

**Tredyffrin/Easttown School District**  
**Wayne, Pennsylvania**

**ANNUAL COMPREHENSIVE**  
**FINANCIAL REPORT**

**For the Fiscal Year Ended June 30, 2024**



**Tredyffrin/Easttown School District**  
**940 West Valley Road, Suite 1700**  
**Wayne, PA 19087-1856**



# Tredyffrin/Easttown School District Wayne, Pennsylvania

## ANNUAL COMPREHENSIVE FINANCIAL REPORT For the Fiscal Year Ended June 30, 2024



**Dr. Richard Gusick, Superintendent of Schools**  
**Prepared by the Business Office,**  
**Mr. Arthur J. McDonnell, Business Manager/Board Secretary**  
**and Mr. Richard Livergood, Assistant Business Manager**

**Tredyffrin/Easttown School District**  
**Table of Contents**  
**June 30, 2024**

---

**INTRODUCTORY SECTION - UNAUDITED**

Letter of Transmittal	1-9
School District Boundaries Map	10
School Board Members/District Administrators/Organizational Chart	11-12
List of District Administrators	13-14
District Offices and Schools	15
District Consultants and Advisors	16
Association of School Business Officials International, <i>Certificate of Excellence in Financial Reporting, June 30, 2023</i>	17

**FINANCIAL SECTION**

<b>Independent Auditor's Report</b>	18-21
<b>Management's Discussion and Analysis</b>	22-33
<b>Basic Financial Statements</b>	
<b><i>Government-Wide Financial Statements</i></b>	
Statement of Net Position (Deficit)	34
Statement of Activities	35
<b><i>Fund Financial Statements</i></b>	
Balance Sheet – Governmental Funds	36
Reconciliation of Governmental Funds Balance Sheet to Net Position (Deficit) of Governmental Activities on the Statement of Net Position (Deficit)	37
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	38
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Change in Net Position (Deficit) of Governmental Activities on the Statement of Activities	39
Statement of Net Position (Deficit) – Proprietary Fund	40
Statement of Revenues, Expenses and Changes in Net Position (Deficit) – Proprietary Fund	41
Statement of Cash Flows – Proprietary Fund	42
Statement of Net Position – Fiduciary Funds	43
Statement of Changes in Net Position – Fiduciary Funds	44

**Tredyffrin/Easttown School District**  
**Table of Contents**  
**June 30, 2024**

---

<b>Notes to Financial Statements</b>	45-71
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Budgetary Comparison Schedule – General Fund	72
Schedule of the District's Proportionate Share of the Net Pension Liability - PSERS	73
Schedule of the District's Pension Plan Contributions - PSERS	74
Schedule of Changes in OPEB Liability – Single Employer Plan	75
Schedule of the District's Proportionate Share of the Net OPEB Liability - PSERS	76
Schedule of the District's OPEB Plan Contributions - PSERS	77
<b>STATISTICAL SECTION – UNAUDITED</b>	78
<b><i>Financial Trends</i></b>	
Net Position (Deficit) by Component	79
Changes in Net Position (Deficit) – Governmental Activities	80
Changes in Net Position (Deficit) – Business-Type Activities	81
Changes in Net Position (Deficit) – Primary Government	82
Fund Balances of Governmental Funds	83
Changes in Governmental Fund Balances	84
<b><i>Revenue Capacity</i></b>	
Assessment Value by Land Use	85
Assessed Value and Market Value of Taxable Property	86
Property Tax Rates – All Overlapping Governments	87
Principal Taxpayers	88
Property Tax Levies and Collections	89
<b><i>Debt Capacity</i></b>	
Ratios of Outstanding Debt by Type	90
Ratios of Total Debt Outstanding	91
Direct and Overlapping Governmental Activities Debt	92
Legal Debt Limit and Remaining Borrowing Capacity	93

**Tredyffrin/Easttown School District**  
**Table of Contents**  
**June 30, 2024**

---

**STATISTICAL SECTION – UNAUDITED (Continued)**

***Demographic and Economic Information***

Principal Employers in Chester County	94
Demographic and Economic Statistics	95
Full-Time Equivalent Employees by Function	96

***Operating Information***

Revenues by Source – General Fund	97-98
Expenditures by Function – General Fund	99-100
Capital Asset Information	101
National School Lunch Program Free and Reduced Data	102
Pupil/Teacher Ratio	103
Governmental Funds – Most Significant Own-Sourced Revenues	104
Governmental Funds – Revenues by Source	105
Governmental Funds – Expenditures by Function	106
Schedule of Millage Rates Chester County School Districts	107
Enrollment History and Projections	108
Enrollment History by Instruction Level	109
Teacher Salary Schedule	110

**SINGLE AUDIT**

Schedule of Expenditures of Federal Awards and Certain State Grants	111-113
Notes to Schedule of Expenditures of Federal Awards and Certain State Grants	114
<b>Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i></b>	115-116
<b>Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by The Uniform Guidance</b>	117-119
<b>Schedule of Findings and Questioned Costs</b>	120



# Tredyffrin/Easttown School District



## Introductory Section

*To empower students to pursue their individual and collective potential as global citizens by creating a safe and equitable community that fosters well-being, integrity, social responsibility, and a passion for learning.*

*Tredyffrin/Easttown School District Mission Statement*

*Tredyffrin/Easttown Board of School Directors*



# Tredyffrin/Easttown School District

Administration Offices, West Valley Business Center

940 West Valley Road, Suite 1700, Wayne, PA 19087

Phone: 610-240-1801

---

April 16, 2025

To: The Residents and the Board of School Directors of the Tredyffrin/Easttown School District

We are pleased to present the Annual Comprehensive Financial Report ("ACFR") of the Tredyffrin/Easttown School District for the fiscal year ended June 30, 2024. The report was prepared by the District's Business Office with assistance from our independent auditors, WithumSmith+Brown, PC. This report is prepared in conformity with generally accepted accounting principles ("GAAP") in the United States of America for governments as promulgated by the Government Accounting Standards Board ("GASB"). It is presented in a manner designed to fairly set forth the economic conditions and results of operations of the District as a whole as measured by the financial activity of its funds, and all disclosures necessary to gain a clear understanding of the District's financial affairs have been included.

Responsibility for the accuracy of the presented data and the completeness and the fairness of the presentation, including all disclosures, rest with the Superintendent and the Business Manager. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we believe the data presented in the financial report is accurate and reliable in all material respects.

WithumSmith+Brown, PC, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Tredyffrin/Easttown's financial statements for the year ended June 30, 2024. The report is located at the beginning of the Financial Section of this report.

Management's Discussion and Analysis ("MD&A") immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is a complement to this letter of transmittal and should be read in conjunction with it.

## **Organization of the Report**

For the convenience of users, we have divided this annual comprehensive financial report into four major sections, described as follows:

The **introductory section** includes this transmittal letter, map of the district, list of school board members and District administrators, the organizational structure of Tredyffrin/Easttown School District, list of instructional buildings and district office, and a list of consultants and advisors.

The **financial section** includes the independent auditor's report on the financial statements and schedules; the District's management's discussion and analysis information; the government-wide financial statements; the fund financial statements; the notes to the basic financial statements; the required supplementary information as well as the combining statements and individual fund schedules.

The **statistical section** is unaudited data which includes selected financial and demographic information, generally presented on a multi-year basis.

The Residents and the Board of School Directors of the Tredyffrin/Easttown School District  
April 16, 2025

The **single audit section** contains information relating to the District's single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (Uniform Guidance) and the independent auditor's reports on compliance and internal control.

The report provides valuable management information. The Annual Comprehensive Financial Report will be made available on the district's website at [www.tesd.net](http://www.tesd.net).

### **Profile of the District**

The primary responsibility for the activities of a school district lies with the locally elected nine-member Board of School Directors ("Board") who are elected for a four-year term and must direct the affairs of the school district within the framework of the Pennsylvania School Code, other state laws and various regulations and standards. These regulations and standards are established primarily by the Pennsylvania Department of Education, the State Board of Education, the Pennsylvania State Legislature, and other state agencies. The Superintendent is the Chief Administrative Officer of the school district with overall responsibility for all aspects of operations including education. The Business Manager is responsible for budget and financial operations. Both the Superintendent and Business Manager are appointed by the Board.

The Tredyffrin/Easttown School District serves the townships of Tredyffrin and Easttown, encompassing 38 square miles in eastern Chester County with an estimated District population of 42,715.

Other population data of interest within the and surrounding Tredyffrin/Easttown School District are Tredyffrin Township, Easttown Township and Chester County as a whole, and those estimated figures are 31,732, 10,984 and 529,924, respectively.

The area is primarily made up of single-family homes, and includes such notable communities as Paoli, Devon, Berwyn, Daylesford, Chesterbrook, Strafford and Wayne. The District is approximately 20 miles northwest of the City of Philadelphia. A map of the District can be found at the end of this transmittal letter.

Historically, Tredyffrin/Easttown School District and the surrounding area, known as the Great Valley, were settled by Welsh Quakers who purchased the land from William Penn. Valley Forge National Park is adjacent to Tredyffrin Township and lends a richness of history and beauty to the area.

Support Services are available throughout the community. FLITE, Foundation for Learning in Tredyffrin/Easttown, works in partnership with the Tredyffrin/Easttown School District to help all District students reach their potential. FLITE recognizes that some children do not have the financial, emotional, and environmental support to succeed in school. FLITE aims to invest in helping these students, and thereby invest in the good of our entire community. FLITE also recognizes that the District faces increasing pressures regarding adequate funding of its programs and will consider proposals for support of programs or activities that enhance the total offerings of the school district.

The Upper Main Line YMCA provides recreational activities, including year-round tennis and swimming. Residents of both townships are served by active park and recreation boards which sponsor summer day camps, sports clinics, and winter recreation programs. Local community parks offer playgrounds, basketball courts, tennis courts and baseball fields. The Tredyffrin Library, the Easttown Library and the smaller Paoli Library are part of the Chester County Library System, and their many services are free to residents. The Main Line School Night and the Chester County Intermediate Unit's Center for Arts and Technology offer adult training and vocational education. In addition, T&E Care, a non-profit organization devoted to helping local families in need, is comprised of community members who want to make a difference in the lives of others.

The purpose of the District is to provide an educational system kindergarten through 12<sup>th</sup> grade. Approximately 7,000 students attend Tredyffrin/Easttown's eight schools. The District has five elementary schools, grades K-4; two middle schools, grades 5-8; and one high school, grades 9-12. The average student to teacher ratio is as follows: kindergarten and grade 1, 23:1; grade 2, 24:1; grades 3 & 4, 26:1; and grades 5-12, 28:1. During the 2023/24 school year, the District had 56 students attend Charter/Cyber school with a cost of \$1,021,805.38. In 2008, Philadelphia Magazine ranked the school district the best in the Philadelphia area, and the District remains a top-rated school district today. Below is a table of student enrollments for the last five years. The table also includes projections for the next five years of students provided by Sundance Associates demographic study.

**ACTUAL**

<b>GRADE</b>	<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2023-2024</b>
K-4	2,537	2,369	2,386	2,341	2,335
5-8	2,395	2,257	2,194	2,194	2,224
9-12	2,250	2,331	2,348	2,358	2,380
<b>Total</b>	<b>7,182</b>	<b>6,957</b>	<b>6,928</b>	<b>6,893</b>	<b>6,939</b>

**PROJECTED**

<b>GRADE</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>
K-4	2,314	2,335	2,356	2,396	2,389
5-8	2,241	2,227	2,168	2,132	2,102
9-12	2,267	2,236	2,245	2,243	2,259
<b>Total</b>	<b>6,822</b>	<b>6,798</b>	<b>6,769</b>	<b>6,771</b>	<b>6,750</b>

Conestoga High School's Class of 2024 included 551 students, of which 95% chose to continue their education at colleges and universities. Ninety-three percent of the students selected four-year programs, while 2% were enrolled in two-year programs. The remaining 5% of students chose to pursue the military, employment, gap year or were undecided. In a typical year, more than 75% of Conestoga graduates attend colleges listed in *The Best 378 Colleges*, a publication of the Princeton Review. The Class of 2024 included 51 National Merit Semifinalists, 68 National Merit Commended Students, 5 National Hispanic Scholars and 3 National African American Scholars. In May 2024, 1,115 Conestoga students completed 2,624 AP tests. For the Class of 2024, 62.8% of students took at least one AP test during high school and scored a 3 or better. The Class of 2024 mean SAT scores were 638 for evidence-based reading and writing and 647 for math, well above the state and national means.

The District employs approximately 767.96 full-time equivalent employees ("FTE"s). Employees are comprised of 32 full-time administrators, 30 full-time supervisors/confidential staff and 177.61 full-time support staff, 4.69 health room nurses and a teaching staff of 522.66. The District employs 27 part-time employees. Teachers in the District are members of the Pennsylvania State Education Association (PSEA) and Tredyffrin/Easttown Education Association (TEEA), which is the representative bargaining unit. A contract with the Association was approved for the period of July 1, 2023 through June 30, 2027.

**Professional Staff Profile**

Number of Teachers	522.66
% Certified Teachers	100%
% of Teachers with Bachelor's Degrees	12.64%
% of Teachers with Master's Degrees	84.29%
% of Teachers with Doctorate Degrees	3.06%
Average Teacher Salary	\$98,118
Average Years of Experience	13.64

The Residents and the Board of School Directors of the Tredyffrin/Easttown School District  
 April 16, 2025

The support staff are members of the Tredyffrin/Easttown Non-Instructional Group ("TENIG"), which is the representative bargaining unit. A TENIG collective bargaining agreement was approved for July 1, 2022, through June 30, 2025. Below is a list of TENIG positions and FTE's.

<u>Support Staff</u>	<u>FTE's</u>
Secretarial	49.69
Custodial	52
Maintenance	16
Security	9.5
Food Service	32.4

The District has a goal of ensuring students, families, and staff are physically safe and psychologically secure in our buildings. In conjunction with our contracted architectural firm, buildings are evaluated annually to maintain the infrastructure and ensure safety. Our schools are compliant with current safety codes and regular fire and security drills are performed. The Commonwealth of Pennsylvania, Department of Auditor General, conducts performance audits on school safety including fire and security drills. The most recent audit in December 2021 had no findings. Below is a table of school buildings of the District, original year of construction, year of additions/renovations, square footage, grades served and student enrollment.

<b>Building</b>	<b>Year of Construction</b>		<b>Square Footage</b>	<b>Grades Served</b>	<b>2023-24 Enrollment</b>
	<b>Original</b>	<b>Addition/Renovation</b>			
Beaumont Elementary School	1965	1993/94, 2002	75,740	K-4	454
Devon Elementary School	1957	1960, 1967, 1993/94	65,110	K-4	383
Hillside Elementary School	1961	1966, 1993/94, 2001	70,960	K-4	428
New Eagle Elementary School	1964	1967, 1975, 1993/94, 2014	66,640	K-4	505
Valley Forge Elementary School	1958	1959, 1993/94, 2002	73,480	K-4	565
Tredyffrin Easttown Middle School	1908	1928, 1938, 1960, 1970, 1998/99, 2008	158,750	5-8	1,099
Valley Forge Middle School	1965	1998/99, 2006	150,082	5-8	1,125
Conestoga High School	1954	1959, 1967, 1985, 1990, 2004, 2021	384,992	9-12	2,380

### **Reporting Entity**

The Tredyffrin/Easttown School District is an independent reporting entity and a primary government as defined in the criteria established in the *GASB Codification of Governmental Accounting and Financial Reporting*. The basic criteria for determining the inclusion in the reporting entity is financial accountability and the nature and significance of the relationship.

### **Internal Controls**

The object of a system of internal controls is to provide reasonable, not absolute, assurance that the District's assets are properly protected and to ensure that financial transactions, which are relied on in the preparation of financial reports, are accurately recorded. The concept of reasonable assurances recognizes that the cost of the system of internal controls should not exceed the benefits likely to be realized and that the valuation of cost and benefits requires estimates and judgements by management. The District has established policies and procedures to effectively implement and maintain a system of internal accounting controls. Management and independent auditors continually evaluate these policies and procedures to ensure the adequacy and effectiveness of the internal control structure.

### **Accounting System and Budgetary Control**

All governmental funds utilize the modified accrual basis of accounting with revenue being recorded when both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. Expenditures are generally recognized when the related fund liability is incurred except for disbursements for inventory type items, which are expenditures at the time of purchase, and principal and interest on general long-term debt which is recognized when due.

Financial statements for the Proprietary Funds are maintained on the accrual basis of accounting with revenue recognized when earned and expenses recorded when incurred. In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding safeguarding of assets, reliability of financial records for preparing financial statements, and maintaining accountability for assets.

The District maintains budgetary controls to ensure compliance with legal provisions incorporated within the annual appropriated budget. The Business Department maintains budgetary control at the major expenditure classification through monitoring and review. Appropriations lapse at the close of the fiscal year to the extent that they have not expended.

### **Budgeting**

The District's budget development process is motivated by the following three major objectives: (1) to provide students with exceptional educational opportunities; (2) to maximize the use of all available resources to optimize student achievement in a manner that is fiscally responsible; and (3) to comply with applicable law. The District follows the Pennsylvania Public School Code requirements, the procedures mandated by the Pennsylvania Department of Education, and the District's policies and regulations for annual general fund budget approval. Pennsylvania State Code requires that each Pennsylvania school district prepare and adopt an annual appropriation budget for the general fund. The District's annual general fund budgets sets forth District expenditures and revenues and establishes the tax levy prior to the beginning of each fiscal year. The total amount of the budget may not exceed expected revenue plus a reasonable contingency and reserve. At least thirty days prior to adoption of the final budget, the Board prepares and presents a proposed final budget which is set forth in detail using the forms required by the Pennsylvania Department of Education. The Board holds several public meetings on the development of the annual budget prior to the meeting at which the budget is formally adopted. The final budget adoption must occur prior to June 30<sup>th</sup>.

According to the Pennsylvania School Code, spending may not exceed the approved budget. To adjust for price changes and other changes to the original budget assumptions, the District allows for the transfer of funds among budget line items upon approval of the Board. By law, budget transfers are only allowed the last nine months of the fiscal year and all transfers require Board approval.

### **Economic Condition and Outlook**

Pennsylvania School Districts' major revenue source, property taxes, are subject to a legislated cap, which limits property taxes above the cap subject to certain exceptions. This cap is referred to as the Act 1 Index, and the exceptions are for costs exceeding that cap for employee retirement and special education expenditures. The Act 1 Index is used to determine the maximum tax increases for each tax the school district levies without Pennsylvania Department of Education exception or voter approval. The base index is calculated by averaging the percent increases in the Pennsylvania statewide average weekly wage and the Federal employment cost index for elementary/secondary schools. Additionally, for school districts with a market value/personal income aid ratio (MV/PI AR) greater than 0.40, the value of their index is adjusted upward by multiplying the base index by the sum of 0.75 and their MV/PI AR. The property taxes for Tredyffrin/Easttown School District have been at an average tax rate increase for the last five years of approximately 3.1%. The District has an exceptionally healthy economy and tax base, with a median family income at a robust 200.8% of the US level, full value per capita (\$212,977) is much stronger than the US median, and the total full value (\$8.7 million) is materially above other Moody's-rated school districts nationwide.

The financial position of Tredyffrin/Easttown School District is strong and is consistent with its Aaa rating from Moody's. Some of the key factors contributing to its Aaa rating is the District's nominal size of reserves that is well above the national average, the cash balance as a percent of operating revenues is slightly higher than the US median, and the fund balance (reserves) as a percent of operating revenues approximates the US median. The largest industry sectors that drive the local economy are professional/scientific/technical services, health services, and finance/insurance.

Challenges facing the District, along with other Pennsylvania Schools, are the rising cost of special education, state retirement contributions, unfunded state mandates and the charter school tuition calculation. The District continually explores new and enhanced methods of delivering the best education possible for students while minimizing the financial impact on the taxpayers.

### **Long-term Financial and Capital Planning**

The District has established policies and regulations regarding the budget development process and fund balance (reserves) management, along with many other financial policies and regulations that contribute to the successful education of students through sound fiscal management. During the development of the budget, the District also forecasts revenue and expenditures five years into the future. Capital projects are funded by budgeted transfers from the General Fund, actual revenues exceeding actual expenditures, and bond issuances. The District also maintains a committed General Fund fund balance for capital projects. The District has a long-term capital source and use plan enabling the District to properly maintain current infrastructure while planning for additional capital improvements based on forecasted future student enrollment. This process also allows the District to forecast for future funding needs like bond issuances to maintain a serviceable debt schedule. The District is dedicated to maintaining a reasonable fund balance sufficient to mitigate current and future financial risks and to ensure stable tax rates. An adequate fund balance is one of many reasons that the District has a "Aaa" bond rating with Moody's therefore reducing future interest expense. The vast majority of revenue over expenditures recognized at year end has typically been transferred to the capital fund to further reduce the need for additional borrowing with bonds. The District's eleven-year projection in the infrastructure and capital improvement plan is evaluated annually to ensure the financial plan satisfies the capital needs of the District.

## **Major Initiatives**

### **Curriculum**

The curriculum of the Tredyffrin/Easttown School District is vertically articulated and horizontally enriched. It is based on and expands upon Pennsylvania State Standards, Chapter 4, and national content standards, and attends to available global standards. A designated curriculum supervisor is assigned to each of the District's curricular areas to ensure cohesiveness and consistency.

Curriculum is developed by District teachers under the guidance and direction of curriculum supervisors. Curriculum development is reviewed by the Board Education Committee and approved by the Board of School Directors. Cross-grade-level teams of teachers design curriculum in beginning and end of year in-services to ensure that the curriculum is standards-based, is properly spiraled from kindergarten through grade twelve, and that it incorporates District initiatives beyond basic learning standards. These initiatives include, but are not limited to, equity and social justice, critical and creative thinking, self-directed learning, written and oral communication, technology and information literacy, and ethical academic behavior.

The District's instructional program is organized and communicated via the research based Tredyffrin/Easttown School District Teacher Model. The Teacher Model expands and describes in some depth the areas of planning and preparation, classroom environment, instructional delivery, and professionalism. All teachers and administrators in the District have received training on the Teacher Model, and the model is completely accessible to all professional staff members. This model forms the basis for teacher reflection on personal performance and for teacher evaluation.

Instructional materials are selected and designed to support the District's curriculum. The District is committed to providing students with multiple sources of instructional materials, from text materials to primary source materials. Web-based materials are utilized, with both teachers and students being guided to be critical consumers of all sources of information. The District invests substantial resources and support into the design of teacher-made materials. These are most often produced in a collaborative summer workshop setting, with teachers working under the guidance of District supervisors and administrators. Curricular materials are available for review by parents upon request.

The Tredyffrin/Easttown School District allocates considerable financial and human resources to the development and updating of District curriculum, instructional strategies, and instructional materials. The design model is fully collaborative and is based on state and content-specific standards.

This base is extended through the explicit teaching of critical thinking skills, self-directed learning, and other content development themes that support life-long learning. Materials to deliver the curriculum range from texts to primary sources, to teacher made materials, to web-based sources. The District's instructional model implements research-based best practices and is systematized so that it is accessible to all who are responsible for instructing students.

### **Athletic Fields Project**

The Board has accepted construction bids and has started construction on an athletic fields project which includes two turf fields, grass practice field, softball diamond, tennis courts, fieldhouse, concessions, maintenance facility, spectator seating and restrooms. This project will allow the District to better maximize the number of teams that can play and practice on school property which reduces the need for and cost of busing. This project will provide internal circulation roadways thus decompressing traffic around Conestoga High School and Tredyffrin/Easttown Middle School, minimizing the number of evening sporting events, increasing community group access, and increasing outside facility revenue.



### **New Elementary School**

The District has been evaluating the need for a new sixth elementary school for the past year. The District currently owns two properties that are possible school sites.

In February and March 2023, Dr. Richard Gusick, Superintendent of Schools, and Dr. Wendy Towle, Director of Curriculum, Instruction, Staff Development and Planning, held five community presentations to share an update on TESD elementary enrollment trends and the impact on facilities utilization.

Historically, elementary school enrollment has steadily increased since 1995 with the exception of a dip in enrollment in the year 2020 potentially as a result of the COVID-19 pandemic. Projections indicate that enrollment numbers will be restored to pre-pandemic levels in the near future. In addition to overall enrollment increases, TESD elementary school student populations have been historically inconsistent and the largest and smallest schools often change. These numbers shift from one year to the next due to small changes in the region and other factors. This year, 2024, Valley Forge Elementary has the highest enrollment at 563 and Devon Elementary has the lowest at 384; however, the most populous school has changed several times over the last few decades. Enrollment projections indicate that over the next 10 years, there will continue to be disparity in the student population at the elementary level. Valley Forge Elementary will continue to be significantly larger in student population than the other four elementary schools, while two of the remaining four schools are projected to fall below the target population of 450-500 students.

When the student population increases at an individual school, it impacts how the classroom space is used in the building. As an elementary school approaches approximately 527 students, the enrollment begins to have a minimal impact on the program delivery. At the point of 574 students or greater, the potential exists for a significant impact on the program delivery and additional resources are required. Over the next 10 years, projections indicate that Valley Forge Elementary School will be consistently over 574 students each year, with two other schools approaching 500.

The Residents and the Board of School Directors of the Tredyffrin/Easttown School District  
April 16, 2025

In addition, there has been a significant change in programming that has taken place in special education since 2012 and additional classroom space has been needed to accommodate these programs. Since 2017, TESD has needed 10 additional elementary classrooms to meet the needs of our special education students. Projecting forward over the next five years, four additional classrooms will be needed for special education programming beyond what is utilized this year.

While TESD is able to successfully deliver its educational program even when student enrollment approaches the higher end of the target, additional resources, special planning and changes to common area utilization are needed to accommodate a larger student population.

In April 2024, the District acquired a 90,000 square foot office building on approximately fifteen acres with plans to repurpose the property for a sixth elementary school. The preliminary design phase is almost completed and necessary approvals have been obtained. The District plans to release construction bids in mid-2025 with construction to begin late summer of 2025 with a completion date of late spring/early summer 2027. The rough order of magnitude budget is approximately \$53M.

### Overview

These major initiatives support the District's goals of (1) providing an educational program aligned with PA Core Standards, state assessments and District strategic initiatives to meet the needs of all students; (2) ensuring students, families, and staff are physically safe and psychologically secure in our buildings; and (3) providing infrastructure and sustainable resources to accommodate the District's evolving needs. The District's eleven-year infrastructure and capital improvement plan is evaluated annually to ensure the integrity and safety of our buildings and enables the Board to monitor the progress and achievement of these goals.

The Residents and the Board of School Directors of the Tredyffrin/Easttown School District  
April 16, 2025

### ACKNOWLEDGEMENTS

The preparation of this Annual Comprehensive Financial Report on a timely basis could not have been accomplished without the daily commitment of the entire staff of the Business Office. We would also like to express our appreciation and respect to the administrators and employees of the Tredyffrin/Easttown School District for their interest and dedication in planning the financial affairs of the Tredyffrin/Easttown School District in a responsible and proactive manner.

Respectfully,



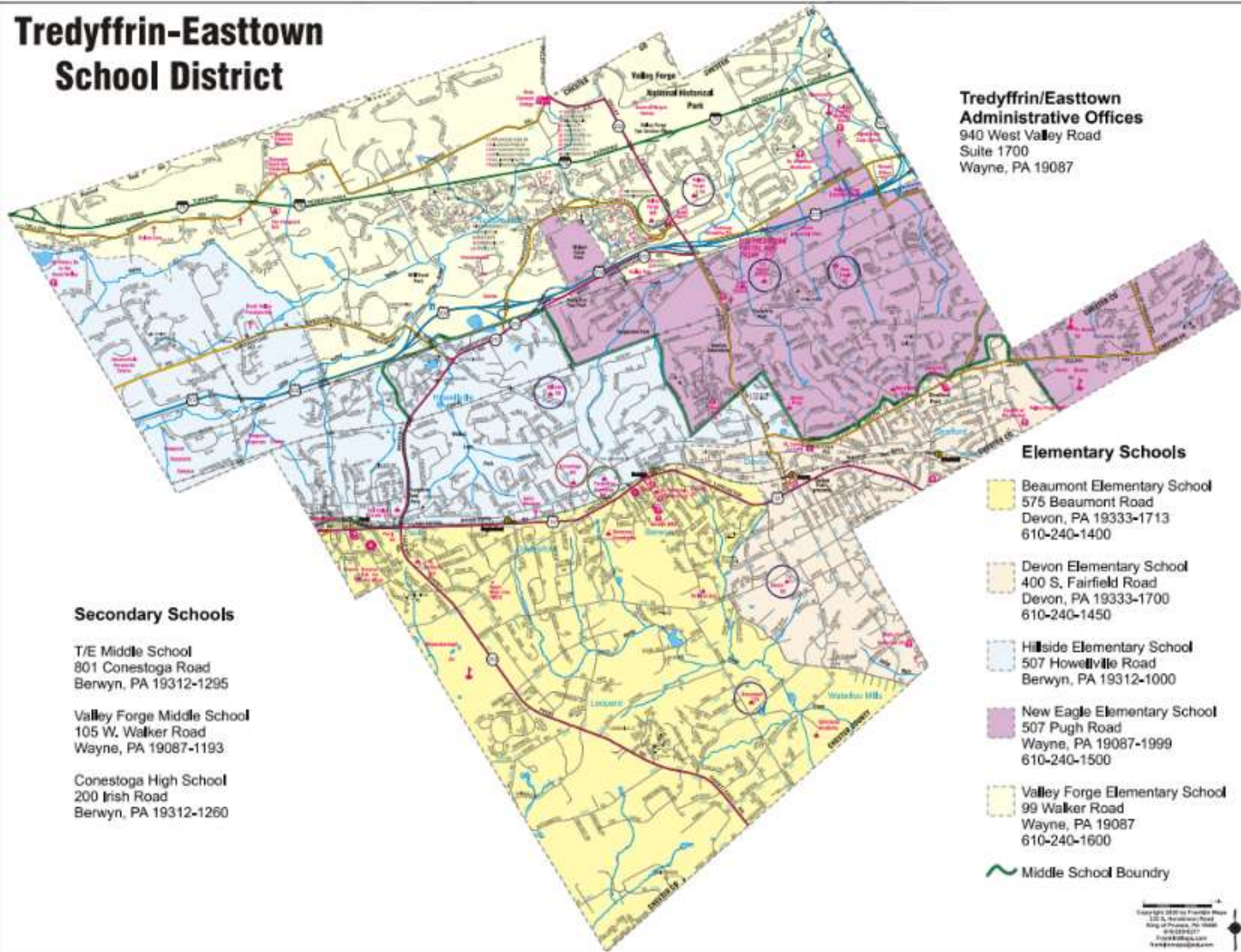
Dr. Richard Gusick  
Superintendent of Schools



Arthur J. McDonnell, PRSBA, RSBA, SFO  
Business Manager/Board Secretary

# Tredyffrin-Easttown School District

**Tredyffrin/Easttown  
Administrative Offices**  
940 West Valley Road  
Suite 1700  
Wayne, PA 19087



## Secondary Schools

**T/E Middle School**  
801 Conestoga Road  
Berwyn, PA 19312-1295

**Valley Forge Middle School**  
105 W. Walker Road  
Wayne, PA 19087-1193

**Conestoga High School**  
200 Irish Road  
Berwyn, PA 19312-1260

## Elementary Schools

**Beaumont Elementary School**  
575 Beaumont Road  
Devon, PA 19333-1713  
610-240-1400

**Devon Elementary School**  
400 S. Fairfield Road  
Devon, PA 19333-1700  
610-240-1450

**Hillside Elementary School**  
507 Howellville Road  
Berwyn, PA 19312-1000

**New Eagle Elementary School**  
507 Pugh Road  
Wayne, PA 19087-1999  
610-240-1500

**Valley Forge Elementary School**  
99 Walker Road  
Wayne, PA 19087  
610-240-1600

Middle School Boundary

Copyright 2010 Esri  
225 N. Arroyo Road  
Redwood City, CA 94063  
916.354.3217  
http://esri.com  
tredyffrin@esri.com

