	___	___	___	___	___
0090	Earnings on Investments (6500)	___	___	___	___	___	___
0100	Loans Received (Paid)	___	___	___	___	___	___
0110	Net Cash Provided by Invst Activities	___	___	___	___	___	___
0120		___	___	___	___	___	___
0130	Net Inc (Dec) in Cash and Cash Equiv	___	19 369	___	___	___	___ 19 369
0140	Cash and Cash Equiv, July 1, 1991	___	362 380	___	___	___	___ 362 380
0150	Cash and Cash Equiv, June 30, 1992	___	381 749	___	___	___	___ 381 749

NOTE A SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The general purpose financial statements include all of the funds and account groups of the School District. There are no potential component units of this reporting entity because the School District does not exercise oversight responsibility over any other organization.

Fund Accounting

The accounts of the School District 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, revenue and expenditures. The various funds are grouped by type in the financial statements. The following fund types and account groups are used by the School District:

Government Fund Types

General Fund

The General Fund is the general operating fund of the School District. It is used to account for all financial resources except those required to be accounted for in another fund. All general tax revenues, federal, state and other receipts that are not allocated to another fund are accounted for in this fund. From this fund are paid the general operating expenditures, the fixed charges and the capital improvement costs that are not paid through other funds.

Capital Project Fund

The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of major capital assets other than those financed by special assessments or enterprise operations.

Proprietary Fund Type

Food Service Fund

The Food Service Fund (an Enterprise Fund) is used to account for the operations of the School District's school cafeterias that are financed and operated in a manner similar to a private business enterprise where the intent of the governing body is that the cost of providing goods or services to the school population on a continuing basis will be recovered or financed primarily through user charges.

Fiduciary Fund Types

Agency Funds

Agency Funds are used to account for assets held by the School District as an agent for other funds and student clubs and other activities. Agency Funds are custodial in nature (except equal liabilities) and do not involve measurement of the results of operations. The School District's Agency Fund consists of the Payroll Fund and the Student Activities Fund.

Trust Funds

These funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals and private organizations.

Account Groups

Account groups are not funds; they do not reflect available financial resources and related liabilities, but are accounting records of general fixed assets and general long-term obligations, respectively. The following are descriptions of the account groups of the School District:

General Fixed Assets Account Group

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. Assets purchased are recorded as expenditures in the governmental funds and capitalized at cost in the General Fixed Asset Account Group. No depreciation has been provided on general fixed assets.

General Long-Term Debt Account Group

The General Long-Term Debt Account Group is used to record the unmatured principal of long-term general government debt that is not a current liability of any specific governmental fund.

Basis of Accounting

The Governmental Fund Types and the Fiduciary Fund Types, except the Student Activities Fund, are presented on the modified accrual basis of accounting, and the Proprietary Fund Type is presented on the full accrual basis of accounting, all in accordance with generally accepted accounting principles for local governmental units.

Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available to pay liabilities of the current period. In general, expenditures are recognized when the liability is incurred. Interest on long-term debt is recognized when due.

WEST CHESTER AREA SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 1992

The financial records of the Student Activities Fund are maintained on a cash basis of accounting, and the balance sheet of the Fund is presented on that basis. Accordingly, it is not intended to present financial position in conformity with generally accepted accounting principles.

For reporting purposes taxes receivable are offset by deferred revenue.

Inventories

Inventories of school supplies are not valued on the balance sheet. The cost of inventoriable items is charged to expenditures at the time the items are purchased.

Refunded Debt

Outstanding refunded debt of the School District and its related municipal authority (now inactive), which has been defeased in advance refundings, along with the related assets pledged for their debt service, has been eliminated from the financial statements. Similarly excluded are the debt service transactions of the refunded debt and the earnings on the pledged investments.

Real Estate Tax Calendar

The fiscal year for which taxes are levied begins July 1. Taxes are billed in July with a discount available through August 31, followed by the flat period through October 31 and ending with the penalty period after November 1. The penalty is 10%. Any unpaid taxes are required to be liened with the county by February 28.

