Hampton Roads Sanitation District

Interim Financial Report for

Wastewater Revenue Bonds, Series 2016

For the Period Ended July 31, 2025

Prepared by

Department of Finance

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

	Adopted Budget	Current YTD	Current YTD as % of Budget (8% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	$ 486,718,000	$ 39,017,902	8%	8%
Surcharge	1,568,000	105,925	7%	10%
Indirect Discharge	3,526,000	426,546	12%	9%
Fees	4,560,000	413,393	9%	8%
Municipal Assistance	734,000	124,747	17%	8%
Miscellaneous	808,000	20,811	3%	2%
Total Operating Revenue	497,914,000	40,109,324	8%	8%
Non Operating Revenues				
Facility Charge	6,620,000	732,105	11%	12%
Interest Income	11,500,000	1,817,657	16%	22%
Other	1,545,000	16,095	1%	4%
Total Non Operating Revenue	19,665,000	2,565,857	13%	17%
Total Revenues	**$ 517,579,000**	**$ 42,675,181**	8%	9%
Operating Expenses				
Personal Services	$ 86,931,718	$ 6,398,712	7%	7%
Fringe Benefits	31,343,890	2,329,093	7%	7%
Materials & Supplies	15,133,792	356,429	2%	2%
Transportation	2,669,455	95,762	4%	2%
Utilities	17,875,955	805,457	5%	5%
Chemical Purchases	18,487,242	729,514	4%	5%
Contractual Services	47,039,656	3,746,159	8%	7%
Major Repairs	11,732,392	247,903	2%	1%
Capital Assets	856,900	208,724	24%	0%
Miscellaneous Expense	4,406,656	553,359	13%	6%
Total Operating Expenses	236,477,656	15,471,112	7%	6%
Debt Service and Transfers				
Debt Service	108,000,000	6,416,280	6%	1%
Transfer to CIP	173,101,344	14,425,112	8%	8%
Total Debt Service and Transfers	281,101,344	20,841,392	7%	6%
Total Expenses and Transfers	**$ 517,579,000**	**$ 36,312,504**	7%	6%

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 July 31, 2025

HRSD - SOURCES OF FUNDS July 31, 2025

Primary Source	Beginning Market Value July 1, 2025	YTD Contributions	YTD Withdrawals	YTD Income Earned	Ending Market Value July 31, 2025	Allocation of Funds	Credit Quality	Current Mo Avg Yield
BOA Corp Disbursement Account	$ 43,574,043	$ 172,983,778	$ 173,096,565	$ 49,929	$ 43,511,185	10.6%	N/A	0.11%
VIP Stable NAV Liquidity Pool	324,275,659	98,202,414	55,000,000	1,394,205	368,872,278	89.4%	AAAm	4.42%
Total Primary Source	**$ 367,849,702**	**$ 271,186,192**	**$ 228,096,565**	**$ 1,444,134**	**$ 412,383,463**	100.0%		

VIP Stable NAV Liquidity Pool performed 0.01% above to the Va Local Government Investment Pool's (the market benchmark) in the month of July 2025.

Secondary Source	Beginning Market Value July 1, 2025	YTD Contributions	YTD Withdrawals	YTD Income Earned & Realized G/L	Ending Market Value July 31, 2025	Ending Cost	LTD Mkt Adj	Yield to Maturity at Market
VIP 1-3 Year High Quality Bond Fund	69,597,188	-	1,138	236,625	69,557,501	70,383,222	(825,721)	4.00%
Total Secondary Source	**$ 69,597,188**	**$ -**	**$ 1,138**	**$ 236,625**	**$ 69,557,501**	**$ 70,383,222**	**$ (825,721)**	

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 July 2025.

	Total	Fund Alloc
Total Primary Source	**$ 412,383,463**	**85.6%**
Total Secondary Source	**69,557,501**	**14.4%**
TOTAL SOURCES	**$ 481,940,964**	**100.0%**

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:

> <u>Transfer to CIP</u> represents current period's cash and investments that are designated to partially fund HRSD's capital improvement program.
>
> <u>Transfers to Reserves</u> 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.