VIRGINIA PUBLIC SCHOOL AUTHORITY

FINANCIAL STATEMENTS (Unaudited)

FOR THE YEAR ENDED JUNE 30, 2013

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This section of the annual financial report of the Virginia Public School Authority (the "Authority") presents an analysis of the Authority's financial performance during the fiscal year that ended on June 30, 2013. This information should be considered in conjunction with the information contained in the financial statements, which follow this section.

Authority Activities and Highlights

The Virginia Public School Authority, created by Chapter 11, Title 22.1, *Code of Virginia*, 1950, as amended, provides financing to localities under its pooled bond program. Under the program, the Authority issues its bonds and uses the proceeds to purchase a "pool" of general obligation bonds from localities (the "Local Issuers"). Each Local Issuer uses the proceeds for the purpose of financing capital projects for public schools.

The Authority's 1997 Resolution, adopted on October 23, 1997, serves as the primary instrument under which the Authority issues bonds for its pooled bond program. The 1997 Resolution bonds are secured first by payments from Local Issuers on their local school bonds; second, from amounts obtained under the State Aid Intercept Provision under which the Authority can intercept state appropriations to the locality; and third, from a sum sufficient appropriation. The sum sufficient appropriation is first from available Literary Fund monies and then from the Commonwealth's General Fund.

Also under its pooled bond program, the Authority has issued Qualified School Construction Bonds under a Master Indenture of Trust dated of October 1, 2009. Qualified School Construction Bonds are tax credit bonds established under the American Recovery and Reinvestment Act of 2009 (ARRA), under which the bondholder receives a federal tax credit in lieu of interest. These bonds are secured by payments from Local Issuers on their general obligation local school bonds, then from amounts obtained through the State Aid Intercept Provision, and then from any amounts received by the Authority pursuant to any current Appropriation Act Provision. During the fiscal year, the Authority issued a total of $297,175,000 in pooled bonds under these two programs.

In addition to its pooled bond program, the Authority also issues special obligation bonds under its stand-alone program and its technology and security program. Bonds issued under the stand-alone program are secured solely by the local school bonds purchased from one or more specific localities. The Authority acts as a conduit issuer under the stand-alone program. Under the School Technology and Security Notes Program, the Authority issues obligations to finance technology equipment purchases and fund a grant program for the purchase of security equipment for local public school systems within the Commonwealth. These obligations are payable from or otherwise secured by, the assets and income of the Literary Fund and now benefit from a sum sufficient appropriation from the Commonwealth's General Fund. The Authority issued $58,355,000 under the school technology and security note program. The Authority also issued $65,675,000 under the stand-alone program.

Overview of the Financial Statements

This discussion and analysis is an introduction to the Authority's basic financial statements, which are comprised of two components: 1) fund financial statements, and 2) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements. The Authority is not required to present government-wide financial statements since all of its activity is reported in an enterprise fund, which would not change in measurement focus (economic resources) or basis of accounting (accrual) for government-wide statements.

The financial statements of the Authority offer short- and long-term financial information about its activities. The Statement of Net Assets provides information about the nature and amounts of the Authority's cash, investments, and receivables (assets) and its obligations to creditors (liabilities). All of the current year's revenues and expenses are accounted for in the Statement of Revenues, Expenses, and Changes in Fund Net Assets. This statement measures whether the Authority successfully recovered all its costs through investment earnings, bond proceeds, appropriations from the Commonwealth, and the collection of receivables. The Statement of Cash Flows provides information on the Authority's cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financial activities.

Financial Analysis of the Authority

The Authority provides a vehicle for financing capital projects for primary and secondary public schools in the Commonwealth's counties, cities and towns. On local school bonds held by the Authority that were issued prior to March 26, 2009, localities pay interest 10 basis points (0.10%) above the rates paid by the Authority on corresponding maturities of its bonds. As a result of a policy change made by the Authority on March 26, 2009, local school bonds held by the Authority issued subsequent to March 26, 2009 pay interest 5 basis points (0.05%) above the rates paid by the Authority on corresponding maturities of its bonds. This revenue is deposited to the Authority's General Fund and used to pay the operating costs attributable to its financing programs, including costs of issuance and administration, such as rebate compliance expenses. The Department of the Treasury provides staff support for the Authority. The Authority owns no capital assets.

Condensed Statement of Net Assets
(in millions)

	Enterprise Fund	
	2013	2012
Current assets	$ 36	$ 16
Noncurrent assets	3,718	3,634
Total assets	3,754	3,650
Current liabilities	426	391
Noncurrent liabilities	3,369	3,283
Total liabilities	3,795	3,674
Net assets:		
Unrestricted	(41)	(24)
Total net assets (deficit)	$ (41)	$ (24)

Total assets increased during the year by $104 million, or 3 percent. This is primarily due to a $80 million increase in local school bonds outstanding and a $11 million increase in available Educational Technology proceeds (resulting from current year bond issuances exceeding current year disbursements). Total liabilities increased by $121 million, or 3 percent, during the same period as a result of an increase in outstanding bonds and notes payable ($124 million), an increase in amounts due to localities ($10 million), a decrease in premium on bonds sold ($14 million), and small decreases in other categories. Accordingly, a decrease of $16 million is reflected in net assets.

Deficit net assets on the Authority's statements result from the effect of passing on refunding savings to localities prior to the Authority's full realization of the savings from the refunding transaction. As further explained in the Notes to the Financial Statements, this situation has occurred as a result of Authority's desire to provide maximum benefit to the localities with minimal burden.

Condensed Statement of Changes in Net Assets
(in millions)

	Enterprise Fund	
	2013	2012
Revenues:		
Operating revenues:		
Charges for services	$ 121	$ 142
Non-operating revenues:		
Investment earnings	-	1
Total revenues	121	143
Expenses:		
Interest on long-term debt	141	146
Other	3	4
Total expenses	144	150
Transfers	6	5
Change in net assets	(17)	(2)
Net assets (deficit), July 1	(24)	(22)
Net assets (deficit), June 30	$ (41)	$ (24)

Debt Administration

As a financing entity, the whole business of the Authority is debt administration. The Authority issues bonds, pursuant to its pooled bond programs, to finance capital projects approved by the local governing bodies of counties, cities, and towns of the Commonwealth of Virginia. Such bonds are secured by general obligation bonds of the participating local issuers, which provide payment of principal and interest when due. Obligations issued pursuant to the school technology and security notes programs, in conjunction with the Board of Education, are paid from, and secured by, appropriations made from the Literary Fund. The following table summarizes bond issuance activity during the year under each program:

Summary of Authority Bond Obligations
(in millions)

	Outstanding at 6/30/12 *	Issued During Year	Retired During Year	Outstanding at 6/30/13 *
Pooled Bond Programs	$ 3,076	$ 297	$ (188)	$ 3,185
Technology and Security Notes Programs	161	58	(54)	165
Special Obligation Bonds	245	66	(66)	245
Total	$ 3,482	$ 421	$ (308)	$ 3,595

* Excludes deferral on debt defeasance.

