

**Required Supplementary Information (Unaudited)**  
**Schedule of Funding Progress for Defined Benefit Pension Plans**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Liability (AAL) - Entry Age	Unfunded (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
<b>I. CITY-ADMINISTERED PLANS:</b>						
<i>A. Portsmouth Supplemental Retirement System:</i>						
7/1/2005	\$ 45,070,186	69,629,486	24,559,300	65%	\$ 4,821,000	509%
7/1/2004	45,692,761	67,497,029	21,804,268	68%	5,700,000	383%
7/1/2003	44,274,255	66,382,397	22,108,142	67%	6,367,000	347%
7/1/2002	47,288,892	65,556,378	18,267,486	72%	6,641,000	275%
7/1/2001	54,524,631	61,094,128	6,569,497	89%	7,354,000	89%
7/1/2000	51,913,073	60,304,474	8,391,401	86%	7,642,000	110%
<i>B. Fire and Police Retirement System:</i>						
7/1/2005	\$ 87,799,085	173,938,719	86,139,634	50%	\$ 11,823,000	729%
7/1/2004	84,719,127	163,976,841	79,257,714	52%	12,394,000	639%
7/1/2003	80,456,440	161,935,321	81,478,881	50%	12,688,000	642%
7/1/2002	84,599,181	143,733,713	59,134,532	59%	12,498,000	473%
7/1/2001	96,773,924	134,145,209	37,371,285	72%	13,290,000	281%
7/1/2000	91,566,244	132,284,763	40,718,519	69%	12,403,000	328%
<b>II. VIRGINIA RETIREMENT SYSTEM PLANS:</b>						
<i>A. City of Portsmouth Employees:</i>						
6/30/2004	\$ 133,908,077	131,251,942	(2,656,135)	102%	\$ 52,172,571	(5%)
6/30/2003	131,426,811	120,755,080	(10,671,731)	109%	49,411,679	(22%)
6/30/2002	128,794,687	109,812,697	(18,981,990)	117%	45,910,542	(41%)
<i>B. School Board Nonprofessional Employees:</i>						
6/30/2004	\$ 21,286,570	23,502,940	2,216,370	91%	\$ 8,588,058	26%
6/30/2003	21,105,442	21,879,580	774,138	96%	8,428,134	9%
6/30/2002	21,022,097	19,890,860	(1,131,237)	106%	8,423,835	(13%)

Unaudited - see accompanying independent auditors' report.