**Tredyffrin/Easttown School District  
Organization  
2023-2024**

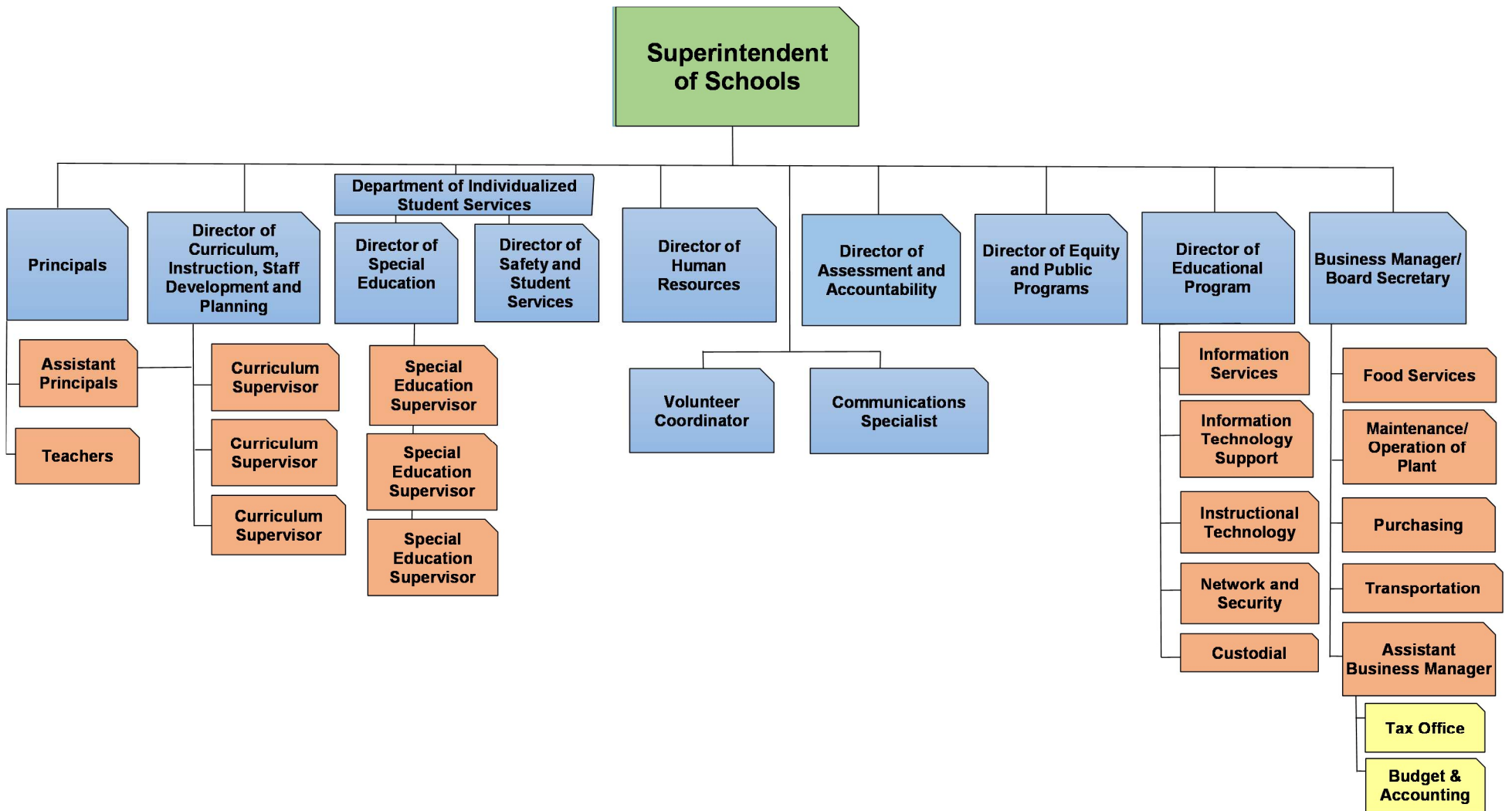
---

**School Board Members**

Todd Kantorczyk	President
Sue Tiede	Vice President
Dr. Yolanda Allen	Member
Susan Audrain	Member
Kenneth Hong	Member
Dr. Roberta Hotinski	Member
Maryann Piccioni	Member
Dr. Robert Singh	Member
Rachel Weil	Member
Arthur J. McDonnell	Secretary (non-member)
Richard Livergood	Treasurer (non-member)

**District Administrators**

Dr. Richard Gusick	Superintendent
Arthur J. McDonnell	Business Manager/Board Secretary
Mark Cataldi	Director of Assessment and Accountability
Dr. Chris Groppe	Director of Safety and Student Services
Dr. Anthony Stevenson	Director of Human Resources
Nicole Roy	Director of Special Education
Dr. Michael Szymendera	Director of Educational Program
Dr. Oscar Torres	Director of Equity and Public Programs
Dr. Wendy Towle	Director of Curriculum, Instruction, Staff Development and Planning



**Tredyffrin/Easttown School District**  
**List of District Administrators**  
**2023-2024**

---

District Level:	Main Number (610) 240-1900	
Superintendent	Dr. Richard Gusick	Extension: 1901
Communication Specialist	Christine Connolly	Extension: 1910
Volunteer Coordinator	Jeanne Braun	Extension: 1913
Director of Curriculum, Instruction, Staff Development and Planning	Dr. Wendy Towle	Extension: 1903
Curriculum Supervisor	Kim Morris	Extension: 1907
Curriculum Supervisor	Dr. Patrick Gately	Extension: 1923
Curriculum/Special Education Supervisor	Dr. John Mull	Extension: 1924
Director of Special Education	Nicole Roy	Extension: 1959
Special Education Supervisor	Kate Parker	Extension: 1945
Special Education Supervisor	Lisa Snyder	Extension: 1958
Special Education Supervisor	Carolyn Macrina	Extension: 1961
Director of Safety and Student Services	Dr. Chris Groppe	Extension: 1919
Director of Educational Program	Dr. Mike Szymendera	Extension: 1922
Information Services	Ben Kemp	Extension: 1964
Information Technology	Chen Williams	Extension: 1701
Instructional Technology	Lisa Lukens	Extension: 1973
Custodial	Marshall Barkman	Extension: 1655
Director of Assessment and Accountability	Mark Cataldi	Extension: 1905
Director of Equity and Public Programs	Dr. Oscar Torres	Extension: 1909
Director of Human Resources	Dr. Anthony Stevenson	Extension: 1926
Business Manager/Board Secretary	Arthur J. McDonnell	Extension: 1801
Assistant Business Manager	Richard Livergood	Extension: 1933
Maintenance/Operation of Plant	Marshall Barkman	Extension: 1655
	Allan Kniffin	Extension: 1651
Purchasing Agent	Shanette Bernard	Extension: 1942
Transportation Supervisor	Candida Kulesa	Extension: 1684
Food and Nutrition Services	Dave Preston	Extension: 1955

**Tredyffrin/Easttown School District  
List of District Administrators (continued)  
2023-2024**

---

**Building Level:**

**Conestoga High School**

**Main Number: (610) 240-1100**

Principal	Dr. Amy Meisinger	Extension: 1001
Assistant Principal – Grade 12	Dr. Patrick Boyle	Extension: 1029
Assistant Principal – Grade 11	Dr. Nicole Jolly	Extension: 1018
Assistant Principal – Grade 10	Jamie Bankert	Extension: 1067
Assistant Principal – Grade 9	Dr. Matthew Sterenczak	Extension: 1003
Athletic Director	Kevin Pechin	Extension: 1023

**T/E Middle School**

**Main Number: (610) 240-1200**

Principal	Dr. Anthony DiLella	Extension: 1201
Assistant Principal	Orlando Carvajal	Extension: 1229
Assistant Principal	Dr. Jacquelyn Rothera	Extension: 1203

**Valley Forge Middle School**

**Main Number: (610) 240-1300**

Principal	Matt Gibson	Extension: 1301
Assistant Principal	Horace Rooney	Extension: 1307
Assistant Principal	Dr. Ellen Turk	Extension: 1313

**Beaumont Elementary**

**Main Number: (610) 240-1400**

Principal	Dr. Stephanie Demming	Extension: 1401
-----------	-----------------------	-----------------

**Devon Elementary**

**Main Number: (610) 240-1450**

Principal	Dr. Todd Parker	Extension: 1451
-----------	-----------------	-----------------

**Hillside Elementary**

**Main Number: (610) 240-1500**

Principal	Michele Staves	Extension: 1501
-----------	----------------	-----------------

**New Eagle Elementary**

**Main Number: (610) 240-1550**

Principal	Dr. Andrew Phillips	Extension: 1551
-----------	---------------------	-----------------

**Valley Forge Elementary**

**Main Number: (610) 240-1600**

Principal	Rebecca Wills	Extension: 1601
-----------	---------------	-----------------

**Tredyffrin/Easttown School District  
District Offices and Schools  
2023-2024**

---

**District Office**

940 West Valley Road, Suite 1700  
Wayne, PA 19087  
610-240-1900

**Instructional Buildings**

**Beaumont Elementary School**

575 Beaumont Road  
Devon, PA 19333-1713  
610-240-1400

**Hillside Elementary School**

507 Howellville Road  
Berwyn, PA 19312-1000  
610-240-1500

**Valley Forge Elementary School**

99 Walker Road  
Wayne, PA 19087  
610-240-1600

**Valley Forge Middle School**

105 W. Walker Road  
Wayne, PA 19087-1193  
610-240-1300

**Devon Elementary School**

400 S. Fairfield Road  
Devon, PA 19333-1700  
610-240-1450

**New Eagle Elementary School**

507 Pugh Road  
Wayne, PA 19087-1999  
610-240-1550

**T/E Middle School**

801 Conestoga Road  
Berwyn, PA 19312-1295  
610-240-1200

**Conestoga High School**

200 Irish Road  
Berwyn, PA 19312-1260  
610-240-1100

<https://www.tesd.net>

**Tredyffrin/Easttown School District  
District Consultants and Advisors  
2023-2024**

---

**Audit Firm**

Withum Smith+Brown, PC  
1835 Market Street, Suite 1710, Philadelphia, PA 19103

**Attorney**

Wisler Pearlstine, LLP  
460 Norristown Road, Suite 110, Blue Bell, PA 19422-2323

**Fiscal Agents**

Raymond James & Associates, Inc.  
570 Lausch Lane, Suite 101, Lancaster, PA 17601

PFM Financial Advisors, LLC  
1735 Market Street, Suite 43, Philadelphia, PA 19103

**Official Depositories**

Pennsylvania Local Government Investment Trust  
213 Market Street, Harrisburg, PA 17101

Fulton Bank  
155 Swedesford Road, Exton, PA 19341

PA School District Liquid Asset Fund  
2101 Oregon Pike, Lancaster, PA 17601-4624

**Architect**

Heckendorn Shiles Architects  
347 East Conestoga Road, Wayne, PA 19087-3500



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting is  
presented to

## Tredyffrin/Easttown School District

for its Annual Comprehensive Financial Report for the  
Fiscal Year Ended June 30, 2023.

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

**Ryan S. Stechschulte**  
CEO/Executive Director

A handwritten signature in black ink, reading 'James M. Rowan'.

**James M. Rowan, CAE, SFO President**



# Tredyffrin/Easttown School District

## FINANCIAL SECTION



## INDEPENDENT AUDITOR'S REPORT

To the Board of School Directors of  
Tredyffrin/Easttown School District:

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Tredyffrin/Easttown School District, Wayne, Pennsylvania as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Tredyffrin/Easttown School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Tredyffrin/Easttown School District, Wayne, Pennsylvania as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Tredyffrin/Easttown School District, Wayne, Pennsylvania, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Tredyffrin/Easttown School District, Wayne, Pennsylvania's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Tredyffrin/Easttown School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Tredyffrin/Easttown School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Report on Summarized Comparative Information**

The Tredyffrin/Easttown School District's 2023 financial statements were previously audited by BBD, LLP, who joined WithumSmith+Brown, PC on April 1, 2024 and expressed unmodified opinions on those financial statements in the report dated December 8, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedule – General Fund, the schedules of the District's proportionate share of the net pension liability - PSERS and pension plan contributions - PSERS, schedule of changes in OPEB liability single-employer plan, and the schedules of the District's proportionate share of the net OPEB liability -PSERS and OPEB plan contributions – PSERS on pages 22 through 33 and 72 through 77 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Tredyffrin/Easttown School District's basic financial statements. The accompanying schedule of expenditures of federal awards and certain state grants, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of expenditures of federal awards and certain state grants is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and certain state grants is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information Included in the Financial Statements**

Management is responsible for the other information in the financial statements. The other information comprises the introductory and statistical sections, but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated April 16, 2025, on our consideration of Tredyffrin/Easttown School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Tredyffrin/Easttown School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Tredyffrin/Easttown School District's internal control over financial reporting and compliance.

*Withum Smith & Brown, PC*

April 16, 2025

# **Tredyffrin/Easttown School District Management's Discussion and Analysis – Unaudited June 30, 2024**

---

Management's discussion and analysis ("MD&A") of the financial performance of the Tredyffrin/Easttown School District (the "District") provides an overview of the District's financial performance for fiscal year ended June 30, 2024. Readers should also review the basic financial statements and related notes to enhance their understanding of the District's financial performance.

## **DISTRICT PROFILE**

Tredyffrin/Easttown School District is comprised of five elementary schools, grades K-4; two middle schools, grades 5-8; and one high school, grades 9-12. Approximately 7,000 students attend the District's eight schools. The Tredyffrin/Easttown School District serves the townships of Tredyffrin and Easttown, encompassing 38 square miles in eastern Chester County. During 2023-2024, there were 769 full-time equivalent employees in the District, consisting of 523 instructional staff, 32 administrators, 30 supervisors/confidential staff, 5 health room nurses, and 179 non-instructional staff including administrative/clerical assistants, maintenance staff, custodial staff and classroom assistants.

## **DISTRICT MISSION**

In August 2022, the School Board approved the Tredyffrin/Easttown School District 2022 Strategic Plan. The plan was developed through the work of the District Strategic Planning Committee, which represents a microcosm of the community and includes faculty, staff, Board members, students, parents and community partners. The goal of the Strategic Planning Committee was to design a mission and strategies that will provide an educational vision for the District for at least the next six years. The strategic planning process provided an opportunity for members of our community to share their thoughts on what we do well and where we can grow, and to lend their insight on the skill our kids need the most when they enter the world of the 2020s and beyond.

## **FINANCIAL HIGHLIGHTS**

- On a government-wide basis, including all governmental activities and the business-type activities, the liabilities and deferred inflows of resources of the District exceeded assets and deferred outflows of resources resulting in a deficit in total net position at the close of the 2023-2024 fiscal year of \$129,007,966. During the 2023-2024 fiscal year, the District had an increase in total net position of \$8,760,960. The net position of governmental activities increased by \$8,454,017 and the net position of business-type activities increased by \$306,943.
- The General Fund reported an increase in fund balance of \$742,841, bringing the cumulative balance to \$33,841,973 at the conclusion of the 2023-2024 fiscal year.
- At June 30, 2024, the General Fund fund balance includes \$4,608,831 committed to balance the subsequent year's budget, \$6,000,000 committed to capital projects, \$8,700,124 committed to vested employee services, \$8,938,898 committed to PSERS contingency, \$5,300,000 committed to healthcare contingency, \$294,120 assigned to athletic fund expenditures, and no unassigned amounts. Guidelines prescribed by the Pennsylvania Department of Education allow a district to maintain a maximum General Fund unassigned fund balance of 8% of the following year's expenditure budget.
- During 2023-2024, the Capital Projects Fund reported an increase in fund balance of \$17,992,734 due primarily to bond proceeds and transfers in from the General Fund in excess of capital expenditures. The Capital Projects Fund fund balance of \$40,723,349 as of June 30, 2024, was restricted for future infrastructure and capital project expenditures.
- Total General Fund revenues were \$4,372,340 or 2.55% more than budgeted amounts, and total General Fund expenditures and other financing uses were \$2,725,972 or 1.54% less than budgeted amounts resulting in a net positive variance of \$7,098,312.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

---

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The MD&A is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (Deficit) presents information on all of the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position (deficit). Over time, increases or decreases in net position (deficit) may serve as a useful indicator of whether the financial condition of the District is improving or deteriorating. To assess the District's overall health, the reader will need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

The Statement of Activities presents information showing how the District's net position (deficit) changed during the most recent fiscal year. All changes in net position (deficit) are reported as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish the functions of the District that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges.

In the government-wide financial statements, the District's activities are divided into two categories:

***Governmental Activities***

Most of the District's basic services are included here, such as regular and special education, support services, maintenance, transportation and administration.

***Business-Type Activities***

The District charges fees to cover the costs of its food services program.

The government-wide financial statements can be found on Pages 34 and 35 of this report.

**FUND FINANCIAL STATEMENTS**

The fund financial statements provide more detailed information about the District's funds. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the District's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

***Governmental Funds***

Most of the District's activities are included in the governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

---

However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the governmental near-term financing decisions. Both the Balance Sheet – Governmental Funds and Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains three individual governmental funds. Information is presented separately in the Balance Sheet – Governmental Funds and Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds for each of the three major funds.

The District adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with the budget.

The governmental fund financial statements can be found on Pages 36 through 39 of this report.

***Proprietary Funds***

The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Food Service Fund is reported as an enterprise fund of the proprietary fund type.

The proprietary fund financial statements can be found on Pages 40 through 42 of this report.

***Fiduciary Funds***

The District is the trustee, or fiduciary, for assets that belong to others, consisting of scholarship and student activity funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purpose and by those to whom the assets belong. Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The fiduciary fund financial statements can be found on Pages 43 and 44 of this report.

***Notes to the Financial Statements***

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the financial statements.

The notes to the financial statements can be found on Pages 45 through 71 of this report.

***Other Information***

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which consists of the budgetary comparison schedule for the general fund, schedules of the District's proportionate share of the net pension liability-PSERS and pension plan contributions-PSERS, schedule of changes in OPEB liability single-employer plan, and the schedules of the District's proportionate share of the net OPEB liability-PSERS and OPEB plan contributions-PSERS.

The required supplementary information can be found on Pages 72 through 77 of this report.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted above, net position may serve over time as a useful indicator of the District's financial condition. At the close of the 2023-2024 fiscal year, the District's liabilities and deferred inflows exceeded assets and deferred outflows by \$129,007,966. The following table presents condensed information for the Statement of Net Position (Deficit) of the District at June 30, 2024 and 2023.

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
<b>Assets</b>						
Current and other assets	\$ 103,717,854	\$ 86,772,787	\$ 650,965	\$ 464,122	\$ 104,368,819	\$ 87,236,909
Capital assets	<u>122,236,924</u>	<u>98,887,404</u>	<u>69,618</u>	<u>91,697</u>	<u>122,306,542</u>	<u>98,979,101</u>
Total assets	<u>225,954,778</u>	<u>185,660,191</u>	<u>720,583</u>	<u>555,819</u>	<u>226,675,361</u>	<u>186,216,010</u>
<b>Deferred Outflows</b>						
Deferred amounts on debt refunding	449,570	602,935	-	-	449,570	602,935
Deferred charges - OPEB	2,970,087	3,291,965	54,017	71,282	3,024,104	3,363,247
Deferred charges - pensions	<u>33,279,170</u>	<u>32,359,847</u>	<u>503,003</u>	<u>491,816</u>	<u>33,782,173</u>	<u>32,851,663</u>
Total deferred outflows	<u>36,698,827</u>	<u>36,254,747</u>	<u>557,020</u>	<u>563,098</u>	<u>37,255,847</u>	<u>36,817,845</u>
<b>Liabilities</b>						
Current liabilities	30,033,763	30,497,850	38,073	45,361	30,071,836	30,543,211
Noncurrent liabilities	<u>350,497,694</u>	<u>314,323,131</u>	<u>3,328,974</u>	<u>3,387,127</u>	<u>353,826,668</u>	<u>317,710,258</u>
Total liabilities	<u>380,531,457</u>	<u>344,820,981</u>	<u>3,367,047</u>	<u>3,432,488</u>	<u>383,898,504</u>	<u>348,253,469</u>
<b>Deferred inflows</b>						
Deferred credits - OPEB	5,478,727	6,218,660	92,943	134,652	5,571,670	6,353,312
Deferred credits - pensions	<u>3,417,348</u>	<u>6,103,241</u>	<u>51,652</u>	<u>92,759</u>	<u>3,469,000</u>	<u>6,196,000</u>
Total deferred inflows	<u>8,896,075</u>	<u>12,321,901</u>	<u>144,595</u>	<u>227,411</u>	<u>9,040,670</u>	<u>12,549,312</u>
<b>Net position (deficit)</b>						
Net investment in capital assets	11,905,643	11,757,920	69,618	91,697	11,975,261	11,849,617
Restricted	21,171,873	15,365,116	-	-	21,171,873	15,365,116
Unrestricted (deficit)	<u>(159,851,443)</u>	<u>(162,350,980)</u>	<u>(2,303,657)</u>	<u>(2,632,679)</u>	<u>(162,155,100)</u>	<u>(164,983,659)</u>
Total net position (deficit)	<u>\$ (126,773,927)</u>	<u>\$ (135,227,944)</u>	<u>\$ (2,234,039)</u>	<u>\$ (2,540,982)</u>	<u>\$ (129,007,966)</u>	<u>\$ (137,768,926)</u>

The District's total assets as of June 30, 2024 were \$226,675,361 of which \$95,416,448 or 42.09% consisted of cash and investments and \$122,306,542 or 53.95% consisted of the District's investment in capital assets. The District's total liabilities as of June 30, 2024 were \$383,898,504 of which \$129,336,552 or 33.69% consisted of general obligation debt used to acquire and construct capital assets, \$197,786,445 or 51.52% consisted of the actuarially determined net pension liability, and \$17,007,772 or 4.43% consisted of the actuarially determined OPEB liability.

The District had a deficit in unrestricted net position of \$162,155,100 at June 30, 2024. The District's unrestricted net position increased by \$2,828,559 during 2023-2024 primarily due to the results of current year operations net of the change in the District's actuarially determined net pension liability and related pension items.

A portion of the District's net position reflects its restricted net position which totaled \$21,171,873 as of June 30, 2024. All of the District's restricted net position related to amounts restricted for capital expenditures. The District's restricted net position increased by \$5,806,757 primarily due to a \$5,000,000 budgeted appropriation for future capital expenditures.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

Another portion of the District's net position reflects its investment in capital assets net of accumulated depreciation less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. For the year ended June 30, 2024, the District's net investment in capital assets increased by \$125,644 because the debt used to acquire the capital assets was being repaid faster than the capital assets were being depreciated and capital assets were acquired with funds other than debt.

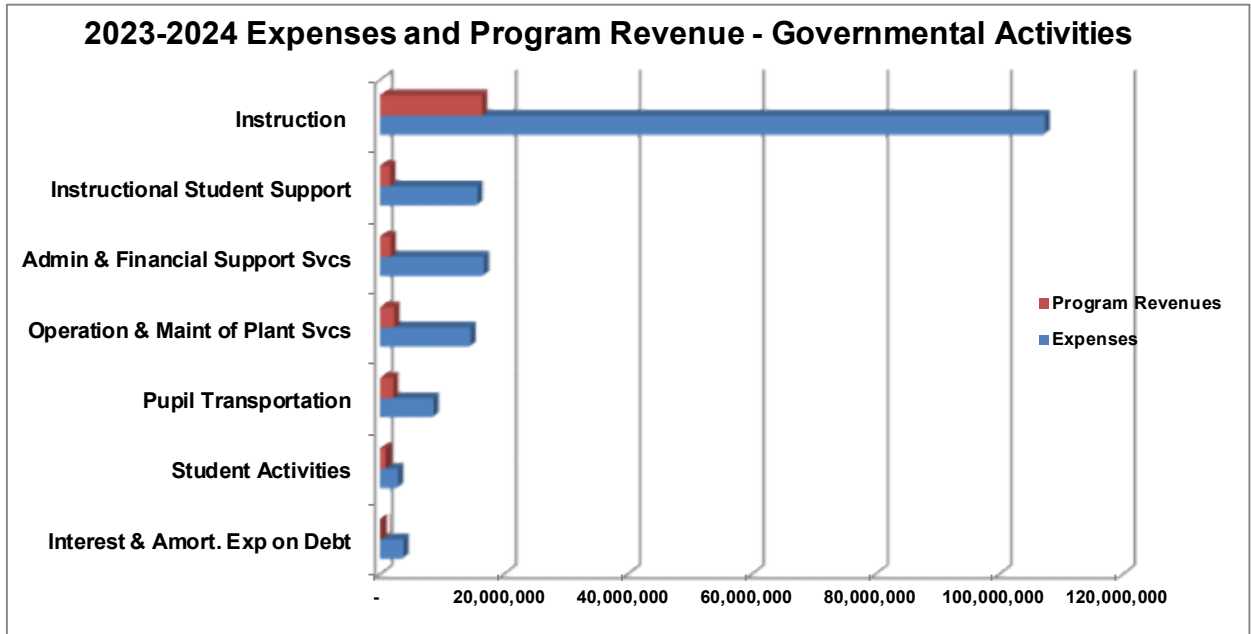
The following table presents condensed information for the Statement of Activities of the District for 2024 and 2023:

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 1,771,642	\$ 890,788	\$ 2,144,719	\$ 2,101,422	\$ 3,916,361	\$ 2,992,210
Operating grants and contributions	21,710,334	21,441,894	1,229,688	1,190,186	22,940,022	22,632,080
General revenues						
Property taxes levied for general purposes	134,950,177	129,894,336	-	-	134,950,177	129,894,336
Other taxes levied for general purposes	2,852,725	3,701,759	-	-	2,852,725	3,701,759
Grants and entitlements not restricted to specific programs	7,986,059	7,280,467	-	-	7,986,059	7,280,467
Investment earnings	7,074,772	4,688,081	25,659	15,583	7,100,431	4,703,664
Gain (loss) on sale of capital assets	(18,214)	21,161	-	-	(18,214)	21,161
Total revenues	<u>176,327,495</u>	<u>167,918,486</u>	<u>3,400,066</u>	<u>3,307,191</u>	<u>179,727,561</u>	<u>171,225,677</u>
<b>Expenses</b>						
Instruction	107,120,466	101,320,771	-	-	107,120,466	101,320,771
Instructional student support services	15,440,124	12,581,876	-	-	15,440,124	12,581,876
Administrative and financial support services	16,495,050	14,980,865	-	-	16,495,050	14,980,865
Operation and maintenance of plant services	14,329,851	7,197,541	-	-	14,329,851	7,197,541
Pupil transportation	8,350,173	7,142,501	-	-	8,350,173	7,142,501
Student activities	2,638,536	2,148,567	-	-	2,638,536	2,148,567
Interest and amortization expense related to noncurrent liabilities	3,499,278	2,760,599	-	-	3,499,278	2,760,599
Food service	-	-	3,093,123	2,833,946	3,093,123	2,833,946
Total expenses	<u>167,873,478</u>	<u>148,132,720</u>	<u>3,093,123</u>	<u>2,833,946</u>	<u>170,966,601</u>	<u>150,966,666</u>
Change in net position (deficit)	8,454,017	19,785,766	306,943	473,245	8,760,960	20,259,011
<b>Net position (deficit)</b>						
Beginning of year	(135,227,944)	(155,013,710)	(2,540,982)	(3,014,227)	(137,768,926)	(158,027,937)
End of year	<u>\$ (126,773,927)</u>	<u>\$ (135,227,944)</u>	<u>\$ (2,234,039)</u>	<u>\$ (2,540,982)</u>	<u>\$ (129,007,966)</u>	<u>\$ (137,768,926)</u>

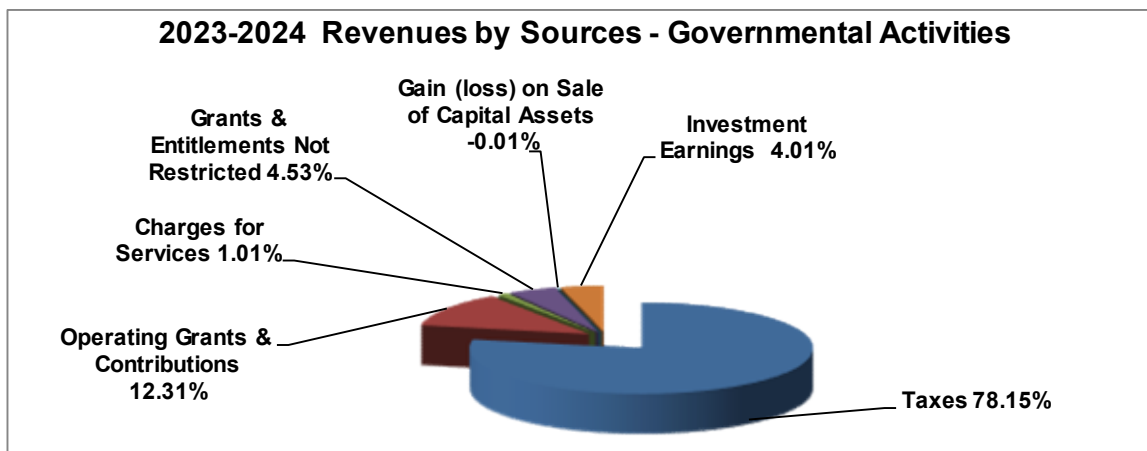
Overall, the District's financial position improved but challenges such as increased medical costs, pension contributions and unfunded state mandates have a potential to impact future fiscal years.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

The Statement of Activities provides detail that focuses on how the District finances its services. The Statement of Activities compares the costs of the District functions and programs with the resources those functions and programs generate themselves in the form of program revenues. As demonstrated by the following graph, all of the District's governmental activities are not self-supporting.



To the degree that the District's functions or programs cost more than they raise, the Statement of Activities shows how the District chose to finance the difference through general revenues. The following chart shows that the District relies on tax revenues to finance its governmental activities.



**GOVERNMENTAL FUNDS**

The governmental fund financial statements provide detailed information on the District's major funds. Some funds are required to be established by State statute while other funds are established by the District to manage monies restricted for a specific purpose. As of June 30, 2024, the District's governmental funds reported a combined fund balance of \$74,565,322 which is an increase of \$18,735,575 from the prior year. The following table summarizes the District's total governmental fund balances as of June 30, 2024 and 2023 and the total 2024 change in governmental fund balances.

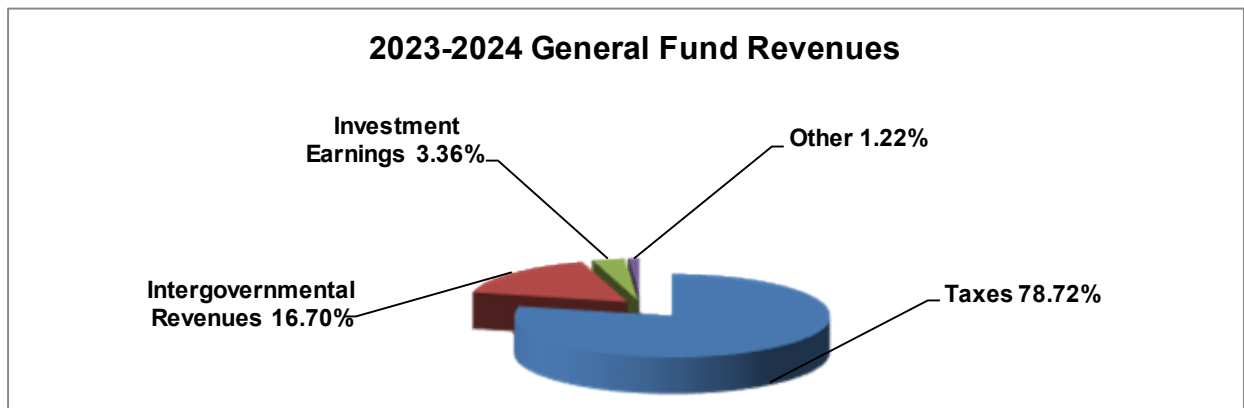
**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>
General fund	\$ 33,841,973	\$ 33,099,132	\$ 742,841
Capital projects fund	40,723,349	22,730,615	17,992,734
Debt service fund	-	-	-
	<u>\$ 74,565,322</u>	<u>\$ 55,829,747</u>	<u>\$ 18,735,575</u>

**GENERAL FUND**

The General Fund is the District's primary operating fund. At the conclusion of the 2023-2024 fiscal year, the General Fund fund balance was \$33,841,973 representing an increase of \$742,841 from the prior year. The increase in the District's General fund balance is due to many factors. The following analysis has been provided to assist the reader in understanding the financial activities of the General Fund during the 2023-2024 fiscal year.

The District's reliance upon tax revenues is demonstrated by the graph below that indicates 78.72% of General Fund revenues are derived from local taxes.



**General Fund Revenues**

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Taxes revenues	\$ 138,219,692	\$ 133,456,601	\$ 4,763,091	3.57
Intergovernmental revenues	29,325,627	28,372,846	952,781	3.36
Investment earnings	5,898,896	3,867,542	2,031,354	52.52
Other	2,140,711	1,232,056	908,655	73.75
	<u>\$ 175,584,926</u>	<u>\$ 166,929,045</u>	<u>\$ 8,655,881</u>	<u>5.19</u>

Net tax revenues increased by \$4,763,091 or 3.57% primarily due to the increase in the 2023-2024 millage rate by 3.50% to 26.7585 mills.