The Authority obtains bond ratings from Moody's Investors Service (Moody's), Standard and Poor's Rating Service (S&P) and Fitch Ratings, Inc. (Fitch). The table below summarizes the ratings on outstanding Authority bonds.

Virginia Public School Authority Bond Ratings

	Moody's	S&P	Fitch
Pooled Bond Programs[1]	Aa1	AA+	AA+
School Technology and Security Notes	Aa1	AA+	AA+

[1] 1997 Resolution Bonds

Since the Authority's bond programs are either backed by state appropriations (School Technology and Security Notes Program) or carry the credit support of the State Aid Intercept Provision (Pooled Bond Program), the bond ratings are a direct reflection of the Commonwealth's triple-A rating from each of the three rating agencies.

Future Impact to Financial Position

In August 2013, the Authority issued its $59.99 million Special Obligation School Financing Bonds Prince William County Series 2013 as part of its stand-alone bond program. The proceeds will be used to purchase general obligation bonds issued by Prince William County to pay the costs of various capital school improvement projects for the County.

In November 2013, the Authority expects to issue School Financing Bonds Series 2013B. The proceeds will be used to purchase general obligation school bonds issued by certain Virginia localities for capital projects for their public schools.

VIRGINIA PUBLIC SCHOOL AUTHORITY
STATEMENT OF NET ASSETS (Unaudited)
As of June 30, 2013

ASSETS	
Current assets:	
Cash and cash equivalents	$ 312,233
Short-term investments	35,998,920
Interest receivable	17,360
Total current assets	36,328,513
Noncurrent assets:	
Restricted cash and cash equivalents	104,983,395
Restricted long-term investments	1,882,145
Loans to localities:	
Local school bonds	3,399,911,922
Interest receivable	45,751,610
Due from Literary Fund	165,720,000
Total noncurrent assets	3,718,249,072
Total assets	3,754,577,585
LIABILITIES	
Current liabilities:	
Accounts payable	44,978
Current liabilities payable from restricted assets:	
Interest payable	60,131,557
Due to localities	86,037,247
Notes payable	53,745,000
Bonds payable (net of interest deferral)	212,813,600
Premium on bonds sold	13,484,393
Total current liabilities payable from restricted assets	426,211,797
Noncurrent liabilities payable from restricted assets:	
Notes payable	111,975,000
Bonds payable (net of interest deferral)	3,119,078,163
Premium on bonds sold	137,990,065
Total noncurrent liabilities payable from restricted assets	3,369,043,228
Total liabilities	3,795,300,003
NET ASSETS	
Unrestricted	(40,722,418)
Total net assets (deficit)	$ (40,722,418)

The accompanying notes to the financial statements are an integral part of this statement.

VIRGINIA PUBLIC SCHOOL AUTHORITY

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET ASSETS (Unaudited)
For the Year Ended June 30, 2013

Operating Revenues:	
Interest on:	
Local school bonds	$ 119,072,217
Cash equivalents and investments	228,042
Premium on bonds sold	1,566,185
Net increase in fair value of investments	13,738
Other	276,171
Total operating revenues	121,156,353
Operating Expenses:	
Interest on bonds	141,175,714
Financial advisor fees	211,396
Bond Counsel	170,469
Bond rating fees	382,350
Printing and electronic distribution	11,029
Board expenses	550
Staffing expenses	99,236
Underwriters' discount	1,312,058
Rebate and penalty payments and calculation fees	70,650
Other	350,340
Total operating expenses	143,783,792
Operating loss	(22,627,439)
Nonoperating Transfers:	
Transfers from Literary Fund	6,091,847
Transfer to the General Fund of the Commonwealth	(201,000)
Total nonoperating transfers	5,890,847
Change in net assets	(16,736,592)
Net assets (deficit), July 1, 2012	(23,985,826)
Net assets (deficit), June 30, 2013	$ (40,722,418)

The accompanying notes to the financial statements are an integral part of this statement.

VIRGINIA PUBLIC SCHOOL AUTHORITY

STATEMENT OF CASH FLOWS (Unaudited)

For the Year Ended June 30, 2013

Cash flows from operating activities:	
Interest on cash equivalents	$ 170,172
Purchase of local school bonds	(362,850,000)
Principal received on local school bonds	227,663,811
Interest received on local school bonds	139,336,935
Payments to vendors for goods and services	(1,366,239)
Payments received from the Literary Fund	60,698,480
Other operating revenues	276,171
Net cash provided by operating activities	63,929,330
Cash flows from noncapital financial activities:	
Proceeds from the sale of bonds	421,205,000
Principal paid on VPSA bonds	(252,855,000)
Interest paid on VPSA bonds	(143,228,486)
Premium on bonds sold	9,120,627
Underwriters' discount	(1,375,500)
Accrued interest sold	(81,616)
Transfer to the General Fund of the Commonwealth	(201,000)
Transfers to the Literary Fund	(1,020,368)
Payments to localities (School Technology and Security Notes)	(55,200,799)
Rebate and penalty payments and calculation fees	(166,319)
Net cash used by noncapital financing activites	(23,803,461)
Cash flows from investing activities:	
Purchase of investment securities	(35,978,300)
Proceeds from sale and maturities of investments	3,457,000
Interest on investments	33,892
Net cash used by investing activities	(32,487,408)
Net increase in cash and cash equivalents	7,638,461
Cash and cash equivalents, July 1, 2012	97,657,167
Cash and cash equivalents, June 30, 2013	$ 105,295,628

Reconciliation of operating loss to net cash provided by operating activities:

Operating loss	$ (22,627,439)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Decrease in interest receivable	20,164,913
Decrease in accounts payable	(236,538)
Increase in interest payable	1,044,863
Payments from the Literary Fund	60,698,480
Principal received on local school bonds	227,663,811
Purchase of local school bonds	(362,850,000)
Rebate and penalty payments to the Internal Revenue Service	166,319
Amortization of premium	(14,043,235)
Underwriters' discount	1,312,058
Premium on bonds sold	(1,566,185)
Amortization of interest deferral	10,945,600
Interest paid on VPSA bonds	143,228,486
Refunding credit applied to local school bonds	79,229
Increase in fair value of investments	(13,738)
Gain on called security	(3,402)
Interest on investments	(33,892)
Total adjustments	86,556,769
Net cash provided by operating activities	$ 63,929,330

The accompanying notes to the financial statements are an integral part of this statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Virginia Public School Authority (the "Authority" or "VPSA") was created by Chapter 11, Title 22.1, *Code of Virginia* 1950, as amended (the "Enabling Act"). The Authority provides financing to localities through the sale of its bonds. With the proceeds of its bonds, the Authority purchases a predetermined number of general obligation bonds issued by localities. The Enabling Act authorizes the Authority to purchase local school bonds issued by counties, cities, and towns under the provisions of Section 15.2-2600, et seq., *Code of Virginia* (the "Public Finance Act of 1991"). The Enabling Act further authorizes the Authority to issue bonds which are payable from the funds of the Authority including:

1) principal and interest received on local school bonds held by the Authority;
2) proceeds from the sale of such local school bonds;
3) any moneys transferred from the Literary Fund or funds appropriated from the General Assembly; and
4) a reserve fund(s) created from bond proceeds pledged to secure designated bonds.