Compensated Absences

Statement 4 of the NCGA requires the School District to accrue a liability for unpaid vacation, sick or other compensated leave for which employees have vested rights. It is the School District's policy not to accrue such amounts. If the liability at June 30, 1991 for these future compensated absences had been accrued, the effect on the current financial statements would be immaterial.

Budget

Formal budgetary accounting is employed as a management control for the School District General Fund. The final annual operating budget is disclosed in the accompanying financial statements.

"Memorandum Only" Total Columns

Included on the combined financial statements are total columns labeled "Memorandum Only" to indicate that they are presented for information purposes only. These total columns are not intended to present consolidated financial information in conformity with generally accepted accounting principles.

WEST CHESTER AREA SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 1992

NOTE B CASH, CASH EQUIVALENTS AND INVESTMENTS

At June 30, 1992, cash, cash equivalents and investments were as follows:

Checking, savings and money market deposits	\$ 2,031,540
Certificates of deposit	6,047,811
Investments	18,717,249
Petty cash	<u>6,600</u>
	<u>\$26,803,200</u>

At year end, the carrying amount of the School District's checking, savings and money market deposits was \$2,031,540, and the corresponding bank balance was \$2,422,789. Of the bank balance, \$361,065 was covered by federal depository insurance, and \$2,104,267 was covered by collateral held in the pledging banks' trust departments.

At year end, the School District had \$6,047,811 invested in certificates of deposit with various financial institutions. Of this amount, \$400,000 was directly covered by federal depository insurance, and \$5,647,811 was collateralized through pools of securities held by the respective depository institutions.

Under Act No. 72 of the 1971 session of the Pennsylvania General Assembly, financial institutions were granted the authority to secure deposits of public bodies by pledging a pool of assets, as defined in the act, to cover all public funds deposited in excess of federal depository insurance limits. Substantially all of the School District's cash and certificates of deposit in excess of federal depository insurance limits are covered by such pooled collateral.

Investments are categorized below to give an indication of the level of risk assumed by the School District. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent but not in the School District's name.

Investments consist of the following:

Pennsylvania School District	
Liquid Asset Fund	\$ 18,717,249

WEST CHESTER AREA SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 1992

The confirmed balance of the Pennsylvania School District Liquid Asset Fund was \$18,992,250, which was invested in accordance with Section 440.1 of the Pennsylvania School Code. Each participating school district owns a pro rata share of each deposit or investment which is held in the name of the fund (Category 3).

NOTE C FIXED ASSETS

Fixed assets are as follows:

	<u>Operated by School District</u>	<u>Operated by County</u>	<u>Total</u>
Land	\$ 3,101,784	\$ 70,443	\$ 3,172,227
Buildings	54,085,566	3,037,503	57,123,069
Equipment	<u>7,903,788</u>	<u>331,758</u>	<u>8,235,546</u>
Total	<u>\$65,091,138</u>	<u>\$3,439,704</u>	<u>\$68,530,842</u>

Additions for the year were \$3,990 for land improvements, \$2,397,886 for buildings and \$403,117 for equipment.

NOTE D DELINQUENT REAL ESTATE TAXES

Delinquent taxes, less reserve, are:

Real estate taxes, all open years (liened)	\$2,596,706.
Reserve for uncollectibles	<u>(649,176)</u>
	1,947,530
Interim real estate taxes	<u>165,562</u>
	<u>\$2,113,092</u>