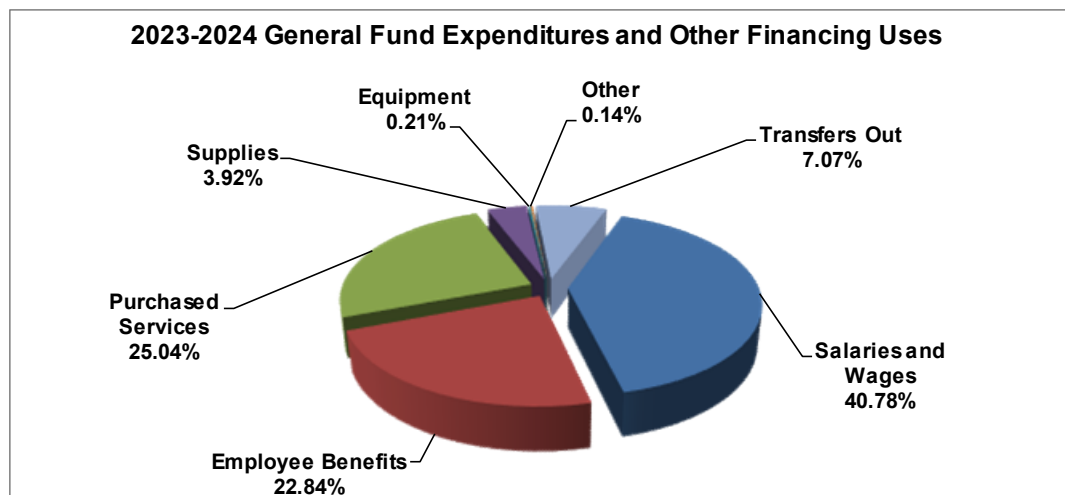
**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

The following table summarizes changes in the District's tax revenue for 2024 compared to 2023:

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Real estate tax	\$ 132,976,191	\$ 127,950,661	\$ 5,025,530	3.93
Interim tax	507,632	573,482	(65,850)	(11.48)
PURTA tax	116,430	119,711	(3,281)	(2.74)
Realty transfer tax	2,736,296	3,582,048	(845,752)	(23.61)
Deliquent real estate tax	1,883,143	1,230,699	652,444	53.01
	<u>\$ 138,219,692</u>	<u>\$ 133,456,601</u>	<u>\$ 4,763,091</u>	<u>3.57</u>

Investment earnings increased commensurate with an increase in interest rates and deposit on hand.

As the graph below illustrates, the largest portion of General Fund expenditures are for salaries and benefits. The District is an educational service entity and as such is labor intensive.



**General Fund Expenditures and Other Financing Uses**

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Salaries and wages	\$ 71,300,553	\$ 67,895,555	\$ 3,404,998	5.02
Employee benefits	39,936,512	39,060,144	876,368	2.24
Purchased services	43,779,401	40,104,458	3,674,943	9.16
Supplies	6,851,088	6,191,527	659,561	10.65
Equipment	373,143	592,590	(219,447)	(37.03)
Other	235,314	170,434	64,880	38.07
Transfers out	12,366,073	12,369,994	(3,921)	(0.03)
	<u>\$ 174,842,084</u>	<u>\$ 166,384,702</u>	<u>\$ 8,457,382</u>	<u>5.08</u>

Salaries and wages increased by \$3,404,998 or 5.02% in 2023-2024 compared to 2022-2023 as a result of additional staff added and contractually obligated pay increases for the various District union agreements in addition to salary increases for non-union employees.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

---

Purchased service cost increased by \$3,674,943 or 9.16% in 2023-2024 compared to 2022-2023 primarily due to increases in special education contracted services and tuition.

Supplies expenditures increased by \$659,561 or 10.65% in 2023-2024 compared to 2022-2023 as a result of greater purchases of general and technology supplies.

Transfers out in 2023-2024 consisted of a \$7,366,073 transfer to the Debt Service Fund to subsidize debt service maturities as they become due and a \$5,000,000 transfer to the Capital Projects Fund. The District maintained the transfer to the Capital Projects Fund of \$5,000,000 in 2023-2024 consistent with 2022-2023. The transfers are to subsidize current capital projects and reduce the amount needed to borrow and to fund future capital needs.

**CAPITAL PROJECTS FUND**

The Capital Project Funds account for construction and renovation activity associated with the District's buildings and major equipment purchases. A portion of the fund is funded by contributions from the General Fund and a portion of the fund is funded by bond proceeds. The District has been proactive in terms of preparing for future capital needs each year and has a capital infrastructure plan which prioritizes deferred maintenance needs and capital projects. During 2023-2024, the Capital Project Fund reported an increase in fund balance of \$17,992,734. The increase was primarily due to the issuance of general obligation debt and transfers from the General Fund in excess of capital expenditures.

**DEBT SERVICE FUND**

The Debt Service Fund is used to account for debt service and capital financing transactions. During 2023-2024, the District reduced outstanding debt service by paying \$4,150,000 in principal and \$3,216,073 in interest maturities. The balance of the annual expenditures is related to interest maturities.

**GENERAL FUND BUDGET INFORMATION**

The District maintains its financial records and prepares its financial reports on the modified accrual basis of accounting. The District budgets and expends funds according to procedures mandated by the Pennsylvania Department of Education. An annual operating budget is prepared by management and submitted to the School Board for approval prior to the beginning of the fiscal year on July 1 each year. The most significant budgeted fund is the General Fund.

Total General Fund revenues and other financing sources were \$4,372,340 or 2.55% more than budgeted amounts and total General Fund expenditures and other financing uses were \$2,725,972 or 1.54% less than budgeted amounts resulting in a net positive variance of \$7,098,312. Major budgetary highlights for 2023-2024 were as follows:

- Actual local revenues received were \$3,398,059 more than budgeted amounts. This was a result of total real estate tax collections of \$502,204 more than budgeted and investment earnings over budget by \$2,898,896. The District historically budgets conservatively in these areas to account for non-recurring collections and economic impact on markets.
- State source revenues were \$956,077 more than budgeted which relates to the basic subsidy of \$711,121, special education subsidy of \$206,392 appropriations received more than budget.
- Special education expenditures were more than budget by \$1,570,081 due to unanticipated costs related to contracted services and tuition for these programs.
- The budgetary reserve was under expended by \$4,000,000. Additionally, transfers from the General Fund to the Capital Projects Fund were consistent with budgeted amounts. The additional transfer to the Capital Projects Fund was a strategic decision to fund future capital needs.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

---

**BUSINESS-TYPE ACTIVITIES AND FOOD SERVICE FUND**

During 2023-2024, the net position of the business-type activities and Food Service Fund increased by \$306,943 primarily due to an increase in charges for service. As of June 30, 2024, the business-type activities and Food Service Fund had a deficit in net position of \$2,234,039. The deficit in net position correlates to the Food Service Fund and business-type activities recording its proportionate share of the net pension and OPEB liabilities in the Pennsylvania State Employees' Retirement System ("PSERS").

**CAPITAL ASSETS**

The District's investment in capital assets for its governmental and business-type activities as of June 30, 2024 amounted to \$122,306,542 net of accumulated depreciation and amortization. This investment in capital assets includes land, land improvements, buildings and improvements, right-to-use lease arrangements, and furniture and equipment. The total increase in the District's investment in capital assets for the current fiscal year was \$23,327,441 or 23.57%. The increase was the result of capital additions in excess of current year disposals, depreciation, and amortization.

Current year capital additions were \$28,896,497, net book value of disposals was \$18,214, and depreciation expense was \$5,550,842.

Major capital additions for the current fiscal year included the following:

• Land purchases	\$16,735,020
• HVAC renovations and upgrades – construction in progress	\$ 2,395,033
• Athletic field upgrades – construction in progress	\$ 1,295,641
• Interior/exterior renovations and upgrades – construction in progress	\$ 3,248,985

Additional detailed information regarding capital assets is included in Note 4 – Capital Assets on pages 53 and 54 of this report.

**NONCURRENT LIABILITIES**

At the end of the current fiscal year, the District had total general obligation debt of \$129,336,552 consisting of \$119,215,000 of bonds payable and net deferred credits of \$10,121,552. The entire amount is backed by the full faith and credit of the District. General obligation debt was issued to finance capital expenditures or to finance the retirement (refund) of prior obligation debt. The District's general obligation debt increased by \$35,443,792 or 37.75% during the fiscal year.

On May 22, 2024, the District issued \$36,735,000 of general obligation bonds, Series 2024. The proceeds were used to finance the District's capital program and to pay for the costs of issuance.

State statutes limit the amount of general obligation debt the District may issue up to 225% of its borrowing base capacity which is calculated as the annual arithmetic average of the total revenues for the preceding three fiscal years. The District's outstanding general obligation debt is within the current debt limitation of the District which was \$375,587,609 as of June 30, 2024.

The District reports its allocated portion of its defined benefit unfunded benefit obligation related to its participation in PSERS. The District's allocated portion of the net pension liability is an actuarially determined estimate of the unfunded cost of the pension plan obligation which totaled \$197,786,445 as of June 30, 2024. The District's net pension liability increased by \$434,178 or 0.22% during the fiscal year.

## **Tredyffrin/Easttown School District Management's Discussion and Analysis – Unaudited June 30, 2024**

---

The District reports a liability for its other post-employment benefits ("OPEB") related to its single employer OPEB plan and its participation in the PSERS health insurance premium assistance program. The District's OPEB liability is an actuarially determined estimate of the unfunded cost of the OPEB obligation which totaled \$17,007,772 as of June 30, 2024. The District's OPEB liability increased by \$315,353 or 1.89% during the fiscal year.

Other noncurrent liabilities consist of the District's liabilities for leases payable, compensated absences and accrued severance obligations, which totaled \$9,695,898 as of June 30, 2024. These liabilities decreased by \$76,914 or 0.79% during the fiscal year.

Additional detailed information regarding noncurrent liabilities is included in Notes 7 – 12 on pages 55 through 69 of this report.

### **FACTORS BEARING ON THE DISTRICT'S FUTURE**

The District-commissioned infrastructure report, that was delivered to the Board Facilities Committee, provides a framework for future decisions on which deferred maintenance and capital improvement projects will be the focus of District capital resources. The format of the infrastructure report incorporates studies on traffic/circulation, exterior masonry, roofing, technology, playgrounds and HVAC. One of the major capital projects identified in the report is additional athletic fields. The District has obtained a large tract of land adjacent to the Conestoga High School for new athletic fields. Construction has started and township approvals have been received. The project includes a fieldhouse, tennis courts, two multi-purpose turf fields, softball field, natural grass practice field and a maintenance building. The funding of this athletic fields project and the District's capital plan will involve a combination of bond issues, contributions from the general fund and current resources in the capital fund. The District's strong fund balance and conservative budgeting practices will provide for future budgeted capital planning.

In a June 2020 Issuer Comment Report, Moody's investor services stated that "the District has a superior credit position, and its Aaa rating is well above the median rating of Aa3 for US school districts. The key credit factors include a very strong wealth and income profile, a substantial tax base and a robust financial position. It also reflects an affordable debt burden and a mid-ranged pension liability. The district has an exceptionally healthy economy and tax base. The financial position of the district is strong and is consistent with its Aaa rating. The nominal size of the district's reserves is well above average. Moreover, the cash balance as a percentage of operating revenues (33.7%) is slightly higher than the US median."

Until very recently, the District has experienced an increase in student enrollment. While the District successfully accommodates its students each year, the increasing enrollment has resulted in the need for additional staff at all levels and facility reconfigurations and expansions to meet the needs of the growing student population.

Increasing student enrollment, the maximum utilization of current available space in our elementary schools along with the benefits of full-day kindergarten has been the impetus behind the discussions for building a sixth elementary school. To date, the District has held several community presentations to share an update on the District elementary enrollment trends and the impact on facilities utilization. In addition to a review of prior enrollment and facilities information, drivers for a sixth elementary school, drivers for full-day kindergarten and possible school sites were presented in 2023. Historically, elementary school enrollment has steadily increased since 1995 with the exception of a dip in enrollment in the year 2020 potentially as a result of the COVID-19 pandemic. In addition to overall enrollment increases, the District elementary school student populations have been historically inconsistent and the largest and smallest schools often change. These numbers shift from one year to the next due to minor changes in the region and other factors.

**Tredyffrin/Easttown School District  
Management's Discussion and Analysis – Unaudited  
June 30, 2024**

---

In addition, there has been a notable change in programming that has taken place in special education since 2012 and additional classroom space has been needed to accommodate these programs. Since 2017, the District has needed ten additional elementary classrooms to meet the needs of our special education students. In April 2024, the District acquired a 90,000 square foot office building on approximately fifteen acres and plans to repurpose the property for a sixth elementary school. The preliminary design phase is almost completed and necessary approvals have been obtained. The District plans to release construction bids in mid-2025 with construction to begin late summer of 2025 with a completion date of late spring/early summer 2027. The rough order of magnitude budget is approximately \$53M.

**CONTACTING THE DISTRICT FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Business Manager/Board Secretary, at the Tredyffrin/Easttown School District, 940 West Valley Road, Suite 1700, Wayne, PA 19087 or (610) 240-1801.

**Tredyffrin/Easttown School District**  
**Statement of Net Position (Deficit)**  
**June 30, 2024 with Summarized Comparative Totals for 2023**

	Governmental Activities	Business-type Activities	Totals	
			2024	2023
<b>Assets and Deferred Outflows of Resources</b>				
Current assets				
Cash	\$ 91,370,234	\$ 529,117	\$ 91,899,351	\$ 31,205,189
Investments	3,472,000	-	3,472,000	47,251,896
Taxes receivable, net	1,582,408	-	1,582,408	1,914,877
Due from other governments	6,765,661	26,242	6,791,903	6,754,528
Other receivables	572,648	3,587	576,235	69,935
Internal balances	(45,097)	45,097	-	-
Prepaid expenses	-	-	-	5,185
Inventories	-	46,922	46,922	35,299
Total current assets	<u>103,717,854</u>	<u>650,965</u>	<u>104,368,819</u>	<u>87,236,909</u>
Noncurrent assets				
Land	21,395,964	-	21,395,964	4,660,944
Construction-in-progress	11,105,925	-	11,105,925	12,013,192
Depreciable capital assets	171,771,833	936,607	172,708,440	160,585,223
Less: accumulated depreciation	(82,036,798)	(866,989)	(82,903,787)	(78,280,258)
Total noncurrent assets	<u>122,236,924</u>	<u>69,618</u>	<u>122,306,542</u>	<u>98,979,101</u>
Total assets	<u>225,954,778</u>	<u>720,583</u>	<u>226,675,361</u>	<u>186,216,010</u>
Deferred outflows of resources				
Deferred charges - pension	33,279,170	503,003	33,782,173	32,851,663
Deferred charges - OPEB	2,970,087	54,017	3,024,104	3,363,247
Deferred amounts on debt refunding	449,570	-	449,570	602,935
Total deferred outflows of resources	<u>36,698,827</u>	<u>557,020</u>	<u>37,255,847</u>	<u>36,817,845</u>
<b>Liabilities, Deferred Inflows of Resources and Net Position (Deficit)</b>				
Current liabilities				
Accounts payable	6,958,099	846	6,958,945	5,954,478
Accrued salaries, payroll withholdings and benefits	20,970,494	6,263	20,976,757	23,353,183
Accrued interest payable	2,105,170	-	2,105,170	1,193,840
Unearned revenue	-	30,964	30,964	41,710
Total current liabilities	<u>30,033,763</u>	<u>38,073</u>	<u>30,071,836</u>	<u>30,543,211</u>
Noncurrent liabilities				
Due within one year	6,298,303	-	6,298,303	5,320,430
Due in more than one year	344,199,391	3,328,974	347,528,365	312,389,828
Total noncurrent liabilities	<u>350,497,694</u>	<u>3,328,974</u>	<u>353,826,668</u>	<u>317,710,258</u>
Total liabilities	<u>380,531,457</u>	<u>3,367,047</u>	<u>383,898,504</u>	<u>348,253,469</u>
Deferred inflows of resources				
Deferred credits - pension	3,417,348	51,652	3,469,000	6,196,000
Deferred credits - OPEB	5,478,727	92,943	5,571,670	6,353,312
Total deferred inflows of resources	<u>8,896,075</u>	<u>144,595</u>	<u>9,040,670</u>	<u>12,549,312</u>
Net position (deficit)				
Net investment in capital assets	11,905,643	69,618	11,975,261	11,849,617
Restricted	21,171,873	-	21,171,873	15,365,116
Unrestricted (deficit)	<u>(159,851,443)</u>	<u>(2,303,657)</u>	<u>(162,155,100)</u>	<u>(164,983,659)</u>
Total net position (deficit)	<u>\$ (126,773,927)</u>	<u>\$ (2,234,039)</u>	<u>\$ (129,007,966)</u>	<u>\$ (137,768,926)</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Activities**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position (Deficit)			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals	
							2024	2023
<b>Governmental activities</b>								
Instruction	\$ 107,120,466	\$ 922,134	\$ 15,300,350	\$ -	\$ (90,897,982)	\$ -	\$ (90,897,982)	\$ (85,407,514)
Instructional student support	15,440,124	-	1,355,535	-	(14,084,589)	-	(14,084,589)	(11,333,686)
Administrative and financial support services	16,495,050	-	1,438,757	-	(15,056,293)	-	(15,056,293)	(13,515,652)
Operation and maintenance of plant services	14,329,851	794,372	1,246,991	-	(12,288,488)	-	(12,288,488)	(5,827,034)
Pupil transportation	8,350,173	-	1,824,022	-	(6,526,151)	-	(6,526,151)	(5,064,050)
Student activities	2,638,536	55,136	544,679	-	(2,038,721)	-	(2,038,721)	(1,891,503)
Interest and amortization expense related to noncurrent liabilities	3,499,278	-	-	-	(3,499,278)	-	(3,499,278)	(2,760,599)
Total governmental activities	<u>167,873,478</u>	<u>1,771,642</u>	<u>21,710,334</u>	<u>-</u>	<u>(144,391,502)</u>	<u>-</u>	<u>(144,391,502)</u>	<u>(125,800,038)</u>
<b>Business-type activities</b>								
Food service	3,093,123	2,144,719	1,229,688	-	-	281,284	281,284	457,662
Total primary government	<u>\$ 170,966,601</u>	<u>\$ 3,916,361</u>	<u>\$ 22,940,022</u>	<u>\$ -</u>	<u>(144,391,502)</u>	<u>281,284</u>	<u>(144,110,218)</u>	<u>(125,342,376)</u>
<b>General revenues</b>								
Property taxes levied for general purposes					134,950,177	-	134,950,177	129,894,336
Other taxes levied for general purposes					2,852,725	-	2,852,725	3,701,759
Grants and entitlements not restricted to specific programs					7,986,059	-	7,986,059	7,280,467
Investment earnings					7,074,772	25,659	7,100,431	4,703,664
Gain (loss) on sale of capital assets					(18,214)	-	(18,214)	21,161
Total general revenues					<u>152,845,519</u>	<u>25,659</u>	<u>152,871,178</u>	<u>145,601,387</u>
Change in net position (deficit)					8,454,017	306,943	8,760,960	20,259,011
<b>Net position (deficit)</b>								
Beginning of year					(135,227,944)	(2,540,982)	(137,768,926)	(158,027,937)
End of year					<u>\$ (126,773,927)</u>	<u>\$ (2,234,039)</u>	<u>\$ (129,007,966)</u>	<u>\$ (137,768,926)</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Balance Sheet – Governmental Funds**  
**June 30, 2024 with Summarized Comparative Totals for 2023**

	General	Capital	Debt	Totals	
	Fund	Projects	Service	2024	2023
<b>Assets</b>					
Cash	\$ 50,810,669	\$ 40,559,565	\$ -	\$ 91,370,234	\$ 30,774,174
Investments	3,472,000	-	-	3,472,000	47,251,896
Taxes receivable, net	1,582,408	-	-	1,582,408	1,914,877
Due from other funds	-	3,406,242	-	3,406,242	5,123,855
Due from other governments	6,765,661	-	-	6,765,661	6,633,243
Other receivables	572,648	-	-	572,648	69,557
Prepaid items	-	-	-	-	5,185
<b>Total assets</b>	<b>\$ 63,203,386</b>	<b>\$ 43,965,807</b>	<b>\$ -</b>	<b>\$ 107,169,193</b>	<b>\$ 91,772,787</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 3,715,641	\$ 3,242,458	\$ -	\$ 6,958,099	\$ 5,954,182
Due to other funds	3,451,339	-	-	3,451,339	5,000,000
Accrued salaries, payroll withholdings and benefits	20,970,494	-	-	20,970,494	23,349,828
<b>Total liabilities</b>	<b>28,137,474</b>	<b>3,242,458</b>	<b>-</b>	<b>31,379,932</b>	<b>34,304,010</b>
<b>Deferred inflows of resources</b>					
Unavailable revenues - property taxes	1,223,939	-	-	1,223,939	1,639,030
<b>Fund balances</b>					
<b>Nonspendable</b>					
Prepaid items	-	-	-	-	5,185
<b>Restricted for</b>					
Capital projects	-	40,723,349	-	40,723,349	22,730,615
<b>Committed to</b>					
Balance subsequent year's budget	4,608,831	-	-	4,608,831	6,355,471
Capital projects	6,000,000	-	-	6,000,000	4,006,072
Vested employee services	8,700,124	-	-	8,700,124	8,626,655
PSERS contingency	8,938,898	-	-	8,938,898	8,566,765
Healthcare contingency	5,300,000	-	-	5,300,000	5,300,000
<b>Assigned to</b>					
Athletic fund expenditures	294,120	-	-	294,120	238,984
Unassigned	-	-	-	-	-
<b>Total fund balances</b>	<b>33,841,973</b>	<b>40,723,349</b>	<b>-</b>	<b>74,565,322</b>	<b>55,829,747</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 63,203,386</b>	<b>\$ 43,965,807</b>	<b>\$ -</b>	<b>\$ 107,169,193</b>	<b>\$ 91,772,787</b>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District  
 Reconciliation of Governmental Funds Balance Sheet to Net Position (Deficit) of  
 Governmental Activities on the Statement of Net Position (Deficit)  
 June 30, 2024**

---

<b>TOTAL GOVERNMENTAL FUND BALANCES</b>	<b>\$ 74,565,322</b>
Amounts reported for governmental activities in the statement of net position (deficit) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheet.	122,236,924
Deferred outflows of resources and deferred inflows of resources related to pensions and other post-employment benefits are not reported as assets and liabilities in the governmental funds balance sheet.	27,353,182
Deferred outflows of resources for deferred amounts on debt refunding are currently expended in the governmental funds, whereas they are capitalized and amortized over the life of the respective debt in the government-wide statement of net position (deficit).	449,570
Some of the District's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred inflows of resources on the governmental funds balance sheet.	1,223,939
Noncurrent liabilities are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds balance sheet.	(350,497,694)
Accrued interest payable on long-term liabilities is included in the statement of net position (deficit), but is excluded from the governmental funds balance sheet until due and payable.	<u>(2,105,170)</u>
<b>NET POSITION (DEFICIT) OF GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ (126,773,927)</u></b>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Revenues, Expenditures and Changes in Fund Balances –**  
**Governmental Funds**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

	General	Capital	Debt	Totals	
	Fund	Projects Fund	Service Fund	2024	2023
<b>Revenues</b>					
Local sources	\$ 146,259,298	\$ 1,175,876	\$ -	\$ 147,435,174	\$ 139,376,739
State sources	26,757,133	-	-	26,757,133	25,713,932
Federal sources	2,568,494	-	-	2,568,494	2,658,914
Total revenues	<u>175,584,925</u>	<u>1,175,876</u>	<u>-</u>	<u>176,760,801</u>	<u>167,749,585</u>
<b>Expenditures</b>					
Current					
Instruction	106,224,889	-	-	106,224,889	103,313,371
Support services	53,657,669	999,305	-	54,656,974	48,840,012
Operation of noninstructional services	2,593,453	-	-	2,593,453	2,163,739
Facilities acquisition, construction and improvement services	-	27,969,421	-	27,969,421	8,433,178
Debt service	-	-	7,366,073	7,366,073	7,369,994
Total expenditures	<u>162,476,011</u>	<u>28,968,726</u>	<u>7,366,073</u>	<u>198,810,810</u>	<u>170,120,294</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,108,914</u>	<u>(27,792,850)</u>	<u>(7,366,073)</u>	<u>(22,050,009)</u>	<u>(2,370,709)</u>
<b>Other financing sources (uses)</b>					
Refund of prior year receipts	-	-	-	-	(2,042)
Proceeds from sale of capital assets	-	-	-	-	22,691
Proceeds from leases payable	-	410,302	-	410,302	839,496
Issuance of debt	-	36,735,000	-	36,735,000	-
Proceeds from bond premiums	-	3,640,282	-	3,640,282	-
Transfers in	-	5,000,000	7,366,073	12,366,073	12,369,994
Transfers out	(12,366,073)	-	-	(12,366,073)	(12,369,994)
Total other financing sources (uses)	<u>(12,366,073)</u>	<u>45,785,584</u>	<u>7,366,073</u>	<u>40,785,584</u>	<u>860,145</u>
Net change in fund balances	742,841	17,992,734	-	18,735,575	(1,510,564)
<b>Fund balances</b>					
Beginning of year	<u>33,099,132</u>	<u>22,730,615</u>	<u>-</u>	<u>55,829,747</u>	<u>57,340,311</u>
End of year	<u>\$ 33,841,973</u>	<u>\$ 40,723,349</u>	<u>\$ -</u>	<u>\$ 74,565,322</u>	<u>\$ 55,829,747</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District  
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund  
Balances of Governmental Funds to Change in Net Position (Deficit) of  
Governmental Activities on the Statement of Activities  
Year Ended June 30, 2024**

---

**NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS** **\$ 18,735,575**

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

statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense and the net book value of disposed of capital assets in the current period.

Capital outlay expenditures	\$ 28,896,497	
Net book value of disposed capital assets	(18,214)	
Depreciation and amortization expense	<u>(5,528,763)</u>	23,349,520

Because some taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds. Deferred inflows of resources increased by this amount this year.

Deferred inflows of resources June 30, 2023	(1,639,030)	
Deferred inflows of resources June 30, 2024	<u>1,223,939</u>	(415,091)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on the change in net assets of governmental activities. Also, governmental funds report the effect of premiums, discounts and similar items when long-term debt is issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Repayment of bonds payable	4,150,000	
Issuance of bonds payable	(36,735,000)	
Proceeds from bond premiums	(3,640,282)	
Proceeds from leases payable	(410,302)	
Repayment of leases payable	619,685	
Amortization of bond premiums and deferred amounts on refunding	<u>628,125</u>	(35,387,774)

Some expenses reported in the statement of activities do not require the use of current financial resources, and, therefore are not reported as expenditures in the governmental funds.

Current year change in accrued interest payable	(911,330)	
Change in net pension liability and related deferred inflows and outflows	3,161,478	
Current year change in compensated absences	27,130	
Current year change in accrued severance	(156,632)	
Change in net post-employment benefit (OPEB) liability and related deferred inflows and outflows	<u>51,141</u>	<u>2,171,787</u>

**CHANGE IN NET POSITION (DEFICIT) OF GOVERNMENTAL ACTIVITIES** **\$ 8,454,017**

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Net Position (Deficit) - Proprietary Fund**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

	<b>Major Fund</b>	
	<b>Food Service Fund</b>	
	<b>2024</b>	<b>2023</b>
<b>Assets and Deferred Outflows of Resources</b>		
Current assets		
Cash and cash equivalents	\$ 529,117	\$ 431,015
Due from other funds	45,097	-
Due from other governments	26,242	121,285
Other receivables	3,587	378
Inventories	<u>46,922</u>	<u>35,299</u>
Total current assets	<u>650,965</u>	<u>587,977</u>
Noncurrent assets		
Capital assets, net	<u>69,618</u>	<u>91,697</u>
Total assets	<u>720,583</u>	<u>679,674</u>
Deferred Outflows of Resources		
Deferred charges - pension	503,003	491,816
Deferred charges - OPEB	<u>54,017</u>	<u>71,282</u>
Total deferred outflows of resources	<u>557,020</u>	<u>563,098</u>
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>		
Liabilities		
Accounts payable	846	296
Due to other funds	-	123,855
Accrued salaries, payroll withholdings and benefits	6,263	3,355
Unearned revenue	<u>30,964</u>	<u>41,710</u>
Total current liabilities	<u>38,073</u>	<u>169,216</u>
Noncurrent liabilities		
Net pension liability	2,944,963	2,954,523
Net OPEB liability	302,218	353,779
Compensated absences	<u>81,793</u>	<u>78,825</u>
Total noncurrent liabilities	<u>3,328,974</u>	<u>3,387,127</u>
Total liabilities	<u>3,367,047</u>	<u>3,556,343</u>
Deferred inflows of resources		
Deferred credits - pension	51,652	92,759
Deferred credits - OPEB	<u>92,943</u>	<u>134,652</u>
Total deferred inflows of resources	<u>144,595</u>	<u>227,411</u>
Net position (deficit)		
Net investment in capital assets	69,618	91,697
Unrestricted (deficit)	<u>(2,303,657)</u>	<u>(2,632,679)</u>
	<u>\$ (2,234,039)</u>	<u>\$ (2,540,982)</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Revenues, Expenses and Changes in Net Position (Deficit) –**  
**Proprietary Fund**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

	<b>Major Fund</b>	
	<b>Food Service Fund</b>	
	<b>2024</b>	<b>2023</b>
<b>Operating revenues</b>		
Charges for services	\$ 2,144,719	\$ 2,101,422
<b>Operating expenses</b>		
Salaries	1,097,506	1,018,905
Employee benefits	533,530	585,165
Purchased property services	25,073	35,408
Other purchased services	1,855	1,196
Supplies	1,395,587	1,165,052
Dues and fees	3,197	3,494
Other	14,296	-
Depreciation	22,079	24,726
Total operating expenses	<u>3,093,123</u>	<u>2,833,946</u>
Operating loss	<u>(948,404)</u>	<u>(732,524)</u>
<b>Nonoperating revenues</b>		
Earnings on investments	25,659	15,583
State sources	427,257	368,529
Federal sources	802,431	821,657
Total nonoperating revenues	<u>1,255,347</u>	<u>1,205,769</u>
Change in net position (deficit)	306,943	473,245
<b>Net position (deficit)</b>		
Beginning of year	<u>(2,540,982)</u>	<u>(3,014,227)</u>
End of year	<u>\$ (2,234,039)</u>	<u>\$ (2,540,982)</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Cash Flows - Proprietary Fund**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

	<u>Major Fund</u>	
	<u>Food Service Fund</u>	
	<u>2024</u>	<u>2023</u>
<b>Operating activities</b>		
Cash received from charges for services	\$ 2,141,510	\$ 2,107,188
Cash payments to employees for services	(1,931,971)	(1,776,980)
Cash payments to suppliers for goods and services	(1,247,672)	(1,126,518)
Net cash used in operating activities	<u>(1,038,133)</u>	<u>(796,310)</u>
<b>Noncapital financing activities</b>		
State sources	451,337	338,961
Federal sources	659,239	733,867
Net cash provided by noncapital financing activities	<u>1,110,576</u>	<u>1,072,828</u>
<b>Capital and related financing activities</b>		
Acquisition of capital assets	-	(33,234)
<b>Investing activities</b>		
Earnings on investments	25,659	15,583
Net increase in cash	98,102	258,867
<b>Cash</b>		
Beginning of year	431,015	172,148
End of year	<u>\$ 529,117</u>	<u>\$ 431,015</u>
<b>Reconciliation of operating loss to net cash provided by (used for) operating activities:</b>		
Operating loss	\$ (948,404)	\$ (732,524)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities		
Depreciation	22,079	24,726
Donated commodities used	214,155	122,558
(Increase) decrease in		
Other receivables	(3,209)	5,766
Inventories	(11,623)	(1,165)
Deferred outflows of resources	6,078	59,547
Increase (decrease) in		
Accounts payable	550	296
Due to other funds	(168,952)	(26,304)
Accrued salaries, payroll withholdings and benefits	2,908	(56,043)
Unearned revenue	(10,746)	(43,057)
Compensated absences	2,968	(185)
Net OPEB liability	(51,561)	(204,607)
Net pension liability	(9,560)	331,956
Deferred inflows of resources	(82,816)	(277,274)
Net cash used in operating activities	<u>\$ (1,038,133)</u>	<u>\$ (796,310)</u>
<b>Supplemental disclosure</b>		
Noncash noncapital financing activity		
USDA donated commodities	<u>\$ 214,155</u>	<u>\$ 122,558</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Net Position - Fiduciary Funds**  
**June 30, 2024 with Summarized Comparative Totals for 2023**

---

	Private Purpose Trust	Custodial Funds	Totals	
			2024	2023
<b>Assets</b>				
Cash and cash equivalents	\$ 62,759	\$ 349,728	\$ 412,487	\$ 412,001
<b>Liabilities and Net Position</b>				
Liabilities				
Accounts payable	-	-	-	-
Net position				
Restricted for student activities	-	349,728	349,728	352,880
Net position held in trust for scholarships	62,759	-	62,759	59,121
Total net position	\$ 62,759	\$ 349,728	\$ 412,487	\$ 412,001

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Statement of Changes in Net Position - Fiduciary Funds**  
**Year Ended June 30, 2024 with Summarized Comparative Totals for 2023**

---

	Private Purpose Trust	Custodial Funds	Totals	
			2024	2023
<b>Additions</b>				
Receipts from student groups	\$ -	\$ 1,073,889	\$ 1,073,889	\$ 971,425
Local contributions	<u>46,638</u>	<u>-</u>	<u>46,638</u>	<u>43,710</u>
Total additions	<u>46,638</u>	<u>1,073,889</u>	<u>1,120,527</u>	<u>1,015,135</u>
<b>Deductions</b>				
Student activity disbursements	-	1,077,041	1,077,041	933,603
Scholarships awarded and fees paid	<u>43,000</u>	<u>-</u>	<u>43,000</u>	<u>45,100</u>
Total deductions	<u>43,000</u>	<u>1,077,041</u>	<u>1,120,041</u>	<u>978,703</u>
Change in net position	3,638	(3,152)	486	36,432
<b>Net position</b>				
Beginning of year	<u>59,121</u>	<u>352,880</u>	<u>412,001</u>	<u>375,569</u>
End of year	<u>\$ 62,759</u>	<u>\$ 349,728</u>	<u>\$ 412,487</u>	<u>\$ 412,001</u>

The Notes to Financial Statements are an integral part of this statement.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Tredyffrin/Easttown School District (the "District") operates five elementary schools, two middle schools and a high school to provide education and related services to the residents of eastern Chester County in the townships of Tredyffrin and Easttown. The District operates under current standards prescribed by the Pennsylvania Department of Education in accordance with the provisions of the School Laws of Pennsylvania as a school district of the second class. The District operates under a locally elected nine-member board form of government (the "School Board").

