



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended December 31, 2019

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

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

	Amended Budget	Current YTD	Current YTD as % of Budget (50% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 316,217,000	\$ 163,736,841	52%	51%
Surcharge	1,500,000	816,243	54%	53%
Indirect Discharge	2,750,000	1,614,924	59%	51%
Fees	2,858,000	1,527,788	53%	50%
Municipal Assistance	725,000	299,620	41%	32%
Miscellaneous	600,000	453,408	76%	117%
Total Operating Revenue	<u>324,650,000</u>	<u>168,448,824</u>	52%	51%
Non Operating Revenues				
Facility Charge	6,160,000	3,473,470	56%	52%
Interest Income	4,000,000	2,894,805	72%	139%
Build America Bond Subsidy	2,400,000	1,121,298	47%	48%
Other	595,000	253,049	43%	26%
Total Non Operating Revenue	<u>13,155,000</u>	<u>7,742,622</u>	59%	68%
Total Revenues	337,805,000	176,191,446	52%	52%
Transfers from Reserves	10,857,750	5,428,875	50%	50%
Total Revenues and Transfers	<u>\$ 348,662,750</u>	<u>\$ 181,620,321</u>	52%	52%
Operating Expenses				
Personal Services	\$ 57,346,225	\$ 29,269,389	51%	51%
Fringe Benefits	24,232,400	12,164,699	50%	49%
Materials & Supplies	8,838,801	3,829,195	43%	49%
Transportation	1,579,921	605,695	38%	44%
Utilities	12,774,299	5,807,944	45%	47%
Chemical Purchases	10,979,218	4,483,146	41%	38%
Contractual Services	46,373,753	15,992,573	34%	34%
Major Repairs	10,847,604	2,659,349	25%	30%
Capital Assets	458,825	91,825	20%	29%
Miscellaneous Expense	3,085,523	2,459,951	80%	43%
Total Operating Expenses	<u>176,516,569</u>	<u>77,363,766</u>	44%	44%
Debt Service and Transfers				
Debt Service	63,544,841	37,808,951	59%	59%
Transfer to CIP	108,341,340	54,170,670	50%	50%
Transfer to Risk management	260,000	130,002	50%	50%
Total Debt Service and Transfers	<u>172,146,181</u>	<u>92,109,623</u>	54%	54%
Total Expenses and Transfers	<u>\$ 348,662,750</u>	<u>\$ 169,473,389</u>	49%	48%

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, 2019

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

HRSD - SOURCES OF FUNDS December 31, 2019

Primary Source	Beginning	YTD			Ending	Allocation of	Credit Quality	Current
	Market Value	Contributions	Withdrawals	Income Earned	Market Value			
	July 1, 2019				December 31, 2019	Funds	Mo Avg	Yield
BAML Corp Disbursement Account	7,755,006	299,237,148	293,721,739	39,792	13,310,207	6.8%	N/A	0.55%
VIP Stable NAV Liquidity Pool	163,658,801	118,355,162	101,355,162	1,912,543	182,571,343	93.2%	AAAm	1.79%
Total Primary Source	\$ 171,413,807	\$ 417,592,310	\$ 395,076,901	\$ 1,952,335	\$ 195,881,550	100.0%		

VIP Stable NAV Liquidity Pool out performance Va Local Government Investment Pool (the market benchmark) by 0.05% in the month of December.

Secondary Source	Beginning	YTD			Ending	Ending Cost	YTD	Yield to
	Market Value	Contributions	Withdrawals	Income Earned	Market Value			
	July 1, 2019			& Realized G/L	December 31, 2019		Mkt Adj	Maturity
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	66,365,211	1,072,968	63,049,083	62,104,342	944,741	1.67%
Total Secondary Source	\$ 128,529,607	\$ -	\$ 66,365,211	\$ 1,072,968	\$ 63,049,083	\$ 62,104,342	\$ 944,741	

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	Fund Alloc
Total Primary Source	\$ 195,881,550	75.7%
Total Secondary Source	\$ 63,049,083	24.3%
TOTAL SOURCES	\$ 258,930,633	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.