



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended December 31, 2018

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

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

	Amended Budget	Current YTD	Current YTD as % of Budget (50% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 289,967,000	\$ 148,107,209	51%	51%
Surcharge	1,425,000	757,707	53%	40%
Indirect Discharge	2,750,000	1,407,341	51%	55%
Fees	2,855,000	1,420,404	50%	48%
Municipal Assistance	875,000	280,729	32%	52%
Miscellaneous	595,000	698,038	117%	77%
Total Operating Revenue	298,467,000	152,671,428	51%	51%
Non Operating Revenues				
Facility Charge	6,075,000	3,160,765	52%	53%
Interest Income	2,500,000	3,481,357	139%	76%
Build America Bond Subsidy	2,400,000	1,145,118	48%	49%
Other	820,000	209,533	26%	95%
Total Non Operating Revenue	11,795,000	7,996,773	68%	59%
Total Revenues	310,262,000	160,668,201	52%	52%
Transfers from Reserves	8,847,824	4,423,912	50%	50%
Total Revenues and Transfers	\$ 319,109,824	\$ 165,092,113	52%	52%
Operating Expenses				
Personal Services	\$ 55,331,886	\$ 28,145,658	51%	51%
Fringe Benefits	24,321,670	11,903,365	49%	51%
Materials & Supplies	7,686,154	3,729,518	49%	50%
Transportation	1,446,906	637,070	44%	39%
Utilities	12,306,952	5,809,028	47%	43%
Chemical Purchases	10,894,183	4,171,471	38%	37%
Contractual Services	42,104,030	14,378,678	34%	38%
Major Repairs	10,315,534	3,093,613	30%	26%
Capital Assets	1,232,144	352,340	29%	58%
Miscellaneous Expense	2,945,304	1,280,966	43%	49%
Total Operating Expenses	168,584,763	73,501,707	44%	45%
Debt Service and Transfers				
Debt Service	62,811,000	37,004,463	59%	48%
Transfer to CIP	87,475,061	43,737,528	50%	50%
Transfer to General Reserve	-	-	0%	50%
Transfer to Risk management	239,000	119,502	50%	50%
Total Debt Service and Transfers	150,525,061	80,861,493	54%	49%
Total Expenses and Transfers	\$ 319,109,824	\$ 154,363,200	48%	47%

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

December 31, 2018

Hampton Roads Sanitation District
Primary & Secondary Source Balance
For the Period Ending December 31, 2018

HRSD - SOURCES OF FUNDS December 31, 2018

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 Dec 31, 2018			
BAML Corp Disbursement Account	10,669,597	295,737,592	297,510,434	25,692	8,922,447	7.4%	N/A	0.50%
VIP Stable NAV Liquidity Pool	-	136,000,000	26,000,000	891,641	110,891,641	92.6%	AAAm	2.45%
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm	2.45%
Total Primary Source	\$ 79,653,645	\$ 436,737,592	\$ 397,625,655	\$ 1,048,506	\$ 119,814,088	100.0%		

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

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 Dec 31, 2018			
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,009,603	1,246,629	125,471,810	124,965,066	506,744	2.62%
Total Secondary Source	\$ -	\$ 124,728,039	\$ 1,009,603	\$ 1,246,629	\$ 125,471,810	\$ 124,965,066	\$ 506,744	

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 0.05% in the month of December.

Total Primary Source	\$ 119,814,088	48.8%
Total Secondary Source	\$ 125,471,810	51.2%
TOTAL SOURCES	\$ 245,285,898	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.