The financial statements of the District have been prepared in accordance with generally accepted accounting principles ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the authoritative standard-setting body for the establishment of governmental accounting and financial reporting principles. The more significant of these accounting policies are as follows:

**Reporting Entity**

GASB has established the criteria for determining the activities, organizations and functions of government to be included in the financial statements of the reporting entity. In evaluating the District as a reporting entity, management has addressed all potential component units which may or may not fall within the District's accountability. The criteria used to evaluate component units for possible inclusion as part of the District's reporting entity are financial accountability and the nature and significance of the relationship. The District is considered to be an independent reporting entity and has no component units.

**Basis of Presentation**

*Government-Wide Financial Statements*

The statement of net position (deficit) and the statement of activities display information about the District as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities. These statements include the financial activities of the primary government except for fiduciary funds.

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flow. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared as further defined below. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements of governmental funds.

The government-wide statement of net position (deficit) presents the financial position of the District which is the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources and is classified in one of three components. Net investment in capital assets consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of borrowing attributable to acquiring, constructing or improving those assets. The net position of the District is reported as restricted when constraints placed on net position use is either externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Unrestricted net position (deficit) is the net position that does not meet the definition of "net investment in capital assets" or "restricted net position."

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

The statement of net position (deficit) includes separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense) until that time. Deferred inflows of resources represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

The government-wide statement of activities presents a comparison between expenses and program revenues for each function of the business-type activities of the District and for each governmental function. Expenses are those that are specifically associated with a service or program and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues which are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each function is self-financing or draws from the general revenues of the District.

Except for interfund activity and balances between the funds that underlie governmental activities and the funds that underlie business-type activities, which are reported as transfers and internal balances, the effect of interfund activity has been removed from these statements.

*Fund Financial Statements*

During the school year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements report detailed information about the District. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Fiduciary fund financial statements are presented by fund type.

*Governmental Funds*

All governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis, revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Capital Projects Fund accounts for financial resources restricted, committed or assigned to be used for capital expenditures or for the acquisition, construction of capital facilities, improvements and/or equipment.

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of long-term principal, interest and other related costs.

*Revenue Recognition*

In applying the "susceptible to accrual concept" under the modified accrual basis, revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers tax revenue to be available if collected within 60 days of the end of the fiscal period. Deferred inflows of resources are reported in connection with receivables for tax revenues that are not considered to be available to liquidate liabilities of the current period. Revenue from federal, state and other grants designated for payment of specific District expenditures is recognized when the related expenditures are incurred; accordingly, when such funds are received, they are reported as unearned revenues until earned. Other receipts are recorded as revenue when received in cash because they are generally not measurable until actually received.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

*Expenditure Recognition*

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, special termination benefits, other post-employment benefits and claims and judgments are recorded only when payment is due. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds.

*Proprietary Funds*

Like the government-wide financial statements, proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resource focus concerns determining costs as a means of maintaining the capital investment and management control. Revenues are recognized when they are earned and expenses are recognized when they are incurred. Allocations of certain costs, such as depreciation, are recorded in proprietary funds. The District reports the following major proprietary fund:

The Food Service Fund accounts for the revenues and costs of providing meals to students during the school year.

These funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. The principal operating revenues of the District's proprietary fund are charges for services. Operating expenses for the District's proprietary fund include payroll, employee benefits, supplies and administrative costs. All revenues or expenses not meeting this definition are reported as nonoperating revenues and expenses.

*Fiduciary Funds*

Fiduciary funds reporting focuses on net assets and changes in net assets and are accounted for using the economic resources measurement focus and the accrual basis of accounting. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. The private-purpose trust fund accounts for activities in various scholarship accounts, whose sole purpose is to provide annual scholarships to particular students as described by donor stipulations. Custodial funds are used to account for assets held on behalf of individuals and/or government units and are, therefore, not available to support the District's own programs. The District has one custodial fund consisting of funds held on behalf of the students.

**Cash and Cash Equivalents**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

**Investments**

Investments are stated at fair value based upon quoted market prices, except for certificates of deposit which are recorded at cost and external investment pools which are recorded at amortized cost, both of which approximate fair value.

**Interfund Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Property Taxes**

Taxes are levied on July 1 and are payable in the following periods:

July 1 – August 31	-	Discount period, 2% of gross levy
September 1 – October 31	-	Face period
November 1 to collection	-	Penalty period, 10% of gross levy
January 1	-	Lien date

The County Board of Assessments determines assessed valuations of property and the District bills and collects its own property taxes. The tax on real estate for public school purposes for fiscal 2023-2024 was 26.7585 mills (\$26.76 for \$1,000 of assessed valuation) for Chester County. The District experiences very small losses from uncollectible property taxes. Property taxes constitute a lien against real property and usually can be collected in full when title transfers. Only balances that remain after tax sales are written off each year. Accordingly, an allowance for doubtful accounts has not been established by the District for property taxes receivable.

Taxpayers within the District have the option of paying in three installments. These installments have the following due dates:

Installment One	-	August 31
Installment Two	-	September 30
Installment Three	-	October 31

The discount (two percent) is not applicable to installment payments; however, the penalty (10 percent) will be added if second and third installments are paid subsequent to the due dates.

**Prepaid Items and Inventories**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and fund financial statements.

All inventories are valued at the lower of cost (first-in, first-out method) or market.

**Unearned Revenues**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

**Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary fund financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed, inclusive of ancillary costs.

Property, plant and equipment (net of salvage value) of the District is depreciated or amortized using the straight-line method over the following estimated useful lives: buildings and improvements – 20-40 years, land improvements – 15-20 years and furniture and equipment – 3-10 years.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Leases – Lessee**

The District has entered in noncancellable leases as the lessee. The District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

**Impairment of Long-Lived Assets**

The District evaluates prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. A capital asset is generally considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstances is outside the normal life cycle of the capital asset. If a capital asset is considered to be impaired, the amount of impairment is measured by the method that most reflects the decline in service utility of the capital asset at the lower of carrying value or fair value for impaired capital assets that will no longer be used by the District. No impairment losses were recognized in the year ended June 30, 2024.

**Compensated Absences**

District policies permit employees to accumulate earned but unused vacation days. The liability for these compensated absences is recorded as a noncurrent liability in the government-wide financial statements. A liability for these amounts is recorded in the Governmental Funds financial statements only to the extent they have matured, for example, as a result of employee resignation and retirements.

**Long-Term Obligations**

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Bonds payable are reported net of the applicable bond premium or discount. Bond premiums and discounts are deferred and amortized over the life of the bonds. Deferred amounts on refunding are recorded as a deferred outflow of resources and amortized over the life of the old debt or the life of the new debt, whichever is shorter. All amounts are amortized using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources and uses. Premiums received and discounts paid on debt issuances are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures except for refundings paid from proceeds which are reported as other financing costs.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Fund Equity**

As prescribed by GASB, governmental funds report fund balance in classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the fund can be spent. The District reports the following fund balance classifications:

*Nonspendable*

Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form – such as inventory or prepaid insurance or (b) legally or contractually required to be maintained intact – such as a trust that must be retained in perpetuity.

*Restricted*

Restricted fund balances are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed*

Committed fund balances are amounts that can only be used for specific purposes determined by a formal action of the District's highest level of decision-making authority, the School Board. Committed amounts cannot be used for any other purpose unless the School Board removes those constraints by taking the same type of formal action (e.g., resolution).

*Assigned*

Assigned fund balances are amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (a) the Business Administrator or (b) an appointed body (e.g., finance committee) or (c) an official to which the District has delegated the authority to assign, modify or rescind amounts to be used for specific purposes.

Assigned fund balance includes (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as non-spendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund or the capital projects fund are assigned for purposes in accordance with the nature of their fund type.

*Unassigned*

Unassigned fund balance is the residual classification for the General Fund. This classification represents General Fund fund balance that has not been assigned to other funds, and that has not been restricted, committed or assigned to specific purposes within the General Fund.

When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then unrestricted resources—committed, assigned or unassigned—in order as needed.

**Comparative Data**

Comparative totals for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. Certain amounts presented in the prior year have been reclassified in order to be consistent with the current year's presentation. However, presentation of prior year totals by fund and activity type has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Summarized comparative information should be read in conjunction with the District's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Implementation of New Accounting Pronouncements**

Effective July 1, 2023, the District adopted the provisions of GASB Statement No. 100 *Accounting Changes and Error Corrections*. GASB Statement No. 100 enhances accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The implementation of GASB Statement No. 100 had no impact on the financial statements of the District for the year ended June 30, 2024.

**New Accounting Pronouncements**

GASB Statement No. 101, *Compensated Absences*, will be effective for the District for the year ended June 30, 2025. GASB Statement No. 101 will update the recognition and measurement guidance for compensated absences by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. GASB Statement No. 101 will require that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

GASB Statement No. 102, *Certain Risk Disclosures*, will be effective for the District for the year ended June 30, 2025. The objective of GASB Statement No. 102 is to improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition.

GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective for the District for the year ended June 30, 2026. The objective of GASB Statement No. 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, will be effective for the District for the year ended June 30, 2026. The objective of GASB Statement No. 104 is to improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments.

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgetary Information**

An annual budget is adopted prior to the beginning of each year for the General Fund on a modified accrual basis of accounting. The General Fund is the only fund for which a budget is legally required, although project-length financial plans are adopted for the Capital Projects fund.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

The District is required to publish notice by advertisement at least once in two newspapers of general circulation in the municipalities in which it is located, and within 20 days of final action, that the proposed budget has been prepared and is available for public inspection at the administrative offices of the District. Notice that public hearings will be held on the proposed operating budget must be included in the advertisement; such hearings are required to be scheduled at least 10 days prior to when final action on adoption is taken by the School Board.

After the legal adoption of the budget, the School Board is required to file a copy of the budget with the Pennsylvania Department of Education by July 31. Additional copies of the budget also are required to be filed with the House Education Committee and the Senate Education Committee by September 15.

Legal budgetary control is maintained at the sub-function/major object level. The School Board may make transfers of funds appropriated in any particular item of expenditure by legislative action in accordance with Pennsylvania School Code. Management may amend the budget at the sub-function/sub-object level without approval from the School Board. Appropriations lapse at the end of the fiscal period. Budgetary information reflected in the financial statements is presented at or below the level of budgetary control and includes the effect of approved budget amendments.

**Deficit Equity**

At June 30, 2024, the Food Service Fund, a major fund, had a deficit in net position of \$2,234,039 resulting from allocating a portion of its net pension and OPEB liability to this fund. Since the Food Service Fund uses the economic resources measurement focus, these obligations are presented in the fund financial statements as liabilities and therefore reduces fund equity to an overall deficit. This deficit will be eliminated as resources are obtained (e.g., from revenues and transfers in) to make the periodic pension and OPEB contributions for active participants in these plans.

**3. DEPOSITS AND INVESTMENTS**

State statutes authorize the District to invest in U.S. Treasury bills, time or share accounts of institutions insured by the Federal Deposit Insurance Corporation or in certificates of deposit when they are secured by proper bond or collateral, repurchase agreements, state treasurer's investment pools or mutual funds.

**Deposits**

*Custodial Credit Risk*

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. At June 30, 2024, the carrying amount of the District's deposits was \$92,311,838 and the bank balance was \$93,202,588. The District is required by state statute to deposit funds in depositories that are either banks, banking institutions or trust companies located in the Commonwealth of Pennsylvania. To the extent that such deposits exceed federal insurance, the depositories must pledge as collateral obligations of the United States, Commonwealth of Pennsylvania or any political subdivision. Under Act 72 of 1971, as amended, the depositories may meet this collateralization requirement by pooling appropriate securities to cover all public funds on deposit. Of the bank balance, \$250,000 was covered by federal depository insurance, and \$3,980,868 was collateralized by the District's depositories in accordance with Act 72 and the collateral was held by the depositories' agent in pooled public funds. The remaining cash deposits of the District are in the Pennsylvania School District Liquid Asset Fund ("PSDLAF") and the Pennsylvania Local Government Investment Trust ("PLGIT"). Although not registered with the Securities and Exchange Commission and not subject to regulatory oversight, PSDLAF and PLGIT act like money market mutual funds in that their objective is to maintain a stable net asset value of \$1 per share, are rated by a nationally recognized statistical rating organization and are subject to independent annual audit. As of June 30, 2024, PSDLAF and PLGIT were rated as AAA by a nationally recognized statistical rating agency.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

*Reconciliation to Financial Statements*

Uninsured amounts	\$ 3,980,868
FDIC insured amounts	250,000
Reconciling items	<u>(48,974)</u>
Carrying amount, bank balances	4,181,894
Pooled cash equivalents in government investment pools	<u>88,129,944</u>
Total carrying amount deposits	<u>\$ 92,311,838</u>

**Investments**

State statutes authorize the District to invest in U.S. Treasury bills, time or share accounts of institutions insured by the Federal Deposit Insurance Corporation or in certificates of deposit when they are secured by proper bond or collateral, repurchase agreements, state treasurer's investment pools or mutual funds.

As of June 30, 2024, the District had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years)</u>			
		<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>11 - 15</u>
Certificate of Deposits	<u>\$ 3,472,000</u>	<u>\$ 3,472,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PSDLAF and PLGIT collateralized investment pools are fully collateralized by U.S. government agency and Treasury obligations and certificates of deposit. PSDLAF and PLGIT collateralized investment pools and the U.S. Treasury bill were valued using Level 2 inputs.

**Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of the investments or collateral security that are in the possession of an outside party. The District had no investment subject to custodial credit risk as of June 30, 2024.

**Interest Rate Risk**

The District's investment policy limits investment maturities in accordance with state statutes as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk**

The District's investment policy limits its investments that are not backed by the "full faith and credit" of the federal and state government to those with the highest credit rating available for such investments issued by a recognized statistical rating organization.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

**4. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental activities</b>				
Capital assets not being depreciated				
Land	\$ 4,660,944	\$ 16,735,020	\$ -	\$ 21,395,964
Construction in progress	12,013,192	9,560,925	10,468,192	11,105,925
Total capital assets not being depreciated	<u>16,674,136</u>	<u>26,295,945</u>	<u>10,468,192</u>	<u>32,501,889</u>
Capital assets being depreciated/amortized				
Buildings and improvements	141,875,924	11,569,532	-	153,445,456
Land improvements	4,993,225	754,493	-	5,747,718
Furniture and equipment	9,756,742	334,417	172,280	9,918,879
Right-to-use leased equipment	3,022,725	410,302	773,247	2,659,780
Total capital assets being depreciated/amortized	<u>159,648,616</u>	<u>13,068,744</u>	<u>945,527</u>	<u>171,771,833</u>
Less accumulated depreciation/amortization for				
Buildings and improvements	(66,267,604)	(3,842,824)	-	(70,110,428)
Land improvements	(4,233,691)	(96,779)	-	(4,330,470)
Furniture and equipment	(5,089,783)	(968,102)	(154,066)	(5,903,819)
Right-to-use leased equipment	(1,844,270)	(621,058)	(773,247)	(1,692,081)
Total accumulated depreciation/amortization	<u>(77,435,348)</u>	<u>(5,528,763)</u>	<u>(927,313)</u>	<u>(82,036,798)</u>
Total capital assets being depreciated/ amortized, net	<u>82,213,268</u>	<u>7,539,981</u>	<u>18,214</u>	<u>89,735,035</u>
Governmental activities, net	<u>\$ 98,887,404</u>	<u>\$ 33,835,926</u>	<u>\$ 10,486,406</u>	<u>\$ 122,236,924</u>
<b>Business-type activities</b>				
Machinery and equipment	\$ 936,607	\$ -	\$ -	\$ 936,607
Less: Accumulated depreciation	(844,910)	(22,079)	-	(866,989)
Business-type activities, net	<u>\$ 91,697</u>	<u>\$ (22,079)</u>	<u>\$ -</u>	<u>\$ 69,618</u>

Depreciation and amortization expense was charged to functions/programs of the District as follows:

<b>Governmental activities</b>	
Instruction	3,613,232
Instructional student support	520,732
Administrative and financial support services	552,702
Operation and maintenance of plan services	479,034
Pupil transportation	274,858
Student activities	88,205
Total depreciation/amortization expense - governmental activities	<u>\$ 5,528,763</u>
<b>Business-type activities</b>	
Food service	<u>\$ 22,079</u>

As of June 30, 2024, the District had outstanding construction commitments for various capital projects in the amount of \$6,284,564.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**5. NET INVESTMENT IN CAPITAL ASSETS**

Components of the net position of the governmental activities net investment in capital assets at June 30, 2024 are as follows:

Capital assets	\$ 204,273,722
Deferred outflows of resources	449,570
Unspent bond proceeds	19,551,476
Accumulated depreciation	<u>(82,036,798)</u>
	142,237,970
Leases payable	(995,775)
General obligation debt	<u>(129,336,552)</u>
Net investment in capital assets	<u>\$ 11,905,643</u>

Components of the net position of the business-type activities net investment in capital assets at June 30, 2024 are as follows:

Capital assets	<u>\$ 69,618</u>
----------------	------------------

**6. INTERNAL RECEIVABLES, PAYABLES AND TRANSFERS**

The composition of interfund balances as of June 30, 2024 is as follows:

<u>Receivable To</u>	<u>Amount</u>	<u>Payable From</u>	<u>Amount</u>
Food service fund	\$ 45,097	General fund	\$ 45,097
Capital projects fund	<u>3,406,242</u>	General fund	<u>3,406,242</u>
	<u>\$ 3,451,339</u>		<u>\$ 3,451,339</u>

Interfund balances between funds represent temporary loans recorded at year-end as the result of a final allocation of revenues and expenditures.

A summary of interfund transfers for the year ended June 30, 2024, is as follows:

<u>Transfers In</u>	<u>Amount</u>	<u>Transfers Out</u>	<u>Amount</u>
Capital projects fund	\$ 5,000,000	General fund	\$ 5,000,000
Debt service fund	<u>7,366,073</u>	General fund	<u>7,366,073</u>
	<u>\$ 12,366,073</u>		<u>\$ 12,366,073</u>

Transfers from the General Fund represent transfers to subsidize costs associated with the acquisition of capital assets and debt service requirements.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

**7. NONCURRENT LIABILITIES**

The following summarizes the changes in noncurrent liabilities for the year ended June 30, 2024:

	<u>Balance</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2024</u>	<u>Amount</u> <u>Due Within</u> <u>One Year</u>
<b>Governmental activities</b>					
General obligation debt					
Bonds payable	\$ 86,630,000	\$ 36,735,000	\$ 4,150,000	\$ 119,215,000	\$ 5,050,000
Bond premiums	<u>7,262,760</u>	<u>3,640,282</u>	<u>781,490</u>	<u>10,121,552</u>	<u>781,490</u>
Total general obligation debt	<u>93,892,760</u>	<u>40,375,282</u>	<u>4,931,490</u>	<u>129,336,552</u>	<u>5,831,490</u>
Other noncurrent liabilities					
Leases payable	1,205,158	410,302	619,685	995,775	466,813
Compensated absences	4,913,319	64,940	92,070	4,886,189	-
Accrued severance	3,575,510	156,632	-	3,732,142	-
OPEB liability	8,347,845	817,088	306,796	8,858,137	-
Net OPEB liability - PSERS	7,990,795	-	143,378	7,847,417	-
Net pension liability - PSERS	<u>194,397,744</u>	<u>443,738</u>	<u>-</u>	<u>194,841,482</u>	<u>-</u>
Total other noncurrent liabilities	<u>220,430,371</u>	<u>1,892,700</u>	<u>1,161,929</u>	<u>221,161,142</u>	<u>466,813</u>
Total governmental activities	<u>314,323,131</u>	<u>42,267,982</u>	<u>6,093,419</u>	<u>350,497,694</u>	<u>6,298,303</u>
<b>Business-type activities</b>					
Compensated absences	78,825	5,491	2,524	81,792	-
OPEB liability	180,755	28,738	76,538	132,955	-
Net OPEB liability - PSERS	173,024	-	3,761	169,263	-
Net pension liability - PSERS	<u>2,954,523</u>	<u>-</u>	<u>9,560</u>	<u>2,944,963</u>	<u>-</u>
Total business-type activities	<u>3,387,127</u>	<u>34,229</u>	<u>92,383</u>	<u>3,328,973</u>	<u>-</u>
Total noncurrent liabilities	<u>\$ 317,710,258</u>	<u>\$ 42,302,211</u>	<u>\$ 6,185,802</u>	<u>\$ 353,826,667</u>	<u>\$ 6,298,303</u>

Noncurrent liabilities of governmental activities are generally liquidated by the General Fund, while noncurrent liabilities of the business-type activities are liquidated by the Food Service Fund.

**8. GENERAL OBLIGATION DEBT**

General obligation debt is a direct obligation of the District for which full faith and credit are pledged and is payable from unrestricted local sources. The District has not pledged any assets as collateral for general obligation debt. General obligation debt was issued to finance capital expenditures or to finance the retirement (refund) of prior general obligation debt.

General obligation debt outstanding as of June 30, 2024 consisted of the following:

<u>Description</u>	<u>Interest</u> <u>Rate(s)</u>	<u>Original</u> <u>Issue</u> <u>Amount</u>	<u>Final</u> <u>Maturity</u>	<u>Principal</u> <u>Outstanding</u>
<b>General obligation bonds</b>				
Series of 2016	2.00% - 4.00%	\$ 13,040,000	02/15/2025	\$ 4,215,000
Series of 2019	2.45% - 5.00%	\$ 26,915,000	02/15/2040	26,890,000
Series of 2021	0.30% - 2.54%	\$ 24,935,000	02/15/2035	24,755,000
Series A of 2021	2.00% - 4.00%	\$ 26,900,000	02/15/2045	26,620,000
Series of 2024	5.00%	\$ 36,735,000	02/15/2045	<u>36,735,000</u>
Total general obligation debt				<u>\$ 119,215,000</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**General obligation bonds**

On December 7, 2016, the District issued \$13,040,000 of general obligation bonds, Series of 2016. The proceeds were used to advance refund a portion of the general obligation bonds, Series of 2010. Principal is due February 15 each year with a maturity date of February 15, 2025. The bonds are payable in periodic installments and bear interest payable semi-annually on February 15 and August 15 at rates ranging from 2.00% to 4.00%. The District advance refunded the general obligation bonds to reduce future debt service payments by \$1,978,029.	\$ 4,215,000
On February 12, 2019, the District issued \$26,915,000 of general obligation bonds, Series of 2019. The proceeds were used to finance the District's capital program, capitalized interest on the bond, and to pay for the costs of issuance. Principal is due February 15 each year with a maturity date of February 15, 2040. The bonds are payable in periodic installments and bear interest payable semi-annually on February 15 and August 15 at rates ranging from 2.45% to 5.00%.	26,890,000
On May 6, 2021, the District issued \$24,935,000 of general obligation bonds, Series of 2021. The proceeds were used to advance refund all the District's outstanding general obligation bonds, Series of 2015, and to pay for the costs of issuance. Principal is due February 15 each year with a maturity date of February 15, 2035. The bonds are payable in periodic installments and bear interest payable semi-annually on February 15 and August 15 at rates ranging from 0.30% to 2.54%. The District advance refunded the general obligation bonds to reduce future debt service payments by \$2,076,014.	24,755,000
On November 3, 2021, the District issued \$26,900,000 of general obligation bonds, Series A of 2021. The proceeds were used to finance the District's capital program and to pay for the costs of issuance. Principal is due February 15 each year and with a maturity date of February 15, 2045. The bonds are payable in periodic installments and bear interest payable semi-annually on February 15 and August 15 at rates ranging from 2.00% to 4.00%.	26,620,000
On May 22, 2024, the District issued \$36,735,000 of general obligation bonds, Series 2024. The proceeds were used to finance the District's capital program and to pay for the costs of issuance. Principal is due February 15 each year with a maturity date of February 15, 2045. The bonds are payable in periodic installments and bear interest payable semi-annually on February 15 and August 15 at 5.00%.	<u>36,735,000</u>
Total general obligation debt	<u>\$ 119,215,000</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

Annual debt service requirements to maturity on these obligations are as follows:

<u>Year Ending June 30,</u>	<u>Principal Maturities</u>	<u>Interest Maturities</u>	<u>Total Maturities</u>
2025	\$ 5,050,000	\$ 4,336,841	\$ 9,386,841
2026	4,050,000	4,686,468	8,736,468
2027	4,085,000	4,597,527	8,682,527
2028	4,175,000	4,495,081	8,670,081
2029	4,290,000	4,382,763	8,672,763
2030-2034	23,655,000	19,703,298	43,358,298
2035-2039	28,990,000	14,360,263	43,350,263
2040-2044	36,610,000	6,733,650	43,343,650
2045	8,310,000	359,900	8,669,900
	<u>\$ 119,215,000</u>	<u>\$ 63,655,791</u>	<u>\$ 182,870,791</u>

**9. ACCRUED SEVERANCE**

Upon retirement under the provisions of PSERS and so long as the employee provides the District 90 days calendar notice, the District will pay a professional employee for unused sick time. The reimbursement will be at one-third of the employee's full-time per diem rate per unused sick time, up to a maximum of 135 days.

Upon retirement under the provisions of PSERS and so long as the employee provides the District 90 days calendar notice, the District will pay a support staff employee for unused sick time. The reimbursement will be at 50% of the employee's per diem rate per unused sick time, up to a maximum of 135 days.

Upon retirement under the provisions of PSERS, the District will pay supervisors and confidential positions with at least 10 years of service for unused sick time. The reimbursement will be at 50% of the employee's per diem rate per unused sick time, up to a maximum of 135 days. Additionally, administrators with 20 to 15 years of continuous service with the District are eligible for a \$5,200 to \$2,600 annual credit toward their health insurance for 10 years from the date of retirement.

Upon retirement, administrators with 10 years of administrative service with the District are eligible to receive a severance payment equal to between 60% to 100% of the employee's final base salary, based upon years of service. Administrators with 5 to 10 years of administrative service with the District are eligible to receive a severance payment equal to 45% of the employee's final base salary. Additionally, administrators with 10 years of continuous service with the District are eligible for a \$5,200 annual credit toward their health insurance for 10 years from the date of retirement.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**10. OTHER POST-EMPLOYMENT BENEFITS**

**Single-Employer Defined Benefit OPEB Plan**

The District's other post-employment benefits include a single-employer defined benefit plan that provides benefits to administrative personnel. Administrative personnel who retire under the normal PSERS guidelines with at least ten years of administrative service (if an administrator retires from an administrative position) are covered for ten years. Supervisory and confidential employees who retire under the normal PSERS guidelines with at least 20 years of service, the final ten years of which must be in supervisory and confidential positions, are covered for ten years. The benefits, benefits level, employee contribution and employer contribution are administered by management and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue any financial report and is not included in the report of any public employee retirement system or any other entity.

**OPEB Plan Membership**

Membership in the OPEB plan consisted of the following at July 1, 2022:

Active participants	700
Vested former participants	-
Retired participants	<u>48</u>
Total	<u>748</u>

**Funding Policy**

The District's contributions are funded on a pay-as-you-go basis. The contribution requirements of retirees are established and may be amended by the School Board.

**OPEB Liability**

The District's OPEB liability has been measured as of June 30, 2024. The total OPEB liability was determined by an actuarial valuation as of July 1, 2022, and by rolling forward the liabilities from the July 1, 2023 actuarial valuation through the measurement date. No significant events or changes in assumptions occurred between the valuation date and the fiscal year end. The OPEB liability is \$8,991,092, all of which is unfunded. As of June 30, 2024, the OPEB liability of \$8,858,137 is related to the governmental funds and is recorded in the governmental activities in the government-wide statement of net position (deficit) and the remaining \$132,955 of the OPEB liability is recorded as a liability in the proprietary fund statement of net position (deficit), and in the business-type activities in the government-wide statement of net position (deficit).

The District's change in its OPEB liability for the year ended June 30, 2024, was as follows:

<b>Balances as of July 1, 2023</b>	<u>\$ 8,528,600</u>
Changes for the year:	
Service cost	347,645
Interest on total OPEB liability	354,260
Differences between expected and actual experience	-
Changes of assumptions	38,645
Benefit payments	<u>(278,058)</u>
Net changes	<u>462,492</u>
<b>Balances as of June 30, 2024</b>	<u>\$ 8,991,092</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2024, the District recognized OPEB expense of \$456,789. At June 30, 2024, the District had deferred outflows of resources and deferred inflows of resources related to the OPEB plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 739,843
Changes in assumptions	1,233,550	3,163,827
Payments subsequent to measurement date	<u>320,758</u>	<u>-</u>
	<u>\$ 1,554,308</u>	<u>\$ 3,903,670</u>

\$320,758 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in OPEB expense as follows:

**Year ending June 30,**

2025	\$ (245,116)
2026	(245,116)
2027	(245,116)
2028	(245,116)
2029	(245,116)
Thereafter	<u>(1,444,540)</u>
	<u>\$ (2,670,120)</u>

**Sensitivity of the OPEB Liability to Change in Healthcare Cost Trend Rates**

The following presents the OPEB liability for June 30, 2024, calculated using current healthcare cost trends as well as what the OPEB liability would be if health cost trends were 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>1% Decrease</u>	<u>Trend Rate</u>	<u>1% Increase</u>
OPEB liability	<u>\$ 8,370,187</u>	<u>\$ 8,991,092</u>	<u>\$ 9,721,578</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Sensitivity of the OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability of the District calculated using the discount rate of 4.13%, as well as what the OPEB liability would be if it were calculated using the discount rate that is one percentage point lower (3.13%) or 1 percentage point higher (5.13%) than the current rate:

	<b>1% Decrease</b> <b>3.13%</b>	<b>Current Discount Rate</b> <b>4.13%</b>	<b>1% Increase</b> <b>5.13%</b>
OPEB liability	\$ 9,925,124	\$ 8,991,092	\$ 8,171,312

**Actuarial Methods and Significant Assumptions**

The OPEB liability as of June 30, 2024, was determined by rolling forward the OPEB liability as of July 1, 2023 to June 30, 2024 using the following actuarial assumptions, applied to all periods included in the measurement:

- Actuarial cost method – entry age normal
- Discount rate – 4.13% - Standard and Poors 20-year municipal bond rate. The discount rate changed from 4.06% to 4.13%.
- Salary growth – salary increases are composed of inflation of 2.50%, 1.50% for real wage growth and 0.00% to 2.75% for merit or seniority increases.
- Assumed healthcare cost trends – 7.00% in 2023 with 0.50% decrease per year until 5.50% in 2026. Rates gradually decrease from 5.40% in 2027 to 4.10% in 2075 and later.
- Mortality – PubT-2010 headcount-weighted mortality table including rates for contingent survivors for teachers. PubG-2010 headcount-weighted mortality table including rates for contingent survivors for administrators and all other employees.

**Cost Sharing Multiple-Employer Defined Benefit OPEB Plan**

PSERS provides health insurance premium assistance which is a governmental cost sharing, multiple-employer OPEB plan for all eligible retirees who qualify and elect to participate. Employer contribution rates for health insurance premium assistance are established to provide reserves in the health insurance account that are sufficient for the payment of health insurance premium assistance benefits for each succeeding year. Effective January 1, 2002, under the provisions of Act 9 of 2001, participating eligible retirees are entitled to receive premium assistance payments equal to the lesser of \$100 per month or their out-of-pocket monthly health insurance premium. To receive premium assistance, eligible retirees must obtain their health insurance through either their school employer or the PSERS' health options program. As of June 30, 2023, there were no assumed future benefit increases to participating eligible retirees.