Currently, the Authority has pooled bonds outstanding under its 1997 Resolution. Bonds issued under the 1997 Resolution are secured by local school bonds purchased and a "sum sufficient appropriation," first from available Literary Fund monies and then from the Commonwealth's General Fund.

The Authority also has Qualified School Construction Bonds outstanding, which also fall under the pooled bond program. These bonds are taxable, but they expect to receive a 100% interest rate subsidy from the federal government. They are secured by general obligation local school bonds in a pool pledged to their security. As a result of the Federal Sequestration, the actual June 1, 2013 payment was reduced by 8.7%. It is also expected that the December 1, 2013 payment will be reduced by 7.2%. Therefore, the localities are not receiving the full benefit of the tax credit.

In addition to its pooled bond program, the Authority also issues special obligation bonds under its stand-alone program. Bonds issued under the stand-alone program are secured solely by the local school bonds purchased from one or more specific localities. The Authority acts as a conduit issuer under the stand-alone program.

As directed by the General Assembly, the Authority has also issued obligations to finance technology and security equipment purchases for local public school systems within the Commonwealth. These obligations are payable from, or otherwise secured by, the assets and income of the Literary Fund.

A separate report is prepared for the Commonwealth of Virginia which includes all agencies, boards, commissions, and authorities over which the Commonwealth exercises or has the ability to exercise oversight authority. The Authority is a component unit of the Commonwealth of Virginia and is included in the basic financial statements of the Commonwealth.

The accounting and reporting policies of the Authority conform to generally accepted accounting principles (GAAP) applicable to governmental units as prescribed by the Governmental Accounting Standards Board (GASB), the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Authority's significant policies.

B. Basis of Accounting

The accompanying financial statements are reported using the economic resources measurement focus and the accrual basis of accounting under which revenues are recognized when they are earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. The cash basis of accounting is used during the year. The financial statements are prepared on the accrual basis at the end of the fiscal year by the Authority.

C. Fund Accounting

The activities of the Authority are accounted for in an enterprise fund, used to account for governmental operations that are financed and operated in a manner similar to private business enterprises. Enterprise fund accounting is used where the governing body has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate. All fund accounts of the Authority are presented in total on the financial statements.

D. Bond Issuance Costs, Discounts, and Premiums

Costs associated with issuing debt, which are either offset by fees collected over the life of the respective pooled bond issues from local issuers, reimbursed directly by localities participating in stand-alone issues, or paid from Literary Fund contributions, are expensed in the year incurred. The original issue discount or premium, for each bond issuance, is also expensed or recorded as revenue in the year incurred unless it exceeds 1% of the amount of bonds issued. In that case, the original issue discount or premium is deferred and amortized, on a straight-line basis, over the life of the outstanding debt.

2. DETAILED NOTES

A. Cash, Cash Equivalents, and Investments (Unrestricted and Restricted)

Cash and cash equivalents of the Authority are held by the Treasurer of Virginia. Cash is defined as demand deposits, non-negotiable time deposits, and certificates of deposit in accordance with Section 2.2-4400 of the *Code of Virginia*. Cash equivalents are defined as investments with an original maturity of less than three months.

Deposits with banks are covered by the Federal Deposit Insurance Corporation (FDIC) and collateralized in accordance with the Virginia Security for Public Deposits Act (the

"Act"). Under the Act, banks and savings institutions holding public deposits in excess of the amount insured by the FDIC must pledge collateral to the Commonwealth of Virginia Treasury Board. Financial institutions may choose between two collateralization methodologies and depending upon that choice will pledge collateral that ranges in amounts from 50% to 130% of excess deposits. Accordingly, all deposits are considered fully collateralized.

Section 2.2-4500 and Section 2.2-4501 of the *Code of Virginia* outline the instruments in which public sinking funds and other public funds may legally invest. The Authority adheres to these general guidelines unless bond resolutions require more restrictive investment policies. All investments of the Authority are held in the Authority's name. The Authority's investments are valued at fair value, which approximates market value. Details of cash and cash equivalents are presented below. Standard and Poor's ratings, where available, have also been presented below.

Summary of Cash, Cash Equivalents, and Investments
As of June 30, 2013

	Fair Value	Rating
Non-Negotiable Certificates of Deposit	$ 1,219,712	Not Rated
Money Market Accounts [1]	17,467,793	AAAm
State Non-Arbitrage Program® [2]	86,608,124	AAAm
Agency	37,881,064	AA+
Total cash, cash equivalents, and investments	$143,176,693	

1 The Authority invests certain short-term cash balances held within its accounts in the JP Morgan US Government Money Market Fund. This is a rated fund, which maintains a policy of investing all assets in U.S. Treasury obligations and repurchase agreements backed by those obligations. The Authority also invests certain short-term cash balances held within the First American Government Obligation Fund which seeks to provide maximum current income and daily liquidity by purchasing U.S. government securities and repurchase agreements collateralized by such obligations.

2 The Virginia State Non-Arbitrage Program® ("SNAP®") offers a professionally-managed money market mutual fund, which provides issuers with a temporary pooled investment vehicle for proceeds pending expenditure, and with record keeping, depository and arbitrage rebate calculation services. SNAP® is an external investment pool registered under the Investment Company Act of 1940, as amended. Participants in the Authority's various bond programs are required to invest their bond proceeds in SNAP®.

The Authority does not limit the amount that may be invested in any one issuer. The Authority had investments of five percent or more in the State Non-Arbitrage Program® (60%), Federal National Mortgage Association (25%), and the First American Government Obligation Fund (12%).

B. Local School Bonds

The Authority purchases bonds from (makes loans to) various localities throughout the Commonwealth, which are issued to finance the construction of local public school facilities. These bonds are recorded at purchase price that is equal to the face value of the bonds. Local school bonds purchased under the 1997 Resolution are held in a pledge account of the General Pledge Fund established under its bond resolution. Local school bonds purchased under the stand-alone program are deposited in separate purchase funds established for each issue. Assets of the Authority that are held or received in purchase funds, pledge funds, or debt service funds are classified as restricted assets because their use is limited to the purpose of the funds in which they reside, in accordance with applicable bond resolutions. The local school bonds are held and pledged to repay the Authority's bonds.

