

CITY OF PORTSMOUTH, VIRGINIA
Statement of Net Assets
June 30, 2006

Exhibit A

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets:				
Current assets:				
Cash and temporary investments (note 3)	\$ 54,701,562	25,960,037	80,661,599	13,954,813
Cash with fiscal agent (note 3)	-	-	-	3,271,116
Restricted cash and temporary investments (note 3)	5,446,121	15,422,466	20,868,587	-
Receivables (net of allowance for uncollectibles of \$4,547,840):				
Taxes	7,219,634	-	7,219,634	-
Accounts	5,505,210	6,442,144	11,947,354	203,446
Other	-	-	-	10,974
Internal balances (note 12)	4,177,442	(4,177,442)	-	-
Due from primary government (note 10)	-	-	-	56,917
Due from component units (note 10)	142,091	-	142,091	-
Due from other governments (note 11)	16,882,383	-	16,882,383	13,245,631
Deposits	502,200	-	502,200	500
Prepaid items	2,223	-	2,223	-
Inventory of supplies	738,110	614,770	1,352,880	1,075,428
Notes receivable (note 12)	4,152	-	4,152	-
Total current assets	95,321,128	44,261,975	139,583,103	31,818,825
Noncurrent assets:				
Other assets	2,021,747	867,503	2,889,250	-
Property held for resale	-	-	-	5,301,316
Capital assets (note 4):				
Land	23,662,254	15,211,274	38,873,528	7,543,305
Site improvements	1,436,092	-	1,436,092	-
Infrastructure	457,752,880	-	457,752,880	-
Buildings	181,578,663	22,297,714	203,876,377	50,444,635
Improvements other than buildings	-	146,123,742	146,123,742	-
Machinery, furniture, and equipment	40,099,038	13,221,597	53,320,635	16,344,413
Construction in progress	61,996,204	70,035,598	132,031,802	7,817,162
Total capital assets	766,525,131	266,889,925	1,033,415,056	82,149,515
Less accumulated depreciation	(379,593,698)	(73,729,863)	(453,323,561)	(35,934,429)
Total capital assets, net	386,931,433	193,160,062	580,091,495	46,215,086
Total noncurrent assets	388,953,180	194,027,565	582,980,745	51,516,402
Total assets	\$ 484,274,308	238,289,540	722,563,848	83,335,227

See accompanying notes to basic financial statements.

Statement of Net Assets
June 30, 2006

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Liabilities:				
Current liabilities:				
Accounts payable	\$ 6,920,248	590,320	7,510,568	12,078,121
Construction payable	-	1,131,937	1,131,937	-
Accrued interest payable	3,296,322	1,527,291	4,823,613	366,769
Deposits	250,693	622,517	873,210	31,600
Due to other governments (note 11)	17,351	-	17,351	-
Due to primary government (note 10)	-	-	-	142,091
Due to component units (note 10)	56,917	-	56,917	-
Unearned revenues (note 12)	4,152	48,613	52,765	-
Arbitrage payable	-	207,169	207,169	-
Claims payable (note 15)	4,570,927	-	4,570,927	1,422,277
Compensated absences (note 5)	4,752,111	790,221	5,542,332	1,700,000
General obligation and revenue bonds, net (note 5)	12,239,757	3,890,991	16,130,748	-
Obligations under capital leases (notes 5 and 7)	2,610,439	354,805	2,965,244	421,507
Obligations under cooperation agreements (notes 5 and 6)	870,000	-	870,000	-
General obligation notes payable (note 5)	5,450,000	-	5,450,000	-
Literary loans (note 5)	475,000	-	475,000	-
Total current liabilities	41,513,917	9,163,864	50,677,781	16,162,365
Noncurrent liabilities:				
Claims payable (note 15)	12,399,019	-	12,399,019	1,337,045
Compensated absences (note 5)	2,355,365	-	2,355,365	2,453,236
General obligation and revenue bonds, net (note 5)	159,071,478	94,481,709	253,553,187	-
Obligations under capital leases (notes 5 and 7)	16,338,760	871,782	17,210,542	8,083,189
Obligations under cooperation agreements (notes 5 and 6)	33,855,000	-	33,855,000	-
General obligation notes payable (note 5)	2,530,000	-	2,530,000	-
Landfill closure and postclosure care (notes 5 and 13)	-	5,436,375	5,436,375	-
Literary loans (note 5)	3,375,000	-	3,375,000	-
Net pension obligation (notes 5 and 8)	-	-	-	113,112
Total noncurrent liabilities	229,924,622	100,789,866	330,714,488	11,986,582
Total liabilities	271,438,539	109,953,730	381,392,269	28,148,947
Net assets:				
Invested in capital assets, net of related debt	167,581,045	104,805,799	272,386,844	37,710,391
Restricted for:				
Capital projects	7,622,644	-	7,622,644	3,271,116
Debt service	683,337	-	683,337	-
Behavioral health services	3,178,295	-	3,178,295	-
Grants and donations	2,392,026	-	2,392,026	1,083,452
Other purposes:				
Expendable	82,397	-	82,397	-
Nonexpendable	1,000,000	-	1,000,000	-
Unrestricted	30,296,025	23,530,011	53,826,036	13,121,321
Total net assets	212,835,769	128,335,810	341,171,579	55,186,280
Total liabilities and net assets	\$ 484,274,308	238,289,540	722,563,848	83,335,227

See accompanying notes to basic financial statements.