



Hampton Roads Sanitation District
**Interim Financial Report for Subordinate Wastewater
Bonds, Series 2016**
For the Period Ended June 30, 2023

Prepared by
Department of Finance

Hampton Roads Sanitation District
Interim Financial Report
Operating Budget
For the Period Ending June 30, 2023

	Amended Budget	Current YTD	Current YTD as % of Budget (100% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 366,882,000	\$ 371,633,886	101%	103%
Surcharge	1,755,000	1,563,678	89%	100%
Indirect Discharge	3,200,000	4,437,906	139%	106%
Fees	2,910,000	3,406,419	117%	15%
Municipal Assistance	800,000	780,210	98%	148%
Miscellaneous	1,254,000	1,601,118	128%	173%
Total Operating Revenue	376,801,000	383,423,217	102%	102%
Non Operating Revenues				
Facility Charge	7,150,000	7,127,213	100%	95%
Interest Income	1,570,000	5,989,328	381%	-136%
Build America Bond Subsidy	2,026,000	2,026,619	100%	100%
Other	302,000	1,705,538	565%	194%
Total Non Operating Revenue	11,048,000	16,848,698	153%	77%
Total Revenues	387,849,000	400,271,915	103%	102%
Transfers from Reserves	18,868,701	18,868,701	100%	100%
Total Revenues and Transfers	\$ 406,717,701	\$ 419,140,616	103%	101%
Operating Expenses				
Personal Services	\$ 63,418,297	\$ 65,659,596	104%	98%
Fringe Benefits	26,570,561	26,357,803	99%	95%
Materials & Supplies	13,735,885	12,972,101	94%	97%
Transportation	1,797,226	1,551,027	86%	88%
Utilities	15,555,652	15,552,281	100%	106%
Chemical Purchases	13,776,120	13,515,167	98%	102%
Contractual Services	58,308,888	40,637,863	70%	71%
Major Repairs	12,409,035	7,485,577	60%	59%
Capital Assets	625,737	237,106	38%	69%
Miscellaneous Expense	3,727,334	2,903,312	78%	85%
Total Operating Expenses	209,924,735	186,871,833	89%	87%
Debt Service and Transfers				
Debt Service	67,120,000	67,776,347	101%	95%
Transfer to CIP	129,412,966	129,412,966	100%	100%
Transfer to Risk management	260,000	260,004	100%	100%
Total Debt Service and Transfers	196,792,966	197,449,317	100%	98%
Total Expenses and Transfers	\$ 406,717,701	\$ 384,321,150	94%	92%

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 June 30, 2023**

HRSD - SOURCES OF FUNDS

June 30, 2023

Primary Source	Beginning Market Value July 1, 2022	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value June 30, 2023	Allocation of Funds	Credit	Current Mo Avg Yield
BAML Corp Disbursement Account	25,498,734	617,309,378	612,546,687	500,305	30,761,730	19.2%	N/A	0.55%
VIP Stable NAV Liquidity Pool	144,268,153	10,000,000	30,000,000	5,243,084	129,511,237	80.8%	AAAm	5.25%
Total Primary Source	\$ 169,766,887	\$ 627,309,378	\$ 642,546,687	\$ 5,743,389	\$ 160,272,967	100.0%		

VIP Stable NAV Liquidity Pool out performed Va Local Government Investment Pool's (the market benchmark) by 0.01% in June 2023.

Secondary Source	Beginning Market Value July 1, 2022	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value June 30, 2023	Ending Cost	LTD Mkt Adj	Yield to Maturity at Market
VIP 1-3 Year High Quality Bond Fund	62,932,017	-	12,548	1,157,373	63,074,075	64,888,842	(1,814,767)	4.98%
Total Secondary Source	\$ 62,932,017	\$ -	\$ 12,548	\$ 1,157,373	\$ 63,074,075	\$ 64,888,842	\$ (1,814,767)	

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

	Total	Fund Alloc
Total Primary Source	\$ 160,272,967	71.8%
Total Secondary Source	\$ 63,074,075	28.2%
TOTAL SOURCES	\$ 223,347,042	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 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.