



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended October 31, 2019

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending October 31, 2019

	Amended Budget	Current YTD	Current YTD as % of Budget (33% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 316,217,000	\$ 112,637,260	36%	35%
Surcharge	1,500,000	587,629	39%	36%
Indirect Discharge	2,750,000	1,100,074	40%	31%
Fees	2,858,000	1,021,377	36%	34%
Municipal Assistance	725,000	230,963	32%	26%
Miscellaneous	600,000	420,453	70%	87%
Total Operating Revenue	<u>324,650,000</u>	<u>115,997,756</u>	36%	35%
Non Operating Revenues				
Facility Charge	6,160,000	2,142,020	35%	36%
Interest Income	4,000,000	2,220,298	56%	66%
Build America Bond Subsidy	2,400,000	1,121,298	47%	48%
Other	595,000	198,918	33%	9%
Total Non Operating Revenue	<u>13,155,000</u>	<u>5,682,534</u>	43%	43%
Total Revenues	337,805,000	121,680,290	36%	36%
Transfers from Reserves	10,857,750	3,619,250	33%	33%
Total Revenues and Transfers	<u>\$ 348,662,750</u>	<u>\$ 125,299,540</u>	36%	36%
Operating Expenses				
Personal Services	\$ 57,346,225	\$ 20,155,518	35%	35%
Fringe Benefits	24,232,400	8,166,876	34%	33%
Materials & Supplies	8,838,801	2,532,263	29%	30%
Transportation	1,579,921	408,473	26%	30%
Utilities	12,774,299	3,348,430	26%	31%
Chemical Purchases	10,979,218	2,876,399	26%	25%
Contractual Services	46,373,753	10,472,336	23%	23%
Major Repairs	10,847,604	1,574,000	15%	16%
Capital Assets	458,825	-	0%	18%
Miscellaneous Expense	3,085,523	2,069,965	67%	34%
Total Operating Expenses	<u>176,516,569</u>	<u>51,604,260</u>	29%	29%
Debt Service and Transfers				
Debt Service	63,544,841	27,499,636	43%	43%
Transfer to CIP	108,341,340	36,113,780	33%	33%
Transfer to Risk management	260,000	86,668	33%	33%
Total Debt Service and Transfers	<u>172,146,181</u>	<u>63,700,084</u>	37%	37%
Total Expenses and Transfers	<u>\$ 348,662,750</u>	<u>\$ 115,304,344</u>	33%	33%

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, 2019

Hampton Roads Sanitation District
Primary & Secondary Source Balance
For the Period Ending October 31, 2019

HRSD - SOURCES OF FUNDS October 31, 2019

Primary Source	Beginning	YTD			Ending	Allocation of	Credit Quality	Current
	Market Value	Contributions	Withdrawals	Income Earned	Market Value			
	July 1, 2019				October 31, 2019	Funds	Mo Avg	Yield
BAML Corp Disbursement Account	7,755,006	232,821,074	229,407,109	29,852	11,198,823	6.0%	N/A	0.55%
VIP Stable NAV Liquidity Pool	163,658,801	103,355,162	91,355,162	1,348,435	177,007,236	94.0%	AAAm	2.04%
Total Primary Source	\$ 171,413,807	\$ 336,176,236	\$ 320,762,271	\$ 1,378,287	\$ 188,206,059	100.0%		

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

Secondary Source	Beginning	YTD			Ending	Ending Cost	YTD	Yield to
	Market Value	Contributions	Withdrawals	Income Earned	Market Value			
	July 1, 2019			& Realized G/L	October 31, 2019	Mkt Adj	Maturity	
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	66,363,110	834,656	62,958,429	61,868,131	1,090,299	1.62%
Total Secondary Source	\$ 128,529,607	\$ -	\$ 66,363,110	\$ 834,656	\$ 62,958,429	\$ 61,868,131	\$ 1,090,299	

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 0.03% in the month of October.

	Total	Fund Alloc
Total Primary Source	\$ 188,206,059	74.9%
Total Secondary Source	\$ 62,958,429	25.1%
TOTAL SOURCES	\$ 251,164,488	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.