The interest rates on the local school bonds are determined by the Authority and fixed at the time of sale of the Authority bonds issued to fund the acquisition of the local school bonds. On local school bonds held by the Authority that were issued prior to March 26, 2009, the interest rate on each maturity of the local bonds is ten basis points (0.10%) higher than the interest rate paid by the Authority on the corresponding maturity on its bonds. As a result of a policy change made by the Authority on March 26, 2009, local school bonds issued by localities subsequent to March 26, 2009, and held by the Authority, will pay interest 5 basis points (0.05%) above the rates paid by the Authority on corresponding maturities of its bonds.

Shown below are the local school bonds held by the Authority as of June 30, 2013.

Local school bonds:	
Held in 1997 Pledge Account	$ 2,821,918,627
Held in 2001 Purchase Fund	
(Northampton County Qualified Zone Academy Bond)	158,994
Held in 2002 Purchase Fund	
(Accomack County Qualified Zone Academy Bond)	485,544
Held in 2004 Purchase Fund	
(Chesterfield County Stand Alone)	2,840,000
Held in 2008 Purchase Fund	
(Henrico County Stand Alone)	35,540,000
Held in 2008 Purchase Fund	
(Fluvanna County Stand Alone)	9,975,000
Held in 2009 Purchase Fund	
(Qualified School Construction Bonds)	55,482,828
Held in 2010 Purchase Fund	
(Qualified School Construction Bonds)	64,365,000
Held in 2011-1 Purchase Fund	
(Qualified School Construction Bonds)	65,448,500
Held in 2011 Purchase Fund	
(Prince William County Stand Alone)	44,120,000
Held in 2011 Purchase Fund	
(Montgomery County Stand Alone)	84,525,000
Held in 2011-2 Purchase Fund	
(Qualified School Construction Bonds)	126,112,429
Held in 2012 Purchase Fund	
(Prince William County Stand Alone)	65,675,000
Held in 2012-1 Purchase Fund	
(Qualified School Construction Bonds)	23,265,000
Total local school bonds	$ 3,399,911,922

C. Long-Term Indebtedness

1. Changes in Long-Term Debt

The following is a summary of changes in long-term debt of the Authority for the year ended June 30, 2013.

	Current Liability	Long-Term Liability	Total
Balance July 1, 2012	$ 252,855,000	$ 3,229,267,063	3,482,122,063
Issued during fiscal 2013	15,765,000	405,440,000	421,205,000
Retired during fiscal 2013	(252,855,000)	-	(252,855,000)
Defeased during fiscal 2013	-	(55,420,000)	(55,420,000)
Maturing in fiscal 2014	261,500,000	(261,500,000)	-
Subtotal	277,265,000	3,317,787,063	3,595,052,063
Less: Deferral on debt defeasance	(10,706,400)	(86,733,900)	(97,440,300)
Balance June 30, 2013	$ 266,558,600	$ 3,231,053,163	$ 3,497,611,763

2. Annual Requirements to Amortize Bonds Payable and Notes Payable

The following schedule provides the annual funding requirements necessary to amortize long-term debt of the Authority outstanding at June 30, 2013.

Year Ending June 30	Principal	Interest	Total
2014	$ 277,265,000	$ 158,215,611	$ 435,480,611
2015	265,410,000	146,441,583	411,851,583
2016	255,319,060	133,615,595	388,934,655
2017	240,893,003	121,417,070	362,310,073
2018	225,415,000	109,855,118	335,270,118
2019-2023	952,225,000	403,514,521	1,355,739,521
2024-2028	892,050,000	201,863,930	1,093,913,930
2029-2033	418,605,000	50,007,728	468,612,728
2034-2038	63,645,000	4,380,780	68,025,780
2039-2042	4,225,000	273,819	4,498,819
Subtotal	3,595,052,063	1,329,585,755	4,924,637,818
Less: Deferral on debt defeasance	(97,440,300)	-	(97,440,300)
Total	$ 3,497,611,763	$ 1,329,585,755	$ 4,827,197,518

D. Technology and Security Notes

Periodically, the Authority issues Technology and Security Notes, the proceeds of which are used to make grants to school divisions for the purchase of educational technology and security equipment. The proceeds are invested in the Virginia State Non-Arbitrage Program® until requisitioned by localities. The following schedule details the notes that have been issued which still have either bonds outstanding or funds remaining to be disbursed to localities as of June 30, 2013.

Technology and Security Notes

Issue	Description	Amount Issued	Outstanding Balance	Remaining Available for Disbursement
Ed Tech Series IX	2009 Notes	$ 55,395,000	$ 11,800,000	$ 242,169
Ed Tech X	2010 Notes	54,110,000	22,145,000	700,876
Ed Tech XI	2011 Notes	51,925,000	31,780,000	2,468,039
Ed Tech XII	2012 Notes	52,025,000	41,640,000	25,724,935
School Technology and Security Series I	2013 Notes	58,355,000	58,355,000	56,901,228
		$ 271,810,000	$ 165,720,000	$ 86,037,247

E. Qualified Zone Academy Bonds

On December 21, 2001, the Authority issued $419,060 in Special Obligations School Financing Bond (County of Northampton Qualified Zone Academy Financing) Series 2001 as a QZAB. On December 31, 2002, the Authority issued $1,433,003 in Special Obligations School Financing Bond (County of Accomack Qualified Zone Academy Financing) Series 2002 as a QZAB. Also, on October 31, 2012, the Authority issued $2,014,104 for the City of Roanoke as a QZAB, as part of the School Tax Credit Bonds (Direct Payment) Series 2012-1. These bonds were issued pursuant to Section 1297E of the Internal Revenue Code of 1986, as amended, and the Authority purchased certain general obligation school bonds of Northampton County, Accomack County, and the City of Roanoke to finance capital projects for public schools.

The localities will make annual principal payments to the Authority on the anniversary date of each issuance. Such payments received by the Authority will be held in trust and invested in certificates of deposit maturing on the next anniversary date of each issuance in accordance with the funding agreements. The agreements provide that maturing certificate of deposit proceeds will be combined with the current annual payment and reinvested to the next anniversary date. The final annual principal payments on the 2001 QZAB, the 2002 QZAB, and the 2012 QZAB are due December 21, 2015, December 31, 2016, and December 1, 2034, respectively, at which dates the QZABs will mature.

