



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended November 30, 2018

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

Hampton Roads Sanitation District Interim Financial Report Operating Budget For the Period Ending November 30, 2018

	Amended Budget	Current YTD	Current YTD as % of Budget (42% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 289,967,000	\$ 125,675,714	43%	43%
Surcharge	1,425,000	643,130	45%	34%
Indirect Discharge	2,750,000	1,147,975	42%	46%
Fees	2,855,000	1,247,592	44%	41%
Municipal Assistance	875,000	253,306	29%	48%
Miscellaneous	595,000	581,156	98%	71%
Total Operating Revenue	<u>298,467,000</u>	<u>129,548,873</u>	43%	43%
Non Operating Revenues				
Facility Charge	6,075,000	2,410,520	40%	47%
Interest Income	2,500,000	2,319,141	93%	62%
Build America Bond Subsidy	2,400,000	1,145,118	48%	49%
Other	820,000	209,533	26%	94%
Total Non Operating Revenue	<u>11,795,000</u>	<u>6,084,312</u>	52%	53%
Total Revenues	310,262,000	135,633,185	44%	44%
Transfers from Reserves	8,847,824	3,686,593	42%	42%
Total Revenues and Transfers	<u>\$ 319,109,824</u>	<u>\$ 139,319,778</u>	44%	44%
Operating Expenses				
Personal Services	\$ 55,331,886	\$ 23,717,080	43%	43%
Fringe Benefits	24,321,670	9,903,462	41%	42%
Materials & Supplies	7,686,154	2,985,923	39%	40%
Transportation	1,446,906	550,783	38%	32%
Utilities	12,306,952	4,685,228	38%	36%
Chemical Purchases	10,894,183	3,442,319	32%	33%
Contractual Services	42,104,030	11,788,551	28%	31%
Major Repairs	10,315,534	2,544,396	25%	23%
Capital Assets	1,232,144	217,218	18%	41%
Miscellaneous Expense	2,945,304	1,113,103	38%	35%
Total Operating Expenses	<u>168,584,763</u>	<u>60,948,063</u>	36%	37%
Debt Service and Transfers				
Debt Service	62,811,000	35,641,852	57%	46%
Transfer to CIP	87,475,061	36,447,940	42%	42%
Transfer to General Reserve	-	-	0%	42%
Transfer to Risk management	239,000	99,585	42%	42%
Total Debt Service and Transfers	<u>150,525,061</u>	<u>72,189,377</u>	48%	44%
Total Expenses and Transfers	<u>\$ 319,109,824</u>	<u>\$ 133,137,440</u>	42%	40%

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

November 30, 2018

HRSD - SOURCES OF FUNDS November 30, 2018

Primary Source	Beginning	YTD		YTD	Ending	Allocation of	Credit Quality	Current
	Market Value July 1, 2018	Contributions	Withdrawals	Income Earned Earned	Market Value Nov 30, 2018			
BAML Corp Disbursement Account	10,669,597	261,202,408	263,541,100	21,350	8,352,255	7.5%	N/A	0.50%
VIP Stable NAV Liquidity Pool	-	128,000,000	26,000,000	664,040	102,664,040	92.5%	AAAm	2.36%
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm	2.35%
Total Primary Source	\$ 79,653,645	\$ 394,202,408	\$ 363,656,321	\$ 816,563	\$ 111,016,295	100.0%		

VIP Stable NAV Liquidity Pool out performed Va Local Government Investment Pool (the market benchmark) by 0.01% in the month of November.

Secondary Source	Beginning	YTD		YTD	Ending	Ending Cost	YTD Mkt Adj	Yield to Maturity at Market
	Market Value July 1, 2018	Contributions	Withdrawals	Income Earned & Realized G/L	Market Value Nov 30, 2018			
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,007,559	1,013,542	124,635,903	124,734,022	(98,119)	2.87%
Total Secondary Source	\$ -	\$ 124,728,039	\$ 1,007,559	\$ 1,013,542	\$ 124,635,903	\$ 124,734,022	\$ (98,119)	

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 0.02% in the month of November.

Total Primary Source	\$ 111,016,295	47.1%
Total Secondary Source	\$ 124,635,903	52.9%
TOTAL SOURCES	\$ 235,652,198	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.