

CITY OF PORTSMOUTH, VIRGINIA

Exhibit E-2

Statement of Revenues, Expenses, and Changes in Fund Net Assets

Proprietary Funds

Year ended June 30, 2008

	Public Utility	Parking Authority	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Operating revenues:					
Charges for services	\$ 33,435,455	1,063,479	14,262,887	48,761,821	42,774,588
Intergovernmental revenue	-	-	685,994	685,994	-
Use of property	87,219	-	181,450	268,669	-
Insurance settlements	-	-	-	-	2,521,426
Other	279,670	355,257	19,377	654,304	465,890
Total operating revenues	33,802,344	1,418,736	15,149,708	50,370,788	45,761,904
Operating expenses:					
Personnel services	6,930,967	494,282	4,998,077	12,423,326	5,982,096
Contractual services	2,709,362	69,971	5,851,388	8,630,721	2,744,902
Supplies and materials	2,556,595	27,387	346,359	2,930,341	4,065,821
Utilities	1,007,419	125,965	131,902	1,265,286	179,848
Internal charges	943,537	61,470	1,574,324	2,579,331	-
Claims, settlements, and refunds	-	-	-	-	13,707,041
Insurance premiums	-	-	-	-	1,037,000
Payments in lieu of taxes	979,192	-	-	979,192	-
Rent	-	-	74,802	74,802	-
Depreciation and amortization	3,602,821	502,290	971,950	5,077,061	2,149,167
Bad debt expense	(33,134)	902	43,802	11,570	-
Other	1,077,696	176,220	249,876	1,503,792	761,183
Total operating expenses	19,774,455	1,458,487	14,242,480	35,475,422	30,627,058
Operating income (loss)	14,027,889	(39,751)	907,228	14,895,366	15,134,846
Nonoperating revenues (expenses):					
Investment income	1,822,781	10,818	51,213	1,884,812	304,906
Gain (loss) on disposal of capital assets	31,984	-	9,410	41,394	77,985
Interest expense and fiscal charges	(2,337,464)	(292,297)	(407,384)	(3,037,145)	(225,715)
Net nonoperating revenues (expenses)	(482,699)	(281,479)	(346,761)	(1,110,939)	157,176
Net income (loss) before transfers and capital contributions	13,545,190	(321,230)	560,467	13,784,427	15,292,022
Capital contributions	50,150	-	-	50,150	-
Transfers from other funds (note 10)	-	447,564	-	447,564	-
Transfers to other funds (note 10)	(7,500,000)	-	(575,000)	(8,075,000)	(1,500,000)
Change in net assets	6,095,340	126,334	(14,533)	6,207,141	13,792,022
Net assets (deficit), beginning of year	126,410,418	720,385	9,488,079	136,618,882	(5,387,393)
Net assets (deficit), end of year	\$ 132,505,758	846,719	9,473,546	142,826,023	8,404,629

See accompanying notes to basic financial statements.