



Hampton Roads Sanitation District

Interim Financial Report for

Wastewater Revenue Bonds, Series 2016

For the Period Ended February 28, 2026

Prepared by

Department of Finance

Hampton Roads Sanitation District
Operating Fund Interim Financial Report
Budget to Actual
For the Period Ending February 28, 2026

	Amended Budget	Current YTD	Current YTD as % of Budget (67% Budget to Date)	Prior YTD as % of Prior Year Budget
Operating Revenues				
Wastewater	\$ 486,718,000	\$ 322,465,788	66%	68%
Surcharge	1,568,000	989,141	63%	76%
Indirect Discharge	3,526,000	3,254,325	92%	72%
Fees	4,560,000	3,061,977	67%	86%
Municipal Assistance	734,000	531,366	72%	54%
Miscellaneous	808,000	733,328	91%	72%
Total Operating Revenue	497,914,000	331,035,925	66%	68%
Non Operating Revenues				
Facility Charge	6,620,000	4,599,415	69%	70%
Interest Income	11,500,000	14,359,431	125%	235%
Other	1,545,000	2,028,214	131%	168%
Total Non Operating Revenue	19,665,000	20,987,060	107%	160%
Total Revenues	517,579,000	352,022,985	68%	71%
Transfers from Reserves	26,039,871	17,359,914	67%	67%
Total Revenues and Transfers	\$ 543,618,871	\$ 369,382,899	68%	70%
Operating Expenses				
Personal Services	\$ 87,350,418	\$ 56,897,742	65%	63%
Fringe Benefits	31,422,407	20,123,156	64%	58%
Materials & Supplies	17,577,501	8,639,338	49%	60%
Transportation	2,679,992	1,179,810	44%	50%
Utilities	18,037,260	10,182,991	56%	59%
Chemical Purchases	19,158,847	9,093,490	47%	56%
Contractual Services	63,850,179	28,706,532	45%	43%
Major Repairs	18,968,701	6,840,663	36%	26%
Capital Assets	2,280,197	956,481	42%	8%
Miscellaneous Expense	4,552,025	2,627,639	58%	70%
Total Operating Expenses	265,877,527	145,247,842	55%	54%
Debt Service and Transfers				
Debt Service	104,640,000	75,984,983	73%	73%
Transfer to CIP	173,101,344	115,400,896	67%	67%
Total Debt Service and Transfers	277,741,344	191,385,879	69%	69%
Total Expenses and Transfers	\$ 543,618,871	\$ 336,633,721	62%	61%

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 February 28, 2026**

HRSD - SOURCES OF FUNDS

February 28, 2026

Primary Source	Beginning	YTD	YTD	YTD	Ending	Allocation of	Credit Quality	Current
	Market Value				Market Value			
	July 1, 2025	Contributions	Withdrawals	Income Earned	February 28, 2026	Funds		Yield
BOA Corp Disbursement Account	43,574,043	1,004,357,059	1,031,446,891	285,896	16,770,107	3.9%	N/A	1.70%
VIP Stable NAV Liquidity Pool	324,275,659	357,096,072	279,000,000	10,667,310	413,039,041	96.1%	AAAm	3.82%
Total Primary Source	\$ 367,849,702	\$ 1,361,453,131	\$ 1,310,446,891	\$ 10,953,206	\$ 429,809,148	100.0%		

VIP Stable NAV Liquidity Pool performed 0.02% above to the Va Local Government Investment Pool's (the market benchmark) in the month of February 2026.

Secondary Source	Beginning	YTD	YTD	YTD	Ending	Ending Cost	LTD	Yield to
	Market Value				Market Value			
	July 1, 2025	Contributions	Withdrawals	Income Earned & Realized G/L	February 28, 2026		Mkt Adj	at Market
VIP 1-3 Year High Quality Bond Fund	69,597,188	-	9,432	1,831,654	71,670,354	71,969,956	(299,602)	3.44%
Total Secondary Source	\$ 69,597,188	\$ -	\$ 9,432	\$ 1,831,654	\$ 71,670,354	\$ 71,969,956	\$ (299,602)	

VIP 1-3 Year High Quality Bond Fund performed 0.01% above to the ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in February 2026.

	Total	Fund Alloc
Total Primary Source	\$ 429,809,148	85.7%
Total Secondary Source	71,670,354	14.3%
TOTAL SOURCES	\$ 501,479,502	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:

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.