



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended March 31, 2018

Prepared by

Department of Finance

Hampton Roads Sanitation District

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

	Amended Budget	Current YTD	Current YTD as % of Budget (75% Budget to Date)	Prior YTD as % of Prior Year Budget
Wastewater	\$ 265,662,693	\$ 203,762,153	77%	77%
Surcharge	1,900,000	1,098,060	58%	92%
Indirect Discharge	2,500,000	1,983,161	79%	79%
Norfolk Sludge	90,000	52,012	58%	62%
Fees	2,935,000	2,135,793	73%	78%
Municipal Assistance	700,000	490,095	70%	54%
Miscellaneous	720,000	690,517	96%	106%
Total Operating Revenue	274,507,693	210,211,791	77%	77%
Non Operating Revenues				
Facility Charge	6,000,000	4,962,650	83%	76%
Interest Income	1,800,000	2,306,821	128%	40%
Build America Bond Subsidy	2,400,000	1,168,524	49%	50%
Other	845,000	946,232	112%	67%
Total Non Operating Revenue	11,045,000	9,384,227	85%	65%
Total Revenues	285,552,693	219,596,018	77%	76%
Transfers from Reserves	9,760,286	7,320,215	75%	75%
Total Revenues and Transfers	\$ 295,312,979	\$ 226,916,233	77%	76%
Operating Expenses				
Personal Services	\$ 53,773,327	\$ 42,117,770	78%	77%
Fringe Benefits	24,700,569	18,892,263	76%	75%
Materials & Supplies	7,399,704	5,488,231	74%	73%
Transportation	1,423,974	886,954	62%	68%
Utilities	11,973,115	8,399,865	70%	68%
Chemical Purchases	10,620,594	6,138,527	58%	61%
Contractual Services	36,900,038	21,404,505	58%	59%
Major Repairs	10,429,168	4,305,312	41%	46%
Capital Assets	1,716,528	1,411,338	82%	54%
Miscellaneous Expense	2,396,234	1,723,969	72%	71%
Total Operating Expenses	161,333,251	110,768,734	69%	68%
Debt Service and Transfers				
Debt Service	59,949,120	45,412,200	76%	80%
Cost of Issuance Bonds	900,000	831,176	92%	0%
Transfer to CIP	58,802,000	44,101,500	75%	75%
Transfer to General Reserve	14,068,608	10,551,456	75%	0%
Transfer to Risk management	260,000	195,008	75%	75%
Total Debt Service and Transfers	133,979,728	101,091,340	75%	77%
Total Expenses and Transfers	\$ 295,312,979	\$ 211,860,074	72%	72%

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

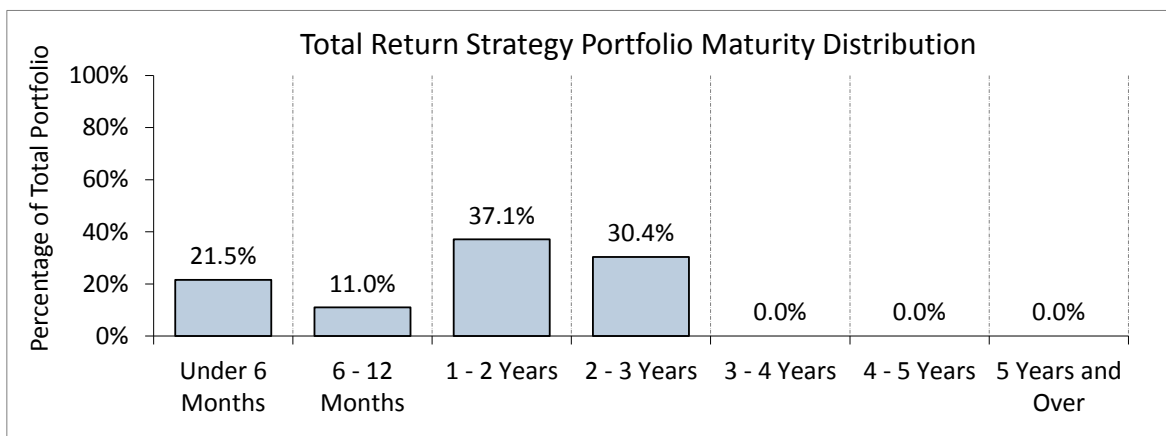
March 31, 2018

Hampton Roads Sanitation District

Security Type	Portfolio Composition		February 28, 2018	% of Portfolio	Permitted by Policy
	March 31, 2018	% of Portfolio			
U.S. Treasuries	\$46,531,921.78	30.1%	\$46,429,881.69	30.1%	100%
Federal Agencies	31,355,714.48	20.3%	33,501,914.34	21.7%	100%
Supra Sovereign Agencies	9,244,492.19	6.0%	8,139,922.76	5.3%	15%
Commercial Paper	4,888,137.38	3.2%	4,910,145.08	3.2%	25%
Bankers Acceptances	0.00	0.0%	0.00	0.0%	25%
Corporate Notes/Bonds	24,773,762.49	16.0%	23,583,224.37	15.3%	25%
Certificates of Deposit	7,379,218.35	4.8%	7,380,031.88	4.8%	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	108,680.68	0.1%	134,124.33	0.1%	100%
LGIP	30,266,324.00	19.6%	30,266,324.00	19.6%	100%
Totals	\$154,548,251.35	100.0%	\$154,345,568.45	100.0%	

Effective Duration	March 31, 2018	February 28, 2018
Total Return Strategy	1.38	1.41

Hampton Roads Sanitation District



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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.