WEST CHESTER AREA SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 1992

NOTE E RETIREMENT PLAN

All full time or part time salaried employees of the School District are provided pension benefits under the Public School Employees' Retirement System (PSERS) administered by the Commonwealth of Pennsylvania. The plan is a cost sharing multiple employer PERS. The total amount of the School District's payroll for the year was \$41,119,600, the total amount of the payroll covered under the PSERS for the year was \$40,211,248. The actuarially determined contribution rate for the fiscal year was 14.9%. This is shared equally between the School District and the Commonwealth of Pennsylvania. The total amount contributed by the School District for the current year was \$3,516,511. The employees actuarially determined contribution rate for the year was 5.25% or 6.25% depending upon the employees date of hire. The total amount contributed by the employees for the current year was \$2,058,063. The most recent actuarial valuation date of the PSERS is June 30, 1990. At that time the pension benefit obligation totaled \$19.5 billion. Net assets available for benefits, of the total PSERS, at that date was \$15.9 billion. The total unfunded pension obligation of the PSERS was \$3.6 billion. The employer and employee obligations to contribute to the plan are established by authority of the Public School Employees Retirement Code. Employees become vested after 10 years of service.

Ten year historical trend information, which provides among other things, information about the progress made in accumulating sufficient assets to pay plan benefits, is included in a separate report issued by PSERS.

WEST CHESTER AREA SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 1992

NOTE F GENERAL OBLIGATION BONDS

On March 1, 1991, the School District paid \$1,055,000 to retire maturing bonds of the 1986 series. On March 29, 1991, the School District issued General Obligation Bonds Series of 1991 in the amount of \$9,470,000. The net proceeds of this bond issue were used to redeem the then outstanding 1986 bonds (\$9,055,000) and to fund certain capital projects. On December 23, 1991 the School District issued General Obligation Bonds Series A of 1991 in the amount of \$15,280,000. The net proceeds were used to redeem the Emmaus General Authority General Obligation Note, Series A of 1989, maturing on March 1, 1992 in the amount of \$15,000,000.

A summary of General Obligation Bonds outstanding follows:

	<u>June 30, 1992</u>		
	<u>Series</u>	<u>Interest Rate</u>	<u>Final Maturity</u>
West Chester Area 1991		5.00% to 5.80%	March 1, 1998
School District 1991A		4.50% to 6.70%	January 15, 2011
			<u>\$ 8,250,000</u>
			<u>15,280,000</u>
			<u>\$ 23,530,000</u>

Future debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1993	\$ 1,280,000	\$ 1,555,432	\$ 2,835,432
1994	1,355,000	1,405,490	2,760,490
1995	1,340,000	1,334,502	2,674,502
1996	1,405,000	1,262,292	2,667,292
1997	1,485,000	1,183,762	2,668,762
1998	1,560,000	1,099,222	2,659,222
1999	40,000	1,008,803	1,048,803
2000	50,000	1,006,463	1,056,463
2001	55,000	1,003,463	1,058,463
2002	55,000	1,000,107	1,055,107
2003	60,000	996,532	1,056,532
2004	65,000	992,632	1,057,632
2005	80,000	988,408	1,068,408
2006	25,000	983,208	1,008,208
2007	3,285,000	981,583	4,266,583
2008	3,495,000	763,130	4,258,130
2009	3,735,000	528,965	4,263,965
2010	3,845,000	278,720	4,123,720
2011	315,000	21,105	336,105
	<u>\$ 23,530,000</u>	<u>\$ 18,393,819</u>	<u>\$ 41,923,819</u>

WEST CHESTER AREA SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 1992

NOTE G LEASE RENTAL DEBT

On May 4, 1989, the West Chester Area School District entered into an agreement with the Dauphin County General Authority's Pooled Financing Program to borrow \$20,680,000 under a Lease Rental Agreement. Interest is payable semiannually at rates ranging from 6.80% to 7.60%. Interest payments totalled \$1,467,592 for the year ended June 30, 1992.

During the year \$50,000 was paid to retire principal.

NOTE H GENERAL OBLIGATION DEBT REFINANCED

During the year ended June 30, 1992, the School District issued short-term tax and revenue anticipation notes in the amount of \$4,585,000. The monies provided by these notes were used for General Fund expenditures. The notes, which were dated July 11, 1991, matured on June 30, 1992, at which time all principal and interest obligations were satisfied.

On July 1, 1992, the School District issued \$5,000,000 of tax and revenue anticipation notes pursuant to board approval. The notes mature on June 30, 1993, at an annual interest rate of 3.46%.