Retirees of PSERS can participate in the health insurance premium assistance program if they satisfy the following criteria:

- Have 24 ½ or more years of service, or
- Are a disability retiree, or
- Have 15 or more years of service and retired after reaching superannuation age

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

For Class DC members to become eligible for health insurance premium assistance, they must satisfy the following criteria:

- Attain Medicare eligibility with 24 ½ or more eligibility points, or
- Have 15 or more eligibility points and terminated after age 67, and
- Have received all or part of their distributions.

**Benefits Provided**

Participating eligible retirees are entitled to receive premium assistance payments equal to the lesser of \$100 per month or their out-of-pocket monthly health insurance premium. To receive premium assistance, eligible retirees must obtain their health insurance through either their school employer or the PSERS' health options program.

**Employer Contributions**

The District's contractually required contribution rate for the fiscal year ended June 30, 2024 was 0.64% of covered payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the OPEB plan from the District were \$510,796 for the year ended June 30, 2024.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2024, the District reported a liability of \$8,016,680 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by rolling forward PSERS' total OPEB liability as of June 30, 2022 to June 30, 2023. The District's proportion of the net OPEB liability was calculated utilizing the employer's one-year reported covered payroll as it relates to the total one-year reported covered payroll. At June 30, 2024, the District's proportion was 0.4431 percent, which was a decrease of 0.0008 percent from its proportion measured as of June 30, 2023. As of June 30, 2024, the OPEB liability of \$7,847,417 is related to the governmental funds and is recorded in the governmental activities in the government-wide statement of net position (deficit) and the remaining \$169,263 of the OPEB liability is recorded as a liability in the proprietary fund statement of net position (deficit), and in the business-type activities in the government-wide statement of net position (deficit).

For the year ended June 30, 2024, the District recognized OPEB expense of \$249,000. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 53,000	\$ 79,000
Changes in assumptions	693,000	1,517,000
Net difference between projected and actual investment earnings	18,000	-
Changes in proportions	195,000	72,000
Contributions subsequent to the measurement date	510,796	-
	<b>\$ 1,469,796</b>	<b>\$ 1,668,000</b>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

\$510,796 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

**Year ending June 30,**

2025	\$ (115,000)
2026	(163,000)
2027	(185,000)
2028	(230,000)
2029	(16,000)
	<u>\$ (709,000)</u>

**Actuarial Assumptions**

The total OPEB liability as of June 30, 2023, was determined by rolling forward the PSERS' total OPEB liability as of June 30, 2022 to June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

- Actuarial cost method – entry age normal – level % of pay
- Investment return – 4.13% – Standard & Poor's 20-year municipal bond rate
- Salary growth – Effective average of 4.50%, comprised of inflation of 2.50% and 2.00% for real wage growth and for merit or seniority increases.
- Premium assistance reimbursement is capped at \$1,200 per year.
- Assumed healthcare cost trends were applied to retirees with less than \$1,200 in premium assistance per year.
- Mortality rates were based on a blend of 50% PubT-2010 and 50% PubG-2010 retiree tables for males and females, adjusted to reflect PSERS' experience and projected using a modified version of the MP-2020 improvement scale.

Participation rate:

- Eligible retirees will elect to participate pre age 65 at 50%
- Eligible retirees will elect to participate post age 65 at 70%

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study that was performed for the year period ending June 30, 2020.

The following assumptions were used to determine the contribution rate:

- The results of the actuarial valuation as of June 30, 2021 determined the employer contribution rate for fiscal year 2023.
- Cost method - amount necessary to assure solvency of premium assistance through the third fiscal year after the valuation date.
- Asset valuation method: market value.
- Participation rate: the actual data for retirees benefiting under the OPEB plan as of June 30, 2021 was used in lieu of the 63% utilization assumption for eligible retirees.
- Mortality tables for males and females, adjusted to reflect PSERS' experience and projected using a modified version of the MP-2015 mortality improvement scale.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

Investments consist primarily of short-term assets designed to protect the principal of the OPEB plan assets. The expected rate of return on OPEB plan investments was determined using the OPEB asset allocation policy and best estimates of geometric real rates of return for each asset class.

The OPEB plan's policy in regard to the allocation of invested plan assets is established and may be amended by the Board. Under the program, as defined in the retirement code employer contribution rates for health insurance premium assistance are established to provide reserves in the health insurance account that are sufficient for the payment of health insurance premium assistance benefits for each succeeding year.

<u>OPEB - Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	100.00%	1.20%

The above was the Board's adopted asset allocation policy and best estimates of geometric real rates of return for each major asset class as of June 30, 2023.

**Discount Rate**

The discount rate used to measure the total OPEB liability was 4.13%. Under the OPEB plan's funding policy, contributions are structured for short term funding of health insurance premium assistance. The funding policy sets contribution rates necessary to assure solvency of health insurance premium assistance through the third fiscal year after the actuarial valuation date. The health insurance premium assistance account is funded to establish reserves that are sufficient for the payment of health insurance premium assistance benefits for each succeeding year. Due to the short-term funding policy, the OPEB plan's fiduciary net position was not projected to be sufficient to meet projected future benefit payments, therefore the OPEB plan is considered a "pay-as-you-go" plan. A discount rate of 4.13% which represents the Standard & Poor's 20-year municipal bond rate at June 30, 2023, was applied to all projected benefit payments to measure the total OPEB liability.

**Sensitivity of District's Proportionate Share of the Net OPEB Liability to Change in Healthcare Cost Trend Rates**

Healthcare cost trends were applied to retirees receiving less than \$1,200 in annual premium assistance. As of June 30, 2023, retirees premium assistance benefits are not subject to future healthcare cost increases. The healthcare insurance premium assistance reimbursement for qualifying retirees is capped at a maximum of \$1,200. The actual number of retirees receiving less than the \$1,200 per year cap is a small percentage of the total population and has a minimal impact on Healthcare Cost Trends as depicted below.

The following presents the net OPEB liability for June 30, 2023, calculated using current healthcare cost trends as well as what net OPEB liability would be if health cost trends were 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>1% Decrease</u>	<u>Trend Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liability	<u>\$ 8,015,927</u>	<u>\$ 8,016,680</u>	<u>\$ 8,017,287</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Sensitivity of the District’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability, calculated using the discount rate of 4.13%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.13%) or 1-percentage-point higher (5.13%) than the current rate:

	<b>1% Decrease</b>	<b>Current Discount Rate</b>	<b>1% Increase</b>
	<b>3.13%</b>	<b>4.13%</b>	<b>5.13%</b>
District's proportionate share of the net OPEB liability	<u>\$ 9,063,797</u>	<u>\$ 8,016,680</u>	<u>\$ 7,140,175</u>

**OPEB Plan Fiduciary Net Position**

Detailed information about PSERS’ fiduciary net position is available in the PSERS Annual Comprehensive Financial Report which can be found on PSERS’s website at [www.psers.pa.gov](http://www.psers.pa.gov).

**11. PENSION PLAN**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public School Employees Retirement System ("PSERS") and additions to/deductions from PSERS's fiduciary net position have been determined on the same basis as they are reported by PSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Plan Description**

PSERS is a governmental cost-sharing multiple-employer defined benefit pension plan that provides retirement benefits to public school employees of the Commonwealth of Pennsylvania. The members eligible to participate in PSERS include all full-time public employees, part-time hourly public school employees who render at least 500 hours of service in the school year, and part-time per diem public school employees who render at least 80 days of service in the school year in any of the reporting entities in Pennsylvania. PSERS issues a publicly available financial report that can be obtained at [www.psers.state.pa.us](http://www.psers.state.pa.us).

**Benefits Provided**

PSERS provides retirement, disability, and death benefits. Members are eligible for monthly retirement benefits upon reaching (a) age 62 with at least 1 year credited service; (b) age 60 with 30 more years of credited service; or (c) 35 or more years of service regardless of age. Act 120 of 2010 (Act 120) preserves the benefits of existing members and introduced benefit reductions for individuals who become new members on or after July 1, 2011. Act 120 created two membership classes, Membership Class T-E (Class T-E) and Membership Class T-F (Class T-F). To qualify for normal retirement, Class T-E and Class T-F members must work until age 65 with a minimum of 3 years of service or attain a total combination of age and service that is equal to or greater than 92 with a minimum of 35 years of service.

Act 5 of 2017 (Act 5) introduced a hybrid benefit with two membership classes and a separate defined contribution plan for individuals who become new members on or after July 1, 2019. Act 5 created two new hybrid membership classes, Membership Class T-G (Class T-G) and Membership Class T-H (Class T-H) and the separate defined contribution membership class, Membership Class DC (Class DC). To qualify for normal retirement, Class T-G and Class T-H members must work until age 67 with a minimum of 3 years of credited service. Class T-G may also qualify for normal retirement by attaining a total combination of age and service that is equal to or greater than 97 with a minimum of 35 years of credited service.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

Benefits are generally equal to 1.00% or 2.50%, depending upon membership class, of the member's final average salary (as defined in the code) multiplied by the number of years of credited service. For members whose membership started prior to July 1, 2011, after completion of five years of service, a member's right to the defined benefits is vested and early retirement benefits may be elected. For Class T-E and Class T-F members, the right to benefits is vested after ten years of service.

Participants are eligible for disability retirement benefits after completion of five years of credited service. Such benefits are generally equal to 2.00% or 2.50%, depending upon membership class, of the member's final average salary (as defined in the code) multiplied by the number of years of credited service, but not less than one-third of such salary nor greater than the benefit the member would have had at normal retirement age. Members over normal retirement age may apply for disability benefits.

Death benefits are payable upon the death of an active member who has reached age 62 with at least one year of credited service (age 65 with at least three years of credited service for Class T-E and Class T-F members) or who has at least five years of credited service (ten years for Class T-E and Class T-F members). Such benefits are actuarially equivalent to the benefit that would have been effective if the member had retired on the day before death.

**Contributions**

*Member Contributions*

The contribution rates based on qualified member compensation for virtually all members are presented below:

Member Contribution Rates				
Membership Class	Continuous Employment Since	Defined Benefit (DB) Contribution Rate	DC Contribution Rate	Total Contribution Rate
T-C	Prior to July 22, 1983	5.25%	N/A	5.25%
				6.25%
T-C	On or after July 22, 1983	6.25%	N/A	6.25%
T-D	Prior to July 22, 1983	6.50%	N/A	6.50%
T-D	On or after July 22, 1983	7.50%	N/A	7.50%
T-E	On or after July 1, 2011	7.50% base rate with shared risk provision	N/A	Prior to 7/1/21: 7.50% After 7/1/21: 8.00%
T-F	On or after July 1, 2011	10.30% base rate with shared risk provision	N/A	Prior to 7/1/21: 10.30% After 7/1/21: 10.8%
T-G	On or after July 1, 2019	5.50% base rate with shared risk provision	2.75%	Prior to 7/1/21: 8.25% After 7/1/21: 9.00%
T-H	On or after July 1, 2019	4.50% base rate with shared risk provision	3.00%	Prior to 7/1/21: 7.50% After 7/1/21: 8.25%
DC	On or after July 1, 2019	N/A	7.50%	7.50%

Shared Risk Program Summary				
Membership Class	Defined Benefit (DB) Base Rate	Shared Risk Increment	Minimum	Maximum
T-E	7.50%	+/-0.50%	5.50%	9.50%
T-F	10.30%	+/-0.50%	8.30%	12.30%
T-G	5.50%	+/-0.75%	2.50%	8.50%
T-H	4.50%	+/-0.75%	1.50%	7.50%

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

*Employer Contributions*

The District's contractually required contribution rate for fiscal year ended June 30, 2024 was 33.36% of covered payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the District were \$23,562,173 for the year ended June 30, 2024.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2024, the District reported a liability of \$197,786,445 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by rolling forward PSERS' total pension liability as of June 30, 2022 to June 30, 2023. The District's proportion of the net pension liability was calculated utilizing the employer's one-year reported covered payroll as it relates to the total one-year reported covered payroll. At June 30, 2024, the District's proportion was 0.4446 percent, which was a decrease of 0.0007 percent from its proportion measured as of June 30, 2023. As of June 30, 2024, the net pension liability of \$194,841,482 is related to the governmental funds and is recorded in the governmental activities in the government-wide statement of net position (deficit) and the remaining \$2,944,963 of the net pension liability is recorded as a liability in the proprietary fund statement of net position, and in the business-type activities in the government-wide statement of net position (deficit).

For the year ended June 30, 2024, the District recognized net pension expense of \$20,266,000. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 45,000	\$ 2,708,000
Changes in assumptions	2,951,000	-
Net difference between projected and actual investment earnings	5,596,000	-
Changes in proportions	1,628,000	761,000
Contributions subsequent to the measurement date	<u>23,562,173</u>	<u>-</u>
	<u>\$ 33,782,173</u>	<u>\$ 3,469,000</u>

\$23,562,173 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year ending June 30,**

2025	\$ 3,058,000
2026	(4,192,000)
2027	6,019,000
2028	<u>1,866,000</u>
	<u>\$ 6,751,000</u>

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**Actuarial Assumptions**

The total pension liability as of June 30, 2023 was determined by rolling forward PSERS' total pension liability at June 30, 2022 to June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

- Valuation date – June 30, 2022
- Actuarial cost method – entry age normal – level % of pay
- Investment return – 7.00%, includes inflation at 2.50%
- Salary growth – Effective average of 4.50%, comprised of inflation of 2.50% and 2.00% for real wage growth and for merit or seniority increases.
- Mortality rates were based on a blend of 50% PubT-2010 and 50% PubG-2010 retiree tables for males and females, adjusted to reflect PSERS' experience and projected using a modified version of the MP-2020 improvement scale.
- The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022 and as of June 30, 2023.
- Demographic and economic assumptions approved by the Board for use effective with the June 30, 2021 actuarial valuation:
  - Salary growth rate - decreased from 5.00% to 4.50%.
  - Real wage growth and merit or seniority increases (components for salary growth) - decreased from 2.75% and 2.25% to 2.50% and 2.00%, respectively.
  - Mortality rates - Previously based on the RP-2014 mortality tables for males and females, adjusted to reflect PSERS' experience and projected using a modified version of the MP-2015 mortality improvement scale. Effective with the June 30, 2021 actuarial valuation, mortality rates are based on a blend of 50% PubT-2010 and 50% PubG-2010 retiree tables for males and females, adjusted to reflect PSERS' experience and projected using a modified version of the MP-2020 improvement scale.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study that was performed for the five-year period ending June 30, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The pension plan's policy in regard to the allocation of invested plan assets is established and may be amended by the board. Plan assets are managed with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the pension.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global public equity	30.00%	5.20%
Private equity	12.00%	7.90%
Fixed income	33.00%	3.20%
Commodities	7.50%	2.70%
Infrastructure/MLPs	10.00%	5.40%
Real estate	11.00%	5.70%
Absolute return	4.00%	4.10%
Cash	3.00%	1.20%
Leverage	-10.50%	1.20%
	<u>100.00%</u>	

The above was the PSERS Board's adopted asset allocation policy and best estimates of geometric real rates of return for each major asset class as of June 30, 2023.

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following represents the net pension liability, calculated using the discount rate of 7.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate:

	<u>1% Decrease</u> <u>6.00%</u>	<u>Current Discount Rate</u> <u>7.00%</u>	<u>1% Increase</u> <u>8.00%</u>
District's proportionate share of the net OPEB liability	<u>\$ 256,385,761</u>	<u>\$ 197,786,445</u>	<u>\$ 148,346,156</u>

**Pension Plan Fiduciary Net Position**

Detailed information about the PSERS' fiduciary net position is available in PSERS Comprehensive Annual Financial Report which can be found on PSERS' website at [www.psers.state.pa.us](http://www.psers.state.pa.us).

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**12. LEASES PAYABLE**

The District has entered into long-term lease agreements as lessee for the use of vehicles and equipment. Initial lease liabilities were recorded in the amount of \$2,659,780. As of June 30, 2024, the value of the lease liabilities is \$995,775. The leases have an imputed interest rate of 3.00%. The vehicle and equipment's estimated useful lives range from 39 months to 5 years as of their contract commencements. The value of the intangible right-to-use assets as of June 30, 2024 is \$967,699, net of accumulated amortization of \$1,692,081, and is included with noncurrent assets on the statement of net position.

Future minimum lease payments under these leases are as follows:

**Year ending June 30.**

2025	\$ 501,981
2026	311,554
2027	122,742
2028	103,301
2029	11,014
Less: amount representing interest	<u>(54,817)</u>
Present value of minimum lease payments	<u>\$ 995,775</u>

**13. JOINT VENTURE AND JOINTLY GOVERNED ORGANIZATION**

**Technical College High School Pennock's Bridge**

The District and other Chester County school districts participate in the Technical College High School Pickering Campus ("TCHS Pickering"). The TCHS Pickering provides vocational-technical training and education to students of the participating school districts. The TCHS Pickering is controlled by a joint Board comprised of representative school board members of the participating school districts. District oversight of the TCHS Pickering operations is the responsibility of the joint board. The District's share of operating costs for the TCHS Pickering fluctuates based on the District's percentage of enrollment. The District's share of operating costs for 2023-2024 was \$843,036.

The TCHS Pickering prepares financial statements that are available to the public from their administrative offices.

**Chester County Intermediate Unit**

The District and the other Chester County school districts are participating members of the Chester County Intermediate Unit (the "CCIU"). The CCIU is a regional educational service agency, established by the Commonwealth of Pennsylvania, which is governed by a joint committee consisting of School Board members from each participating district. The School Board of each participating district must approve the annual operating budget of the CCIU but the participating districts have no ongoing fiduciary interest or responsibility to the CCIU. The CCIU is a self-sustaining organization that provides a broad array of services to participating districts which include: curriculum development and instructional improvement; educational planning services; instructional material; continuing professional development; pupil personnel services; management services and state and federal liaison services.

**Tredyffrin/Easttown School District**  
**Notes to Financial Statements**  
**June 30, 2024**

---

**14. CONTINGENCIES AND COMMITMENTS**

**Government Grants and Awards**

The District receives federal, state and local funding under a number of programs. Payments made by these sources under contractual agreements are provisional and subject to redetermination based on filing of reports and audits of those reports. Final settlements due from or to these sources are recorded in the year in which the related services are performed. Any adjustments resulting from subsequent examinations are recognized in the year in which the results of such examinations become known. District officials do not expect any significant adjustments as a result of these examinations.

**Litigation**

The District is a defendant in various matters of litigation and claims. These matters result from the normal course of business. It is not presently possible to determine the ultimate outcome or settlement cost, if any, of these matters.

**15. RISK MANAGEMENT**

**Health Insurance**

The District administers a self-insurance program to provide health and prescription insurance for eligible employees, spouses and their dependents. Accordingly, benefit payments plus an administrative charge are made to a third-party administrator, who approves and processes all claims. The District has recorded a liability for claims incurred through June 30, 2024 and are typically satisfied shortly after year end.

**Workers' Compensation**

The District and other participating Pennsylvania school districts and educational agencies participate in the School District Insurance Consortium ("SDIC"), which is a voluntary trust. The District and the other participating members pay premiums to SDIC for the purpose of seeking prevention or lessening of claims due to injuries of employees of the participating members and pooling workers' compensation and occupational disease insurance risks, reserves claims and losses and providing self-insurance and reinsurance thereof. It is the intent of the participating members of SDIC that the SDIC will utilize funds contributed by the participating members, which shall be held in trust by SDIC, to provide self-insurance and reimbursements to the members for their obligations to pay compensation as required under the Workers' Compensation Act and the Pennsylvania Occupational Disease Act and to purchase excess and aggregate insurance. As of June 30, 2024, the District is not aware of any additional assessments relating to SDIC.

**Other Risks**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Significant losses are covered by commercial insurance for all major programs. For insured programs, there were no significant reductions in insurance coverages during the 2023-2024 year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

**16. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through April 16, 2025, the date on which the financial statements were available to be issued. No material subsequent events have occurred since June 30, 2024 that required recognition or disclosure in the financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Tredyffrin/Easttown School District  
Budgetary Comparison Schedule – General Fund  
Year Ended June 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
<b>Revenues</b>				
Local sources	\$ 142,861,239	\$ 142,861,239	\$ 146,259,298	\$ 3,398,059
State sources	25,801,056	25,801,056	26,757,133	956,077
Federal sources	2,550,290	2,550,290	2,568,494	18,204
Total revenues	<u>171,212,585</u>	<u>171,212,585</u>	<u>175,584,925</u>	<u>4,372,340</u>
<b>Expenditures</b>				
Instruction				
Regular programs	71,661,577	71,646,218	71,873,205	(226,987)
Special programs	32,017,609	31,810,677	33,380,758	(1,570,081)
Vocational programs	900,000	900,000	843,036	56,964
Other instructional programs	<u>178,496</u>	<u>178,496</u>	<u>127,890</u>	<u>50,606</u>
Total instruction	<u>104,757,682</u>	<u>104,535,391</u>	<u>106,224,889</u>	<u>(1,689,498)</u>
Support services				
Pupil support services	8,307,036	8,060,782	8,402,857	(342,075)
Instructional staff services	4,473,313	4,473,713	4,551,174	(77,461)
Administrative services	8,871,541	8,871,041	8,937,303	(66,262)
Pupil health	2,005,667	2,464,037	2,356,616	107,421
Business services	1,441,034	1,441,034	1,424,581	16,453
Operation and maintenance of plant services	14,275,231	14,235,231	15,015,574	(780,343)
Student transportation services	8,206,403	8,206,403	8,081,392	125,011
Support services - central	4,399,110	4,395,810	4,339,958	55,852
Other support services	<u>1,231,747</u>	<u>1,231,747</u>	<u>548,214</u>	<u>683,533</u>
Total support services	<u>53,211,082</u>	<u>53,379,798</u>	<u>53,657,669</u>	<u>(277,871)</u>
Operation of noninstructional services				
Student activities	<u>2,207,595</u>	<u>2,261,170</u>	<u>2,593,453</u>	<u>(332,283)</u>
Total expenditures	<u>160,176,359</u>	<u>160,176,359</u>	<u>162,476,011</u>	<u>(2,299,652)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,036,226</u>	<u>11,036,226</u>	<u>13,108,914</u>	<u>2,072,688</u>
<b>Other financing sources (uses)</b>				
Transfers out	(13,391,697)	(13,391,697)	(12,366,073)	1,025,624
Budgetary reserve	<u>(4,000,000)</u>	<u>(4,000,000)</u>	-	4,000,000
Total other financing sources (uses)	<u>(17,391,697)</u>	<u>(17,391,697)</u>	<u>(12,366,073)</u>	<u>5,025,624</u>
Net change in fund balance	<u>\$ (6,355,471)</u>	<u>\$ (6,355,471)</u>	742,841	<u>\$ 7,098,312</u>
<b>Fund balance</b>				
Beginning of year			<u>33,099,132</u>	
End of year			<u>\$ 33,841,973</u>	

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Schedule of the District's Proportionate Share of the Net Pension Liability - PSERS**  
**Year Ended June 30,**

	Measurement Date									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the the pension liability	0.4446%	0.4439%	0.4472%	0.4356%	0.4300%	0.4342%	0.4302%	0.4376%	0.4355%	0.4259%
District's proportionate share of the net pension liability	\$ 197,786,445	\$ 197,352,267	\$ 183,605,697	\$ 214,485,154	\$ 201,165,214	\$ 208,438,000	\$ 212,469,000	\$ 216,861,000	\$ 188,638,000	\$ 168,575,000
District's covered-employee payroll	\$ 67,878,422	\$ 65,220,266	\$ 63,268,598	\$ 60,948,835	\$ 59,296,675	\$ 58,475,423	\$ 57,275,359	\$ 56,680,014	\$ 56,037,504 <sup>1</sup>	\$ 54,346,695
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	291.38%	302.59%	290.20%	351.91%	339.25%	356.45%	370.96%	382.61%	336.63%	310.18%
Plan fiduciary net position as a percentage of the total pension liability	61.85%	61.34%	63.67%	54.32%	55.66%	54.00%	51.84%	50.14%	54.00%	57.24%

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Schedule of the District's Pension Plan Contributions – PSERS**  
**Year Ended June 30,**

---

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 23,562,173	\$ 23,278,947	\$ 22,126,405	\$ 21,250,789	\$ 20,350,827	\$ 19,256,415	\$ 19,249,000	\$ 18,553,000	\$ 16,737,000	\$ 14,153,000
Contributions in relation to the contractually required contribution	<u>23,562,173</u>	<u>23,278,947</u>	<u>22,126,405</u>	<u>21,250,789</u>	<u>20,350,827</u>	<u>19,256,415</u>	<u>19,249,000</u>	<u>18,553,000</u>	<u>16,737,000</u>	<u>14,153,000</u>
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered-employee payroll	\$ 70,630,015	\$ 67,878,422	\$ 65,220,266	\$ 63,268,598	\$ 60,948,835	\$ 59,296,675	\$ 59,046,012	\$ 58,475,423	\$ 57,275,359	\$ 56,680,014
Contributions as a percentage of covered-employee payroll	33.36%	34.30%	33.93%	33.59%	33.39%	32.47%	32.60%	31.73%	29.22%	24.97%

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Schedule of Changes in OPEB Liability - Single Employer Plan**  
**Year Ended June 30,**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB liability</b>							
Service cost	\$ 347,645	\$ 596,342	\$ 608,051	\$ 450,166	\$ 456,400	\$ 447,319	\$ 463,308
Interest on total OPEB liability	354,260	262,048	212,908	328,365	290,170	303,300	245,302
Change of benefit terms	-	-	-	(558,806)	-	-	-
Difference between expected and actual experience	-	(570,504)	-	(118,753)	-	(290,520)	-
Change of assumptions	38,645	(2,536,572)	(510,680)	1,676,729	(425,925)	(119,812)	(533,219)
Benefit payments	<u>(278,058)</u>	<u>(261,228)</u>	<u>(240,867)</u>	<u>(286,298)</u>	<u>(270,097)</u>	<u>(340,204)</u>	<u>(297,865)</u>
Net change in total OPEB liability	462,492	(2,509,914)	69,412	1,491,403	50,548	83	(122,474)
Total OPEB liability, beginning	<u>8,528,600</u>	<u>11,038,514</u>	<u>10,969,102</u>	<u>9,477,699</u>	<u>9,427,151</u>	<u>9,427,068</u>	<u>9,549,542</u>
Total OPEB liability, ending	<u>\$ 8,991,092</u>	<u>\$ 8,528,600</u>	<u>\$ 11,038,514</u>	<u>\$ 10,969,102</u>	<u>\$ 9,477,699</u>	<u>\$ 9,427,151</u>	<u>\$ 9,427,068</u>
Fiduciary net position as a % of total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered payroll	\$ 62,360,346	\$ 62,360,346	\$ 58,220,568	\$ 58,220,568	\$ 54,617,864	\$ 54,617,864	\$ 50,507,324
Net OPEB liability as a % of covered payroll	14.42%	13.68%	18.96%	18.84%	17.35%	17.26%	18.66%

In accordance with GASB Statement No. 75, this schedule has been prepared prospectively. This schedule will accumulate each year until sufficient information to present a ten-year trend is available.

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Schedule of the District's Proportionate Share of the Net OPEB Liability – PSERS**  
**Year Ended June 30,**

	Measurement Date						
	2023	2022	2021	2020	2019	2018	2017
District's proportion of the net OPEB liability	0.4431%	0.4435%	0.4463%	0.4342%	0.4300%	0.4342%	0.4302%
District's proportionate share of the net OPEB liability	\$ 8,016,680	\$ 8,163,819	\$ 10,577,680	\$ 9,381,746	\$ 9,145,421	\$ 9,053,000	\$ 8,765,000
District's covered-employee payroll	\$ 67,878,422	\$ 65,220,266	\$ 63,268,598	\$ 60,948,835	\$ 59,296,675	\$ 58,433,735	\$ 57,275,359
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	11.81%	12.52%	16.72%	15.39%	15.42%	15.49%	15.30%
Plan fiduciary net position as a percentage of the total OPEB liability	7.22%	6.86%	5.30%	5.69%	5.56%	5.56%	5.73%

In accordance with GASB Statement No. 75, this schedule has been prepared prospectively. This schedule will accumulate each year until sufficient information to present a ten-year trend is available.

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Schedule of the District's OPEB Plan Contributions – PSERS**  
**Year Ended June 30,**

---

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contribution	\$ 510,796	\$ 506,720	\$ 517,888	\$ 519,337	\$ 511,153	\$ 492,655	\$ 490,000	\$ 485,000
Contributions in relation to the contractually required contribution	<u>510,796</u>	<u>506,720</u>	<u>517,888</u>	<u>519,337</u>	<u>511,153</u>	<u>492,655</u>	<u>490,000</u>	<u>485,000</u>
Contribution deficiency (excess)	-	-	-	-	-	-	-	-
District's covered-employee payroll	\$ 70,630,015	\$ 67,878,422	\$ 65,220,266	\$ 63,268,598	\$ 60,948,835	\$ 59,296,675	\$ 59,036,145	\$ 58,433,735
Contributions as a percentage of covered-employee payroll	0.64%	0.75%	0.79%	0.82%	0.84%	0.83%	0.83%	0.83%

In accordance with GASB Statement No. 75, this schedule has been prepared prospectively. This schedule will accumulate each year until sufficient information to present a ten-year trend is available.

See Independent Auditor's Report.



# Tredyffrin/Easttown School District

## STATISTICAL SECTION



**Tredyffrin/Easttown School District  
 Statistical Section - Unaudited  
 Year Ended June 30, 2024**

---

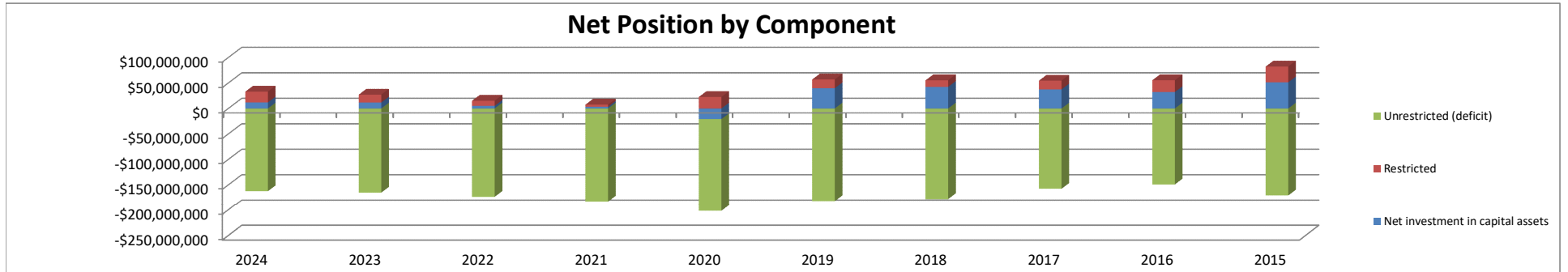
**Unaudited**

The Statistical Section of the Tredyffrin/Easttown School District’s Annual Comprehensive Financial Report (ACFR) presents other detailed information to allow the reader a better understanding of the Government’s overall financial health in conjunction with the information in the financial statements, note disclosures, and required supplementary information.

