



# ***Hampton Roads Sanitation District***

## **Interim Financial Report for Subordinate Wastewater Bonds, Series 2016**

**For the Period Ended April 30, 2019**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

**Hampton Roads Sanitation District  
Interim Financial Report  
Operating Budget  
For the Period Ending April 30, 2019**

	<b>Amended Budget</b>	<b>Current YTD</b>	<b>Current YTD as % of Budget (83% Budget to Date)</b>	<b>Prior YTD as % of Prior Year Budget</b>
<b>Operating Revenues</b>				
Wastewater	\$ 289,967,000	\$ 243,364,482	84%	84%
Surcharge	1,425,000	1,250,867	88%	64%
Indirect Discharge	2,750,000	2,457,611	89%	89%
Fees	2,855,000	2,429,893	85%	81%
Municipal Assistance	875,000	519,805	59%	79%
Miscellaneous	595,000	938,615	158%	101%
<b>Total Operating Revenue</b>	<b>298,467,000</b>	<b>250,961,273</b>	<b>84%</b>	<b>84%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,075,000	5,356,140	88%	96%
Interest Income	2,500,000	6,442,380	258%	150%
Build America Bond Subsidy	2,400,000	2,266,416	94%	96%
Other	820,000	1,400,073	171%	117%
<b>Total Non Operating Revenue</b>	<b>11,795,000</b>	<b>15,465,009</b>	<b>131%</b>	<b>106%</b>
<b>Total Revenues</b>	<b>310,262,000</b>	<b>266,426,282</b>	<b>86%</b>	<b>85%</b>
Transfers from Reserves	8,847,824	7,373,187	83%	83%
<b>Total Revenues and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 273,799,469</b>	<b>86%</b>	<b>85%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 55,331,886	\$ 47,761,614	86%	86%
Fringe Benefits	24,321,670	20,014,721	82%	85%
Materials & Supplies	7,686,154	6,251,674	81%	82%
Transportation	1,446,906	1,057,532	73%	67%
Utilities	12,306,952	10,320,490	84%	78%
Chemical Purchases	10,894,183	6,885,321	63%	64%
Contractual Services	42,104,030	22,806,412	54%	62%
Major Repairs	10,315,534	5,619,622	54%	45%
Capital Assets	1,232,144	509,139	41%	84%
Miscellaneous Expense	2,945,304	2,146,929	73%	86%
<b>Total Operating Expenses</b>	<b>168,584,763</b>	<b>123,373,454</b>	<b>73%</b>	<b>75%</b>
<b>Debt Service and Transfers</b>				
Debt Service	62,811,000	56,995,358	91%	87%
Transfer to CIP	87,475,061	72,895,880	83%	83%
Transfer to General Reserve	-	-	0%	83%
Transfer to Risk management	239,000	199,170	83%	83%
<b>Total Debt Service and Transfers</b>	<b>150,525,061</b>	<b>130,090,408</b>	<b>86%</b>	<b>85%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 253,463,862</b>	<b>79%</b>	<b>80%</b>

See Accompanying Notes to Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

# Hampton Roads Sanitation District

## Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

### April 30, 2019

Hampton Roads Sanitation District  
Primary & Secondary Source Balance  
For the Period Ending April 30, 2019

#### HRSD - SOURCES OF FUNDS April 30, 2019

Primary Source	Beginning	YTD		YTD	Ending	Allocation of	Credit Quality	Current
	Market Value July 1, 2018	Contributions	Withdrawals	Income Earned & Realized G/L	Market Value April 30, 2019			
BAML Corp Disbursement Account	10,669,597	440,500,279	444,683,303	46,367	6,532,940	4.1%	N/A	0.70%
VIP Stable NAV Liquidity Pool	-	187,000,000	36,000,000	2,001,583	153,001,583	95.9%	AAAm	2.58%
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm	2.58%
<b>Total Primary Source</b>	<b>\$ 79,653,645</b>	<b>\$ 632,500,279</b>	<b>\$ 554,798,524</b>	<b>\$ 2,179,123</b>	<b>\$ 159,534,523</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool performance equaled Va Local Government Investment Pool (the market benchmark) in the month of April.

Secondary Source	Beginning	YTD		YTD	Ending	Ending Cost	YTD Mkt Adj	Yield to Maturity at Market
	Market Value July 1, 2018	Contributions	Withdrawals	Income Earned & Realized G/L	Market Value April 30, 2019			
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,017,931	2,252,169	127,020,017	125,962,277	1,057,740	2.35%
<b>Total Secondary Source</b>	<b>\$ -</b>	<b>\$ 124,728,039</b>	<b>\$ 1,017,931</b>	<b>\$ 2,252,169</b>	<b>\$ 127,020,017</b>	<b>\$ 125,962,277</b>	<b>\$ 1,057,740</b>	

VIP 1-3 Year High Quality Bond Fund out performed ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) by 0.02% in the month of April.

<b>Total Primary Source</b>	<b>\$ 159,534,523</b>	<b>55.7%</b>
<b>Total Secondary Source</b>	<b>\$ 127,020,017</b>	<b>44.3%</b>
<b>TOTAL SOURCES</b>	<b>\$ 286,554,540</b>	<b>100.0%</b>

# Hampton Roads Sanitation District

## Notes to Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

### **Note 1 – General Information**

The Hampton Roads Sanitation District (HRSD) is a political subdivision of the Commonwealth of Virginia and a government instrumentality.

### **Note 2 – Basis of Accounting**

The accompanying Interim Financial Report for Subordinate Wastewater Bonds, Series 2016, summarizes the results of HRSD's operations on a basis of accounting that differs from generally accepted accounting principles. Revenues are recorded on an accrual basis whereby they are recognized when billed. Expenses are generally recorded on a cash basis. No provision is made for non-cash items such as depreciation and bad debt expense.

This interim report does not reflect financial activity for capital projects contained in HRSD's Capital Improvement Program.

Transfers represent certain budgetary policy designations as follows:

Transfer to CIP: represents current period's cash and investments that are designated to partially fund HRSD's capital improvement program.

Transfers to Reserves: represents the current period's cash and investments that have been set aside to meet HRSD's cash and investments policy objectives.

### **Note 3 – Sources of Funds**

The Sources of Funds represent a portion of HRSD's cash and investments portfolio as of the end of the period. These funds are available to purchase any or all of the Subordinate Wastewater Revenue Bonds, Series 2016 in the event of a failed remarketing. These funds do not represent all of HRSD's cash and investments as of the end of the period. These funds are not pledged or separated for the purchase of such bonds.