



# ***Hampton Roads Sanitation District***

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

**For the Period Ended March 31, 2020**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

## Hampton Roads Sanitation District Interim Financial Report Operating Budget For the Period Ending March 31, 2020

	Amended Budget	Current YTD	Current YTD as % of Budget (75% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 316,217,000	\$ 239,643,093	76%	75%
Surcharge	1,500,000	1,236,809	82%	78%
Indirect Discharge	2,750,000	2,359,809	86%	79%
Fees	2,858,000	2,319,239	81%	77%
Municipal Assistance	725,000	452,937	62%	49%
Miscellaneous	600,000	517,710	86%	166%
<b>Total Operating Revenue</b>	<b>324,650,000</b>	<b>246,529,597</b>	<b>76%</b>	<b>76%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,160,000	4,761,475	77%	77%
Interest Income	4,000,000	5,127,144	128%	233%
Build America Bond Subsidy	2,400,000	1,121,298	47%	48%
Other	595,000	500,783	84%	43%
<b>Total Non Operating Revenue</b>	<b>13,155,000</b>	<b>11,510,700</b>	<b>88%</b>	<b>102%</b>
<b>Total Revenues</b>	<b>337,805,000</b>	<b>258,040,297</b>	<b>76%</b>	<b>77%</b>
Transfers from Reserves	10,857,750	8,143,313	75%	75%
<b>Total Revenues and Transfers</b>	<b>\$ 348,662,750</b>	<b>\$ 266,183,610</b>	<b>76%</b>	<b>77%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 57,346,225	\$ 45,138,697	79%	79%
Fringe Benefits	24,232,400	18,262,785	75%	74%
Materials & Supplies	8,838,801	6,019,562	68%	71%
Transportation	1,579,921	895,136	57%	68%
Utilities	12,774,299	9,192,341	72%	75%
Chemical Purchases	10,979,218	6,449,253	59%	57%
Contractual Services	46,373,753	23,699,220	51%	49%
Major Repairs	10,847,604	4,584,269	42%	48%
Capital Assets	458,825	103,504	23%	42%
Miscellaneous Expense	3,085,523	3,370,003	109%	62%
<b>Total Operating Expenses</b>	<b>176,516,569</b>	<b>117,714,770</b>	<b>67%</b>	<b>66%</b>
<b>Debt Service and Transfers</b>				
Debt Service	63,544,841	51,965,056	82%	85%
Transfer to CIP	108,341,340	81,256,005	75%	75%
Transfer to Risk management	260,000	195,003	75%	75%
<b>Total Debt Service and Transfers</b>	<b>172,146,181</b>	<b>133,416,064</b>	<b>78%</b>	<b>79%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 348,662,750</b>	<b>\$ 251,130,834</b>	<b>72%</b>	<b>72%</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

### March 31, 2020

Hampton Roads Sanitation District  
Primary & Secondary Source Balance  
For the Period Ending March 31, 2020

#### HRSD - SOURCES OF FUNDS March 31, 2020

Primary Source	Beginning	YTD		YTD	Ending		Allocation of	Credit Quality	Current
	Market Value	Contributions	Withdrawals	Income Earned	Market Value	Funds			
	July 1, 2019				March 31, 2020				Yield
BAML Corp Disbursement Account	7,755,006	401,034,826	403,439,216	52,689	5,403,305	2.8%		N/A	0.55%
VIP Stable NAV Liquidity Pool	163,658,801	131,355,162	111,355,162	2,670,750	186,329,551	97.2%		AAAm	1.38%
<b>Total Primary Source</b>	<b>\$ 171,413,807</b>	<b>\$ 532,389,988</b>	<b>\$ 514,794,378</b>	<b>\$ 2,723,439</b>	<b>\$ 191,732,856</b>	<b>100.0%</b>			

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

Secondary Source	Beginning	YTD		YTD	Ending		Ending Cost	YTD	Yield to
	Market Value	Contributions	Withdrawals	Income Earned	Market Value	Mkt Adj			
	July 1, 2019			& Realized G/L	March 31, 2020			at Market	
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	66,368,360	1,414,625	64,497,362	62,442,850	2,054,512		
<b>Total Secondary Source</b>	<b>\$ 128,529,607</b>	<b>\$ -</b>	<b>\$ 66,368,360</b>	<b>\$ 1,414,625</b>	<b>\$ 64,497,362</b>	<b>\$ 62,442,850</b>	<b>\$ 2,054,512</b>		

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 0.16% in the month of March.

	Total	Fund Alloc
Total Primary Source	\$ 191,732,856	74.8%
Total Secondary Source	\$ 64,497,362	25.2%
<b>TOTAL SOURCES</b>	<b>\$ 256,230,218</b>	<b>100.0%</b>

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.