



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

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

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

	Amended Budget	Current YTD	Current YTD as % of Budget (33% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 405,832,000	\$ 144,054,299	35%	36%
Surcharge	1,600,000	477,080	30%	31%
Indirect Discharge	4,400,000	1,535,093	35%	46%
Fees	2,894,000	1,188,910	41%	40%
Municipal Assistance	800,000	424,575	53%	33%
Miscellaneous	1,295,000	722,442	56%	15%
<b>Total Operating Revenue</b>	<b>416,821,000</b>	<b>148,402,399</b>	<b>36%</b>	<b>36%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,095,000	2,553,665	42%	31%
Interest Income	3,000,000	3,945,314	132%	11%
Build America Bond Subsidy	1,954,000	995,531	51%	0%
Other	620,000	118,952	19%	95%
<b>Total Non Operating Revenue</b>	<b>11,669,000</b>	<b>7,613,462</b>	<b>65%</b>	<b>24%</b>
<b>Total Revenues</b>	<b>428,490,000</b>	<b>156,015,861</b>	<b>36%</b>	<b>35%</b>
Transfers from Reserves	17,120,789	5,706,930	33%	33%
<b>Total Revenues and Transfers</b>	<b>\$ 445,610,789</b>	<b>\$ 161,722,791</b>	<b>36%</b>	<b>35%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 70,450,193	\$ 21,396,939	30%	34%
Fringe Benefits	28,487,963	8,899,587	31%	30%
Materials & Supplies	16,073,465	3,394,883	21%	24%
Transportation	2,003,573	532,878	27%	28%
Utilities	16,843,498	5,192,326	31%	30%
Chemical Purchases	17,688,997	5,285,796	30%	27%
Contractual Services	53,541,285	11,000,340	21%	21%
Major Repairs	13,696,912	1,911,621	14%	22%
Capital Assets	1,258,970	185,567	15%	14%
Miscellaneous Expense	3,938,563	1,145,165	29%	27%
<b>Total Operating Expenses</b>	<b>223,983,419</b>	<b>58,945,102</b>	<b>26%</b>	<b>28%</b>
<b>Debt Service and Transfers</b>				
Debt Service	76,150,000	36,087,892	47%	45%
Transfer to CIP	145,217,370	48,405,790	33%	36%
Transfer to Risk management	260,000	86,668	33%	33%
<b>Total Debt Service and Transfers</b>	<b>221,627,370</b>	<b>84,580,350</b>	<b>38%</b>	<b>40%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 445,610,789</b>	<b>\$ 143,525,452</b>	<b>32%</b>	<b>33%</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 October 31, 2023**

**HRSD - SOURCES OF FUNDS**

October 31, 2023

Primary Source	Beginning	YTD	YTD	YTD	Ending	Allocation of	Credit Quality	Current
	Market Value				Market Value			
	July 1, 2023	Contributions	Withdrawals	Income Earned	October 31, 2023	Funds		Yield
BOA Corp Disbursement Account	30,761,730	312,810,713	323,818,112	332,307	20,086,638	10.4%	N/A	0.55%
VIP Stable NAV Liquidity Pool	129,511,237	60,000,000	20,000,000	2,872,108	172,383,345	89.6%	AAAm	5.53%
<b>Total Primary Source</b>	<b>\$ 160,272,967</b>	<b>\$ 372,810,713</b>	<b>\$ 343,818,112</b>	<b>\$ 3,204,415</b>	<b>\$ 192,469,983</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool outperformed the Va Local Government Investment Pool's (the market benchmark) by 0.02% in the month of October 2023.

Secondary Source	Beginning	YTD	YTD	YTD	Ending	Ending Cost	LTD	Yield to
	Market Value				Market Value			
	July 1, 2023	Contributions	Withdrawals	Income Earned & Realized G/L	October 31, 2023		Mkt Adj	at Market
VIP 1-3 Year High Quality Bond Fund	63,074,075	-	4,234	690,626	63,739,648	65,575,235	(1,835,587)	5.18%
<b>Total Secondary Source</b>	<b>\$ 63,074,075</b>	<b>\$ -</b>	<b>\$ 4,234</b>	<b>\$ 690,626</b>	<b>\$ 63,739,648</b>	<b>\$ 65,575,235</b>	<b>\$ (1,835,587)</b>	

VIP 1-3 Year High Quality Bond Fund performed 0.01% below ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in October 2023.

	Total	Fund Alloc
Total Primary Source	\$ 192,469,983	75.1%
Total Secondary Source	\$ 63,739,648	24.9%
<b>TOTAL SOURCES</b>	<b>\$ 256,209,631</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.