



# ***Hampton Roads Sanitation District***

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

**For the Period Ended February 28, 2019**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

**Hampton Roads Sanitation District  
Interim Financial Report  
Operating Budget  
For the Period Ending February 28, 2019**

	<b>Amended Budget</b>	<b>Current YTD</b>	<b>Current YTD as % of Budget (67% Budget to Date)</b>	<b>Prior YTD as % of Prior Year Budget</b>
<b>Operating Revenues</b>				
Wastewater	\$ 289,967,000	\$ 198,925,225	69%	69%
Surcharge	1,425,000	1,004,718	71%	52%
Indirect Discharge	2,750,000	1,943,701	71%	71%
Fees	2,855,000	1,947,507	68%	64%
Municipal Assistance	875,000	406,643	46%	66%
Miscellaneous	595,000	758,532	127%	88%
<b>Total Operating Revenue</b>	<b>298,467,000</b>	<b>204,986,326</b>	<b>69%</b>	<b>69%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,075,000	4,279,960	70%	74%
Interest Income	2,500,000	4,692,413	188%	107%
Build America Bond Subsidy	2,400,000	1,145,118	48%	49%
Other	820,000	279,533	34%	107%
<b>Total Non Operating Revenue</b>	<b>11,795,000</b>	<b>10,397,024</b>	<b>88%</b>	<b>77%</b>
<b>Total Revenues</b>	<b>310,262,000</b>	<b>215,383,350</b>	<b>69%</b>	<b>69%</b>
Transfers from Reserves	8,847,824	5,898,549	67%	67%
<b>Total Revenues and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 221,281,899</b>	<b>69%</b>	<b>69%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 55,331,886	\$ 36,942,026	67%	66%
Fringe Benefits	24,321,670	15,897,047	65%	68%
Materials & Supplies	7,686,154	4,888,427	64%	64%
Transportation	1,446,906	875,092	60%	56%
Utilities	12,306,952	8,392,799	68%	62%
Chemical Purchases	10,894,183	5,545,302	51%	48%
Contractual Services	42,104,030	18,183,758	43%	53%
Major Repairs	10,315,534	4,025,737	39%	37%
Capital Assets	1,232,144	520,092	42%	68%
Miscellaneous Expense	2,945,304	1,631,859	55%	73%
<b>Total Operating Expenses</b>	<b>168,584,763</b>	<b>96,902,139</b>	<b>57%</b>	<b>60%</b>
<b>Debt Service and Transfers</b>				
Debt Service	62,811,000	48,463,485	77%	68%
Transfer to CIP	87,475,061	58,316,704	67%	67%
Transfer to General Reserve	-	-	0%	67%
Transfer to Risk management	239,000	159,336	67%	67%
<b>Total Debt Service and Transfers</b>	<b>150,525,061</b>	<b>106,939,525</b>	<b>71%</b>	<b>67%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 203,841,664</b>	<b>64%</b>	<b>63%</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

### February 28, 2019

Hampton Roads Sanitation District  
Primary & Secondary Source Balance  
For the Period Ending February 28, 2019

<b>HRSD - SOURCES OF FUNDS</b>	February 28, 2019
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Primary Source	Beginning Market Value July 1, 2018	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value Feb 28, 2019	Allocation of Funds	Credit Quality	Current Mo Avg Yield
BAML Corp Disbursement Account	10,669,597	370,144,500	368,093,665	35,953	12,756,385	9.2%	N/A	0.70%
VIP Stable NAV Liquidity Pool	-	161,000,000	36,000,000	1,393,260	126,393,260	90.8%	AAAm	2.59%
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm	2.57%
<b>Total Primary Source</b>	<b>\$ 79,653,645</b>	<b>\$ 536,144,500</b>	<b>\$ 478,208,886</b>	<b>\$ 1,560,386</b>	<b>\$ 139,149,645</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool out performed Va Local Government Investment Pool (the market benchmark) by 0.02% in the month of February.

Secondary Source	Beginning Market Value July 1, 2018	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value Feb 28, 2019	Ending Cost	YTD Mkt Adj	Yield to Maturity at Market
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,013,856	1,733,029	126,014,509	125,447,212	567,297	2.56%
<b>Total Secondary Source</b>	<b>\$ -</b>	<b>\$ 124,728,039</b>	<b>\$ 1,013,856</b>	<b>\$ 1,733,029</b>	<b>\$ 126,014,509</b>	<b>\$ 125,447,212</b>	<b>\$ 567,297</b>	

VIP 1-3 Year High Quality Bond Fund performance equaled ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in the month of February.

<b>Total Primary Source</b>	<b>\$ 139,149,645</b>	<b>52.5%</b>
<b>Total Secondary Source</b>	<b>\$ 126,014,509</b>	<b>47.5%</b>
<b>TOTAL SOURCES</b>	<b>\$ 265,164,154</b>	<b>100.0%</b>

# 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.