



***Hampton Roads Sanitation District***  
**Interim Financial Report for Subordinate Wastewater  
Bonds, Series 2016**  
**For the Period Ended August 31, 2023**

**Prepared by**  
**Department of Finance**

**Hampton Roads Sanitation District**  
**Interim Financial Report**  
**Operating Budget**  
**For the Period Ending August 31, 2023**

	Amended Budget	Current YTD	Current YTD as % of Budget (17% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 405,832,000	\$ 70,821,847	17%	18%
Surcharge	1,600,000	211,505	13%	16%
Indirect Discharge	4,400,000	813,241	18%	21%
Fees	2,894,000	575,851	20%	21%
Municipal Assistance	800,000	167,536	21%	18%
Miscellaneous	1,295,000	55,493	4%	12%
Total Operating Revenue	416,821,000	72,645,473	17%	18%
<b>Non Operating Revenues</b>				
Facility Charge	6,095,000	1,207,735	20%	18%
Interest Income	3,000,000	1,954,916	65%	17%
Build America Bond Subsidy	1,954,000	-	0%	0%
Other	620,000	63,387	10%	33%
Total Non Operating Revenue	11,669,000	3,226,038	28%	15%
<b>Total Revenues</b>	428,490,000	75,871,511	18%	18%
Transfers from Reserves	17,120,789	2,853,465	17%	17%
<b>Total Revenues and Transfers</b>	\$ 445,610,789	\$ 78,724,976	18%	18%
<b>Operating Expenses</b>				
Personal Services	\$ 70,450,193	\$ 10,600,244	15%	19%
Fringe Benefits	28,487,963	4,169,129	15%	15%
Materials & Supplies	16,073,465	1,438,137	9%	10%
Transportation	2,003,573	224,432	11%	11%
Utilities	16,843,498	2,277,426	14%	14%
Chemical Purchases	17,688,997	2,390,770	14%	13%
Contractual Services	53,541,285	5,721,431	11%	10%
Major Repairs	13,696,912	763,082	6%	8%
Capital Assets	1,258,970	96,109	8%	2%
Miscellaneous Expense	3,938,563	597,228	15%	14%
<b>Total Operating Expenses</b>	223,983,419	28,277,988	13%	14%
<b>Debt Service and Transfers</b>				
Debt Service	76,150,000	22,202,382	29%	30%
Transfer to CIP	145,217,370	24,202,895	17%	17%
Transfer to Risk management	260,000	43,334	17%	17%
Total Debt Service and Transfers	221,627,370	46,448,611	21%	21%
<b>Total Expenses and Transfers</b>	\$ 445,610,789	\$ 74,726,599	17%	18%

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

**Hampton Roads Sanitation District  
Primary & Secondary Source Balance  
For the Period Ending August 31, 2023**

**HRSD - SOURCES OF FUNDS**

August 31, 2023

Primary Source	Beginning Market Value July 1, 2023	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value August 31, 2023	Allocation of Funds	Credit Quality	Current Mo Avg Yield
BOA Corp Disbursement Account	30,761,730	164,494,292	175,938,850	197,516	19,514,688	9.3%	N/A	0.55%
VIP Stable NAV Liquidity Pool	129,511,237	60,000,000	-	1,273,435	190,784,672	90.7%	AAAm	5.47%
<b>Total Primary Source</b>	<b>\$ 160,272,967</b>	<b>\$ 224,494,292</b>	<b>\$ 175,938,850</b>	<b>\$ 1,470,951</b>	<b>\$ 210,299,360</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool out performed Va Local Government Investment Pool's (the market benchmark) by 0.03% in the month of August 2023.

Secondary Source	Beginning Market Value July 1, 2022	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value July 31, 2023	Ending Cost	LTD Mkt Adj	Yield to Maturity at Market
VIP 1-3 Year High Quality Bond Fund	63,074,075	-	2,115	333,519	63,537,990	65,220,247	(1,682,257)	4.95%
<b>Total Secondary Source</b>	<b>\$ 63,074,075</b>	<b>\$ -</b>	<b>\$ 2,115</b>	<b>\$ 333,519</b>	<b>\$ 63,537,990</b>	<b>\$ 65,220,247</b>	<b>\$ (1,682,257)</b>	

VIP 1-3 Year High Quality Bond Fund performed 0.05% below ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in August 2023.

	Total	Fund Alloc
Total Primary Source	\$ 210,299,360	76.8%
Total Secondary Source	\$ 63,537,990	23.2%
<b>TOTAL SOURCES</b>	<b>\$ 273,837,350</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 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.