



Hampton Roads Sanitation District

Interim Financial Report for Subordinate Wastewater Bonds, Series 2016

For the Period Ended September 30, 2019

**Prepared by
Department of Finance**

Hampton Roads Sanitation District

Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending September 30, 2019

	Amended Budget	Current YTD	Current YTD as % of Budget (25% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 316,217,000	\$ 84,698,292	27%	26%
Surcharge	1,500,000	455,516	30%	28%
Indirect Discharge	2,750,000	839,879	31%	17%
Fees	2,858,000	745,765	26%	24%
Municipal Assistance	725,000	162,594	22%	17%
Miscellaneous	600,000	76,665	13%	14%
Total Operating Revenue	<u>324,650,000</u>	<u>86,978,711</u>	27%	26%
Non Operating Revenues				
Facility Charge	6,160,000	1,764,850	29%	27%
Interest Income	4,000,000	1,676,726	42%	48%
Build America Bond Subsidy	2,400,000	1,121,298	47%	0%
Other	595,000	128,918	22%	0%
Total Non Operating Revenue	<u>13,155,000</u>	<u>4,691,792</u>	36%	24%
Total Revenues	337,805,000	91,670,503	27%	26%
Transfers from Reserves	10,857,750	2,714,438	25%	25%
Total Revenues and Transfers	<u>\$ 348,662,750</u>	<u>\$ 94,384,941</u>	27%	26%
Operating Expenses				
Personal Services	\$ 57,346,225	\$ 15,648,569	27%	27%
Fringe Benefits	24,232,400	6,202,021	26%	25%
Materials & Supplies	8,838,801	1,522,722	17%	22%
Transportation	1,579,921	277,305	18%	20%
Utilities	12,774,299	2,552,505	20%	22%
Chemical Purchases	10,979,218	2,143,236	20%	19%
Contractual Services	46,373,753	7,429,711	16%	16%
Major Repairs	10,847,604	1,106,565	10%	8%
Capital Assets	458,825	-	0%	9%
Miscellaneous Expense	3,085,523	975,611	32%	23%
Total Operating Expenses	<u>176,516,569</u>	<u>37,858,245</u>	21%	21%
Debt Service and Transfers				
Debt Service	63,544,841	22,555,134	35%	35%
Transfer to CIP	108,341,340	27,085,335	25%	25%
Transfer to Risk management	260,000	65,001	25%	25%
Total Debt Service and Transfers	<u>172,146,181</u>	<u>49,705,470</u>	29%	29%
Total Expenses and Transfers	<u>\$ 348,662,750</u>	<u>\$ 87,563,715</u>	25%	25%

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

September 30, 2019

Hampton Roads Sanitation District
Primary & Secondary Source Balance
For the Period Ending September 30, 2019, 2019

HRSD - SOURCES OF FUNDS								September 30, 2019	
Primary Source									
	Beginning Market Value	YTD	YTD	YTD	Ending Market Value	Allocation of			Current Mo Avg
	July 1, 2019	Contributions	Withdrawals	Income Earned	September 30, 2019	Funds	Credit Quality		Yield
BAML Corp Disbursement Account	7,755,006	183,901,054	118,773,077	23,955	72,906,938	28.9%	N/A		0.70%
VIP Stable NAV Liquidity Pool	163,658,801	91,355,162	76,355,162	1,029,123	179,687,924	71.1%	AAAm		2.20%
Total Primary Source	\$ 171,413,807	\$ 275,256,216	\$ 195,128,239	\$ 1,053,078	\$ 252,594,862	100.0%			
Secondary Source									
	Beginning Market Value	YTD	YTD	YTD	Ending Market Value	Ending Cost	YTD		Yield to Maturity
	July 1, 2019	Contributions	Withdrawals	Income Earned & Realized G/L	September 30, 2019		Mkt Adj		at Market
VIP 1-3 Year High Quality Bond Fund	128,529,607	-	66,361,643	709,139	62,744,350	62,877,103	(132,753)		
Total Secondary Source	\$ 128,529,607	\$ -	\$ 66,361,643	\$ 709,139	\$ 62,744,350	\$ 62,877,103	\$ (132,753)		

	Total	Fund Alloc
Total Primary Source	\$ 252,594,862	80.1%
Total Secondary Source	\$ 62,744,350	19.9%
TOTAL SOURCES	\$ 315,339,212	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.