



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended August 31, 2019

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending August 31, 2019

	Amended Budget	Current YTD	Current YTD as % of Budget (17% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 316,217,000	\$ 57,523,171	18%	19%
Surcharge	1,500,000	304,356	20%	19%
Indirect Discharge	2,750,000	548,219	20%	20%
Fees	2,858,000	492,066	17%	17%
Municipal Assistance	725,000	122,084	17%	13%
Miscellaneous	600,000	44,517	7%	8%
Total Operating Revenue	<u>324,650,000</u>	<u>59,034,413</u>	18%	18%
Non Operating Revenues				
Facility Charge	6,160,000	1,106,515	18%	20%
Interest Income	4,000,000	1,634,045	41%	39%
Build America Bond Subsidy	2,400,000	-	0%	0%
Other	595,000	128,918	22%	0%
Total Non Operating Revenue	<u>13,155,000</u>	<u>2,869,478</u>	22%	18%
Total Revenues	337,805,000	61,903,891	18%	18%
Transfers from Reserves	10,857,750	1,809,625	17%	17%
Total Revenues and Transfers	<u>\$ 348,662,750</u>	<u>\$ 63,713,516</u>	18%	18%
Operating Expenses				
Personal Services	\$ 57,346,225	\$ 11,144,131	19%	19%
Fringe Benefits	24,232,400	4,209,865	17%	17%
Materials & Supplies	8,838,801	842,983	10%	14%
Transportation	1,579,921	171,705	11%	12%
Utilities	12,774,299	1,412,867	11%	13%
Chemical Purchases	10,979,218	1,270,943	12%	13%
Contractual Services	46,373,753	5,061,240	11%	11%
Major Repairs	10,847,604	688,055	6%	4%
Capital Assets	458,825	1,131	0%	4%
Miscellaneous Expense	3,085,523	507,540	16%	16%
Total Operating Expenses	<u>176,516,569</u>	<u>25,310,460</u>	14%	15%
Debt Service and Transfers				
Debt Service	63,544,841	17,144,324	27%	27%
Transfer to CIP	108,341,340	18,056,890	17%	17%
Transfer to Risk management	260,000	43,334	17%	17%
Total Debt Service and Transfers	<u>172,146,181</u>	<u>35,244,548</u>	20%	21%
Total Expenses and Transfers	<u>\$ 348,662,750</u>	<u>\$ 60,555,008</u>	17%	18%

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, 2019

Hampton Roads Sanitation District
Primary & Secondary Source Balance
For the Period Ending August 31, 2019

HRSD - SOURCES OF FUNDS August 31, 2019

Primary Source	Beginning	YTD			Ending	Allocation of	Credit Quality	Current
	Market Value July 1, 2019	Contributions	Withdrawals	Income Earned	Market Value August 31, 2019			
BAML Corp Disbursement Account	7,755,006	84,484,006	70,818,095	14,266	21,435,183	11.2%	N/A	0.70%
VIP Stable NAV Liquidity Pool	163,658,801	10,000,000	5,000,000	656,108	169,314,909	88.8%	AAAm	2.29%
Total Primary Source	\$ 171,413,807	\$ 94,484,006	\$ 75,818,095	\$ 670,374	\$ 190,750,092	100.0%		

VIP Stable NAV Liquidity Pool out performance Va Local Government Investment Pool (the market benchmark) by 0.01% in the month of August.

Secondary Source	Beginning	YTD			Ending	Ending Cost	YTD Mkt Adj	Yield to Maturity at Market
	Market Value July 1, 2019	Contributions	Withdrawals	Income Earned & Realized G/L	Market Value August 31, 2019			
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	4,289	527,012	129,444,924	129,052,330	392,594	1.62%
Total Secondary Source	\$ 128,529,607	\$ -	\$ 4,289	\$ 527,012	\$ 129,444,924	\$ 129,052,330	\$ 392,594	

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 0.01% in the month of August.

	Total	Fund Alloc
Total Primary Source	\$ 190,750,092	59.6%
Total Secondary Source	\$ 129,444,924	40.4%
TOTAL SOURCES	\$ 320,195,016	100.0%

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.