

Exhibit A

(Verification of Deloitte & Touche)

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

June 12, 2003

Pennsylvania Intergovernmental  
Cooperation Authority  
1429 Walnut Street  
Philadelphia, Pennsylvania

We have performed the procedures enumerated in the Appendix attached, which were agreed to by the Pennsylvania Intergovernmental Cooperation Authority (the "Authority"), solely to assist the Authority in evaluating its compliance with the requirements of Section 2.11(f) of the Amended and Restated Indenture of Trust dated as of December 1, 1994, as amended and supplemented, between the Authority and Wachovia Bank, National Association (the "Indenture"). The Authority's management is responsible for the Authority's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described in the Appendix either for the purpose for which this report has been requested or for any other purpose. Our procedures and findings are summarized in the Appendix to this report.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the requirements of Section 2.11(f) of the Indenture. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Pennsylvania Intergovernmental Cooperation Authority's management and parties to the Indenture and should not be used by anyone other than these specified parties.

Yours truly,

*Deloitte + Touche LLP*

Attachments – Appendix  
– Exhibit I

Deloitte  
Touche  
Tohmatsu

## APPENDIX

Our procedures and findings are summarized as follows:

1. We obtained the Certificate of Maximum Annual Debt Service in accordance with Section 2.11(f) of the Indenture of Trust (the "Certificate"), attached as Exhibit I, from the Authority's management. We compared the amounts shown on the Certificates as "PICA Taxes Collected" for the months from April 2002 to March 2003 to the monthly totals on a supporting schedule prepared by the Authority's management of individual PICA tax receipts received from the Treasurer of the Commonwealth of Pennsylvania and found such amounts to be in agreement. We recalculated such monthly totals and did not note any exceptions.
2. We confirmed the individual PICA Tax receipts listed on the supporting schedule obtained in (1) directly with the Assistant Deputy Treasurer for Fiscal Operations of the Commonwealth of Pennsylvania and did not note any exceptions.
3. We compared the individual PICA Tax receipts listed on the supporting schedule obtained in (1) to the Authority's monthly bank statements obtained from the Authority's management and did not note any exceptions.
4. We confirmed the amounts shown on the Certificate as "PICA Taxes Projected to be Collected" for the months from June 2003 to and including May 2004 directly with the Office of the Director of Finance for the City of Philadelphia and did not note any exceptions.
5. We recalculated the amounts shown as "Total" on the Certificate and did not note any exceptions.
6. We recalculated the amount shown on the Certificate as "Maximum Annual Debt Service Requirement" and did not note any exceptions.
7. We recalculated the amount shown on the Certificate as "Maximum Debt Service Requirement for Corresponding Period" and did not note any exceptions.
8. We compared the amounts shown on the Certificate under the heading "Total Debt Service" for each of the years shown to a schedule received directly from the Underwriters to the Authority with respect to the Authority's Special Tax Revenue Refunding Bonds (City of Philadelphia Funding Program) Series of 2003 and did not note any exceptions.
9. We compared the amount shown on the Certificate as "Maximum Annual Debt Service Requirement" to amounts shown on the Certificate under the heading "Total Debt Service" for each year and noted that each of the amounts shown under the heading "Total Debt Service" were less than the amount shown as "Maximum Annual Debt Service Requirement".
10. We compared the amount shown as "Maximum Debt Service Requirement for Corresponding Period" to the amount shown on the Certificate under the heading "Total Debt Service" for each year and noted that each of the amounts shown under the heading "Total Debt Service" were less than the amount shown as "Maximum Debt Service Requirement for Corresponding Period".

## EXHIBIT I

### Pennsylvania Intergovernmental Cooperation Authority Certificate of Maximum Annual Debt Service In Accordance with Section 2.11(f) of the Indenture of Trust

#### PICA Taxes Collected:

April 2002	\$ 27,904,975
May 2002	26,039,549
June 2002	17,388,798
July 2002	24,771,495
August 2002	23,919,839
September 2002	19,078,853
October 2002	25,975,486
November 2002	22,737,281
December 2002	19,654,462
January 2003	25,258,231
February 2003	22,639,499
March 2003	<u>20,446,637</u>

Total \$ 275,815,105

Maximum Annual Debt Service Requirement (1) \$ 157,608,631

#### PICA Taxes Projected to be Collected:

June 2003	21,000,000
July 2003	13,300,000
August 2003	22,900,000
September 2003	24,400,000
October 2003	21,300,000
November 2003	24,900,000
December 2003	24,300,000
January 2004	19,900,000
February 2004	30,200,000
March 2004	22,100,000
April 2004	21,000,000
May 2004	<u>30,000,000</u>

Total \$ 275,300,000

Maximum Debt Service Requirement for Corresponding Period (2) \$ 157,314,286

- (1) As set forth in Section 2.11(f) of the Indenture, the total amount for "PICA Taxes Collected" must equal at least 175% of the Maximum Annual Debt Service Requirement.
- (2) As set forth in Section 2.11(f) of the Indenture, the total amount for "PICA Taxes Projected to be Collected" must equal at least 175% of the Debt Service Requirement for the corresponding 12-month period.

**EXHIBIT I (Continued):**

**Pennsylvania Intergovernmental Cooperation Authority  
Certificate of Maximum Annual Debt Service  
In Accordance with Section 2.11(f) of the Indenture of Trust**

Annual Debt Service Requirements After Issuance of Special Tax Revenue Refunding Bonds, Series of 2003.

<b><u>Year Ending June 15</u></b>	<b><u>Total Debt Service *</u></b>
2004	\$88,151,597
2005	97,396,776
2006	97,131,776
2007	96,706,626
2008	90,603,926
2009	81,532,286
2010	74,213,816
2011	70,036,091
2012	69,476,829
2013	68,897,531
2014	68,279,975
2015	67,642,238
2016	66,954,525
2017	66,245,475
2018	56,401,513
2019	46,926,363
2020	46,130,238
2021	35,908,613
2022	35,034,363
2023	20,489,100

\* Calculated assuming the maximum interest rate of 12% for the Series of 2003 Bonds.