



# ***Hampton Roads Sanitation District***

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

**For the Period Ended October 31, 2018**

**Prepared by  
Department of Finance**

# Hampton Roads Sanitation District

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

	Amended Budget	Current YTD	Current YTD as % of Budget (33% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 289,967,000	\$ 102,822,055	35%	35%
Surcharge	1,425,000	520,065	36%	28%
Indirect Discharge	2,750,000	864,594	31%	37%
Fees	2,855,000	969,522	34%	32%
Municipal Assistance	875,000	230,501	26%	43%
Miscellaneous	595,000	516,495	87%	63%
<b>Total Operating Revenue</b>	<b>298,467,000</b>	<b>105,923,232</b>	<b>35%</b>	<b>35%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,075,000	2,192,455	36%	36%
Interest Income	2,500,000	1,644,545	66%	50%
Build America Bond Subsidy	2,400,000	1,145,118	48%	49%
Other	820,000	70,000	9%	86%
<b>Total Non Operating Revenue</b>	<b>11,795,000</b>	<b>5,052,118</b>	<b>43%</b>	<b>45%</b>
<b>Total Revenues</b>	<b>310,262,000</b>	<b>110,975,350</b>	<b>36%</b>	<b>36%</b>
Transfers from Reserves	8,847,824	2,949,275	33%	33%
<b>Total Revenues and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 113,924,625</b>	<b>36%</b>	<b>36%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 55,331,886	\$ 19,388,884	35%	35%
Fringe Benefits	24,321,670	7,913,745	33%	34%
Materials & Supplies	7,686,154	2,270,177	30%	33%
Transportation	1,446,906	438,462	30%	27%
Utilities	12,306,952	3,833,872	31%	28%
Chemical Purchases	10,894,183	2,772,588	25%	27%
Contractual Services	42,104,030	9,767,420	23%	26%
Major Repairs	10,315,534	1,609,748	16%	19%
Capital Assets	1,232,144	217,218	18%	39%
Miscellaneous Expense	2,945,304	1,001,633	34%	30%
<b>Total Operating Expenses</b>	<b>168,584,763</b>	<b>49,213,747</b>	<b>29%</b>	<b>30%</b>
<b>Debt Service and Transfers</b>				
Debt Service	62,811,000	26,748,747	43%	31%
Transfer to CIP	87,475,061	29,158,352	33%	33%
Transfer to General Reserve	-	-	0%	33%
Transfer to Risk management	239,000	79,668	33%	33%
<b>Total Debt Service and Transfers</b>	<b>150,525,061</b>	<b>55,986,767</b>	<b>37%</b>	<b>32%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 319,109,824</b>	<b>\$ 105,200,514</b>	<b>33%</b>	<b>31%</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

### October 31, 2018

HRSD - SOURCES OF FUNDS										October 31, 2018
<b>Primary Source</b>										
	Beginning Market Value July 1, 2018	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value Oct 31, 2018	Allocation of Funds	Credit Quality		Current Mo Avg Yield	
BAML Corp Disbursement Account	10,669,597	229,747,794	229,628,915	17,576	10,806,052	10.7%	N/A		0.50%	
VIP Stable NAV Liquidity Pool	-	116,000,000	26,000,000	475,757	90,475,757	89.3%	AAAm		2.30%	
Va Local Government Investment Pool	68,984,048	5,000,000	74,115,221	131,173	-	0.0%	AAAm			
<b>Total Primary Source</b>	<b>\$ 79,653,645</b>	<b>\$ 350,747,794</b>	<b>\$ 329,744,136</b>	<b>\$ 624,506</b>	<b>\$ 101,281,808</b>	<b>100.0%</b>				
<b>Secondary Source</b>										
	Beginning Market Value July 1, 2018	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value Oct 31, 2018	Ending Cost	YTD Mkt Adj		Credit Quality	
VIP 1-3 Year High Quality Bond Fund	-	124,728,039	1,005,451	780,870	124,248,579	124,503,459	(254,880)		AA+f/\$1	
<b>Total Secondary Source</b>	<b>\$ -</b>	<b>\$ 124,728,039</b>	<b>\$ 1,005,451</b>	<b>\$ 780,870</b>	<b>\$ 124,248,579</b>	<b>\$ 124,503,459</b>	<b>\$ (254,880)</b>			
<b>Total Primary Source</b>				<b>\$ 101,281,808</b>					<b>44.9%</b>	
<b>Total Secondary Source</b>				<b>\$ 124,248,579</b>					<b>55.1%</b>	
<b>TOTAL SOURCES</b>				<b>\$ 225,530,388</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.