



# ***Hampton Roads Sanitation District***

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

**For the Period Ended February 28, 2018**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

## Hampton Roads Sanitation District Interim Financial Report Operating Budget For the Period Ending February 28, 2018

	Amended Budget	Current YTD	Current YTD as % of Budget (67% Budget to Date)	Prior YTD as % of Prior Year Budget
Wastewater	\$ 265,662,693	\$ 182,426,430	69%	68%
Surcharge	1,900,000	989,428	52%	83%
Indirect Discharge	2,500,000	1,771,512	71%	71%
Norfolk Sludge	90,000	46,920	52%	56%
Fees	2,935,000	1,884,751	64%	69%
Municipal Assistance	700,000	465,498	66%	48%
Miscellaneous	720,000	665,641	92%	74%
<b>Total Operating Revenue</b>	<b>274,507,693</b>	<b>188,250,180</b>	<b>69%</b>	<b>69%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,000,000	4,445,670	74%	65%
Interest Income	1,800,000	1,928,313	107%	28%
Build America Bond Subsidy	2,400,000	1,168,524	49%	50%
Other	845,000	908,309	107%	55%
<b>Total Non Operating Revenue</b>	<b>11,045,000</b>	<b>8,450,816</b>	<b>77%</b>	<b>56%</b>
<b>Total Revenues</b>	<b>285,552,693</b>	<b>196,700,996</b>	<b>69%</b>	<b>68%</b>
Transfers from Reserves	9,760,286	6,506,857	67%	67%
<b>Total Revenues and Transfers</b>	<b>\$ 295,312,979</b>	<b>\$ 203,207,853</b>	<b>69%</b>	<b>68%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 53,773,327	\$ 35,746,682	66%	65%
Fringe Benefits	24,700,569	16,678,766	68%	66%
Materials & Supplies	7,399,704	4,750,770	64%	63%
Transportation	1,423,974	792,308	56%	60%
Utilities	11,973,115	7,423,162	62%	60%
Chemical Purchases	10,620,594	5,131,505	48%	55%
Contractual Services	36,900,038	19,696,650	53%	52%
Major Repairs	10,429,168	3,878,187	37%	39%
Capital Assets	1,716,528	1,170,218	68%	50%
Miscellaneous Expense	2,396,234	1,565,628	65%	63%
<b>Total Operating Expenses</b>	<b>161,333,251</b>	<b>96,833,876</b>	<b>60%</b>	<b>59%</b>
<b>Debt Service and Transfers</b>				
Debt Service	59,949,120	40,515,057	68%	72%
Cost of Issuance Bonds	900,000	830,353	92%	0%
Transfer to CIP	58,802,000	39,201,334	67%	67%
Transfer to General Reserve	14,068,608	9,379,072	67%	0%
Transfer to Risk management	260,000	173,341	67%	67%
<b>Total Debt Service and Transfers</b>	<b>133,979,728</b>	<b>90,099,157</b>	<b>67%</b>	<b>69%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 295,312,979</b>	<b>\$ 186,933,033</b>	<b>63%</b>	<b>64%</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

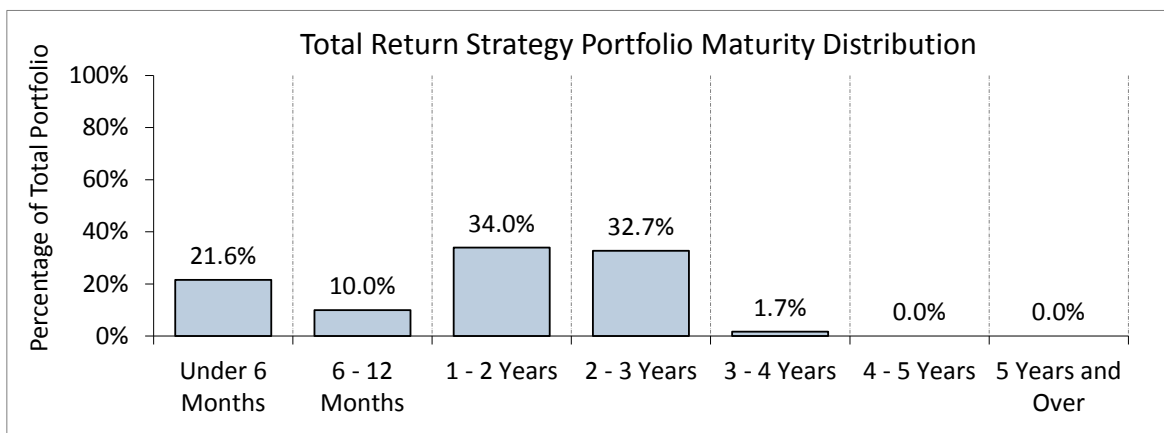
### February 28, 2018

Hampton Roads Sanitation District

Security Type	Portfolio Composition			% of Portfolio	Permitted by Policy
	February 28, 2018	% of Portfolio	January 31, 2018		
U.S. Treasuries	\$46,429,881.69	30.1%	\$43,841,323.66	28.4%	100%
Federal Agencies	33,501,914.34	21.7%	33,571,927.25	21.7%	100%
Supra Sovereign Agencies	8,139,922.76	5.3%	8,152,926.51	5.3%	15%
Commercial Paper	4,910,145.08	3.2%	4,906,848.38	3.2%	25%
Bankers Acceptances	0.00	0.0%	0.00	0.0%	25%
Corporate Notes/Bonds	23,583,224.37	15.3%	23,654,986.42	15.3%	25%
Certificates of Deposit	7,380,031.88	4.8%	9,830,785.61	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	134,124.33	0.1%	190,067.19	0.1%	100%
LGIP	30,266,324.00	19.6%	30,266,324.00	19.6%	100%
<b>Totals</b>	<b>\$154,345,568.45</b>	<b>100.0%</b>	<b>\$154,415,189.02</b>	<b>100.0%</b>	

Effective Duration	February 28, 2018	January 31, 2018
Total Return Strategy	1.41	1.41

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.