Contents	Pages
Financial Trends.....	79-84
<i>These schedules contain selected information from current and previous years’ financial statements to allow users to assess financial trends.</i>	
Revenue Capacity.....	85-89
<i>These schedules contain information useful in assess the District’s ability to raise own-source revenue.</i>	
Debt Capacity.....	90-93
<i>These schedules contain information useful in assessing the District’s ability to afford the existing debt as well as the District’s ability to issue new debt.</i>	
Demographic and Economic Information.....	94-96
<i>These schedules contain information about the socio-economic environment within which the District’s financial activities take place.</i>	
Operating Information .....	97-110
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the District’s financial report relates to the services the District provides and the activities it performs.</i>	

**Tredyffrin/Easttown School District  
Net Position (Deficit) by Component – Unaudited  
Last Ten Fiscal Years Ending June 30,  
(accrual basis of accounting)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Governmental activities</b>										
Net investment in capital assets	\$ 11,905,643	\$ 11,757,920	\$ 5,150,922	\$ 3,245,315	\$ (20,559,749)	\$ 39,455,882	\$ 42,016,537	\$ 37,144,324	\$ 31,989,983	\$ 51,011,885
Restricted	21,171,873	15,365,116	10,008,211	4,332,941	22,678,263	17,181,439	12,939,421	17,236,017	23,155,339	30,957,834
Unrestricted (deficit)	<u>(159,851,443)</u>	<u>(162,350,980)</u>	<u>(170,172,843)</u>	<u>(178,984,215)</u>	<u>(178,160,487)</u>	<u>(178,831,845)</u>	<u>(174,567,166)</u>	<u>(154,747,556)</u>	<u>(146,209,688)</u>	<u>(167,762,278)</u>
Total governmental activities net position (deficit)	\$ <u>(126,773,927)</u>	\$ <u>(135,227,944)</u>	\$ <u>(155,013,710)</u>	\$ <u>(171,405,959)</u>	\$ <u>(176,041,973)</u>	\$ <u>(122,194,524)</u>	\$ <u>(119,611,208)</u>	\$ <u>(100,367,215)</u>	\$ <u>(91,064,366)</u>	\$ <u>(85,792,559)</u>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 69,618	\$ 91,697	\$ 83,189	\$ 108,989	\$ 140,247	\$ 371,088	\$ 404,196	\$ 338,162	\$ 347,260	\$ 407,869
Unrestricted	<u>(2,303,657)</u>	<u>(2,632,679)</u>	<u>(3,097,416)</u>	<u>(3,670,340)</u>	<u>(3,137,772)</u>	<u>(3,002,013)</u>	<u>(3,081,522)</u>	<u>(2,692,158)</u>	<u>(2,600,606)</u>	<u>(2,722,160)</u>
Total business-type activities net position	\$ <u>(2,234,039)</u>	\$ <u>(2,540,982)</u>	\$ <u>(3,014,227)</u>	\$ <u>(3,561,351)</u>	\$ <u>(2,997,525)</u>	\$ <u>(2,630,925)</u>	\$ <u>(2,677,326)</u>	\$ <u>(2,353,996)</u>	\$ <u>(2,253,346)</u>	\$ <u>(2,314,291)</u>
<b>Primary government</b>										
Net investment in capital assets	\$ 11,975,261	\$ 11,849,617	\$ 5,234,111	\$ 3,354,304	\$ (20,419,502)	\$ 39,826,970	\$ 42,420,733	\$ 37,482,486	\$ 32,337,243	\$ 51,419,754
Restricted	21,171,873	15,365,116	10,008,211	4,332,941	22,678,263	17,181,439	12,939,421	17,236,017	23,155,339	30,957,834
Unrestricted (deficit)	<u>(162,155,100)</u>	<u>(164,983,659)</u>	<u>(173,270,259)</u>	<u>(182,654,555)</u>	<u>(181,298,259)</u>	<u>(181,833,858)</u>	<u>(177,648,688)</u>	<u>(157,439,714)</u>	<u>(148,810,294)</u>	<u>(170,484,438)</u>
Total primary government net position (deficit)	\$ <u>(129,007,966)</u>	\$ <u>(137,768,926)</u>	\$ <u>(158,027,937)</u>	\$ <u>(174,967,310)</u>	\$ <u>(179,039,498)</u>	\$ <u>(124,825,449)</u>	\$ <u>(122,288,534)</u>	\$ <u>(102,721,211)</u>	\$ <u>(93,317,712)</u>	\$ <u>(88,106,850)</u>



Source: District's Audited Financial Statements

Note: Starting in 2014-15, the District booked their share of the PSERS multiple employer pension plan liability to comply with GASB 67/68.

Note: Starting in 2017-18, the District booked their share of the PSERS multiple employer net OPEB liability and the District's single employer total OPEB to comply with GASB 75.

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Changes in Net Position (Deficit) - Governmental Activities – Unaudited**  
**Last Ten Fiscal Years Ending June 30,**  
**(accrual basis of accounting)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Governmental activities</b>										
Program revenues										
Charges for services	\$ 1,771,642	\$ 890,788	\$ 980,505	\$ 227,411	\$ 706,166	\$ 718,246	\$ 630,634	\$ 622,712	\$ 620,917	\$ 696,608
Operating grants and contributions										
Instruction	15,300,350	15,717,244	14,811,719	15,465,981	12,441,991	11,894,921	11,723,097	10,665,074	9,844,362	8,703,876
Instructional student support services	1,355,535	1,248,190	1,129,131	1,135,544	892,421	1,497,412	2,098,069	1,007,528	1,134,363	1,378,002
Administrative and financial support services	1,438,757	1,465,213	1,397,079	1,314,898	1,136,036	1,236,391	1,154,351	1,141,472	930,332	818,634
Operation and maintenance of plant services	1,246,991	724,284	1,095,888	1,117,761	1,948,645	1,025,034	1,038,459	1,046,147	917,838	855,864
Pupil transportation	1,824,022	2,078,451	1,822,354	2,086,926	2,274,904	2,347,391	2,305,695	2,210,114	2,383,876	2,339,776
Student activities	544,679	208,512	188,978	166,652	152,687	182,519	180,818	171,042	155,113	143,111
Interest on long-term debt	-	-	-	-	79,169	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	318,161	318,221	636,003	157,567	317,453
Total program revenues	<u>23,481,976</u>	<u>22,332,682</u>	<u>21,425,654</u>	<u>21,515,173</u>	<u>19,632,019</u>	<u>19,220,075</u>	<u>19,449,344</u>	<u>17,500,092</u>	<u>16,144,368</u>	<u>15,253,324</u>
Program expenses										
Instruction	107,120,466	101,320,771	94,167,704	98,738,936	97,205,484	94,570,298	92,405,658	88,973,844	82,247,684	76,564,084
Instructional student support services	15,440,124	12,581,876	11,485,892	12,648,401	11,676,998	11,580,269	11,291,068	11,060,294	10,707,647	9,761,332
Administrative and financial support services	16,495,050	14,980,865	14,367,516	14,620,219	14,678,425	14,721,330	14,159,271	15,221,545	12,874,422	12,839,165
Operation and maintenance of plant services	14,329,851	7,197,541	11,376,501	13,927,664	12,835,506	12,100,709	12,794,344	13,386,648	12,466,679	12,530,893
Pupil transportation	8,350,173	7,142,501	6,369,911	6,474,614	7,511,791	7,707,623	7,953,992	7,966,053	7,962,086	7,413,210
Student activities	2,638,536	2,148,567	1,947,605	1,702,301	1,996,331	2,163,484	2,206,544	2,198,335	2,134,632	2,170,243
Interest on long-term debt	<u>3,499,278</u>	<u>2,760,599</u>	<u>2,282,809</u>	<u>1,776,040</u>	<u>2,692,964</u>	<u>2,574,736</u>	<u>1,672,776</u>	<u>1,852,490</u>	<u>2,080,641</u>	<u>2,412,148</u>
Total program expenses	<u>167,873,478</u>	<u>148,132,720</u>	<u>141,997,938</u>	<u>149,888,175</u>	<u>148,597,499</u>	<u>145,418,449</u>	<u>142,483,653</u>	<u>140,659,209</u>	<u>130,473,791</u>	<u>123,691,075</u>
Net program expense	<u>(144,391,502)</u>	<u>(125,800,038)</u>	<u>(120,572,284)</u>	<u>(128,373,002)</u>	<u>(128,965,480)</u>	<u>(126,198,374)</u>	<u>(123,034,309)</u>	<u>(123,159,117)</u>	<u>(114,329,423)</u>	<u>(108,437,751)</u>
General revenues										
Taxes										
Property taxes, net	134,950,177	129,894,336	125,975,187	120,558,093	118,720,616	111,217,624	107,196,781	103,455,473	98,978,044	94,856,014
Other taxes	2,852,725	3,701,759	4,511,184	4,009,972	4,963,721	3,437,061	3,145,898	3,598,104	3,939,971	2,394,084
Unrestricted grants and subsidies	7,986,059	7,280,467	6,137,207	5,859,893	5,859,689	5,778,461	5,649,862	5,568,914	5,402,773	5,269,433
Investment earnings	7,074,772	4,688,081	249,955	304,591	2,676,229	2,772,536	1,246,492	677,745	433,199	246,811
Gain (loss) on sale of capital assets	(18,214)	21,161	91,000	-	(409)	455,844	407,529	-	(23,119)	(376)
Misc	-	-	-	-	-	(46,469)	(902)	556,084	326,748	434,907
Refund of prior year receipts	-	-	-	-	-	-	-	-	-	(11,791)
Transfers	-	-	-	-	-	-	-	-	-	-
Total general revenues and transfers	<u>152,845,519</u>	<u>145,585,804</u>	<u>136,964,533</u>	<u>130,732,549</u>	<u>132,219,846</u>	<u>123,615,057</u>	<u>117,645,660</u>	<u>113,856,320</u>	<u>109,057,616</u>	<u>103,189,082</u>
Total changes in net position (deficit)	\$ <u>8,454,017</u>	\$ <u>19,785,766</u>	\$ <u>16,392,249</u>	\$ <u>2,359,547</u>	\$ <u>3,254,366</u>	\$ <u>(2,583,317)</u>	\$ <u>(5,388,649)</u>	\$ <u>(9,302,797)</u>	\$ <u>(5,271,807)</u>	\$ <u>(5,248,669)</u>

Source: District's Audited Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Changes in Net Position (Deficit) - Business-Type Activities – Unaudited**  
**Last Ten Fiscal Years Ending June 30,**  
**(accrual basis of accounting)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Business-type activities</b>										
Program revenues										
Charges for services	\$ 2,144,719	\$ 2,101,422	\$ 758,915	\$ 17,408	\$ 1,722,115	\$ 2,392,678	\$ 2,433,130	\$ 2,481,392	\$ 2,409,916	\$ 2,427,290
Operating grants and contributions										
Food service	1,229,688	1,190,186	2,629,241	846,584	582,015	542,716	544,157	448,282	522,405	481,004
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total program revenues	<u>3,374,407</u>	<u>3,291,608</u>	<u>3,388,156</u>	<u>863,992</u>	<u>2,304,130</u>	<u>2,935,394</u>	<u>2,977,287</u>	<u>2,929,674</u>	<u>2,932,321</u>	<u>2,908,294</u>
Program expenses										
Food services	<u>3,093,123</u>	<u>2,833,946</u>	<u>2,842,914</u>	<u>1,428,381</u>	<u>2,484,039</u>	<u>2,914,197</u>	<u>2,974,064</u>	<u>3,034,989</u>	<u>2,878,164</u>	<u>3,140,750</u>
Net program revenue (expense)	<u>281,284</u>	<u>457,662</u>	<u>545,242</u>	<u>(564,389)</u>	<u>(179,909)</u>	<u>21,197</u>	<u>3,223</u>	<u>(105,315)</u>	<u>54,157</u>	<u>(232,456)</u>
General revenues										
Investment earnings	25,659	15,583	1,882	563	15,803	25,204	12,717	4,665	6,788	4,740
Transfers	-	-	-	-	-	-	-	-	-	-
Total general revenues and transfers	<u>25,659</u>	<u>15,583</u>	<u>1,882</u>	<u>563</u>	<u>15,803</u>	<u>25,204</u>	<u>12,717</u>	<u>4,665</u>	<u>6,788</u>	<u>4,740</u>
Total changes in net position (deficit)	<u>\$ 306,943</u>	<u>\$ 473,245</u>	<u>\$ 547,124</u>	<u>\$ (563,826)</u>	<u>\$ (164,106)</u>	<u>\$ 46,401</u>	<u>\$ 15,940</u>	<u>\$ (100,650)</u>	<u>\$ 60,945</u>	<u>\$ (227,716)</u>

Source: District's Audited Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Changes in Net Position (Deficit) – Primary Government – Unaudited  
Last Ten Fiscal Years Ending June 30,  
(accrual basis of accounting)**

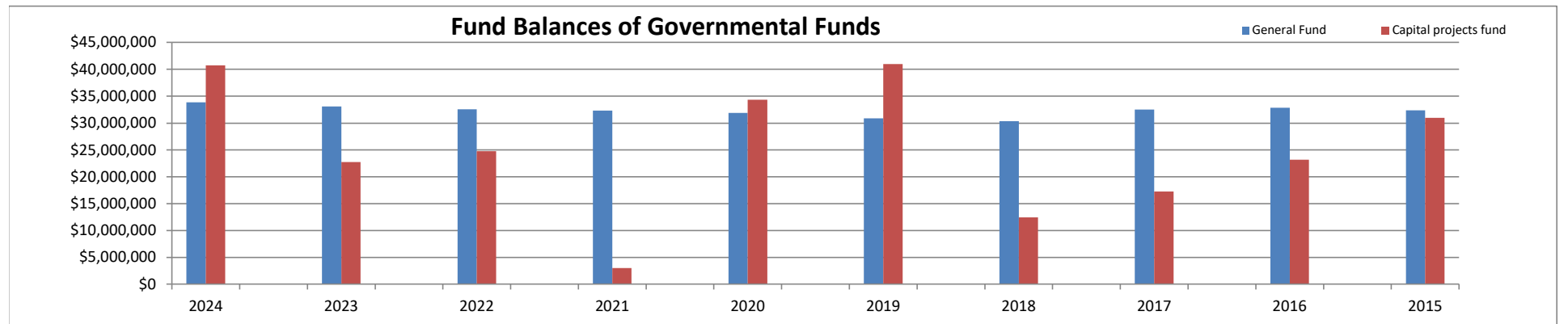
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Primary Government</b>										
Program revenues										
Charges for services										
Governmental activities	\$ 1,771,642	\$ 890,788	\$ 980,505	\$ 227,411	\$ 706,166	\$ 718,246	\$ 630,634	\$ 622,712	\$ 620,917	\$ 696,608
Business-type activities	2,144,719	2,101,422	758,915	17,408	1,722,115	2,392,678	2,433,130	2,481,392	2,409,916	2,427,290
Operating grants and contributions										
Instruction	15,300,350	15,717,244	14,811,719	15,465,981	12,441,991	11,894,921	11,723,097	10,665,074	9,844,362	8,703,876
Instructional student support services	1,355,535	1,248,190	1,129,131	1,135,544	892,421	1,497,412	2,098,069	1,007,528	1,134,363	1,378,002
Administrative and financial support services	1,438,757	1,465,213	1,397,079	1,314,898	1,136,036	1,236,391	1,154,351	1,141,472	930,332	818,634
Operation and maintenance of plant services	1,246,991	724,284	1,095,888	1,117,761	1,948,645	1,025,034	1,038,459	1,046,147	917,838	855,864
Pupil transportation	1,824,022	2,078,451	1,822,354	2,086,926	2,274,904	2,347,391	2,305,695	2,210,114	2,383,876	2,339,776
Student activities	544,679	208,512	188,978	166,652	152,687	182,519	180,818	171,042	155,113	143,111
Community services	-	-	-	-	-	-	-	-	-	-
Food services	1,229,688	1,190,186	2,629,241	846,584	582,015	542,716	544,157	448,282	522,405	481,004
Interest on long-term debt	-	-	-	-	79,169	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	318,161	318,221	636,003	157,567	317,453
Total program revenues	<u>26,856,383</u>	<u>25,624,290</u>	<u>24,813,810</u>	<u>22,379,165</u>	<u>21,936,149</u>	<u>22,155,469</u>	<u>22,426,631</u>	<u>20,429,766</u>	<u>19,076,689</u>	<u>18,161,618</u>
Program expenses										
Instruction	107,120,466	101,320,771	94,167,704	98,738,936	97,205,484	94,570,298	92,405,658	88,973,844	82,247,684	76,564,084
Instructional student support services	15,440,124	12,581,876	11,485,892	12,648,401	11,676,998	11,580,269	11,291,068	11,060,294	10,707,647	9,761,332
Administrative and financial support services	16,495,050	14,980,865	14,367,516	14,620,219	14,678,425	14,721,330	14,159,271	15,221,545	12,874,422	12,839,165
Operation and maintenance of plant services	14,329,851	7,197,541	11,376,501	13,927,664	12,835,506	12,100,709	12,794,344	13,386,648	12,466,679	12,530,893
Pupil transportation	8,350,173	7,142,501	6,369,911	6,474,614	7,511,791	7,707,623	7,953,992	7,966,053	7,962,086	7,413,210
Student activities	2,638,536	2,148,567	1,947,605	1,702,301	1,996,331	2,163,484	2,206,544	2,198,335	2,134,632	2,170,243
Community services	-	-	-	-	-	-	-	-	-	-
Food services	3,093,123	2,833,946	2,842,914	1,428,381	2,484,039	2,914,197	2,974,064	3,034,989	2,878,164	3,140,750
Interest on long-term debt	<u>3,499,278</u>	<u>2,760,599</u>	<u>2,282,809</u>	<u>1,776,040</u>	<u>2,692,964</u>	<u>2,574,736</u>	<u>1,672,776</u>	<u>1,852,490</u>	<u>2,080,641</u>	<u>2,412,148</u>
Total program expenses	<u>170,966,601</u>	<u>150,966,666</u>	<u>144,840,852</u>	<u>151,316,556</u>	<u>151,081,538</u>	<u>148,332,646</u>	<u>145,457,717</u>	<u>143,694,198</u>	<u>133,351,955</u>	<u>126,831,825</u>
Net program expense	<u>(144,110,218)</u>	<u>(125,342,376)</u>	<u>(120,027,042)</u>	<u>(128,937,391)</u>	<u>(129,145,389)</u>	<u>(126,177,177)</u>	<u>(123,031,086)</u>	<u>(123,264,432)</u>	<u>(114,275,266)</u>	<u>(108,670,207)</u>
<b>General revenues</b>										
Taxes										
Property taxes, net	134,950,177	129,894,336	125,975,187	120,558,093	118,720,616	111,217,624	107,196,781	103,455,473	98,978,044	94,856,014
Other taxes	2,852,725	3,701,759	4,511,184	4,009,972	4,963,721	3,437,061	3,145,898	3,598,104	3,939,971	2,394,084
Unrestricted grants and subsidies	7,986,059	7,280,467	6,137,207	5,859,893	5,859,689	5,778,461	5,649,862	5,568,914	5,402,773	5,269,433
Investment earnings	7,100,431	4,703,664	251,837	305,154	2,692,032	2,797,740	1,259,209	682,410	439,987	251,551
Gain on sale of capital assets	(18,214)	21,161	91,000	-	(409)	455,844	407,529	-	(23,119)	(376)
Misc	-	-	-	-	-	(46,469)	(902)	556,084	326,748	434,907
Refund of PY receipts	-	-	-	-	-	-	-	-	-	(11,791)
Total general revenues	<u>152,871,178</u>	<u>145,601,387</u>	<u>136,966,415</u>	<u>130,733,112</u>	<u>132,235,649</u>	<u>123,640,261</u>	<u>117,658,377</u>	<u>113,860,985</u>	<u>109,064,404</u>	<u>103,193,822</u>
Total changes in net position (deficit)	\$ <u>8,760,960</u>	\$ <u>20,259,011</u>	\$ <u>16,939,373</u>	\$ <u>1,795,721</u>	\$ <u>3,090,260</u>	\$ <u>(2,536,916)</u>	\$ <u>(5,372,709)</u>	\$ <u>(9,403,447)</u>	\$ <u>(5,210,862)</u>	\$ <u>(5,476,385)</u>

Source: District's Audited Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Fund Balances of Governmental Funds - Unaudited  
Last Ten Fiscal Years Ending June 30,  
(accrual basis of accounting)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>General Fund</b>										
Nonspendable										
Prepaid expenditures	\$ -	\$ 5,185	\$ 43,575	\$ 6,468	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed for										
Next year's budget	4,608,831	6,355,471	6,406,382	10,870,680	7,923,426	6,206,629	5,245,509	5,824,815	2,766,651	3,154,836
Capital projects	6,000,000	4,006,072	4,006,072	4,006,072	4,006,072	4,006,072	4,006,072	5,206,072	5,206,072	5,206,072
Vested employee services	8,700,124	8,626,655	7,441,138	8,353,572	7,820,079	7,344,669	12,388,333	12,185,311	10,697,277	9,742,611
PSERS contingency	8,938,898	8,566,765	9,127,679	3,960,459	7,077,137	8,251,384	4,248,676	4,158,731	9,219,862	9,313,434
Healthcare contingency	5,300,000	5,300,000	5,300,000	4,900,000	4,900,000	4,900,000	4,200,000	4,450,000	4,340,000	4,300,000
Committed										
Assigned for athletics	294,120	238,984	229,943	190,432	177,039	147,715	254,313	715,774	656,941	664,094
Unassigned (deficit)	-	-	-	-	-	-	-	-	-	-
Total general fund	<u>33,841,973</u>	<u>33,099,132</u>	<u>32,554,789</u>	<u>32,287,683</u>	<u>31,903,753</u>	<u>30,856,469</u>	<u>30,342,903</u>	<u>32,540,703</u>	<u>32,886,803</u>	<u>32,381,047</u>
<b>All other governmental funds</b>										
Restricted										
Capital projects fund	40,723,349	22,730,615	24,785,522	3,003,787	34,344,284	40,977,931	12,939,421	17,236,071	23,155,339	30,957,834
Unassigned										
Capital projects fund	-	-	-	-	-	-	(465,747)	-	-	-
Total all other governmental funds	<u>40,723,349</u>	<u>22,730,615</u>	<u>24,785,522</u>	<u>3,003,787</u>	<u>34,344,284</u>	<u>40,977,931</u>	<u>12,473,674</u>	<u>17,236,071</u>	<u>23,155,339</u>	<u>30,957,834</u>
Total governmental funds	<u>\$ 74,565,322</u>	<u>\$ 55,829,747</u>	<u>\$ 57,340,311</u>	<u>\$ 35,291,470</u>	<u>\$ 66,248,037</u>	<u>\$ 71,834,400</u>	<u>\$ 42,816,577</u>	<u>\$ 49,776,774</u>	<u>\$ 56,042,142</u>	<u>\$ 63,338,881</u>



Source: District's Audited Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Changes in Governmental Fund Balances – Unaudited**  
**Last Ten Fiscal Years Ending June 30,**  
**(accrual basis of accounting)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Revenues</b>										
Local sources	\$ 147,435,174	\$ 139,376,739	\$ 132,089,647	\$ 125,571,909	\$ 125,458,681	\$ 120,350,627	\$ 114,363,723	\$ 109,682,897	\$ 104,891,598	\$ 99,325,494
State sources	26,757,133	25,713,932	23,848,128	23,588,707	22,532,021	22,611,660	22,126,993	21,100,979	19,292,616	18,209,382
Federal sources	2,568,494	2,658,914	2,527,156	3,459,883	2,048,632	796,040	1,472,508	487,133	854,682	809,962
Total revenues	<u>176,760,801</u>	<u>167,749,585</u>	<u>158,464,931</u>	<u>152,620,499</u>	<u>150,039,334</u>	<u>143,758,327</u>	<u>\$ 137,963,224</u>	<u>131,271,009</u>	<u>125,038,896</u>	<u>118,344,838</u>
<b>Expenditures</b>										
Current										
Instruction	106,224,889	103,313,371	98,095,506	96,277,935	91,354,287	86,730,836	86,782,669	78,937,472	75,310,892	70,366,398
Support services	54,656,974	48,840,012	45,457,613	44,865,531	43,255,277	43,061,525	42,720,030	42,999,847	40,697,832	39,158,621
Operation of noninstructional services	2,593,453	2,163,739	2,010,504	1,654,800	1,862,732	2,026,192	2,044,663	2,002,018	1,964,445	1,983,837
Capital outlay	27,969,421	8,433,178	16,411,721	34,496,809	12,379,533	5,925,970	6,399,297	6,500,261	7,456,208	5,544,108
Debt service										
Principal	4,150,000	4,065,000	4,145,000	3,875,000	3,575,000	4,790,000	4,871,150	4,690,000	4,335,000	4,535,085
Interest	<u>3,216,073</u>	<u>3,304,994</u>	<u>2,362,386</u>	<u>2,728,135</u>	<u>3,163,748</u>	<u>2,950,673</u>	<u>2,105,612</u>	<u>2,559,081</u>	<u>2,571,258</u>	<u>1,937,694</u>
Total expenditures	<u>198,810,810</u>	<u>170,120,294</u>	<u>168,482,730</u>	<u>183,898,210</u>	<u>155,590,577</u>	<u>145,485,196</u>	<u>144,923,421</u>	<u>137,688,679</u>	<u>132,335,635</u>	<u>123,525,743</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(22,050,009)</u>	<u>(2,370,709)</u>	<u>(10,017,799)</u>	<u>(31,277,711)</u>	<u>(5,551,243)</u>	<u>(1,726,869)</u>	<u>(6,960,197)</u>	<u>(6,417,670)</u>	<u>(7,296,739)</u>	<u>(5,180,905)</u>
<b>Other financing sources (uses)</b>										
Refund of prior year receipts	-	(2,042)	-	(231)	(36,120)	-	-	-	-	(11,791)
Refund of prior year expenditures	-	-	270	-	-	-	-	-	-	-
Proceeds from sale of assets	-	22,691	91,000	-	-	-	-	-	-	-
Proceeds from extended term financing	410,302	839,496	700,654	-	-	-	-	-	-	-
Issuance of debt	36,735,000	-	26,900,000	-	-	26,915,000	-	-	-	22,435,000
Proceeds from bond premiums	3,640,282	-	4,374,716	-	-	3,830,692	-	1,978,029	-	3,950,378
Issuance of debt - refunding	-	-	-	32,050,000	-	-	-	13,040,000	-	18,410,000
Payment of debt - refunding	-	-	-	(31,728,625)	-	-	-	(14,865,727)	-	(19,571,400)
Transfers in	12,366,073	12,369,994	13,505,886	9,603,135	11,938,748	10,863,954	8,440,525	-	6,435,426	6,112,694
Transfers out	<u>(12,366,073)</u>	<u>(12,369,994)</u>	<u>(13,505,886)</u>	<u>(9,603,135)</u>	<u>(11,938,748)</u>	<u>(10,863,954)</u>	<u>(8,440,525)</u>	<u>-</u>	<u>(6,435,426)</u>	<u>(6,112,694)</u>
Total other financing sources (uses)	<u>40,785,584</u>	<u>860,145</u>	<u>32,066,640</u>	<u>321,144</u>	<u>(36,120)</u>	<u>30,745,692</u>	<u>-</u>	<u>152,302</u>	<u>-</u>	<u>25,212,187</u>
Net change in fund balances	<u>\$ 18,735,575</u>	<u>\$ (1,510,564)</u>	<u>\$ 22,048,841</u>	<u>\$ (30,956,567)</u>	<u>\$ (5,587,363)</u>	<u>\$ 29,018,823</u>	<u>\$ (6,960,197)</u>	<u>\$ (6,265,368)</u>	<u>\$ (7,296,739)</u>	<u>\$ 20,031,282</u>
Debt service as a percentage of noncapital expenditures	4.31%	4.56%	4.28%	4.42%	4.71%	5.55%	5.04%	5.53%	5.53%	5.49%
Debt service as a percentage of total expenditures	3.71%	4.33%	3.86%	3.59%	4.33%	5.32%	4.81%	5.26%	5.22%	5.24%

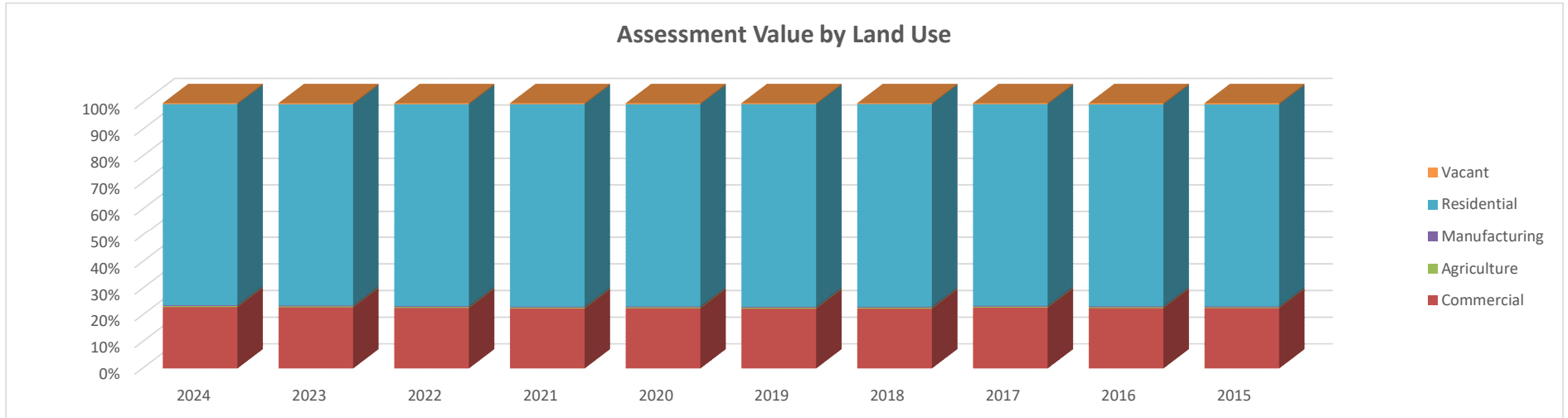
Source: District's Audited Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Assessment Value by Land Use – Unaudited  
Last Ten Fiscal Years Ending June 30,**

<b>Property Type</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Commercial	\$1,197,981,032	\$ 1,181,163,650	\$ 1,154,283,570	\$ 1,134,887,340	\$ 1,136,092,640	\$ 1,115,269,112	\$ 1,105,139,562	\$ 1,117,210,217	\$ 1,101,128,195	\$ 1,097,447,955
Agriculture	18,451,910	18,170,750	18,424,410	18,841,500	18,841,500	18,792,180	18,337,650	18,185,760	18,043,950	15,511,990
Manufacturing	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590	17,027,590
Residential	3,934,257,453	3,898,851,937	3,864,976,929	3,845,141,059	3,826,247,347	3,789,313,974	3,756,221,015	3,717,065,625	3,697,750,660	3,684,687,910
Vacant	<u>20,818,152</u>	<u>22,843,652</u>	<u>21,898,752</u>	<u>21,245,772</u>	<u>21,873,472</u>	<u>20,558,850</u>	<u>18,185,300</u>	<u>20,285,820</u>	<u>24,105,312</u>	<u>24,055,302</u>
	<u>\$ 5,188,536,137</u>	<u>\$ 5,138,057,579</u>	<u>\$ 5,076,611,251</u>	<u>\$ 5,037,143,261</u>	<u>\$ 5,020,082,549</u>	<u>\$ 4,960,961,706</u>	<u>\$ 4,914,911,117</u>	<u>\$ 4,889,775,012</u>	<u>\$ 4,858,055,707</u>	<u>\$ 4,838,730,747</u>

Source: Chester County Assessment Office



See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Assessed Value and Market Value of Taxable Property – Unaudited**  
**Last Ten Fiscal Years Ending June 30,**

---

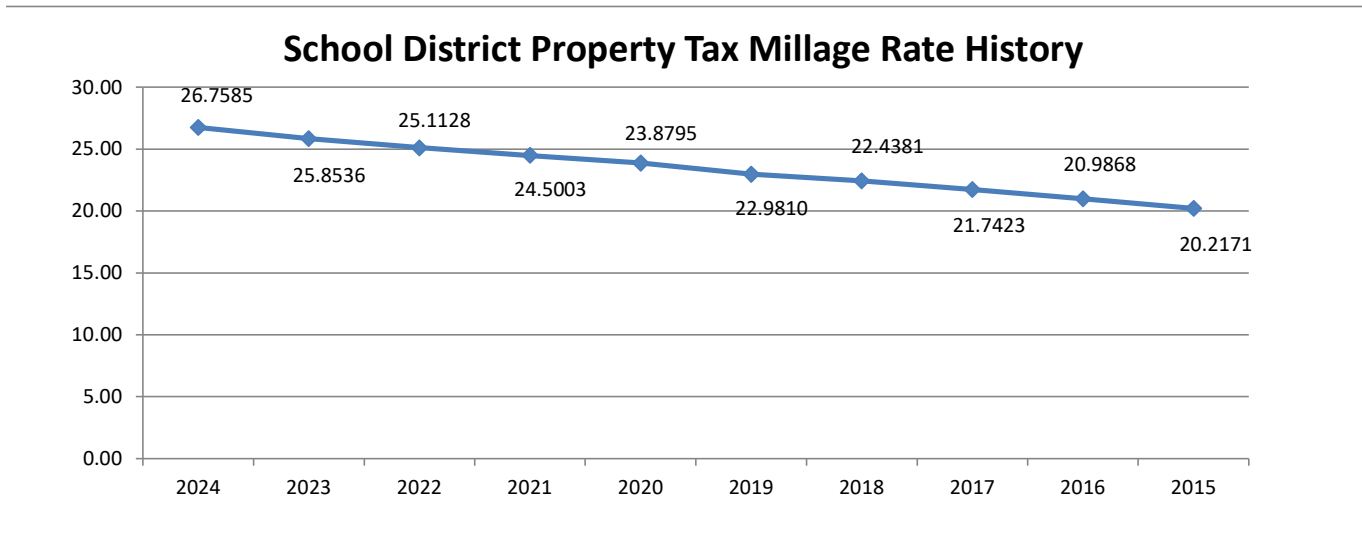
<b>Fiscal Year</b>	<b>Total Taxable Assessed Value</b>	<b>Estimated (1) Actual Value of Taxable Property</b>	<b>Total Direct Tax Rate</b>	<b>Assessed Value as A Percentage of Market Value</b>
2024	\$ 5,188,536,137	\$ 9,680,104,733	26.7585	53.60%
2023	\$ 5,138,057,579	\$ 9,476,823,741	25.8536	54.22%
2022	\$ 5,076,611,251	\$ 9,355,505,105	25.1128	54.26%
2021	\$ 5,037,143,261	\$ 9,058,087,616	24.5003	55.61%
2020	\$ 5,020,082,549	\$ 8,941,758,580	23.8795	56.14%
2019	\$ 4,960,961,706	\$ 8,563,911,215	22.9810	57.93%
2018	\$ 4,914,911,117	\$ 8,525,707,090	22.4381	57.65%
2017	\$ 4,889,775,012	\$ 8,152,508,719	21.7423	59.98%
2016	\$ 4,858,055,707	\$ 8,113,681,613	20.9868	59.87%
2015	\$ 4,838,730,747	\$ 7,941,134,120	20.2171	60.93%

Source: Chester County Assessment Office

(1) Market value as determined by the Pennsylvania State Tax Equalization Board, or estimated.

