

CITY OF PORTSMOUTH, VIRGINIA

Exhibit E-2

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

Proprietary Funds

Year ended June 30, 2006

	Public Utility	Parking Authority	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Operating revenues:					
Charges for services	\$ 30,947,697	1,010,413	9,446,528	41,404,638	34,155,506
Intergovernmental revenue	-	-	685,994	685,994	-
Use of property	75,480	-	222,800	298,280	-
Other	194,588	261,081	24,197	479,866	262,982
Total operating revenues	31,217,765	1,271,494	10,379,519	42,868,778	34,418,488
Operating expenses:					
Personnel services	5,115,260	368,218	3,668,888	9,152,366	4,700,000
Contractual services	1,275,197	68,115	3,679,653	5,022,965	3,755,473
Supplies and materials	1,946,328	29,312	395,735	2,371,375	3,565,932
Utilities	1,019,539	109,585	90,575	1,219,699	175,835
Internal charges	931,290	91,619	1,673,546	2,696,455	-
Claims, settlements and refunds	-	-	-	-	14,899,278
Insurance premiums	-	-	-	-	948,812
Payments in lieu of taxes	931,944	-	-	931,944	-
Rent	-	-	68,891	68,891	-
Depreciation and amortization	3,222,372	510,756	772,096	4,505,224	1,769,021
Bad debt expense	216,913	-	79,986	296,899	-
Other	699,950	121,274	131,590	952,814	341,912
Total operating expenses	15,358,793	1,298,879	10,560,960	27,218,632	30,156,263
Operating income (loss)	15,858,972	(27,385)	(181,441)	15,650,146	4,262,225
Nonoperating revenues (expenses):					
Investment income	1,061,153	12,774	53,715	1,127,642	72,680
Gain on disposal of capital assets	-	-	20,006	20,006	57,698
Interest expense and fiscal charges	(2,215,835)	(300,787)	(186,832)	(2,703,454)	(121,411)
Net nonoperating revenues (expenses)	(1,154,682)	(288,013)	(113,111)	(1,555,806)	8,967
Net income (loss) before transfers and capital contributions	14,704,290	(315,398)	(294,552)	14,094,340	4,271,192
Capital contributions	987,911	-	-	987,911	-
Transfers from other funds (note 10)	-	355,620	241,956	597,576	-
Transfers to other funds (note 10)	(8,202,776)	-	-	(8,202,776)	(183,365)
Change in net assets	7,489,425	40,222	(52,596)	7,477,051	4,087,827
Net assets (deficit), beginning of year, as adjusted (note 18)	109,809,187	716,980	10,332,592	120,858,759	(15,188,237)
Net assets (deficit), end of year	\$ 117,298,612	757,202	10,279,996	128,335,810	(11,100,410)

See accompanying notes to basic financial statements.