

**CITY OF PORTSMOUTH, VIRGINIA**

**Exhibit F-1**

**Statement of Fiduciary Net Assets**

**Fiduciary Funds**

**June 30, 2005**

	Pension Trusts	Agency Special Welfare Fund
<b>Assets:</b>		
Cash and temporary investments (note 3)	\$ 731,859	57,591
Investments (note 3):		
Common stock	78,871,825	-
Corporate bonds	16,345,116	-
Mortgage and mortgage-backed securities	13,296,730	-
U.S., state, and municipal government securities	9,340,066	-
Real estate	7,558,712	-
Alternatives	6,724,964	-
<b>Total investments</b>	<b>132,137,413</b>	<b>-</b>
<b>Total assets</b>	<b>132,869,272</b>	<b>57,591</b>
<b>Liabilities - Accounts payable</b>	<b>-</b>	<b>57,591</b>
<b>Net assets -</b>		
Net assets held in trust for pension benefits	\$ 132,869,272	-

See accompanying notes to basic financial statements.