F. Qualified School Construction Bonds

On October 31, 2012, the Authority issued $23,265,000 in School Tax Credit Bonds (Qualified School Construction Bonds) Series 2012-1. The proceeds of these bonds were used to purchase general obligation school bonds issued by certain localities. The bonds have been issued as "qualified school construction bonds" in accordance with Section 54F of the Internal Revenue Code of 1986, as amended. The Authority had also issued bonds under this program in previous fiscal years, bringing the total Qualified School Construction Bonds outstanding as of June 30, 2013 to $353,400,000. These bonds are non-interest bearing; however, a taxpayer who holds such bonds during a taxable year will be allowed a federal income tax credit for such taxable year in accordance with the structure established at issuance.

G. Defeasance of Debt

From time to time, when interest rates indicate that it would be favorable to do so, the Authority has issued refunding bonds to defease outstanding bonds. These refundings have placed the proceeds of the new bonds in irrevocable trusts with escrow agents to provide for all future debt service on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the Authority's financial statements.

The Authority issued one series of refunding bonds during fiscal year 2013. The proceeds of the refunding bonds were placed with an escrow agent to provide for all future debt service on the defeased bonds. The issuance under the 1997 Resolution of the Authority's Series 2012 D bonds refunded certain outstanding bonds under the Special Obligation School Financing Bonds Fluvanna County Series 2008. This debt defeasance resulted in an accounting loss of $17,364,959. Total debt service payments over the next 24 years will be reduced by $10,544,659 resulting in a present value savings of $7,680,362 discounted at the rate of 2.45 percent.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 23, "Accounting and Financial Reporting for Refundings of Debt Reported by Proprietary Activities," the difference between the reacquisition price and the net carrying amount of the bonds defeased with refunding debt is amortized as a component of Interest on Bonds over the remaining life of the refunded debt. However, the deferral amount for the Special Obligation School Financing Bonds has been allocated to Fluvanna County and is therefore not reflected in the Authority's financial statements.

At June 30, 2013, $603,475,000 of bonds outstanding are considered defeased for financial reporting purposes.

H. Transfers

In May 2013, after final rebate computation and payment on the Educational Technology Notes Issue VII, the residual earnings of $801,633 on the related bond proceeds were transferred to the Literary Fund, which had been the source of the debt service appropriation for these Notes.

The Authority received $6,893,480 from the Literary Fund to pay interest on the various outstanding Educational Technology Notes.

Finally, in June 2013, the Authority transferred $201,000 to the General Fund of the Commonwealth pursuant to Section 3-3.01 of Chapter 806 of the 2013 Virginia Acts of Assembly.

I. Arbitrage Earnings

The Tax Reform Act of 1986 requires that governmental entities issuing tax-exempt debt subsequent to August 1986 calculate and rebate arbitrage earnings to the federal government. The U.S. Treasury has issued regulations on calculating the rebate amount and complying with the provisions of the Tax Reform Act of 1986. The Authority and the issuers of local school bonds purchased by the Authority must comply with the rebate regulations in order for the Authority's bonds to maintain a tax-exempt status. The regulations require the excess of the aggregate amount earned on investments purchased with the bond proceeds over the amount that would have been earned if the proceeds were invested at a rate equal to the bond yield to be rebated to the federal government.

Income earned on excess earnings is also subject to rebate. Rebate payments, if required, are due at least every five years over the life of the bonds. Some Authority bonds may be exempt from the rebate requirement if they meet statutory exceptions per the rebate regulations. The Authority may also elect, on or before the date of the bond issue, to pay a penalty in lieu of rebate if it does not meet certain expenditure schedules. If such an election is made and if the Authority (local issuer) meets the expenditure schedule, the Authority (local issuer) retains any arbitrage earnings. The Authority, to date, has not elected penalty in lieu of rebate due to the difficulty in estimating local issuer's expenditure schedules. Rebate and penalty payments are calculated and paid by the Authority as required by law on bond issues that do not meet the statutory exceptions. Rebate installments must be paid no later than 60 days after the computation date.

In most cases, rebate liability is payable by local issuers whose local school bonds were purchased by the Authority. During the year, the Authority's rebate calculation agent, or the locality's rebate calculation agent in the case of special obligation stand-alone bonds, calculate rebate liability or penalty in lieu of rebate if selected by a locality. Rebate calculations were performed for the following issues during the year:

Bond Issue	Computation Time Frame	Computation Date	Liability
(97 Resolution) 2003 Series A	10 year	5/15/2013	-
(97 Resolution) 2007 Series B	5 year	11/8/2012	-
(97 Resolution) 2002 Series A	10 year	5/16/2012	-
(97 Resolution) 2007 Series A	10 year	5/10/2013	-
(97 Resolution) 2002 Series B	*final	11/7/2012	-
Educational Technology Series VIII	*final	5/1/2012	-

* Reports prepared as of the final redemption of the bonds

The Authority did not incur any arbitrage liability or make any arbitrage payments in fiscal year 2013. The Authority paid $51,600 to its rebate calculation agent for services provided in connection with the above rebate calculations.

J. Deficit Net Assets

In fiscal year 2012, The Authority issued its 2012A Refunding Bonds, which generated savings which will be returned to the Literary Fund and to the localities in fiscal year 2014. Pursuant to Section 22.1-167.1 of the *Code of Virginia*, the Authority has accrued credits from the allocable savings generated from the 2012A Refunding Bonds to the Literary Fund of $4,441,293 against future debt service that will be due on October 15, 2013, and to localities of $17,514,011 against future debt service payments on Local School Bonds that will be due on January 15, 2014.

In fiscal year 2011, pursuant to Section 22.1-167.1 of the *Code of Virginia*, the Authority transferred the allocable savings generated from the 2010C Refunding Bonds of $284,030 to the Literary Fund and accrued a credit to localities of $3,138,124 against future debt service payments on Local School Bonds that were due on July 15, 2012.

In fiscal year 2010, pursuant to Section 22.1-167.1 of the *Code of Virginia*, the Authority transferred the allocable savings generated from the 2009C Refunding Bonds of $4,497,137 to the Literary Fund and accrued a credit to localities of $24,224,935 against future debt service payments on Local School Bonds that were due on July 15, 2010.

Each of the above transactions was structured to provide maximum savings benefits to the localities up front without the added burden of localities issuing their own refunding bonds. The savings to be realized by the issuance of the 2009C Refunding Bonds, the 2010C Refunding Bonds, and the 2012A Refunding Bonds will be generated over time as a result of the differential in the debt service payments due from the localities and the debt service payments that will be made by the Authority over the life of the refunded bonds (the debt service coverage table reflecting this is shown in the Supplementary Information on page 21). The Authority generated sufficient cash flow to make the savings available to the localities on the front end by restructuring the timing of its own bond payments through the refunding bonds. Since the Authority chose to provide the full savings benefit to the localities prior to achieving the full savings benefit from the refunding, the Authority's Statement of Net Assets reflects deficit net assets in the amount of $40,722,418. It is anticipated that absent any additional transactions of a similar nature, the deficit will continue to decline as the savings are actually realized in the future.

