

CITY OF PORTSMOUTH, VIRGINIA

Exhibit A

Statement of Net Assets
June 30, 2004

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets:				
Current assets:				
Cash and temporary investments (note 3)	\$ 18,510,543	15,999,621	34,510,164	20,715,937
Restricted cash and temporary investments (note 3)	1,049,775	7,095,015	8,144,790	412,533
Receivables (net of allowance for uncollectibles of \$5,457,083):				
Taxes	3,762,728	-	3,762,728	-
Accounts	4,960,887	6,564,403	11,525,290	194,452
Other	-	-	-	400,000
Internal balances (note 10)	402,622	(402,622)	-	-
Due from component units (note 10)	1,107,586	-	1,107,586	-
Due from other governments (note 11)	11,807,323	800,000	12,607,323	4,086,969
Inventory of supplies	382,861	379,263	762,124	1,054,531
Notes receivable (notes 6, 7 and 12)	6,216	104,340	110,556	150,000
Capital lease receivable	-	-	-	165,000
Notes receivable from component unit (notes 5 and 12)	320,073	-	320,073	-
Total current assets	42,310,614	30,540,020	72,850,634	27,179,422
Noncurrent assets:				
Notes receivable (notes 6 and 7)	-	34,806	34,806	5,253,736
Notes receivable from component unit (notes 5 and 12)	4,505,161	-	4,505,161	-
Due from other governments (notes 11 and 12)	-	1,400,000	1,400,000	-
Capital lease receivable	-	-	-	6,230,000
Bond issuance costs, net	955,608	272,701	1,228,309	216,207
Property held for resale	-	-	-	2,937,700
Capital assets (note 4):				
Land	25,498,271	14,531,594	40,029,865	8,384,805
Site improvements	1,436,092	-	1,436,092	-
Infrastructure	454,545,568	-	454,545,568	-
Buildings	162,980,866	3,629,804	166,610,670	70,894,966
Improvements other than buildings	-	141,941,031	141,941,031	255,975
Machinery, furniture and equipment	32,430,693	12,840,064	45,270,757	14,405,717
Construction in progress	55,840,390	53,194,362	109,034,752	2,603,112
Total capital assets	732,731,880	226,136,855	958,868,735	96,544,575
Less accumulated depreciation	(343,916,313)	(59,488,394)	(403,404,707)	(44,777,543)
Total capital assets, net	388,815,567	166,648,461	555,464,028	51,767,032
Total noncurrent assets	394,276,336	168,355,968	562,632,304	66,404,675
Total assets	\$ 436,586,950	198,895,988	635,482,938	93,584,097

See accompanying notes to basic financial statements.

CITY OF PORTSMOUTH, VIRGINIA

Exhibit A, Continued

Statement of Net Assets
June 30, 2004

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Liabilities:				
Current liabilities:				
Accounts payable	\$ 6,742,237	2,015,276	8,757,513	11,135,103
Restricted accounts payable	-	1,122,479	1,122,479	-
Accrued interest payable	2,983,816	955,171	3,938,987	193,072
Deposits	285,149	674,411	959,560	84,750
Due to other governments (note 11)	18,158	-	18,158	-
Due to primary government (notes 3 and 10)	-	-	-	1,028,235
Due to component units (note 10)	65,877	13,474	79,351	-
Deferred revenues (notes 7 and 12)	4,893,369	71,745	4,965,114	239,022
Arbitrage payable	-	296,145	296,145	-
Claims payable (note 17)	4,599,023	-	4,599,023	631,028
Compensated absences (note 5)	4,203,476	687,536	4,891,012	1,554,651
General obligation and revenue bonds, net (note 5)	6,288,981	3,012,128	9,301,109	565,715
Obligations under capital leases (notes 5 and 7)	2,180,828	125,472	2,306,300	121,865
Obligations under cooperation agreements (notes 5 and 6)	2,130,000	-	2,130,000	-
Literary loans (note 5)	475,000	-	475,000	-
Notes payable to primary government (note 5)	-	-	-	320,073
Total current liabilities	34,865,914	8,973,837	43,839,751	15,873,514
Noncurrent liabilities:				
Deferred revenues (notes 7 and 12)	-	1,111,670	1,111,670	-
Claims payable (note 17)	12,070,487	-	12,070,487	1,439,482
Compensated absences (note 5)	2,067,490	-	2,067,490	2,362,009
General obligation and revenue bonds, net (note 5)	115,769,205	64,856,093	180,625,298	19,718,577
Obligations under capital leases (notes 5 and 7)	20,162,529	438,150	20,600,679	161,138
Obligations under cooperation agreements (notes 5 and 6)	51,013,736	-	51,013,736	-
Obligations under notes payable (note 5)	7,980,000	-	7,980,000	-
Bond anticipation notes (note 5)	5,139,951	2,860,494	8,000,445	-
Landfill closure and postclosure care (notes 5 and 13)	-	5,179,473	5,179,473	-
Literary loans (note 5)	4,325,000	-	4,325,000	-
Net pension obligation (notes 5 and 8)	-	-	-	113,026
Notes payable to primary government (note 5)	-	-	-	4,505,160
Total noncurrent liabilities	218,528,398	74,445,880	292,974,278	28,299,392
Total liabilities	253,394,312	83,419,717	336,814,029	44,172,906
Net assets:				
Invested in capital assets, net of related debt	174,607,640	95,356,124	269,963,764	38,949,504
Restricted for:				
Capital projects	2,864,651	3,510,398	6,375,049	-
Other purposes	6,695,984	4,433,131	11,129,115	1,554,745
Unrestricted	(975,637)	12,176,618	11,200,981	8,906,942
Total net assets	183,192,638	115,476,271	298,668,909	49,411,191
Total liabilities and net assets	\$ 436,586,950	198,895,988	635,482,938	93,584,097

See accompanying notes to basic financial statements.