



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended September 30, 2018

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

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

	Amended Budget	Current YTD	Current YTD as % of Budget (25% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 289,967,000	\$ 75,911,038	26%	27%
Surcharge	1,425,000	400,771	28%	22%
Indirect Discharge	2,750,000	472,243	17%	29%
Fees	2,855,000	672,490	24%	23%
Municipal Assistance	875,000	150,869	17%	29%
Miscellaneous	595,000	84,307	14%	58%
Total Operating Revenue	298,467,000	77,691,718	26%	27%
Non Operating Revenues				
Facility Charge	6,075,000	1,645,880	27%	27%
Interest Income	2,500,000	1,211,934	48%	38%
Build America Bond Subsidy	2,400,000	-	0%	49%
Other	820,000	-	0%	81%
Total Non Operating Revenue	11,795,000	2,857,814	24%	37%
Total Revenues	310,262,000	80,549,532	26%	27%
Transfers from Reserves	8,847,824	2,211,956	25%	25%
Total Revenues and Transfers	\$ 319,109,824	\$ 82,761,488	26%	27%
Operating Expenses				
Personal Services	\$ 55,331,886	\$ 15,083,745	27%	27%
Fringe Benefits	24,321,670	5,984,764	25%	25%
Materials & Supplies	7,686,154	1,700,224	22%	23%
Transportation	1,446,906	284,236	20%	17%
Utilities	12,306,952	2,758,919	22%	22%
Chemical Purchases	10,894,183	2,095,775	19%	18%
Contractual Services	42,104,030	6,614,076	16%	20%
Major Repairs	10,315,534	869,925	8%	12%
Capital Assets	1,232,144	110,923	9%	20%
Miscellaneous Expense	2,945,304	680,266	23%	25%
Total Operating Expenses	168,584,763	36,182,853	21%	23%
Debt Service and Transfers				
Debt Service	62,811,000	21,907,430	35%	30%
Transfer to CIP	87,475,061	21,868,764	25%	25%
Transfer to General Reserve	-	-	0%	8%
Transfer to Risk management	239,000	59,751	25%	25%
Total Debt Service and Transfers	150,525,061	43,835,945	29%	27%
Total Expenses and Transfers	\$ 319,109,824	\$ 80,018,798	25%	25%

See Accompanying Notes to Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

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Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

September 30, 2018

HRSD - SOURCES OF FUNDS

September 30, 2018

Primary Source	Beginning Market		YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market	Allocation of	Credit Quality	Current Mo
	Value July 1, 2018	Value July 1, 2018				Value September 30, 2018			
BAML Corp Disbursement Account	10,669,597		187,396,076	186,429,513	13,550	11,649,710	12.0%	N/A	0.50%
VIP Stable NAV Liquidity Pool	-		101,000,000	16,000,000	294,204	85,294,204	88.0%	AAAm	2.18%
Va Local Government Investment Pool	68,984,048		5,000,000	74,115,221	131,173	-	0.0%	AAAm	
Total Primary Source	\$ 79,653,645		\$ 293,396,076	\$ 276,544,734	\$ 438,928	\$ 96,943,914	100.0%		

Secondary Source	Beginning Market		YTD Contributions	YTD Withdrawals	YTD	Ending Market	Ending Cost	YTD	Credit Quality
	Value July 1, 2018	Value July 1, 2018			Income Earned	Value September 30, 2018			
VIP 1-3 Year High Quality Bond Fund	-		124,728,039	1,003,411	546,422	124,107,797	124,271,049	(163,252)	AA+f/\$1
Total Secondary Source	\$ -		\$ 124,728,039	\$ 1,003,411	\$ 546,422	\$ 124,107,797	\$ 124,271,049	\$ (163,252)	

Total Primary Source	\$	96,943,914	43.9%
Total Secondary Source	\$	124,107,797	56.1%
TOTAL SOURCES	\$	221,051,712	100.0%

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.