K. Subsequent Events

In August 2013, the Authority issued its $59.99 million Special Obligation School Financing Bonds Prince William County Series 2013 as part of its stand-alone bond program. The proceeds will be used to purchase general obligation bonds issued by Prince William County to pay the costs of various capital school improvement projects for the County.

In November 2013, the Authority expects to issue School Financing Series 2013 B bonds. The proceeds will be used to purchase general obligation school bonds issued by certain Virginia localities for capital projects for their public schools.

L. Risk Management

The Authority is exposed to various risks of loss related to torts; theft or, damage to, and destruction of assets; errors and omissions; non-performance of duty; injuries to employees; and natural disasters. The Department of the Treasury participates in insurance plans maintained by the Commonwealth of Virginia on behalf of the Authority. The risk management insurance plans are administered by the Department of Treasury, Division of Risk Management. Risk management insurance includes property, general liability, medical malpractice, faithful performance of duty bond, automobile, and air and watercraft plans. The Department of the Treasury pays premiums to this Department for its insurance coverage. Information relating to the Commonwealth's insurance plans is available at the statewide level in the Commonwealth of Virginia's Comprehensive Annual Financial Report.

VIRGINIA PUBLIC SCHOOL AUTHORITY
SUPPLEMENTARY INFORMATION

Detail of Long-Term Indebtedness
June 30, 2013
(Dollars in Thousands)

Detail of Long-Term Indebtedness by Series

	Dated Date	Bond Resolution	True Interest Cost ("TIC")	Amount Issued (a)	Local School Bonds Purchased	Outstanding July 1, 2012	Issued (Retired) During Year	Outstanding June 30, 2013 (b)	Original Maturity
Series 2001 QZAB,									
Northampton County	12/21/01	Stand Alone	0.00%	419	419	419	-	419	12/21/15
Series 2002 A	05/01/02	1997	4.70%	111,510	111,510	5,530	(5,530)	-	08/01/22
Series 2002 B	11/01/02	1997	4.12%	155,545	155,545	8,050	(8,050)	-	08/01/22
Series 2002 QZAB,									
Accomack County	12/31/02	Stand Alone	0.00%	1,433	1,433	1,433	-	1,433	12/31/16
Series 2003 A	05/01/03	1997	4.00%	113,155	113,155	9,715	(3,985)	5,730	08/01/28
Series 2003 B	05/01/03	1997	2.93%	74,850	74,850	10,765	(5,400)	5,365	08/01/13
Series 2003 C	11/01/03	1997	4.39%	190,645	190,645	15,890	(7,840)	8,050	08/01/28
Series 2003 D	12/11/03	1997	3.23%	286,670	-	56,365	(11,500)	44,865	08/01/19
2004 Series Chesterfield County	02/15/04	Stand Alone	3.80%	56,825	56,825	5,680	(2,840)	2,840	01/15/25
Series 2004 A	05/01/04	1997	4.33%	123,585	123,585	13,495	(3,235)	10,260	08/01/29
Series 2004 B	11/01/04	1997	3.91%	145,340	145,337	16,770	(2,960)	13,810	08/01/29
Series 2004 C	12/08/04	1997	3.34%	156,125	-	64,610	(13,905)	50,705	08/01/16
Series 2005 A	03/15/05	1997	3.64%	55,200	-	27,225	(4,395)	22,830	08/01/17
Series 2005 B	04/20/05	1997	4.07%	230,580	-	197,815	(20,065)	177,750	08/01/20
Series 2005 C	05/01/05	1997	4.13%	134,360	134,360	19,925	(1,225)	18,700	08/01/30
Series 2005 D	11/01/05	1997	4.19%	199,345	199,341	30,445	(1,675)	28,770	08/01/30
Series 2006 A	05/01/06	1997	4.39%	202,175	202,175	162,535	(8,400)	154,135	08/01/31
Series 2006 B	11/01/06	1997	4.22%	240,955	240,954	193,980	(10,255)	183,725	08/01/32
Series 2007 A	05/01/07	1997	4.24%	112,235	112,235	92,775	(4,995)	87,780	08/01/32
Series 2007 B	11/01/07	1997	4.28%	223,080	223,076	183,315	(10,230)	173,085	08/01/32
Series 2008 A	05/01/08	1997	4.22%	134,950	134,950	119,720	(5,485)	114,235	08/01/37
Series 2008 Ed Tech Series VIII	05/22/08	Equip. Notes	2.88%	56,475	-	12,010	(12,010)	-	04/15/13
2008 Series Henrico County	07/17/08	Stand Alone	4.12%	44,400	44,440	37,765	(2,225)	35,540	07/15/28
Series 2008 B	12/01/08	1997	4.75%	118,930	118,927	103,690	(5,245)	98,445	08/01/33
2008 Series Fluvanna County	12/22/08	Stand Alone	5.95%	67,525	67,525	66,825	(56,850)	9,975	12/01/35
Series 2009 A	03/12/09	1997	2.60%	114,180	-	81,420	(18,770)	62,650	08/01/20
Series 2009 B	05/01/09	1997	3.69%	200,435	200,435	182,550	(9,065)	173,485	08/01/29
Series 2009 Ed Tech Series IX	05/21/09	Equip. Notes	1.60%	55,395	-	23,040	(11,240)	11,800	04/15/14
Series 2009 C	10/27/09	1997	2.85%	481,285	-	480,805	(16,495)	464,310	08/01/28
Series 2009-1 QSCB	11/13/09	School Tax Cr.	0.63%	61,120	61,120	61,120	-	61,120	09/15/26
Series 2009 D	11/30/09	1997	3.48%	11,645	11,645	10,835	(445)	10,390	08/01/29
Series 2010 A	05/13/10	1997	3.01%	45,805	45,805	40,760	(5,090)	35,670	08/01/30

(a) Includes refunding bonds issued.
(b) Excludes deferral on debt defeasance.

