



# ***Hampton Roads Sanitation District***

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

**For the Period Ended December 31, 2017**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

## Hampton Roads Sanitation District Interim Financial Report Operating Budget For the Period Ending December 31, 2017

	Amended Budget	Current YTD	Current YTD as % of Budget (50% Budget to Date)	Prior YTD as % of Prior Year Budget
Wastewater	\$ 265,662,693	\$ 136,261,960	51%	52%
Surcharge	1,900,000	763,559	40%	63%
Indirect Discharge	2,500,000	1,383,434	55%	54%
Norfolk Sludge	90,000	33,914	38%	38%
Fees	2,935,000	1,406,047	48%	53%
Municipal Assistance	700,000	366,542	52%	33%
Miscellaneous	720,000	590,438	82%	73%
<b>Total Operating Revenue</b>	<b>274,507,693</b>	<b>140,805,894</b>	<b>51%</b>	<b>52%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,000,000	3,186,660	53%	51%
Interest Income	1,800,000	1,366,391	76%	12%
Build America Bond Subsidy	2,400,000	1,168,524	49%	50%
Other	845,000	799,872	95%	36%
<b>Total Non Operating Revenue</b>	<b>11,045,000</b>	<b>6,521,447</b>	<b>59%</b>	<b>44%</b>
<b>Total Revenues</b>	<b>285,552,693</b>	<b>147,327,341</b>	<b>52%</b>	<b>52%</b>
Transfers from Reserves	9,760,286	4,880,143	50%	50%
<b>Total Revenues and Transfers</b>	<b>\$ 295,312,979</b>	<b>\$ 152,207,484</b>	<b>52%</b>	<b>52%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 53,773,327	\$ 27,238,805	51%	50%
Fringe Benefits	24,700,569	12,538,436	51%	50%
Materials & Supplies	7,399,704	3,694,594	50%	46%
Transportation	1,423,974	557,435	39%	44%
Utilities	11,973,115	5,123,980	43%	40%
Chemical Purchases	10,620,594	3,972,178	37%	41%
Contractual Services	36,900,038	13,840,735	38%	38%
Major Repairs	10,429,168	2,722,059	26%	34%
Capital Assets	1,716,528	997,608	58%	18%
Miscellaneous Expense	2,396,234	1,259,092	53%	44%
<b>Total Operating Expenses</b>	<b>161,333,251</b>	<b>71,944,922</b>	<b>45%</b>	<b>44%</b>
<b>Debt Service and Transfers</b>				
Debt Service	59,949,120	28,923,154	48%	51%
Cost of Issuance Bonds	900,000	360,882	40%	0%
Transfer to CIP	58,802,000	29,401,000	50%	50%
Transfer to General Reserve	14,068,608	7,034,304	50%	0%
Transfer to Risk management	260,000	130,005	50%	50%
<b>Total Debt Service and Transfers</b>	<b>133,979,728</b>	<b>65,849,345</b>	<b>49%</b>	<b>50%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 295,312,979</b>	<b>\$ 137,794,267</b>	<b>47%</b>	<b>46%</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

### Total Return Pool

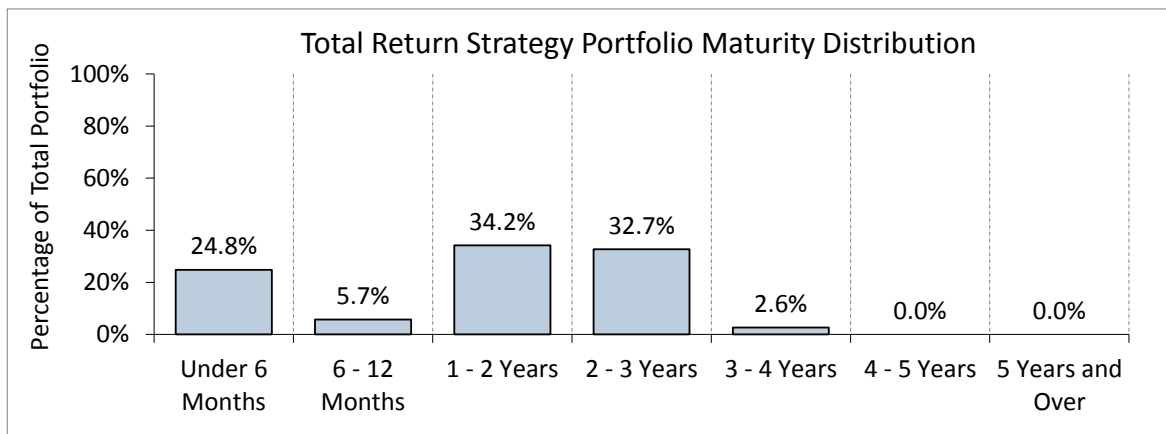
### December 31, 2017

Hampton Roads Sanitation District

Security Type	Portfolio Composition			% of Portfolio	Permitted by Policy
	December 31, 2017	% of Portfolio	November 30, 2017		
U.S. Treasuries	\$44,869,655.72	29.0%	\$44,884,651.06	29.0%	100%
Federal Agencies	33,671,243.10	21.8%	33,673,694.76	21.8%	100%
Supra Sovereign Agencies	7,244,619.07	4.7%	7,245,255.36	4.7%	15%
Commercial Paper	4,905,388.90	3.2%	4,901,522.45	3.2%	25%
Bankers Acceptances	0.00	0.0%	0.00	0.0%	25%
Corporate Notes/Bonds	23,694,403.97	15.3%	23,688,872.58	15.3%	25%
Certificates of Deposit	9,848,630.66	6.4%	9,846,682.45	6.4%	25%
Repurchase Agreements	0.00	0.0%	0.00	0.0%	35%
Municipal Obligations	0.00	0.0%	0.00	0.0%	15%
Money Market Fund	204,323.51	0.1%	166,918.95	0.1%	100%
LGIP	30,266,324.00	19.6%	30,266,324.00	19.6%	100%
<b>Totals</b>	<b>\$154,704,588.93</b>	<b>100.0%</b>	<b>\$154,673,921.61</b>	<b>100.0%</b>	

Effective Duration	December 31, 2017	November 30, 2017
Total Return Strategy	1.42	1.44

Hampton Roads Sanitation District



# 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 – Total Return Pool

The Total Return Pool represents the characteristics of HRSD's cash and investments portfolio as of the end of the period. The Total Return Pool is a portion of HRSD's funds that are available to purchase any or all of the Subordinate Wastewater Revenue Bonds, Series 2016 in the event of a failed remarketing. This portfolio does not represent all of HRSD's cash and investments as of the end of the period. The Total Return Pool is not pledged or separated for the purchase of such bonds.