

COUNTY OF HANOVER, VIRGINIA

Computation of Direct and Overlapping Debt and Legal Debt Margin

June 30, 2005

Jurisdiction	Net General Bonded Debt Outstanding	Percentage Applicable to County of Hanover	Amount Applicable to County of Hanover	Legal Debt Margin
Direct and Overlapping:				
County of Hanover (1)	\$ 124,905,617	100.0%	\$ 124,905,617	(3)
Overlapping:				
Town of Ashland (2)	1,515,000	80.5%	1,219,700	
	<u>\$ 126,420,617</u>		<u>\$ 126,125,317</u>	

Notes:

- (1) Excluding general obligation bonds reported in the enterprise funds.
- (2) County's applicable funding is for Water and Sewer Bonds for which the County assumed ownership January 1, 1996.
- (3) Counties in the State of Virginia are not subject to a legal debt margin.