



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended August 31, 2018

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

**Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending August 31, 2018**

	Amended Budget	Current YTD	Current YTD as % of Budget (17% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 289,967,000	\$ 53,717,904	19%	18%
Surcharge	1,425,000	264,854	19%	15%
Indirect Discharge	2,750,000	546,174	20%	19%
Fees	2,855,000	489,898	17%	15%
Municipal Assistance	875,000	116,550	13%	23%
Miscellaneous	595,000	45,256	8%	9%
Total Operating Revenue	298,467,000	55,180,636	18%	18%
Non Operating Revenues				
Facility Charge	6,075,000	1,184,790	20%	19%
Interest Income	2,500,000	972,083	39%	24%
Build America Bond Subsidy	2,400,000	-	0%	0%
Other	820,000	-	0%	4%
Total Non Operating Revenue	11,795,000	2,156,873	18%	15%
Total Revenues	310,262,000	57,337,509	18%	18%
Transfers from Reserves	8,847,824	1,474,637	17%	17%
Total Revenues and Transfers	\$ 319,109,824	\$ 58,812,146	18%	18%
Operating Expenses				
Personal Services	\$ 55,331,886	\$ 10,751,923	19%	15%
Fringe Benefits	24,321,670	4,056,142	17%	16%
Materials & Supplies	7,686,154	1,044,329	14%	14%
Transportation	1,446,906	178,339	12%	9%
Utilities	12,306,952	1,612,323	13%	13%
Chemical Purchases	10,894,183	1,378,493	13%	12%
Contractual Services	42,104,030	4,706,000	11%	12%
Major Repairs	10,315,534	393,733	4%	5%
Capital Assets	1,232,144	48,005	4%	13%
Miscellaneous Expense	2,945,304	475,051	16%	17%
Total Operating Expenses	168,584,763	24,644,338	15%	13%
Debt Service and Transfers				
Debt Service	62,811,000	16,970,481	27%	22%
Transfer to CIP	87,475,061	14,579,176	17%	17%
Transfer to General Reserve	-	-	0%	8%
Transfer to Risk management	239,000	39,834	17%	17%
Total Debt Service and Transfers	150,525,061	31,589,491	21%	19%
Total Expenses and Transfers	\$ 319,109,824	\$ 56,233,829	18%	16%

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

August 31, 2018

HRSD - SOURCES OF FUNDS

August 31, 2018

Primary Source	Beginning Market	YTD		Income Earn	Ending Market	Allocation of funds	Credit Quality	Current Mo Avg Yield
	Value July 1, 2018	Contributions	YTD Withdrawals D		Value August 31, 2018			
BAML Corp Disbursement Account	10,669,597	149,802,742	153,991,088	9,734	6,490,985	7.1%	N/A	0.50%
VIP Stable NAV Liquidity Pool	-	91,000,000	6,000,000	137,195	85,137,195	92.9%	AAAm	2.16%
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm	2.13%
Total Primary Source	\$ 79,653,645	\$ 245,802,742	\$ 234,106,309	\$ 278,102	\$ 91,628,180			100.0%

Secondary Source	Beginning Market Value	YTD	YTD	YTD	Ending Market Value	Ending Cost	YTD	Credit Quality
	July 1, 2018	Contributions	Withdrawals	Income Earned & Realized G/L	Aug 31, 2018		Mkt Adj	
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,001,299	332,464	124,136,748	124,059,204	77,544	AA+f/\$1
Total Secondary Source	\$ -	\$ 124,728,039	\$ 1,001,299	\$ 332,464	\$ 124,136,748	\$ 124,059,204	\$ 77,544	

Total Primary Source	\$ 91,628,180	42.5%
Total Secondary Source	\$ 124,136,748	57.5%
TOTAL SOURCES	\$ 215,764,928	100.0%

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

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.