Detail of Long-Term Indebtedness
June 30, 2013
(Dollars in Thousands)

Detail of Long-Term Indebtedness by Series (continued)

	Dated Date	Bond Resolution	True Interest Cost ("TIC")	Amount Issued (a)	Local School Bonds Purchased	Outstanding July 1, 2012	Issued (Retired) During Year	Outstanding June 30, 2013 (b)	Original Maturity
Series 2010 B	05/13/10	1997	5.09%	63,840	63,840	63,840	-	63,840	08/01/30
Series 2010 C	10/19/10	1997	2.49%	85,510	-	85,510	(385)	85,125	08/01/24
Series 2010 D	11/10/10	1997	2.98%	9,975	9,975	9,520	(470)	9,050	08/01/30
Series 2010 Ed Tech Series X	05/18/10	Equip. Notes	1.37%	54,110	-	32,435	(10,290)	22,145	04/15/15
Series 2010-1 QSCB	07/08/10	School Tax Cr.	0.06%	72,655	72,655	72,655	-	72,655	06/15/27
Series 2011 A	05/05/11	1997	3.72%	26,375	26,375	26,375	(1,075)	25,300	08/01/36
Series 2011 Ed Tech Series XI	06/02/11	Equip. Notes	0.98%	51,925	-	41,660	(9,880)	31,780	04/15/16
Series 2011-1 QSCB	06/28/11	School Tax Cr.	0.05%	67,400	67,400	67,400	-	67,400	06/15/27
Series 2011-2 QSCB	12/15/11	School Tax Cr.	0.00%	128,960	128,960	128,960	-	128,960	12/15/30
Series 2011 B	11/01/11	1997	3.37%	85,730	85,730	85,730	(2,470)	83,260	08/01/36
Series 2011 Montgomery County	12/06/11	Stand Alone	3.59%	86,115	86,115	86,115	(1,590)	84,525	01/15/32
Series 2011 Prince William County	08/04/11	Stand Alone	3.15%	46,445	46,445	46,445	(2,325)	44,120	07/15/31
Series 2012 A	03/08/12	1997	2.28%	282,230	-	282,230	-	282,230	08/01/30
Series 2012 B	05/10/12	1997	2.85%	63,945	63,945	63,945	-	63,945	08/01/32
Series 2012 E Ed Tech Series XII	06/06/12	Equip. Notes	0.70%	52,025	-	52,025	(10,385)	41,640	04/15/17
Series 2012 1 QSCB	10/31/12	School Tax Cr.	0.06%	23,265	23,265	-	23,265	23,265	12/15/34
Series 2012 C	11/15/12	1997	2.67%	65,950	65,950	-	65,950	65,950	08/01/41
Series 2012 D	12/20/12	1997	2.68%	66,120	66,120	-	66,120	66,120	08/01/35
Series 2012 P	08/15/12	Stand Alone	2.61%	65,675	65,675	-	65,675	65,675	07/15/32
Series 2013 A	05/09/13	1997	2.57%	141,840	141,840	-	141,840	141,840	08/01/33
Series 2013 School Technology and Security Series I	05/23/13	Equip. Notes	0.62%	58,355	-	-	58,355	58,355	04/15/18
Total				$ 5,804,622	$ 3,784,582	$ 3,482,122	$ 112,930	$ 3,595,052	

Detail of Long-Term Indebtedness by Resolution

	Amount Issued (a)	Local School Bonds Purchased	Outstanding July 1, 2012	Issued (Retired) During Year	Outstanding June 30, 2013 (b)
1997 Resolution	$ 4,754,100	$ 3,062,305	$ 2,746,135	$ 85,270	$ 2,831,405
Stand Alone Issues	368,837	368,877	244,682	(155)	244,527
Technology and Security Notes	328,285	-	161,170	4,550	165,720
School Tax Credit	353,400	353,400	330,135	23,265	353,400
Total	$ 5,804,622	$ 3,784,582	$ 3,482,122	$ 112,930	$ 3,595,052

(a) Includes refunding bonds issued.
(b) Excludes deferral on debt defeasance.

VIRGINIA PUBLIC SCHOOL AUTHORITY
SUPPLEMENTARY INFORMATION

Schedule of Debt Service Coverage - 1997 Resoultion
Cummulative Data Up To and Including the 2013A Issuance

