

CITY OF PORTSMOUTH, VIRGINIA**Exhibit F-2****Statement of Changes in Fiduciary Net Assets****Fiduciary Funds - Pension Trust Funds****Year ended June 30, 2004**

Additions:	
Employee contributions	\$ 6,691,423
Net investment income -	
Net increase in the fair value of investments	18,144,476
Less investment expense	(763,295)
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Net investment income	17,381,181
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Total additions	24,072,604
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Deductions - benefits and refunds	18,391,411
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Change in net assets	5,681,193
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Net plan assets held in trust for pension benefits, beginning of year	124,730,695
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Net plan assets held in trust for pension benefits, end of year	\$ 130,411,888

See accompanying notes to basic financial statements.