**Tredyffrin/Easttown School District  
Property Tax Rates - All Overlapping Governments – Unaudited  
Last Ten Fiscal Years Ending June 30,**

Fiscal Year	Overlapping Governments				Total Direct & Overlapping Rates	Act 1 Index*
	Direct Rate School District	Chester County	Tredyffrin Township	Easttown Township		
2024	26.7585	4.5510	3.9140	5.9900	41.21	4.10%
2023	25.8536	4.5510	2.6820	4.4710	37.56	3.40%
2022	25.1128	4.5510	2.5690	4.1340	36.37	3.00%
2021	24.5003	4.3690	2.5000	4.0140	35.38	2.60%
2020	23.8795	4.3690	2.4200	4.0140	34.68	2.30%
2019	22.9810	4.3690	2.3800	4.0140	33.74	2.40%
2018	22.4381	4.3690	2.3800	4.0140	33.20	2.50%
2017	21.7423	4.1630	2.3800	4.0140	32.30	2.40%
2016	20.9868	4.1630	2.3800	4.0140	31.54	1.90%
2015	20.2171	4.1630	2.3800	4.0140	30.77	2.10%



\* Pennsylvania school districts' major revenue source, property taxes, are subject to a legislated cap, which limits property taxes above the cap subject to certain exceptions. This cap is referred to as the Act 1 Index, and the exceptions are for costs exceeding that cap for employee retirement and special education expenditures. The Act 1 Index is used to determine the maximum tax increases for each tax the school district levies without Pennsylvania Department of Education exception or voter approval.

Source: District and Municipality Records

**Tredyffrin/Easttown School District  
Principal Taxpayers – Unaudited  
June 30, 2024 and ten years ago June 30, 2015**

**June 30, 2024**

<b>Taxpayer</b>	<b>Nature of Business</b>	<b>Taxable Assessed Value</b>	<b>Percentage of Total Taxable Assessed Valuation</b>
Vanguard (Horatio/Nelson)	Office	\$ 92,274,070	1.78%
CBCC Acquisition LLC	Mixed Use; Office/Commercial	80,142,430	1.54%
Westlakes KPG LII LLC	Office	42,506,020	0.82%
Prime US Crosspoint at Valley Forge	Office	40,500,000	0.78%
PA/MD Nnn Office Berwyn Park LLC	Office	35,147,025	0.68%
WPT Land 2 LP	Office	33,312,500	0.64%
BBKP Realty Trust Office	Office	25,883,960	0.50%
GvV Center LLV	Office	24,269,870	0.47%
Devon Lanern Owner LLC	Commercial	24,193,530	0.47%
Shi - Iii Sage Atwater Reit LLC	Apartments	<u>22,418,930</u>	<u>0.43%</u>
Total principal taxpayers		<u>\$ 420,648,335</u>	<u>8.11%</u>

**June 30, 2015**

<b>Taxpayer</b>	<b>Nature of Business</b>	<b>Taxable Assessed Value</b>	<b>Percentage of Total Taxable Assessed Valuation</b>
Vanguard (Horatio/Nelson)	Office	\$ 92,262,707	1.91%
Chesterbrook Partners LP	Mixed Use; Office/Commercial	78,048,520	1.61%
Westlakes KPG LII LLC	Office	42,340,760	0.88%
Prime US Crosspoint at Valley Forge	Office	40,102,450	0.83%
Brandywine Operating	Office	38,002,155	0.79%
WPT Land 2 LP	Office	34,334,270	0.71%
BBKP Realty Trust Office	Office	25,883,960	0.53%
GV Center LLV	Office	24,269,870	0.50%
Devon Lanern Owner LLC	Apartments	22,418,930	0.46%
Southpoint Land Holdings Inc.	Office	<u>21,006,980</u>	<u>0.43%</u>
Total principal taxpayers		<u>\$ 418,670,602</u>	<u>8.65%</u>

Source: Chester County Assessment Office

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Property Tax Levies and Collections – Unaudited  
Last ten fiscal years ending June 30,**

<u>Fiscal Year</u>	<u>Total Levy</u>	<u>Homestead Exemptions</u>	<u>Net Levy</u>	<u>Collected Within Fiscal Year of Levy</u>		<u>Subsequent Collections</u>	<u>Total Collections to Date</u>	
				<u>Face Amount</u>	<u>Percentage of Net Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2024	\$ 139,245,607	\$ 2,646,885	\$ 136,598,722	\$ 133,482,125	97.72%	\$ 1,883,143	\$ 135,365,268	99.10%
2023	\$ 133,904,036	\$ 2,646,885	\$ 131,257,151	\$ 130,139,847	99.15%	\$ 2,077,809	\$ 132,217,656	100.73%
2022	\$ 128,022,833	\$ 2,099,920	\$ 125,922,913	\$ 121,719,972	96.66%	\$ 2,316,041	\$ 124,036,013	98.50%
2021	\$ 123,588,965	\$ 2,100,045	\$ 121,488,920	\$ 118,530,985	97.57%	\$ 1,300,970	\$ 119,831,955	98.64%
2020	\$ 120,241,024	\$ 2,099,793	\$ 118,141,231	\$ 115,374,217	97.66%	\$ 1,037,480	\$ 116,411,697	98.54%
2019	\$ 114,862,160	\$ 2,099,869	\$ 112,762,291	\$ 109,970,864	97.52%	\$ 1,200,692	\$ 111,171,556	98.59%
2018	\$ 110,802,693	\$ 2,099,853	\$ 108,702,840	\$ 106,436,005	97.91%	\$ 927,774	\$ 107,363,779	98.77%
2017	\$ 106,149,370	\$ 2,099,988	\$ 104,049,382	\$ 101,737,051	97.78%	\$ 972,332	\$ 102,709,383	98.71%
2016	\$ 104,491,640	\$ 2,099,834	\$ 102,391,806	\$ 97,226,501	94.96%	\$ 996,433	\$ 98,222,934	95.93%
2015	\$ 100,067,179	\$ 2,099,990	\$ 97,967,189	\$ 93,251,423	95.19%	\$ 1,060,992	\$ 94,312,415	96.27%

Source: District Records

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Ratios of Outstanding Debt by Type – Unaudited**  
**Last ten fiscal years ending June 30,**

---

<u>Fiscal Year</u>	<u>General Obligation Bonds and Notes</u>	<u>Leases Payable</u>	<u>Total</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
2024	\$ 129,336,552	\$ 995,775	\$ 130,332,327	0.23%	\$ 3,051
2023	\$ 93,892,760	\$ 1,205,158	\$ 95,097,918	0.17%	\$ 2,212
2022	\$ 98,573,783	\$ 1,079,483	\$ 99,653,266	0.20%	\$ 2,311
2021	\$ 72,060,090	\$ 889,345	\$ 72,949,435	0.15%	\$ 1,692
2020	\$ 75,871,593	\$ -	\$ 75,871,593	0.16%	\$ 1,768
2019	\$ 79,983,383	\$ -	\$ 79,983,383	0.17%	\$ 1,998
2018	\$ 55,017,418	\$ -	\$ 55,017,418	0.12%	\$ 1,369
2017	\$ 60,414,756	\$ -	\$ 60,414,756	0.15%	\$ 1,504
2016	\$ 64,741,617	\$ -	\$ 64,741,617	0.16%	\$ 1,619
2015	\$ 69,499,189	\$ 45,463	\$ 69,544,652	0.18%	\$ 1,736

Note: See the Schedule of Demographic and Economic Statistics for personal income and population data

Source: District Records

**Tredyffrin/Easttown School District**  
**Ratios of Total Debt Outstanding – Unaudited**  
**Last ten fiscal years ending June 30,**

---

<u>Fiscal Year</u>	<u>Total Debt Outstanding</u>	<u>Total Taxable Assessed Value</u>	<u>Percentage of Total Taxable Value of Property</u>	<u>Per Capita</u>
2024	\$ 129,336,552	\$ 5,188,536,137	2.49%	\$ 3,051
2023	\$ 93,892,760	\$ 5,138,057,579	1.83%	\$ 2,212
2022	\$ 98,573,783	\$ 5,076,611,251	1.94%	\$ 2,311
2021	\$ 72,060,090	\$ 5,037,143,261	1.43%	\$ 1,692
2020	\$ 75,871,593	\$ 5,020,082,549	1.51%	\$ 1,768
2019	\$ 79,983,383	\$ 4,960,961,706	1.61%	\$ 1,998
2018	\$ 55,017,418	\$ 4,914,911,117	1.12%	\$ 1,369
2017	\$ 60,414,756	\$ 4,889,775,012	1.24%	\$ 1,504
2016	\$ 64,741,617	\$ 4,858,055,707	1.33%	\$ 1,619
2015	\$ 69,499,189	\$ 4,838,730,747	1.44%	\$ 1,736

Note: See the Schedule of Demographic and Economic Statistics for population data

Source: District Records

**Tredyffrin/Easttown School District  
Direct and Overlapping Governmental Activities Debt – Unaudited  
June 30, 2024**

<u>Fiscal Year</u>	<u>Total Debt</u>	<u>Percentage Applicable to District</u>	<u>Amount Applicable to District</u>
<b>Direct debt</b>			
<b>General Obligation Bonds/Notes</b>			
GOB Series 2016	\$ 4,356,286	100.00%	\$ 4,356,286
GOB Series 2019	29,567,574	100.00%	29,567,574
GOB Series 2021	24,755,000	100.00%	24,755,000
GOB Series 2021A	30,447,876	100.00%	30,447,876
GOB Series 2024	<u>40,209,816</u>	<u>100.00%</u>	<u>40,209,816</u>
Total	<u>129,336,552</u>		<u>129,336,552</u>
<b>Leases payable</b>	<u>995,775</u>	100.00%	<u>995,775</u>
Total direct debt	<u>130,332,327</u>		<u>130,332,327</u>
<b>Overlapping debt <sup>(1)</sup></b>			
Chester County	445,254,000	12.60%	56,102,004
Easttown Township	17,555,000	100.00%	17,555,000
Tredyffrin Township	<u>6,315,000</u>	100.00%	<u>6,315,000</u>
Total overlapping debt	<u>469,124,000</u>		<u>79,972,004</u>
Total direct and overlapping debt	<u>\$ 599,456,327</u>		<u>\$ 210,304,331</u>

<sup>(1)</sup> Debt as of December 31, 2023. This debt is paid from taxes levied by governments other than the District. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Tredyffrin Easttown School District. One hundred percent of Tredyffrin Township and Easttown Township is located in Tredyffrin/Easttown School District. Chester County Government calculated the 12.6% by dividing the assessed values of properties in Tredyffrin and Easttown Townships by the total assessed values of properties in Chester County. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: District Records

Source: Pennsylvania Department of Community & Economic Development (DCED)

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
 Legal Debt Limit and Remaining Borrowing Capacity – Unaudited  
 Last Ten Fiscal Years Ending June 30,  
 (Expressed in Thousands)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Borrowing base revenues										
Two years prior	\$ 158,269,507	\$ 152,449,461	\$ 149,292,939	\$ 142,891,821	\$ 137,471,866	\$ 130,467,777	\$ 124,914,350	\$ 118,022,606	\$ 111,291,024	\$ 105,240,026
Prior Year	166,929,045	158,269,507	152,449,461	149,292,939	142,891,821	137,471,866	130,467,777	124,914,350	118,022,606	111,291,024
Current Year	<u>175,584,925</u>	<u>166,929,045</u>	<u>158,269,507</u>	<u>152,449,461</u>	<u>149,292,939</u>	<u>142,891,821</u>	<u>137,471,866</u>	<u>130,467,777</u>	<u>124,914,350</u>	<u>118,022,606</u>
Total revenues	<u>\$ 500,783,477</u>	<u>\$ 477,648,013</u>	<u>\$ 460,011,907</u>	<u>\$ 444,634,221</u>	<u>\$ 429,656,626</u>	<u>\$ 410,831,464</u>	<u>\$ 392,853,993</u>	<u>\$ 373,404,733</u>	<u>\$ 354,227,980</u>	<u>\$ 334,553,656</u>
Debt limit for general obligation bonds										
Average borrowing base revenues	\$ 166,927,826	\$ 159,216,004	\$ 153,337,302	\$ 148,211,407	\$ 143,218,875	\$ 136,943,821	\$ 130,951,331	\$ 124,468,244	\$ 118,075,993	\$ 111,517,885
Debt limit percentage	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x	x <u>225%</u> x
Debt limit	375,587,609	358,236,009	345,008,930	333,475,666	322,242,469	308,123,597	294,640,495	280,053,549	265,670,984	250,915,241
Total outstanding bonded debt	<u>119,215,000</u>	<u>86,630,000</u>	<u>90,695,000</u>	<u>67,940,000</u>	<u>69,000,000</u>	<u>72,575,000</u>	<u>50,450,000</u>	<u>55,070,000</u>	<u>59,755,000</u>	<u>64,090,000</u>
Legal debt margin	<u>\$ 256,372,609</u>	<u>\$ 271,606,009</u>	<u>\$ 254,313,930</u>	<u>\$ 265,535,666</u>	<u>\$ 253,242,469</u>	<u>\$ 235,548,597</u>	<u>\$ 244,190,495</u>	<u>\$ 224,983,549</u>	<u>\$ 205,915,984</u>	<u>\$ 186,825,241</u>
Total outstanding bonded debt as a percentage of debt limit	31.74%	24.18%	26.29%	20.37%	21.41%	23.55%	17.12%	19.66%	22.49%	25.54%

Source: District Records

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Principal Employers in Chester County – Unaudited  
June 30, 2024 and Ten Years Ago June 30, 2015**

**June 30, 2024**

<u>Company</u>	<u>Nature of Business</u>	<u>Number of Employees</u>	<u>Percentage of Total Employees</u>
Vanguard Group	Investment Management	6,498	23.0%
Tredyffrin/Easttown School District	Public Education	862	3.1%
Delage Landen Financial Services	Private Label Leasing and Financing Programs	845	3.0%
Comcast Corporation	Telecommunications Conglomerate	709	2.5%
Iqvia, Inc.	Pharmaceutical	691	2.4%
Renal Treatment Centers Mid-Atlantic	Dialysis Services	484	1.7%
Infosys BPM Limited	Business Process Management Services	580	2.1%
Johnson Matthey Inc.	Specialty Chemicals	575	2.0%
AmerisourceBergen	Healthcare Delivery	569	2.0%
Cardionet LLC	Physiological Labrotory	432	1.5%
Total principal taxpayers		<u>12,245</u>	<u>43.4%</u>

**June 30, 2015**

<u>Company</u>	<u>Nature of Business</u>	<u>Number of Employees</u>	<u>Percentage of Total Employees</u>
Vanguard	Investment Management	7,402	26.0%
Tredyffrin/Easttown School District	Public Education	1,088	3.8%
Delage Landen Financial Services	Private Label Leasing and Financing Programs	726	2.6%
Shire	Speciality Biopharmaceuticals	678	2.4%
Johnson Matthey	Specialty Chemicals	614	2.2%
Sungard	Software and Processsing Solutions	564	2.0%
Unisys	Information Technology Services & Solutions	508	1.8%
Centorcor	Pharmaceuticals	499	1.8%
Planco	Distributor/Wholesaler of Retirement	476	1.7%
Total Renal Care	Dialysis Services	<u>422</u>	<u>1.5%</u>
Total principal taxpayers		<u>12,977</u>	<u>45.6%</u>

Source: School District and Township Officials

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Demographic and Economic Statistics – Unaudited  
Last Ten Fiscal Years Ending June 30,**

<b>Fiscal Year</b>	<b>Population of County</b>	<b>Population of District</b>	<b>Personal Income (000)</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate County</b>	<b>District School Enrollment</b>
2024	549,784	42,715	\$ 57,266,051	\$ 104,161	3.10%	6,939
2023	534,414	42,991	\$ 56,281,810	\$ 105,315	2.10%	6,893
2022	529,924	43,341	\$ 51,423,276	\$ 97,039	3.60%	6,928
2021	528,339	43,125	\$ 49,923,276	\$ 94,491	4.20%	6,957
2020	526,759	42,911	\$ 48,423,276	\$ 91,927	10.00%	7,182
2019	525,059	40,040	\$ 46,416,892	\$ 88,403	3.30%	7,058
2018	522,256	40,174	\$ 44,368,143	\$ 84,955	3.50%	6,900
2017	519,057	40,160	\$ 41,312,630	\$ 79,592	3.80%	6,749
2016	516,768	39,996	\$ 39,277,266	\$ 76,006	4.10%	6,573
2015	515,098	40,070	\$ 39,430,281	\$ 76,549	4.10%	6,553

Source:

U.S. Census Bureau

U.S. Department of Commerce - Bureau of Economic Analysis. Amounts expressed in thousands

U.S. Department of Labor - Bureau of Labor Statistics

School District Officials

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Full Time Equivalent Employees by Function - Unaudited  
Last Ten Fiscal Years Ending June 30,**

<b>Employee Category</b> <sup>(1)</sup>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Professional (includes Teachers)	523	513	509	511	501	490	485	475	466	455
Administration	32	32	31	31	31	30	30	30	29	28
Suprvr/Confid	30	30	30	30	31	32	32	32	32	28
Secretarial	50	49	49	49	48	48	49	49	49	47
Custodial	52	50	50	50	50	50	50	50	50	50
Maintenance	16	16	15	15	15	15	15	15	15	15
Security	10	10	10	10	8	8	8	8	8	8
Transportation	-	-	-	-	-	-	-	-	-	1
Food Service	32	32	32	32	32	32	32	32	32	32
Health Rm Nurse	5	5	5	5	4	4	4	4	4	4
Reg Ed Aide/Para	10	11	12	14	15	19	25	25	30	54
Spec Ed Aide/Para	9	16	17	18	22	28	34	34	38	78
<b>Total</b>	<b>769</b>	<b>764</b>	<b>760</b>	<b>765</b>	<b>757</b>	<b>756</b>	<b>764</b>	<b>754</b>	<b>753</b>	<b>800</b>

<sup>(1)</sup> Employee information from School District Budget documentation

Source: Tredyffrin Easttown School District Office of Human Resources

See Independent Auditor's Report.

**Tredyffrin/Easttown School District**  
**Revenue by Source – General Fund – Unaudited**  
**Last Ten Fiscal Years Ending June 30,**  
**(modified accrual basis of accounting)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Local income:</b>										
Real estate taxes	\$ 132,976,191	\$ 127,950,661	\$ 121,719,972	\$ 118,530,985	\$ 115,374,217	\$ 109,970,864	\$ 106,436,005	\$ 101,737,051	\$ 97,226,501	\$ 93,251,423
Intern R.E. taxes	507,632	573,482	1,733,878	723,659	495,980	930,465	738,471	663,071	604,219	468,201
Public utility	116,430	119,711	121,502	113,064	102,231	109,269	105,740	109,011	109,405	117,886
R.E. transfer - 511	2,736,296	3,582,048	4,389,683	3,895,762	4,829,630	3,291,879	3,015,583	3,458,333	3,801,093	2,249,203
Amusement tax	-	-	-	1,146	31,859	35,913	24,575	30,760	31,195	26,994
Delinquent tax	1,883,143	1,230,699	2,316,041	1,300,970	1,037,480	1,200,692	927,774	972,332	996,433	1,060,992
Investment income	5,898,896	3,867,542	201,992	148,279	2,009,003	2,214,420	1,032,459	506,879	271,617	207,696
Parking revenue	54,000	54,000	54,000	-	54,000	54,000	54,000	54,000	54,000	54,528
Student activities revenue	315,069	335,821	153,071	85,672	150,889	163,630	149,777	191,014	146,396	144,006
IDEA	-	-	-	-	-	874,690	871,816	859,434	780,285	806,805
Rentals	794,372	646,223	647,687	7,216	521,512	675,455	592,095	563,879	581,768	639,343
Field rental	-	-	-	-	-	-	-	-	-	3,600
Donations	-	-	-	9,485	-	600	70	62,784	410	87,919
Miscellaneous income	<u>977,269</u>	<u>196,012</u>	<u>703,859</u>	<u>599,359</u>	<u>184,654</u>	<u>280,405</u>	<u>242,221</u>	<u>307,120</u>	<u>163,732</u>	<u>202,118</u>
Total local income	<u>146,259,298</u>	<u>138,556,199</u>	<u>132,041,685</u>	<u>125,415,597</u>	<u>124,791,455</u>	<u>119,802,282</u>	<u>114,190,586</u>	<u>109,515,668</u>	<u>104,767,054</u>	<u>99,320,714</u>
<b>State income:</b>										
Basic subsidy	5,337,476	4,625,337	4,037,288	3,759,848	3,759,896	3,627,911	3,545,004	3,468,926	3,302,938	3,169,443
Tuition for orphans	-	8,539	-	-	28,418	25,682	5,005	-	35,065	68,465
Special education	2,656,710	2,600,284	2,530,885	2,511,566	2,478,962	2,597,079	2,517,421	2,400,294	2,390,615	2,371,116
Transportation	861,643	880,664	1,028,499	1,414,232	1,486,774	1,692,717	1,640,515	1,569,667	1,791,799	1,836,720
Rentals and sinking fund	192,885	192,885	-	-	79,169	318,161	318,221	636,003	-	317,453
Health services	157,278	155,236	156,163	155,072	153,124	151,390	150,171	155,135	157,567	154,888
State property tax reduction	2,646,885	2,646,885	2,099,920	2,100,045	2,099,793	2,099,869	2,099,853	2,099,988	2,099,834	2,099,990
Safety grant	312,526	113,491	212,274	222,791	45,000	-	-	-	-	-
PA accountability grants	199,614	199,614	199,614	199,614	199,614	199,614	199,614	199,614	199,614	147,247
PA smart grants	-	-	-	35,000	-	-	-	-	-	-
Other state rev	-	-	-	-	-	25,000	-	-	-	-
Social security	2,606,645	2,475,411	2,389,090	2,493,262	1,979,774	2,307,800	2,289,213	2,100,401	2,185,204	2,130,629
Retirement	<u>11,785,471</u>	<u>11,815,586</u>	<u>11,194,395</u>	<u>10,697,277</u>	<u>10,221,497</u>	<u>9,566,437</u>	<u>9,361,976</u>	<u>8,470,951</u>	<u>7,129,980</u>	<u>5,913,431</u>
Total state income	<u>26,757,133</u>	<u>25,713,932</u>	<u>23,848,128</u>	<u>23,588,707</u>	<u>22,532,021</u>	<u>22,611,660</u>	<u>22,126,993</u>	<u>21,100,979</u>	<u>19,292,616</u>	<u>18,209,382</u>

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Revenue by Source – General Fund – Unaudited  
Last Ten Fiscal Years Ending June 30,  
(modified accrual basis of accounting)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Federal income:</b>										
Federally impacted areas	-	-	-	-	-	-	-	45,879	-	-
IDEA	1,099,196	1,028,187	1,183,928	982,931	938,241	-	-	-	-	-
Title I	238,523	162,993	171,230	201,448	236,998	278,822	327,974	362,547	413,301	155,201
Title II	92,115	99,091	73,248	91,990	92,101	134,087	116,540	71,921	80,280	78,930
Title III	45,250	39,902	29,848	27,624	-	-	-	-	-	-
Title IV	12,677	18,017	12,251	22,321	14,836	-	-	-	-	-
CARES Act	-	-	-	862,795	80,056	-	-	-	-	-
GEER	-	-	-	69,748	-	-	-	-	-	-
ESSER	586,166	595,085	324,503	683,612	194,657	-	-	-	-	-
Med asst reimb	<u>494,567</u>	<u>715,639</u>	<u>732,148</u>	<u>517,414</u>	<u>491,743</u>	<u>383,131</u>	<u>1,027,994</u>	<u>6,786</u>	<u>361,101</u>	<u>575,831</u>
Total federal income	<u>2,568,494</u>	<u>2,658,914</u>	<u>2,527,156</u>	<u>3,459,883</u>	<u>2,048,632</u>	<u>796,040</u>	<u>1,472,508</u>	<u>487,133</u>	<u>854,682</u>	<u>809,962</u>
Total revenue	<u>\$ 175,584,925</u>	<u>\$ 166,929,045</u>	<u>\$ 158,416,969</u>	<u>\$ 152,464,187</u>	<u>\$ 149,372,108</u>	<u>\$ 143,209,982</u>	<u>\$ 137,790,087</u>	<u>\$ 131,103,780</u>	<u>\$ 124,914,352</u>	<u>\$ 118,340,058</u>

Source: District Records

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Expenditures by Function - General Fund - Unaudited  
Last Ten Fiscal Years Ending June 30,**

<u>Function</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Regular programs	\$ 71,873,205 41.11%	\$ 70,953,085 42.64%	\$ 68,440,705 43.28%	\$ 67,644,295 44.48%	\$ 64,055,356 43.19%	\$ 61,953,511 43.42%	\$ 62,112,440 40.34%	\$ 58,575,757 41.28%	\$ 55,329,481 44.47%	\$ 51,540,663 43.81%
Special programs	33,380,758 19.09%	31,405,644 18.88%	28,837,733 18.23%	27,913,434 18.35%	26,604,238 17.94%	24,049,048 16.85%	24,078,223 15.79%	19,355,235 14.94%	19,206,529 15.44%	18,114,876 15.40%
Vocational programs	843,036 0.48%	782,696 0.47%	681,178 0.43%	632,281 0.42%	643,503 0.43%	675,627 0.47%	727,536 1.06%	702,725 1.11%	687,028 0.55%	600,862 0.51%
Other instructional programs	127,890 0.07%	171,946 0.10%	132,318 0.08%	87,925 0.06%	51,190 0.03%	52,651 0.04%	67,503 1.16%	100,733 1.14%	87,854 0.07%	97,443 0.08%
Nonpublic school programs	- 0.00%	- 0.00%	3,572 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.01%	- 0.01%	- 0.00%	- 0.00%
Higher Education programs	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%
Pupil personnel services	8,402,857 4.81%	6,349,826 3.82%	5,998,837 3.79%	5,813,510 3.82%	5,466,593 3.69%	5,276,562 3.70%	4,968,815 3.73%	5,012,600 3.57%	4,591,731 3.69%	4,490,698 3.82%
Instructional staff services	4,551,174 2.60%	4,390,673 2.64%	4,118,528 2.60%	4,698,682 3.09%	4,006,208 2.70%	3,961,583 2.78%	4,039,296 4.18%	3,538,864 4.33%	3,654,802 2.94%	3,343,873 2.84%
Administrative services	8,937,303 5.11%	9,110,166 5.48%	8,651,861 5.47%	8,424,188 5.54%	8,501,888 5.73%	8,195,675 5.74%	8,088,677 5.15%	8,471,382 5.09%	7,180,754 5.77%	7,087,124 6.02%
Pupil health	2,356,616 1.35%	2,175,596 1.31%	1,895,255 1.20%	1,748,709 1.15%	1,414,468 0.95%	1,451,113 1.02%	1,394,082 0.96%	1,346,240 0.91%	1,546,516 1.24%	1,138,225 0.97%
Business services	1,424,581 0.81%	1,364,949 0.82%	1,400,101 0.89%	1,368,378 0.90%	1,338,333 0.90%	1,347,527 0.94%	1,363,952 0.82%	1,484,170 0.76%	1,355,910 1.09%	1,248,912 1.06%
Operation & maintenance plant services	15,015,574 8.59%	13,866,503 8.33%	12,339,033 7.80%	12,068,886 7.94%	11,393,355 7.68%	11,379,130 7.97%	11,742,792 7.60%	12,245,018 7.70%	11,584,555 9.31%	11,864,215 10.09%
Student transportation services	8,081,392 4.62%	6,885,235 4.14%	6,242,686 3.95%	6,338,294 4.17%	7,115,360 4.80%	7,267,679 5.09%	7,521,765 7.23%	7,496,345 7.21%	7,498,427 6.03%	6,973,495 5.93%
Central support services	4,339,958 2.48%	3,893,692 2.34%	3,346,292 2.12%	3,533,018 2.32%	3,554,621 2.40%	3,597,436 2.52%	3,046,586 1.51%	2,844,381 1.45%	2,735,232 2.20%	2,482,204 2.11%
Other support services	548,214 0.31%	498,916 0.30%	544,144 0.34%	550,491 0.36%	343,110 0.23%	584,819 0.41%	554,055 0.04%	560,846 0.04%	549,904 0.44%	529,875 0.45%
Student activities	2,593,453 1.48%	2,163,739 1.30%	2,010,504 1.27%	1,654,800 1.09%	1,862,732 1.26%	2,026,192 1.42%	2,044,663 1.92%	2,002,018 1.74%	1,964,445 1.58%	1,986,302 1.69%
Community services	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.02%	- 0.03%	- 0.00%	(2,465) 0.00%

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Expenditures by Function - General Fund - Unaudited  
Last Ten Fiscal Years Ending June 30,**

<u>Function</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Debt service	- 0.00%	- 0.00%	1,500 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.00%	- 0.02%	- 0.00%	- 0.00%
Interfund transfers out	12,366,073 7.07%	12,369,994 7.43%	13,505,886 8.54%	9,603,135 6.31%	11,938,748 8.05%	10,863,954 7.61%	8,440,525 8.43%	7,510,542 8.64%	6,435,426 5.17%	6,112,694 5.20%
Refunds of prior year receipts	- 0.00%	2,042 0.00%	- 0.00%	231 0.00%	36,119 0.02%	12,909 0.01%	- 0.06%	- 0.02%	- 0.00%	24,345 0.02%
<b>Total</b>	<b>\$ 174,842,084</b>	<b>\$ 166,384,702</b>	<b>\$ 158,150,133</b>	<b>\$ 152,080,257</b>	<b>\$ 148,325,822</b>	<b>\$ 142,695,417</b>	<b>\$ 213,264,470</b>	<b>\$ 210,959,284</b>	<b>\$ 124,408,594</b>	<b>\$ 117,633,341</b>
October 1st pupil count	6,939	6,893	6,928	6,957	7,182	7,058	6,900	6,749	6,573	6,553
Average expenditures per pupil	\$25,197	\$24,138	\$22,828	\$21,860	\$20,652	\$20,218	\$30,908	\$31,258	\$18,927	\$17,951

Source: District Records

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Capital Asset Information  
Last Ten Fiscal Years Ending June 30,**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>School building and age</b>										
Beaumont Elementary School										
Square feet	75,740	75,740	75,740	75,740	75,740	75,740	75,740	75,740	75,740	75,740
Core classrooms	24	24	24	24	24	24	24	24	24	24
Enrollment	454	465	443	513	475	392	404	401	387	419
Devon Elementary School										
Square feet	65,110	65,110	65,110	65,110	65,110	65,110	65,110	65,110	65,110	65,110
Core classrooms	20	20	20	20	20	20	20	20	20	20
Enrollment	383	396	406	475	500	603	585	592	577	544
Hillside Elementary School										
Square feet	70,960	70,960	70,960	70,960	70,960	70,960	70,960	70,960	70,960	70,960
Core classrooms	20	20	20	20	20	20	20	20	20	20
Enrollment	428	439	428	455	473	423	441	434	472	471
New Eagle Elementary School										
Square feet	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640
Core classrooms	24	24	24	24	24	24	24	24	24	24
Enrollment	505	505	516	530	486	480	467	441	415	429
Valley Forge Elementary School										
Square feet	73,480	73,480	73,480	73,480	73,480	73,480	73,480	73,480	73,480	73,480
Core classrooms	25	25	25	25	25	25	25	25	25	25
Enrollment	565	581	576	564	567	502	532	558	573	539
Tredyffrin/Easttown Middle School										
Square feet	158,750	158,750	158,750	158,750	158,750	158,750	158,750	158,750	158,750	158,750
Core classrooms	39	39	39	39	39	39	39	39	39	39
Enrollment	1,099	1,052	1,098	1,166	1,134	1,157	1,101	1,073	1,094	1,096
Valley Forge Middle School										
Square feet	150,082	150,082	150,082	150,082	150,082	150,082	150,082	150,082	150,082	150,082
Core classrooms	43	43	43	43	43	43	43	43	43	43
Enrollment	1,125	1,141	1,156	1,228	1,189	1,146	1,078	1,011	984	985
Conestoga High School										
Square feet	384,992	384,992	384,992	320,546	320,546	320,546	320,546	320,546	320,546	320,546
Core classrooms	80	80	80	75	75	75	75	75	75	75
Enrollment	2,380	2,335	2,335	2,243	2,219	2,197	2,141	2,063	2,051	2,054

Source: District Records

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
National School Lunch Program Free and Reduced Data – Unaudited  
Last Ten Fiscal Years Ending June 30,**

---

<u>Year</u>	<u>Enrollment</u>	<u>Percentage Reduced</u>	<u>Percentage Free</u>
2023-24	6,939	0.64%	10.35%
2022-23	6,893	0.25%	9.40%
2021-22	6,928	0.27%	7.73%
2020-21	6,957	0.30%	7.15%
2019-20	7,182	0.58%	5.97%
2018-19	7,058	0.89%	5.67%
2017-18	6,900	0.82%	6.44%
2016-17	6,749	0.86%	5.92%
2015-16	6,573	0.93%	6.23%
2014-15	6,553	0.91%	4.85%

*Source: District Records*

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Pupil-Teacher Ratio – Unaudited  
Last Ten Fiscal Years Ending June 30,**

---

<u>Year</u>	<u>Enrollment</u>	<u>Teaching Staff</u>	<u>Pupil-Teacher Ratio</u>
2023-24	6,939	520	13.1
2022-23	6,893	513	13.5
2021-22	6,928	509	13.6
2020-21	6,957	511	13.6
2019-20	7,182	501	14.3
2018-19	7,058	490	14.4
2017-18	6,900	485	14.2
2016-17	6,749	475	14.2
2015-16	6,573	466	14.1
2014-15	6,553	455	14.4

*Source: District Records*

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
 Governmental Funds - Most Significant Own-Source Revenues – Unaudited  
 Last Ten Fiscal Years Ending June 30,  
 (modified accrual basis of accounting)**

<b>Fiscal Year</b>	<b>Millage Rate</b>	<b>Current Property Taxes</b>	<b>Other Taxes (1)</b>	<b>Other Revenues</b>	<b>Total Revenues</b>
2024	26.7585	\$ 132,889,492	\$ 5,330,198	\$ 9,215,484	\$ 147,435,174
2023	25.8536	\$ 127,942,415	\$ 5,514,186	\$ 6,079,233	\$ 139,535,834
2022	25.1128	\$ 121,719,972	\$ 8,561,104	\$ 1,808,571	\$ 132,089,647
2021	24.5003	\$ 118,530,985	\$ 6,034,601	\$ 1,006,323	\$ 125,571,909
2020	23.8795	\$ 115,374,217	\$ 6,497,180	\$ 3,587,284	\$ 125,458,681
2019	22.9810	\$ 109,970,864	\$ 5,568,218	\$ 4,811,545	\$ 120,350,627
2018	22.4381	\$ 105,894,005	\$ 5,354,143	\$ 3,115,575	\$ 114,363,723
2017	21.7423	\$ 101,737,051	\$ 5,233,507	\$ 2,712,339	\$ 109,682,897
2016	20.9868	\$ 97,226,501	\$ 5,542,345	\$ 2,122,752	\$ 104,891,598
2015	20.2171	\$ 93,251,423	\$ 3,923,277	\$ 2,150,794	\$ 99,325,494

(1) Other taxes include delinquent, transfer, utility, and interim taxes.

