

CITY OF PORTSMOUTH, VIRGINIA

Schedule L-1

Combining Statement of Net Assets

Internal Service Funds

June 30, 2007

| | City Garage | Information Technology | Health Insurance | Risk Management | Total |
|---|----------------|---------------------------|---------------------|--------------------|--------------|
| Assets: | | | | | |
| Current assets: | | | | | |
| Cash and temporary investments | \$ 1,521,832 | 1,331,940 | 208,137 | 5,525,648 | 8,587,557 |
| Accounts receivable | 18,500 | 29,173 | 164,076 | 100,000 | 311,749 |
| Inventory of supplies | 538,635 | - | - | - | 538,635 |
| Total current assets | 2,078,967 | 1,361,113 | 372,213 | 5,625,648 | 9,437,941 |
| Capital assets: | | | | | |
| Land | 15,048 | - | - | - | 15,048 |
| Buildings | 693,083 | - | - | - | 693,083 |
| Machinery, furniture and equipment | 15,702,267 | 5,373,542 | - | - | 21,075,809 |
| Total capital assets | 16,410,398 | 5,373,542 | - | - | 21,783,940 |
| Less accumulated depreciation | (9,431,425) | (2,844,527) | - | - | (12,275,952) |
| Total capital assets, net | 6,978,973 | 2,529,015 | - | - | 9,507,988 |
| Total assets | \$ 9,057,940 | 3,890,128 | 372,213 | 5,625,648 | 18,945,929 |
| Liabilities: | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | \$ 310,556 | 366,075 | - | 188,686 | 865,317 |
| Compensated absences | 145,499 | 244,652 | - | 17,070 | 407,221 |
| Obligations under capital leases | 1,432,675 | 644,420 | - | - | 2,077,095 |
| Claims payable | - | - | 1,218,000 | 3,500,471 | 4,718,471 |
| Total current liabilities | 1,888,730 | 1,255,147 | 1,218,000 | 3,706,227 | 8,068,104 |
| Noncurrent liabilities: | | | | | |
| Claims payable | - | - | - | 11,724,654 | 11,724,654 |
| Obligations under capital leases | 3,250,892 | 1,289,672 | - | - | 4,540,564 |
| Total noncurrent liabilities | 3,250,892 | 1,289,672 | - | 11,724,654 | 16,265,218 |
| Total liabilities | 5,139,622 | 2,544,819 | 1,218,000 | 15,430,881 | 24,333,322 |
| Net assets: | | | | | |
| Invested in capital assets, net of related debt | 2,295,406 | 594,923 | - | - | 2,890,329 |
| Unrestricted (deficit) | 1,622,912 | 750,386 | (845,787) | (9,805,233) | (8,277,722) |
| Total net assets | 3,918,318 | 1,345,309 | (845,787) | (9,805,233) | (5,387,393) |
| Total liabilities and net assets | \$ 9,057,940 | 3,890,128 | 372,213 | 5,625,648 | 18,945,929 |