



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended February 29, 2020

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending February 29, 2020

	Amended Budget	Current YTD	Current YTD as % of Budget (67% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 316,217,000	\$ 214,558,617	68%	69%
Surcharge	1,500,000	1,110,165	74%	71%
Indirect Discharge	2,750,000	2,104,947	77%	71%
Fees	2,858,000	2,030,855	71%	68%
Municipal Assistance	725,000	426,483	59%	46%
Miscellaneous	600,000	491,503	82%	127%
Total Operating Revenue	<u>324,650,000</u>	<u>220,722,570</u>	68%	69%
Non Operating Revenues				
Facility Charge	6,160,000	4,342,250	70%	70%
Interest Income	4,000,000	4,320,702	108%	188%
Build America Bond Subsidy	2,400,000	1,121,298	47%	48%
Other	595,000	372,154	63%	34%
Total Non Operating Revenue	<u>13,155,000</u>	<u>10,156,404</u>	77%	88%
Total Revenues	337,805,000	230,878,974	68%	69%
Transfers from Reserves	10,857,750	7,238,500	67%	67%
Total Revenues and Transfers	<u>\$ 348,662,750</u>	<u>\$ 238,117,474</u>	68%	69%
Operating Expenses				
Personal Services	\$ 57,346,225	\$ 40,603,604	71%	67%
Fringe Benefits	24,232,400	16,280,116	67%	65%
Materials & Supplies	8,838,801	5,258,932	59%	64%
Transportation	1,579,921	783,236	50%	60%
Utilities	12,774,299	8,112,605	64%	68%
Chemical Purchases	10,979,218	5,611,392	51%	51%
Contractual Services	46,373,753	20,629,486	44%	43%
Major Repairs	10,847,604	3,742,711	35%	39%
Capital Assets	458,825	82,350	18%	42%
Miscellaneous Expense	3,085,523	3,036,976	98%	55%
Total Operating Expenses	<u>176,516,569</u>	<u>104,141,408</u>	59%	57%
Debt Service and Transfers				
Debt Service	63,544,841	46,555,296	73%	77%
Transfer to CIP	108,341,340	72,227,560	67%	67%
Transfer to Risk management	260,000	173,336	67%	67%
Total Debt Service and Transfers	<u>172,146,181</u>	<u>118,956,192</u>	69%	71%
Total Expenses and Transfers	<u>\$ 348,662,750</u>	<u>\$ 223,097,600</u>	64%	64%

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 29, 2020

Hampton Roads Sanitation District
Primary & Secondary Source Balance
For the Period Ending February 29, 2020

HRSD - SOURCES OF FUNDS	February 29, 2020
--------------------------------	-------------------

Primary Source	Beginning	YTD	YTD	YTD	Ending	Allocation of	Credit Quality	Current
	Market Value July 1, 2019							
BAML Corp Disbursement Account	7,755,006	371,810,417	363,169,850	49,491	16,445,064	8.1%	N/A	0.55%
VIP Stable NAV Liquidity Pool	163,658,801	131,355,162	111,355,162	2,453,154	186,111,955	91.9%	AAAm	1.73%
Total Primary Source	\$ 171,413,807	\$ 503,165,579	\$ 474,525,012	\$ 2,502,645	\$ 202,557,019	100.0%		

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

Secondary Source	Beginning	YTD	YTD	YTD	Ending	Ending Cost	YTD	Yield to
	Market Value July 1, 2019							
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	66,367,352	1,307,003	63,915,857	62,336,235	1,579,622	1.06%
Total Secondary Source	\$ 128,529,607	\$ -	\$ 66,367,352	\$ 1,307,003	\$ 63,915,857	\$ 62,336,235	\$ 1,579,622	

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 0.08% in the month of February.

	Total	Fund Alloc
Total Primary Source	\$ 202,557,019	76.0%
Total Secondary Source	\$ 63,915,857	24.0%
TOTAL SOURCES	\$ 266,472,876	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.