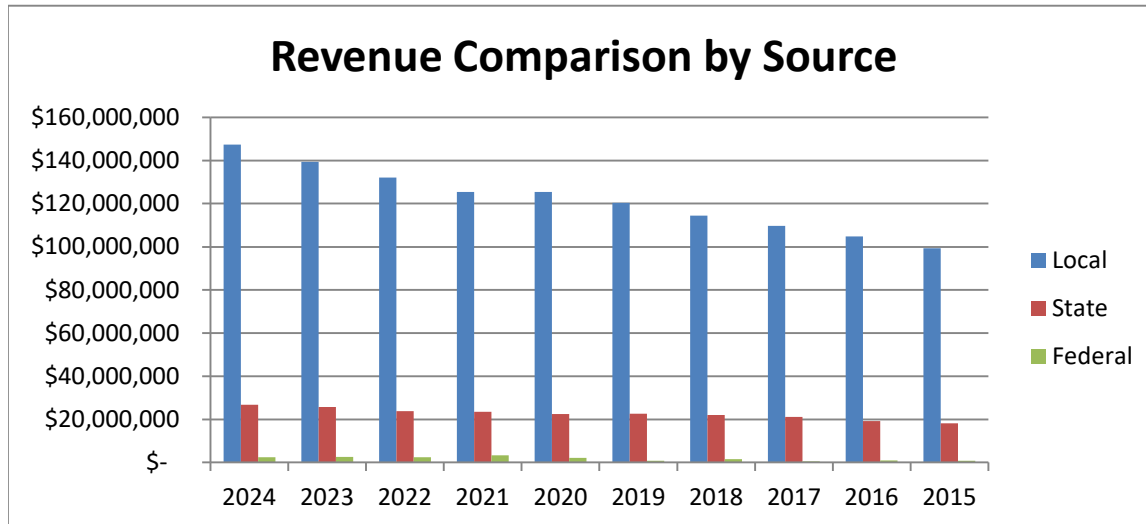
(2) Other revenue includes tuition, rental income, interest, and miscellaneous income.

*Source: Tredyffrin Easttown School District Annual Financial Statements*

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
 Governmental Funds - Revenues by Source – Unaudited  
 Last Ten Fiscal Years Ending June 30,  
 (modified accrual basis of accounting)**

<b>Fiscal Year</b>	<b>Local</b>	<b>State</b>	<b>Federal</b>	<b>Total Revenues</b>
2024	\$ 147,435,174	\$ 26,757,133	\$ 2,568,494	\$ 175,584,925
2023	\$ 139,376,739	\$ 25,713,932	\$ 2,658,914	\$ 167,749,585
2022	\$ 132,089,647	\$ 23,848,128	\$ 2,527,156	\$ 158,464,931
2021	\$ 125,571,909	\$ 23,588,707	\$ 3,459,883	\$ 152,620,499
2020	\$ 125,458,681	\$ 22,532,021	\$ 2,048,632	\$ 150,039,334
2019	\$ 120,350,627	\$ 22,611,660	\$ 796,040	\$ 143,758,327
2018	\$ 114,363,723	\$ 22,126,993	\$ 1,472,508	\$ 137,963,224
2017	\$ 109,682,897	\$ 21,100,979	\$ 487,133	\$ 131,271,009
2016	\$ 104,891,598	\$ 19,292,616	\$ 854,682	\$ 125,038,896
2015	\$ 99,325,494	\$ 18,209,382	\$ 809,962	\$ 118,344,838

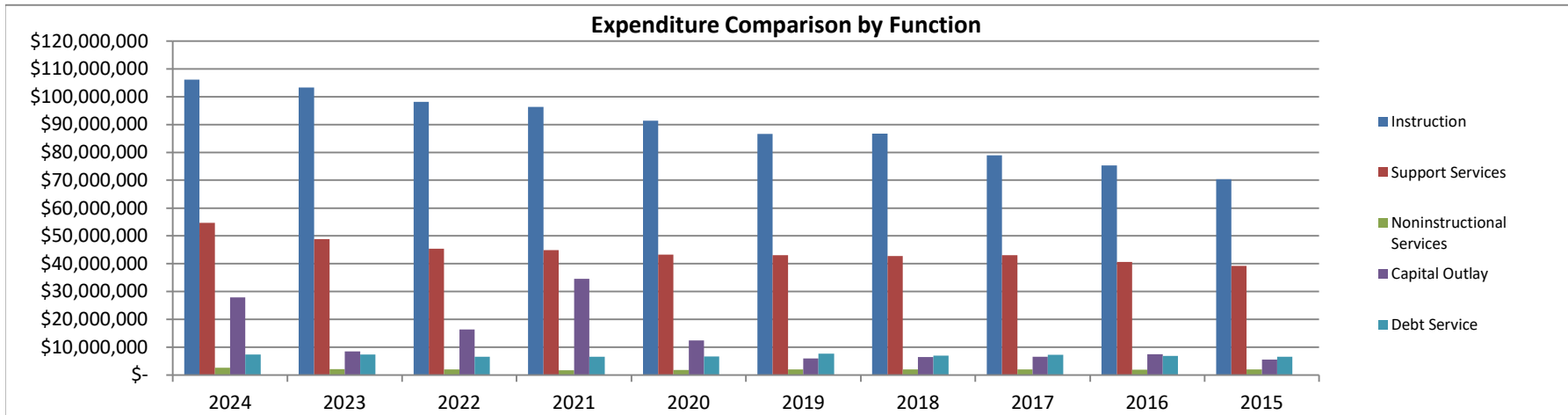


Source: Tredyffrin Easttown School District Annual Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
 Governmental Funds - Expenditures by Function – Unaudited  
 Last Ten Fiscal Years Ending June 30,  
 (modified accrual basis of accounting)**

<u>Fiscal Year</u>	<u>Instruction</u>	<u>Support Services</u>	<u>Noninstructional Services</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total Expenditures</u>
2024	\$ 106,224,889	\$ 54,656,974	\$ 2,593,453	\$ 27,969,421	\$ 7,366,073	\$ 198,810,810
2023	\$ 103,313,371	\$ 48,840,012	\$ 2,163,739	\$ 8,433,178	\$ 7,369,994	\$ 170,120,294
2022	\$ 98,095,506	\$ 45,457,613	\$ 2,010,504	\$ 16,411,721	\$ 6,507,386	\$ 168,482,730
2021	\$ 96,277,935	\$ 44,865,531	\$ 1,654,800	\$ 34,496,809	\$ 6,603,135	\$ 183,898,210
2020	\$ 91,354,287	\$ 43,255,277	\$ 1,862,732	\$ 12,379,533	\$ 6,738,748	\$ 155,590,577
2019	\$ 86,730,836	\$ 43,061,525	\$ 2,026,192	\$ 5,925,970	\$ 7,740,673	\$ 145,485,196
2018	\$ 86,782,669	\$ 42,720,030	\$ 2,044,663	\$ 6,399,297	\$ 6,976,762	\$ 144,923,421
2017	\$ 78,937,472	\$ 42,999,847	\$ 2,002,018	\$ 6,500,261	\$ 7,249,081	\$ 137,688,679
2016	\$ 75,310,892	\$ 40,697,832	\$ 1,964,445	\$ 7,456,208	\$ 6,906,258	\$ 132,335,635
2015	\$ 70,366,398	\$ 39,158,621	\$ 1,983,837	\$ 5,544,108	\$ 6,472,779	\$ 123,525,743



Source: District's Audited Financial Statements

Source: Tredyffrin Easttown School District Annual Financial Statements

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
Schedule of Millage Rates Chester County School Districts (in Mills) – Unaudited  
Last Ten Fiscal Years Ending June 30,**

<b>School District</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Tredyffrin-Easttown SD	26.7585	25.8536	25.1128	24.5003	23.8795	22.9810	22.4381	21.7423	20.9868	20.2171
Avon Grove SD	34.9500	34.1000	33.5200	32.7100	31.6100	30.6900	29.7700	29.0400	28.1570	27.4990
Coatesville Area SD	41.8190	41.2190	39.6910	38.2018	38.2018	36.7537	34.9138	33.4598	32.7716	32.0036
Downingtown Area SD	29.5580	28.5580	27.7260	27.1820	27.1820	27.1820	27.1820	27.1820	27.1820	27.1820
Great Valley SD	23.6600	22.9200	22.3600	21.8100	21.5500	21.2950	20.8000	20.8000	20.3200	20.0000
Kennett Consolidated SD	32.7275	32.4358	31.8707	31.4852	30.9497	30.4479	29.8789	29.2408	28.6017	27.9406
Octorara Area SD	42.2800	41.9900	40.8200	40.8900	40.7900	39.9400	39.4900	38.6300	37.5100	36.6600
Owen J Roberts SD	34.5237	33.9299	33.2712	32.7858	31.9550	31.2366	30.5045	29.6305	28.8262	28.2888
Oxford Area SD	36.0592	34.6390	33.3548	32.0104	31.4599	31.1484	31.1484	30.8400	30.5347	30.2324
Phoenixville Area SD	33.0283	32.6399	32.3200	31.8200	31.2000	30.5200	29.5800	29.1600	28.8900	28.8900
Unionville-Chadds Ford SD	31.9500	30.7300	29.9600	29.0700	29.1600	28.5100	28.4100	27.6900	26.9900	26.4400
West Chester Area SD	<u>22.4364</u>	<u>22.4364</u>	<u>22.0604</u>	<u>21.6622</u>	<u>21.6622</u>	<u>21.2723</u>	<u>20.6841</u>	<u>20.0982</u>	<u>19.5779</u>	<u>19.2100</u>
 Average Chester County School District millage	 <u>32.4792</u>	 <u>31.7876</u>	 <u>31.0056</u>	 <u>30.3440</u>	 <u>29.9667</u>	 <u>29.3314</u>	 <u>28.7333</u>	 <u>28.1261</u>	 <u>27.5290</u>	 <u>27.0470</u>

Source: County of Chester

See Independent Auditor's Report.

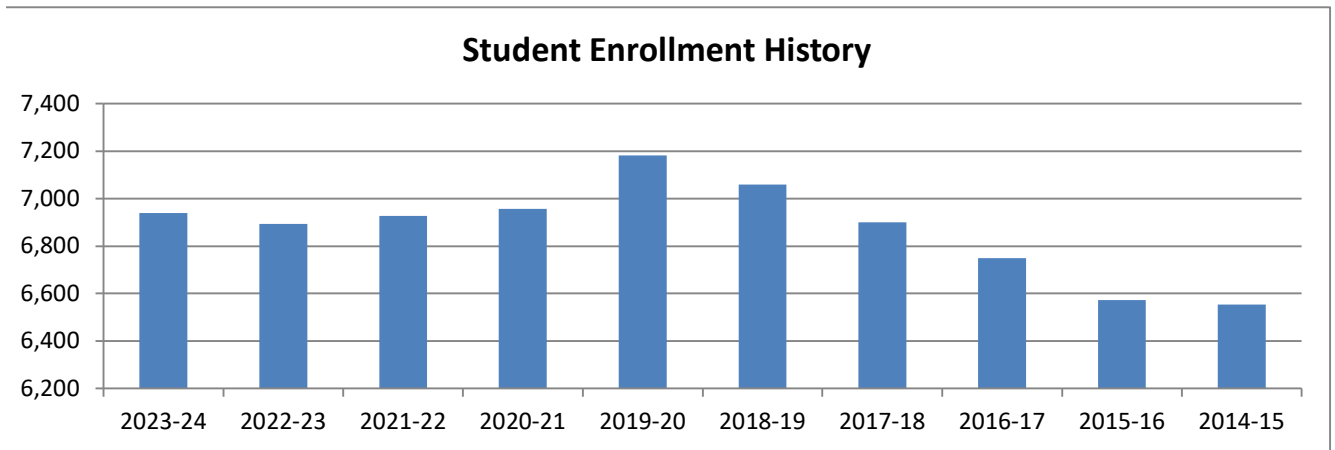
**Tredyffrin/Easttown School District  
 Enrollment History & Projections – Unaudited  
 Last Ten Fiscal Years Ending June 30,**

Year	Actual												K thru 4	5 thru 8	9 thru 12	Totals	% Change	
	K	1	2	3	4	5	6	7	8	9	10	11						12
2014-15	393	452	520	564	495	523	500	536	519	531	506	507	507	2,424	2,078	2,051	6,553	0.24%
2015-16	356	496	463	529	582	506	525	511	542	510	550	499	504	2,426	2,084	2,063	6,573	0.31%
2016-17	399	462	525	498	545	600	520	540	519	563	523	554	501	2,429	2,179	2,141	6,749	2.68%
2017-18	378	484	481	543	514	575	625	548	555	551	569	528	549	2,400	2,303	2,197	6,900	2.24%
2018-19	389	519	512	513	568	537	592	640	555	590	545	568	530	2,501	2,324	2,233	7,058	2.29%
2019-20	419	504	539	539	536	570	576	601	648	557	576	548	569	2,537	2,395	2,250	7,182	1.76%
2020-21	317	484	507	543	518	524	563	574	596	658	555	567	551	2,369	2,257	2,331	6,957	-3.13%
2021-22	366	449	491	522	558	536	525	558	575	578	664	546	560	2,386	2,194	2,348	6,928	-0.42%
2022-23	355	484	468	514	520	562	548	534	550	556	588	665	549	2,341	2,194	2,358	6,893	-0.51%
2023-24	371	451	485	497	531	537	582	561	544	562	562	589	667	2,335	2,224	2,380	6,939	0.67%
2024-25	351	481	466	496	520	551	549	581	560	542	561	570	594	2,314	2,241	2,267	6,822	-1.69%
2025-26	400	455	492	483	504	531	561	553	582	559	547	560	570	2,334	2,227	2,236	6,797	-0.37%
2026-27	377	517	464	508	490	513	539	563	553	579	562	545	559	2,356	2,168	2,245	6,769	-0.41%
2027-28	380	489	528	481	517	501	523	543	565	552	585	562	545	2,395	2,132	2,244	6,771	0.03%
2028-29	368	491	498	546	487	526	508	525	543	562	555	582	560	2,390	2,102	2,259	6,751	-0.30%

See Independent Auditor's Report.

**Tredyffrin/Easttown School District  
 Enrollment History by Instruction Level – Unaudited  
 Last Ten Fiscal Years Ending June 30,**

<b>Year</b>	<b>Elementary (K-6)</b>	<b>Secondary (7-12)</b>	<b>Totals</b>
2023-24	3,454	3,485	6,939
2022-23	3,451	3,442	6,893
2021-22	3,447	3,481	6,928
2020-21	3,456	3,501	6,957
2019-20	3,683	3,499	7,182
2018-19	3,630	3,428	7,058
2017-18	3,600	3,300	6,900
2016-17	3,549	3,200	6,749
2015-16	3,457	3,116	6,573
2014-15	3,447	3,106	6,553



Source: School District Officials

**Tredyffrin/Easttown School District  
Teacher Salary Schedule – Unaudited  
2023 - 2024**

---

<b>Step</b>	<b>Bachelor's Degree</b>	<b>Master's Degree</b>	<b>Master's Degree + 15</b>	<b>Master's Degree + 30</b>	<b>Master's Degree + 45</b>	<b>Master's Degree + 60</b>	<b>Doctorate Degree</b>
1	\$ 60,000	\$ 66,370	\$ 73,430	\$ 77,636	\$ 80,063	\$ 83,348	\$ 87,530
2	\$ 61,500	\$ 68,164	\$ 74,437	\$ 78,643	\$ 81,070	\$ 84,355	\$ 88,537
3	\$ 63,000	\$ 69,907	\$ 75,444	\$ 79,650	\$ 82,077	\$ 85,362	\$ 89,544
4	\$ 64,500	\$ 70,932	\$ 76,451	\$ 80,657	\$ 83,084	\$ 86,369	\$ 90,551
5	\$ 65,500	\$ 72,470	\$ 80,696	\$ 85,632	\$ 88,059	\$ 91,344	\$ 95,526
6	\$ 66,500	\$ 74,674	\$ 84,797	\$ 88,298	\$ 89,750	\$ 92,369	\$ 96,551
7	\$ 68,500	\$ 76,058	\$ 88,897	\$ 90,100	\$ 91,698	\$ 95,342	\$ 100,549
8	\$ 70,500	\$ 78,314	\$ 90,100	\$ 91,100	\$ 92,928	\$ 96,572	\$ 101,780
9	\$ 72,500	\$ 81,850	\$ 91,150	\$ 92,100	\$ 93,974	\$ 97,618	\$ 102,825
10	\$ 74,500	\$ 84,500	\$ 93,840	\$ 95,290	\$ 96,742	\$ 100,386	\$ 105,593
11	\$ 77,615	\$ 89,300	\$ 96,150	\$ 98,058	\$ 99,510	\$ 103,154	\$ 108,361
12	\$ 83,000	\$ 94,000	\$ 99,500	\$ 102,050	\$ 103,611	\$ 107,255	\$ 112,462
13	\$ 89,900	\$ 98,875	\$ 103,700	\$ 106,030	\$ 107,507	\$ 111,150	\$ 116,358
14	\$ 96,900	\$ 102,850	\$ 107,800	\$ 110,000	\$ 112,482	\$ 116,125	\$ 121,333
15	\$ 99,556	\$ 105,604	\$ 111,030	\$ 112,356	\$ 113,783	\$ 117,364	\$ 122,482

Source: Collective Bargaining Agreement Between District and Tredyffrin/Easttown Education Association

See Independent Auditor's Report.

**SINGLE AUDIT**

**Tredyffrin/Easttown School District**  
**Schedule of Expenditures of Federal Awards and Certain State Grants**  
**Year Ended June 30, 2024**

<u>Federal Grantor/Pass-Through Grantor/Project Title</u>	<u>Source Code</u>	<u>Federal ALN</u>	<u>Pass-Through Grantor's Number</u>	<u>Grant Period Beginning/Ending Dates</u>	<u>Grant Amount</u>	<u>Total Received for Year</u>	<u>Accrued (Deferred) Revenue July 1, 2023</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>	<u>Accrued (Deferred) Revenue June 30, 2024</u>	<u>Passed Through to Subrecipients</u>
<u>U.S. Department of Education</u>											
Passed-Through the Pennsylvania Department of Education											
Title I - Improving Basic Programs	I	84.010	013-230430	07/01/22 - 09/30/23	\$ 162,993	\$ 113,311	\$ 113,311	\$ -	\$ -	\$ -	\$ -
Title I - Improving Basic Programs	I	84.010	013-240430	07/01/22- 09/30/24	244,587	193,746	-	238,523	238,523	44,777	-
Total ALN 84.010						307,057	113,311	238,523	238,523	44,777	-
Title II - Improving Teacher Quality	I	84.367	020-230430	07/01/22 - 09/30/23	85,051	59,198	59,198	-	-	-	-
Title II - Improving Teacher Quality	I	84.367	020-240430	07/01/24 - 09/30/24	109,744	46,971	-	92,115	92,115	45,144	-
Total ALN 84.367						106,169	59,198	92,115	92,115	45,144	-
Title III - Language Instruction for English Learners	I	84.365	010-230430	07/01/22 - 09/30/23	33,202	23,567	23,567	-	-	-	-
Title III - Language Instruction for English Learners	I	84.365	010-240430	07/01/23 - 09/30/24	45,250	14,256	-	45,250	45,250	30,994	-
Total ALN 84.365						37,823	23,567	45,250	45,250	30,994	-
Title IV - Student Support and Academic Achievement	I	84.424	144-230430	07/01/22 - 09/30/23	13,435	9,497	9,497	-	-	-	-
Title IV - Student Support and Academic Achievement	I	84.424	144-240430	07/01/23 - 09/30/24	12,760	5,469	-	12,677	12,677	7,208	-
Total ALN 84.424						14,966	9,497	12,677	12,677	7,208	-
COVID-19 ESSER III	I	84.425U	223-210430	03/13/20 - 09/30/24	1,504,664	766,011	201,527	548,151	548,151	(16,333)	-
COVID-19 ARP ESSER 7%	I	84.425U	225-210430	03/13/20 - 09/30/24	116,947	70,168	28,372	34,540	34,540	(7,256)	-
COVID-19 ARP ESSER Homeless Children and Youth	I	84.425W	181-212432	07/01/21 - 09/30/24	12,903	6,286	1,841	3,475	3,475	(970)	-
Total ALN 84.425						842,465	231,740	586,166	586,166	(24,559)	-
Passed Through the Chester County I.U.											
I.D.E.A. - Part B, Section 619	I	84.173	131-2300024B	07/01/22 - 06/30/23	2,176	2,176	2,176	-	-	-	-
I.D.E.A. - Part B, Section 619	I	84.173	131-2400024B	07/01/23 - 06/30/24	3,186	3,186	-	3,186	3,186	-	-
Total ALN 84.173						5,362	2,176	3,186	3,186	-	-

**Tredyffrin/Easttown School District  
Schedule of Expenditures of Federal Awards and Certain State Grants  
Year Ended June 30, 2024**

<u>Federal Grantor/Pass-Through Grantor/Project Title</u>	<u>Source Code</u>	<u>Federal ALN</u>	<u>Pass-Through Grantor's Number</u>	<u>Grant Period Beginning/Ending Dates</u>	<u>Grant Amount</u>	<u>Total Received for Year</u>	<u>Accrued (Deferred) Revenue July 1, 2023</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>	<u>Accrued (Deferred) Revenue June 30, 2024</u>	<u>Passed Through to Subrecipients</u>
I.D.E.A. - Part B, Section 611	I	84.027	062-2300024	07/01/22 - 09/30/23	1,002,720	1,002,720	1,002,720	-	-	-	-
I.D.E.A. - Part B, Section 611	I	84.027	062-2400024	07/01/23 - 09/30/24	1,096,010	-	-	1,096,010	1,096,010	1,096,010	-
Total ALN 84.027						1,002,720	1,002,720	1,096,010	1,096,010	1,096,010	-
Total U.S. Department of Education						2,316,562	1,442,209	2,073,927	2,073,927	1,199,574	-
<u>U.S. Department of Health and Human Services</u>											
Medical Assistance Program	D	93.778	N/A	07/01/22 - 06/30/23	N/A	3,658	3,658	-	-	-	-
<u>U.S. Department of Agriculture</u>											
Passed-Through the Pennsylvania Department of Education											
State Matching Share	S	N/A	N/A	07/01/22 - 06/30/23	N/A	32,919	32,919	-	-	-	-
State Matching Share	S	N/A	N/A	07/01/23 - 06/30/24	N/A	198,541	-	207,377	207,377	8,836	-
Total State Matching Share						231,460	32,919	207,377	207,377	8,836	-
State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	I	10.649	N/A	07/01/23 - 06/30/24	N/A	653	-	653	653	-	-
Breakfast Program	I	10.553	N/A	07/01/22 - 06/30/23	N/A	14,063	14,063	-	-	-	-
Breakfast Program	I	10.553	N/A	07/01/23 - 06/30/24	N/A	69,086	-	72,414	72,414	3,328	-
Total ALN 10.553						83,149	14,063	72,414	72,414	3,328	-
Supply Chain Assistance	I	10.555	N/A	07/01/23 - 06/30/24	N/A	162,400	-	162,400	162,400	-	-
National School Lunch Program	I	10.555	N/A	07/01/22 - 06/30/23	N/A	74,304	74,304	-	-	-	-
National School Lunch Program	I	10.555	N/A	07/01/23 - 06/30/24	N/A	338,733	-	352,811	352,811	14,078	-

**Tredyffrin/Easttown School District  
Schedule of Expenditures of Federal Awards and Certain State Grants  
Year Ended June 30, 2024**

<u>Federal Grantor/Pass-Through Grantor/Project Title</u>	<u>Source Code</u>	<u>Federal ALN</u>	<u>Pass-Through Grantor's Number</u>	<u>Grant Period Beginning/Ending Dates</u>	<u>Grant Amount</u>	<u>Total Received for Year</u>	<u>Accrued (Deferred) Revenue July 1, 2023</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>	<u>Accrued (Deferred) Revenue June 30, 2024</u>	<u>Passed Through to Subrecipients</u>
Passed-Through the Pennsylvania Department of Agriculture											
National School Lunch Program	I	10.555	N/A	07/01/23 - 06/30/24	N/A	<u>214,153</u>	<u>-</u>	<u>214,153</u>	<u>214,153</u>	<u>-</u>	<u>-</u>
Total ALN 10.555						<u>789,590</u>	<u>74,304</u>	<u>729,364</u>	<u>729,364</u>	<u>14,078</u>	<u>-</u>
Total U.S. Department of Agriculture						<u>1,104,852</u>	<u>121,286</u>	<u>1,009,808</u>	<u>1,009,808</u>	<u>26,242</u>	<u>-</u>
Total Federal awards and certain state grants						<u>\$ 3,425,072</u>	<u>\$ 1,567,153</u>	<u>\$ 3,083,735</u>	<u>\$ 3,083,735</u>	<u>\$ 1,225,816</u>	<u>\$ -</u>
Total Federal Awards						<u>\$ 3,193,612</u>	<u>\$ 1,534,234</u>	<u>\$ 2,876,358</u>	<u>\$ 2,876,358</u>	<u>\$ 1,216,980</u>	<u>\$ -</u>
Total State Awards						<u>231,460</u>	<u>32,919</u>	<u>207,377</u>	<u>207,377</u>	<u>8,836</u>	<u>-</u>
Special Education Cluster (IDEA) (ALN's 84.027 and 84.173)						<u>\$ 1,008,082</u>	<u>\$ 1,004,896</u>	<u>\$ 1,099,196</u>	<u>\$ 1,099,196</u>	<u>\$ 1,096,010</u>	<u>\$ -</u>
Child Nutrition Cluster (ALN's 10.553 and 10.555)						<u>\$ 872,739</u>	<u>\$ 88,367</u>	<u>\$ 801,778</u>	<u>\$ 801,778</u>	<u>\$ 17,406</u>	<u>\$ -</u>
Medicaid Cluster (ALN's 93.778)						<u>\$ 3,658</u>	<u>\$ 3,658</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Source Codes**

D - Direct Funding

I - Indirect Funding

S - State Share

ALN - Assistance Listing Number

**Tredyffrin/Easttown School District**  
**Notes to Schedule of Expenditures of Federal Awards and Certain State Grants**  
**June 30, 2024**

---

**1. FEDERAL EXPENDITURES**

The Schedule of Expenditures of Federal Awards and Certain State Grants reflects federal expenditures for all individual grants which were active during the fiscal year. Additionally, the Schedule reflects expenditures for certain state grants.

**2. BASIS OF ACCOUNTING**

The District uses the modified accrual method of recording transactions except as noted for the accounting of donated commodities in Note 3. Revenues are recorded when measurable and available. Expenditures are recorded when incurred.

**3. NONMONETARY FEDERAL AWARDS – DONATED FOOD**

The Commonwealth of Pennsylvania distributes federal surplus food to institutions (schools, hospitals and prisons) and to the needy. Expenditures reported in the Schedule of Expenditures of Federal Awards and Certain State Grants under ALN 10.555 National School Lunch Program and passed through the Pennsylvania Department of Agriculture represent federal surplus food consumed by the District during the 2023-2024 fiscal year.

**4. ACCESS PROGRAM**

The District participates in the ACCESS Program which is a medical assistance program that reimburses local educational agencies for direct eligible health-related services provided to enrolled special needs students. Reimbursements are federal source revenues but are classified as fee-for-service and are not considered federal financial assistance. The amount of ACCESS funding recognized for the year ended June 30, 2024 was \$494,567.

**5. INDIRECT COSTS**

The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance. No indirect costs were charged to the District's Federal awards for the year ended June 30, 2024.

## **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of School Directors of  
Tredyffrin/Easttown School District:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Tredyffrin/Easttown School District, Wayne, Pennsylvania, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Tredyffrin/Easttown School District's basic financial statements, and have issued our report thereon dated April 16, 2025.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Tredyffrin/Easttown School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Tredyffrin/Easttown School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Tredyffrin/Easttown School District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Tredyffrin/Easttown School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Withum Smith + Brown, PC*

April 16, 2025

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of School Directors of  
Tredyffrin/Easttown School District:

### **Report on Compliance for Each Major Federal Program**

#### **Opinion on Each Major Federal Program**

We have audited Tredyffrin/Easttown School District's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Tredyffrin/Easttown School District's major federal programs for the year ended June 30, 2024. Tredyffrin/Easttown School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Tredyffrin/Easttown School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

#### **Basis for Opinion on Each Major Federal Program**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Tredyffrin/Easttown School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Tredyffrin/Easttown School District's compliance with the compliance requirements referred to above.

#### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Tredyffrin/Easttown School District's federal programs.

### Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Tredyffrin/Easttown School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the *Uniform Guidance* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Tredyffrin/Easttown School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the *Uniform Guidance*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Tredyffrin/Easttown School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Tredyffrin/Easttown School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *Uniform Guidance*, but not for the purpose of expressing an opinion on the effectiveness of Tredyffrin/Easttown School District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *Uniform Guidance*. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Withum Smith + Brown, PC". The signature is written in a cursive, flowing style.

April 16, 2025

**Tredyffrin/Easttown School District  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024**

---

**Summary of Auditor's Results**

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the Tredyffrin/Easttown School District were prepared in accordance with GAAP.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements of the Tredyffrin/Easttown School District are reported in the independent auditor's report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with Government Auditing Standards.
3. No instances of noncompliance material to the financial statements of the Tredyffrin/Easttown School District, which would be required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. No significant deficiencies or material weaknesses in internal control over the major federal award programs are reported in the independent auditor's report on compliance for each major program and on internal control over compliance required by the Uniform Guidance.
5. The auditor's report on compliance for the major federal award programs for the Tredyffrin/Easttown School District expresses an unmodified opinion on all major federal programs.
6. There are no audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a).
7. The programs tested as major programs were:  
  
Special Education Cluster (IDEA):  
Special Education – Grants to States (IDEA, Part B) – ALN 84.027  
Special Education – Preschool Grants (IDEA Preschool) – ALN 84.173
8. The threshold used for distinguishing between Type A and B programs was \$750,000.
9. The Tredyffrin/Easttown School District did qualify as a low-risk auditee.

**Findings – Financial Statement Audit**

None.

**Findings and Questioned Costs – Major Federal Award Programs Audit**

None.

**Summary Schedule of Prior Year Audit Findings**

None.