

CITY OF PORTSMOUTH, VIRGINIA

Table 11

Computation of Legal Debt Margin

June 30, 2004

Taxable real estate assessed value - July 1, 2004			\$ 3,960,731,140
Debt limit - 10 percent of assessed value (1)			396,073,114
Total debt - June 30, 2004 (2)		\$ 286,757,566	
Less amounts exempt from debt limit:			
Obligations under cooperation agreement subject to appropriation	\$ 41,763,736		
Enterprise debt:			
Public Utility bonds outstanding	58,300,225		
Port Improvement bonds outstanding	1,145,000		
Golf bonds outstanding	8,422,996		
Capital leases subject to appropriation:			
General equipment and vehicles	2,744,232		
Waste management equipment and vehicles	563,622		
City garage equipment and vehicles	1,338,203		
Information technology equipment	487,616		
Total exempt debt	114,765,630	114,765,630	
Debt applicable to debt limit			171,991,936
Legal margin for additional debt			\$ 224,081,178

Notes:

- (1) The legal debt limit is established by State law as 10 percent of taxable real estate assessed value.
- (2) Includes general obligation bonds, school literary loans, obligations under capital leases and obligations under cooperation agreement. Excludes compensated absences, net pension obligation and landfill closure and postclosure care liability.