



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

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

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

	Adopted Budget	Current YTD	Current YTD as % of Budget (8% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 405,832,000	\$ 33,254,856	8%	8%
Surcharge	1,600,000	92,104	6%	7%
Indirect Discharge	4,400,000	443,973	10%	10%
Fees	2,894,000	251,298	9%	8%
Municipal Assistance	800,000	139,571	17%	13%
Miscellaneous	1,295,000	30,749	2%	8%
<b>Total Operating Revenue</b>	<b>416,821,000</b>	<b>34,212,551</b>	<b>8%</b>	<b>9%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,095,000	750,320	12%	7%
Interest Income	3,000,000	909,754	30%	26%
Build America Bond Subsidy	1,954,000	-	0%	0%
Other	620,000	48,845	8%	31%
<b>Total Non Operating Revenue</b>	<b>11,669,000</b>	<b>1,708,919</b>	<b>15%</b>	<b>9%</b>
<b>Total Revenues</b>	<b>428,490,000</b>	<b>35,921,470</b>	<b>8%</b>	<b>9%</b>
Transfers from Reserves	-	-	0%	0%
<b>Total Revenues and Transfers</b>	<b>\$ 428,490,000</b>	<b>\$ 35,921,470</b>	<b>8%</b>	<b>9%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 70,450,193	\$ 5,237,197	7%	11%
Fringe Benefits	28,485,720	2,047,095	7%	8%
Materials & Supplies	14,768,127	316,713	2%	3%
Transportation	1,993,014	37,467	2%	3%
Utilities	16,749,019	799,229	5%	5%
Chemical Purchases	17,093,255	603,598	4%	4%
Contractual Services	42,035,805	2,356,578	6%	7%
Major Repairs	10,354,024	121,172	1%	6%
Capital Assets	1,064,500	-	0%	0%
Miscellaneous Expense	3,868,973	240,323	6%	4%
<b>Total Operating Expenses</b>	<b>206,862,630</b>	<b>11,759,372</b>	<b>6%</b>	<b>8%</b>
<b>Debt Service and Transfers</b>				
Debt Service	76,150,000	13,948,730	18%	19%
Transfer to CIP	145,217,370	12,101,448	8%	8%
Transfer to Risk management	260,000	21,667	8%	8%
<b>Total Debt Service and Transfers</b>	<b>221,627,370</b>	<b>26,071,845</b>	<b>12%</b>	<b>12%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 428,490,000</b>	<b>\$ 37,831,217</b>	<b>9%</b>	<b>10%</b>

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

**HRSD - SOURCES OF FUNDS**

July 31, 2023

Primary Source	Beginning Market Value July 1, 2022	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value July 31, 2023	Allocation of Funds	Credit	Current Mo Avg Yield
BAML Corp Disbursement Account	30,761,730	71,762,995	71,487,890	98,479	31,135,314	19.3%	N/A	0.55%
VIP Stable NAV Liquidity Pool	129,511,237	-	-	587,029	130,098,266	80.7%	AAAm	5.33%
<b>Total Primary Source</b>	<b>\$ 160,272,967</b>	<b>\$ 71,762,995</b>	<b>\$ 71,487,890</b>	<b>\$ 685,508</b>	<b>\$ 161,233,580</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool out performed Va Local Government Investment Pool's (the market benchmark) by 0.01% in the month of July 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	-	1,040	163,377	63,297,282	65,051,179	(1,753,898)	4.99%
<b>Total Secondary Source</b>	<b>\$ 63,074,075</b>	<b>\$ -</b>	<b>\$ 1,040</b>	<b>\$ 163,377</b>	<b>\$ 63,297,282</b>	<b>\$ 65,051,179</b>	<b>\$ (1,753,898)</b>	

VIP 1-3 Year High Quality Bond Fund performed 0.03% below ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in July 2023.

	Total	Fund Alloc
Total Primary Source	\$ 161,233,580	71.8%
Total Secondary Source	\$ 63,297,282	28.2%
<b>TOTAL SOURCES</b>	<b>\$ 224,530,862</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.