



***Hampton Roads Sanitation District***  
**Interim Financial Report for**  
**Wastewater Revenue Bonds, Series 2016**  
**For the Period Ended December 31, 2025**

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

**Hampton Roads Sanitation District  
Operating Fund Interim Financial Report  
Budget to Actual  
For the Period Ending December 31, 2025**

	Amended Budget	Current YTD	Current YTD as % of Budget (50% Budget to Date)	Prior YTD as % of Prior Year Budget
<b>Operating Revenues</b>				
Wastewater	\$ 486,718,000	\$ 239,487,603	49%	52%
Surcharge	1,568,000	707,850	45%	61%
Indirect Discharge	3,526,000	2,466,634	70%	55%
Fees	4,560,000	2,293,872	50%	63%
Municipal Assistance	734,000	358,673	49%	39%
Miscellaneous	808,000	595,375	74%	36%
<b>Total Operating Revenue</b>	<b>497,914,000</b>	<b>245,910,007</b>	49%	52%
<b>Non Operating Revenues</b>				
Facility Charge	6,620,000	3,545,480	54%	56%
Interest Income	11,500,000	11,101,735	97%	178%
Other	1,545,000	1,269,735	82%	132%
<b>Total Non Operating Revenue</b>	<b>19,665,000</b>	<b>15,916,950</b>	81%	122%
<b>Total Revenues</b>	<b>517,579,000</b>	<b>261,826,957</b>	51%	54%
Transfers from Reserves	26,039,871	13,019,935	50%	50%
<b>Total Revenues and Transfers</b>	<b>\$ 543,618,871</b>	<b>\$ 274,846,892</b>	51%	54%
<b>Operating Expenses</b>				
Personal Services	\$ 86,931,718	\$ 42,424,300	49%	48%
Fringe Benefits	31,351,107	15,026,057	48%	44%
Materials & Supplies	16,542,501	6,562,828	40%	47%
Transportation	2,679,992	883,353	33%	37%
Utilities	18,037,260	7,351,007	41%	46%
Chemical Purchases	19,158,847	6,656,364	35%	39%
Contractual Services	62,040,179	21,472,557	35%	33%
Major Repairs	18,968,701	5,263,179	28%	20%
Capital Assets	2,280,197	910,987	40%	8%
Miscellaneous Expense	4,527,025	2,074,484	46%	63%
<b>Total Operating Expenses</b>	<b>262,517,527</b>	<b>108,625,116</b>	41%	41%
<b>Debt Service and Transfers</b>				
Debt Service	108,000,000	55,947,302	52%	57%
Transfer to CIP	173,101,344	86,550,672	50%	50%
<b>Total Debt Service and Transfers</b>	<b>281,101,344</b>	<b>142,497,974</b>	51%	53%
<b>Total Expenses and Transfers</b>	<b>\$ 543,618,871</b>	<b>\$ 251,123,090</b>	46%	47%

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

**Hampton Roads Sanitation District  
Primary & Secondary Source Balance  
For the Period Ending December 31, 2025**

**HRSD - SOURCES OF FUNDS**

**December 31, 2025**

Primary Source	Beginning				Ending		Allocation of Funds	Credit Quality	Current Mo Avg Yield
	Market Value July 1, 2025	YTD Contributions	YTD Withdrawals	YTD Income Earned	Market Value December 31, 2025				
BOA Corp Disbursement Account	43,574,043	805,459,672	814,869,724	211,250	34,375,241	8.0%	N/A	0.61%	
VIP Stable NAV Liquidity Pool	324,275,659	295,096,072	234,000,000	8,210,793	393,582,524	92.0%	AAAm	3.93%	
<b>Total Primary Source</b>	<b>\$ 367,849,702</b>	<b>\$ 1,100,555,744</b>	<b>\$ 1,048,869,724</b>	<b>\$ 8,422,043</b>	<b>\$ 427,957,765</b>	<b>100.0%</b>			

VIP Stable NAV Liquidity Pool performed 0.02% above to the Va Local Government Investment Pool's (the market benchmark) in the month of December 2025.

Secondary Source	Beginning				Ending		LTD Mkt Adj	Yield to Maturity at Market
	Market Value July 1, 2025	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Market Value December 31, 2025	Ending Cost		
VIP 1-3 Year High Quality Bond Fund	69,597,188	-	7,018	1,388,884	71,153,613	71,529,601	(375,988)	3.52%
<b>Total Secondary Source</b>	<b>\$ 69,597,188</b>	<b>\$ -</b>	<b>\$ 7,018</b>	<b>\$ 1,388,884</b>	<b>\$ 71,153,613</b>	<b>\$ 71,529,601</b>	<b>\$ (375,988)</b>	

VIP 1-3 Year High Quality Bond Fund performed equal to the ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in December 2025.

	Total	Fund Alloc
<b>Total Primary Source</b>	<b>\$ 427,957,765</b>	<b>85.7%</b>
<b>Total Secondary Source</b>	<b>\$ 71,153,613</b>	<b>14.3%</b>
<b>TOTAL SOURCES</b>	<b>\$ 499,111,378</b>	<b>100.0%</b>

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

# Hampton Roads Sanitation District

## Notes to Interim Financial Report for

### Wastewater Revenue 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 Wastewater Revenue 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 the 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.