



***Hampton Roads Sanitation District***  
**Interim Financial Report for Subordinate Wastewater  
Bonds, Series 2016**  
**For the Period Ended May 31, 2022**

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

**Hampton Roads Sanitation District  
Interim Financial Report  
Operating Budget  
For the Period Ending May 31, 2022**

	<b>Amended Budget</b>	<b>Current YTD</b>	<b>Current YTD as % of Budget (92% Budget to Date)</b>	<b>Prior YTD as % of Prior Year Budget</b>
<b>Operating Revenues</b>				
Wastewater	\$ 336,455,000	\$ 313,702,186	93%	93%
Surcharge	1,600,000	1,441,487	90%	97%
Indirect Discharge	3,200,000	3,065,835	96%	85%
Fees	3,020,000	225,213	7%	-13%
Municipal Assistance	700,000	965,420	138%	91%
Miscellaneous	1,285,000	2,188,230	170%	137%
<b>Total Operating Revenue</b>	<b>346,260,000</b>	<b>321,588,371</b>	<b>93%</b>	<b>92%</b>
<b>Non Operating Revenues</b>				
Facility Charge	7,320,000	6,305,410	86%	116%
Interest Income	1,210,000	(1,460,418)	-121%	36%
Build America Bond Subsidy	2,095,000	1,064,842	51%	95%
Other	610,000	1,168,369	192%	190%
<b>Total Non Operating Revenue</b>	<b>11,235,000</b>	<b>7,078,203</b>	<b>63%</b>	<b>104%</b>
<b>Total Revenues</b>	<b>357,495,000</b>	<b>328,666,574</b>	<b>92%</b>	<b>93%</b>
Transfers from Reserves	17,346,624	15,901,072	92%	85%
<b>Total Revenues and Transfers</b>	<b>\$ 374,841,624</b>	<b>\$ 344,567,646</b>	<b>92%</b>	<b>93%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 62,776,055	\$ 57,162,790	91%	90%
Fringe Benefits	25,173,707	21,979,314	87%	90%
Materials & Supplies	9,509,735	8,161,685	86%	83%
Transportation	1,555,282	1,154,507	74%	60%
Utilities	12,350,061	11,833,518	96%	88%
Chemical Purchases	9,249,441	8,255,977	89%	67%
Contractual Services	55,345,089	35,683,701	64%	61%
Major Repairs	16,056,857	7,954,906	50%	49%
Capital Assets	655,963	453,001	69%	32%
Miscellaneous Expense	3,137,304	2,366,770	75%	77%
<b>Total Operating Expenses</b>	<b>195,809,494</b>	<b>155,006,169</b>	<b>79%</b>	<b>77%</b>
<b>Debt Service and Transfers</b>				
Debt Service	64,308,209	59,310,026	92%	94%
Transfer to CIP	114,463,921	109,925,260	96%	90%
Transfer to Risk management	260,000	238,337	92%	92%
<b>Total Debt Service and Transfers</b>	<b>179,032,130</b>	<b>169,473,623</b>	<b>95%</b>	<b>91%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 374,841,624</b>	<b>\$ 324,479,792</b>	<b>87%</b>	<b>84%</b>

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 May 31, 2022**

**HRSD - SOURCES OF FUNDS**

May 31, 2022

<b>Primary Source</b>	Beginning Market Value July 1, 2021	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value May 31, 2022	Allocation of Funds	Credit Quality	Current Mo Avg Yield
BAML Corp Disbursement Account	30,017,420	434,326,220	437,422,050	38,190	26,959,780	15.8%	N/A	0.55%
VIP Stable NAV Liquidity Pool	108,890,465	50,000,000	15,000,000	243,984	144,134,449	84.2%	AAAm	0.72%
<b>Total Primary Source</b>	<b>\$ 138,907,885</b>	<b>\$ 484,326,220</b>	<b>\$ 452,422,050</b>	<b>\$ 282,174</b>	<b>\$ 171,094,229</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool performed at the same level as Va Local Government Investment Pool's (the market benchmark) in the month of May 2022.

<b>Secondary Source</b>	Beginning Market Value July 1, 2021	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value May 31, 2022	Ending Cost	LTD Mkt Adj	Yield to Maturity at Market
VIP 1-3 Year High Quality Bond Fund	65,054,203	-	11,828	310,690	63,264,860	63,698,405	(433,546)	2.42%
<b>Total Secondary Source</b>	<b>\$ 65,054,203</b>	<b>\$ -</b>	<b>\$ 11,828</b>	<b>\$ 310,690</b>	<b>\$ 63,264,860</b>	<b>\$ 63,698,405</b>	<b>\$ (433,546)</b>	

VIP 1-3 Year High Quality Bond Fund performed slightly below ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) by 0.03% in May 2022.

	Total	Fund Alloc
<b>Total Primary Source</b>	<b>\$ 171,094,229</b>	<b>73.0%</b>
<b>Total Secondary Source</b>	<b>\$ 63,264,860</b>	<b>27.0%</b>
<b>TOTAL SOURCES</b>	<b>\$ 234,359,089</b>	<b>100.0%</b>

# 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.