

CITY OF PORTSMOUTH, VIRGINIA

Table 11

Computation of Legal Debt Margin

June 30, 2005

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, 2005 (2)	\$ 289,776,640	
Less amounts exempt from debt limit:		
Obligations under cooperation agreement subject to appropriation	\$ 40,813,736	
Enterprise debt:		
Public Utility bonds outstanding	55,909,305	
Port Improvement bonds outstanding	672,173	
Golf bonds outstanding	8,137,839	
Capital leases subject to appropriation:		
General equipment and vehicles	3,183,391	
Waste management equipment and vehicles	970,005	
City garage equipment and vehicles	3,031,341	
Information technology equipment	449,190	
Total exempt debt		113,166,980
Debt applicable to debt limit		176,609,660
Legal margin for additional debt		\$ 219,463,454

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.