	(A) Income Available to Pay Debt Service				(B) Outstanding Debt Service					
	Local School Bond Income	LSB Income Reserved for Carryforward	LSB Income Carryforward	Income Available for Debt Service	Outstanding Bonds	Series 2013 A Bonds	Total Debt Requirements	Semi-Annual Coverage	Annual Coverage	(A) / (B)
		$ -								
2/1/2013	$ 67,694,292.50		$ -	$ 67,694,292.50	$ 64,178,442.68	$ -	$ 64,178,442.68	$ 3,515,849.82	$ -	105.48%
8/1/2013	271,720,588.58		-	271,720,588.58	271,045,179.56	-	271,045,179.56	675,409.02	4,191,258.83	100.25%
2/1/2014	64,065,230.49		-	64,065,230.49	57,420,263.17	4,459,876.81 (1)	61,880,139.98	2,185,090.51	-	103.53%
8/1/2014	271,054,689.18		-	271,054,689.18	262,931,063.17	7,449,037.50	270,380,100.67	674,588.51	2,859,679.02	100.25%
2/1/2015	56,957,179.88		-	56,957,179.88	51,946,988.17	2,998,262.50	54,945,250.67	2,011,929.21	-	103.66%
8/1/2015	266,347,432.88		-	266,347,432.88	258,096,988.17	7,478,262.50	265,575,250.67	772,182.21	2,784,111.42	100.29%
2/1/2016	51,303,080.91		-	51,303,080.91	46,951,138.17	2,931,062.50	49,882,200.67	1,420,880.24	-	102.85%
8/1/2016	255,041,617.91		-	255,041,617.91	246,731,138.17	7,671,062.50	254,402,200.67	639,417.24	2,060,297.48	100.25%
2/1/2017	46,157,870.89		-	46,157,870.89	42,096,425.67	2,836,262.50	44,932,688.17	1,225,182.72	-	102.73%
8/1/2017	245,944,028.89		-	245,944,028.89	235,941,425.67	9,431,262.50	245,372,688.17	571,340.72	1,796,523.44	100.23%
2/1/2018	41,158,299.91		-	41,158,299.91	37,289,591.99	2,704,362.50	39,993,954.49	1,164,345.42	-	102.91%
8/1/2018	231,849,240.91		-	231,849,240.91	220,894,592.00	10,469,362.50	231,363,954.50	485,286.41	1,649,631.83	100.21%
2/1/2019	36,393,670.69		-	36,393,670.69	32,888,149.12	2,549,062.50	35,437,211.62	956,459.07	-	102.70%
8/1/2019	222,056,216.69		-	222,056,216.69	211,373,149.13	10,209,062.50	221,582,211.63	474,005.06	1,430,464.13	100.21%
2/1/2020	31,809,822.63		-	31,809,822.63	28,603,859.98	2,357,562.50	30,961,422.48	848,400.15	-	102.74%
8/1/2020	207,702,210.63		-	207,702,210.63	197,023,859.98	10,322,562.50	207,346,422.48	355,788.15	1,204,188.30	100.17%
2/1/2021	27,549,712.67		-	27,549,712.67	24,605,252.48	2,158,437.50	26,763,689.98	786,022.69	-	102.94%
8/1/2021	194,799,747.67		-	194,799,747.67	184,400,252.48	10,183,437.50	194,583,689.98	216,057.69	1,002,080.38	100.11%
2/1/2022	23,409,287.98		-	23,409,287.98	20,800,798.08	1,957,812.50	22,758,610.58	650,677.40	-	102.86%
8/1/2022	177,332,556.98		-	177,332,556.98	167,015,798.08	10,127,812.50	177,143,610.58	188,946.40	839,623.80	100.11%
2/1/2023	19,683,142.46		-	19,683,142.46	17,390,702.20	1,753,562.50	19,144,264.70	538,877.76	-	102.81%
8/1/2023	162,220,608.46		-	162,220,608.46	151,770,702.20	10,288,562.50	162,059,264.70	161,343.76	700,221.51	100.10%
2/1/2024	16,239,853.50		-	16,239,853.50	14,191,750.05	1,540,187.50	15,731,937.55	507,915.94	-	103.23%
8/1/2024	148,955,029.50		-	148,955,029.50	139,526,750.05	9,360,187.50	148,886,937.55	68,091.94	576,007.89	100.05%
2/1/2025	13,048,615.28		-	13,048,615.28	11,302,998.70	1,344,687.50	12,647,686.20	400,929.08	-	103.17%
8/1/2025	138,909,395.28		-	138,909,395.28	129,367,998.70	9,489,687.50	138,857,686.20	51,709.08	452,638.16	100.04%
2/1/2026	10,143,913.62	33,688.96	-	10,110,224.66	8,624,376.08	1,141,062.50	9,765,438.58	344,786.08	-	103.53%
8/1/2026	120,301,749.62	-	33,688.96	120,335,438.58	110,704,376.08	9,631,062.50	120,335,438.58	-	344,786.08	100.00%
2/1/2027	7,506,558.86	42,486.27	-	7,464,072.58	6,288,141.63	928,812.50	7,216,954.13	247,118.46	-	103.42%
8/1/2027	97,639,467.86	-	42,486.27	97,681,954.13	87,888,141.63	9,793,812.50	97,681,954.13	-	247,118.46	100.00%
2/1/2028	5,356,730.28	61,447.44	-	5,295,282.84	4,415,142.23	707,187.50	5,122,329.73	172,953.11	-	103.38%
8/1/2028	78,795,882.28	-	61,447.44	78,857,329.73	68,935,142.23	9,922,187.50	78,857,329.73	-	172,953.11	100.00%
2/1/2029	3,657,055.08	2,180.63	-	3,654,874.45	3,006,348.20	522,887.50	3,529,235.70	125,638.75	-	103.56%
8/1/2029	60,027,055.08		2,180.63	60,029,235.70	51,766,348.20	8,262,887.50	60,029,235.70	-	125,638.75	100.00%
2/1/2030	2,475,681.10		-	2,475,681.10	2,014,852.98	406,787.50	2,421,640.48	54,040.63	-	102.23%
8/1/2030	42,500,681.10		-	42,500,681.10	34,119,852.98	8,351,787.50	42,471,640.48	29,040.63	83,081.25	100.07%
2/1/2031	1,614,268.13		-	1,614,268.13	1,320,125.00	267,750.00	1,587,875.00	26,393.13	-	101.66%
8/1/2031	31,309,268.13		-	31,309,268.13	26,045,125.00	5,237,750.00	31,282,875.00	26,393.13	52,786.25	100.08%
2/1/2032	997,781.88		-	997,781.88	800,837.50	180,775.00	981,612.50	16,169.38	-	101.65%
8/1/2032	21,122,781.88		-	21,122,781.88	15,825,837.50	5,280,775.00	21,106,612.50	16,169.38	32,338.75	100.08%
2/1/2033	585,735.00		-	585,735.00	484,790.63	91,525.00	576,315.63	9,419.38	-	101.63%
8/1/2033	12,740,735.00		-	12,740,735.00	7,409,790.63	5,321,525.00	12,731,315.63	9,419.38	18,838.75	100.07%
2/1/2034	345,355.00		-	345,355.00	339,828.13	-	339,828.13	5,526.88	-	101.63%
8/1/2034	4,775,355.00		-	4,775,355.00	4,769,828.13	-	4,769,828.13	5,526.88	11,053.75	100.12%
2/1/2035	260,610.63			260,610.63	256,387.50	-	256,387.50	4,223.13	-	101.65%
8/1/2035	4,120,610.63			4,120,610.63	4,116,387.50	-	4,116,387.50	4,223.13	8,446.25	100.10%
2/1/2036	183,776.88			183,776.88	180,725.00	-	180,725.00	3,051.88	-	101.69%
8/1/2036	4,198,776.88			4,198,776.88	4,195,725.00	-	4,195,725.00	3,051.88	6,103.75	100.07%
2/1/2037	103,601.88			103,601.88	101,768.75	-	101,768.75	1,833.13	-	101.80%
8/1/2037	1,988,601.88			1,988,601.88	1,986,768.75	-	1,986,768.75	1,833.13	3,666.25	100.09%
2/1/2038	67,841.88			67,841.88	66,706.25	-	66,706.25	1,135.63	-	101.70%
8/1/2038	1,077,841.88			1,077,841.88	1,076,706.25	-	1,076,706.25	1,135.63	2,271.25	100.11%
2/1/2039	51,808.13			51,808.13	50,925.00	-	50,925.00	883.13	-	101.73%
8/1/2039	1,091,808.13			1,091,808.13	1,090,925.00	-	1,090,925.00	883.13	1,766.25	100.08%
2/1/2040	35,298.13			35,298.13	34,675.00	-	34,675.00	623.13	-	101.80%
8/1/2040	1,110,298.13			1,110,298.13	1,104,675.00	-	1,104,675.00	5,623.13	6,246.25	100.51%
2/1/2041	18,232.50			18,232.50	17956.25	-	17,956.25	276.25	-	101.54%
8/1/2041	1,123,232.50			1,123,232.50	1,122,956.25	-	1,122,956.25	276.25	552.50	100.02%
Total	$ 3,806,731,818.12	$ 139,803.30	$ 139,803.30	$ 3,806,731,818.12	$ 3,575,947,429.98	$ 208,120,014.31	$ 3,784,067,444.29	$ 22,664,373.84	$ 22,664,373.84	

(1) Net of accrued interest in the aggregate amount of -

VIRGINIA PUBLIC SCHOOL AUTHORITY
Richmond, Virginia

BOARD OF COMMISSIONERS
As of June 30, 2013

Brenda L. Skidmore, Chairman

Ben Loyola, Vice Chairman

Kanchana K. Thamodaran

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Manju S. Ganeriwala, Secretary and Treasurer, State Treasurer

David Von Moll, State Comptroller

Dr. Patricia I. Wright, Superintendent of Public Instruction