



***Hampton Roads Sanitation District***

**Interim Financial Report for**

**Wastewater Revenue Bonds, Series 2016**

**For the Period Ended May 31, 2026**

**Prepared by**

**Department of Finance**

**Hampton Roads Sanitation District**  
**Operating Fund Interim Financial Report**  
**Budget to Actual**  
**For the Period Ending May 31, 2026**

	<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	\$ 486,718,000	\$ 440,985,499	91%	93%
Surcharge	1,568,000	1,329,729	85%	101%
Indirect Discharge	3,526,000	4,477,787	127%	99%
Fees	4,560,000	4,176,772	92%	126%
Municipal Assistance	734,000	704,116	96%	132%
Miscellaneous	808,000	805,898	100%	97%
<b>Total Operating Revenue</b>	<b>497,914,000</b>	<b>452,479,801</b>	<b>91%</b>	<b>93%</b>
<b>Non Operating Revenues</b>				
Facility Charge	6,620,000	7,151,350	108%	97%
Interest Income	11,500,000	22,809,218	198%	317%
Other	1,545,000	2,703,178	175%	197%
<b>Total Non Operating Revenue</b>	<b>19,665,000</b>	<b>32,663,746</b>	<b>166%</b>	<b>216%</b>
<b>Total Revenues</b>	<b>517,579,000</b>	<b>485,143,547</b>	<b>94%</b>	<b>97%</b>
Transfers from Reserves	26,039,871	23,869,882	92%	92%
<b>Total Revenues and Transfers</b>	<b>\$ 543,618,871</b>	<b>\$ 509,013,429</b>	<b>94%</b>	<b>96%</b>
<b>Operating Expenses</b>				
Personal Services	\$ 87,450,418	\$ 80,207,360	92%	90%
Fringe Benefits	31,422,407	28,262,742	90%	82%
Materials & Supplies	17,577,501	12,801,635	73%	77%
Transportation	2,679,992	1,886,301	70%	66%
Utilities	18,037,260	14,779,058	82%	85%
Chemical Purchases	19,158,847	12,275,648	64%	76%
Contractual Services	63,850,179	41,419,117	65%	59%
Major Repairs	18,968,701	8,933,268	47%	38%
Capital Assets	2,280,197	1,218,017	53%	31%
Miscellaneous Expense	4,552,025	3,493,992	77%	110%
<b>Total Operating Expenses</b>	<b>265,977,527</b>	<b>205,277,138</b>	<b>77%</b>	<b>76%</b>
<b>Debt Service and Transfers</b>				
Debt Service	104,540,000	94,206,654	90%	93%
Transfer to CIP	173,101,344	158,676,232	92%	92%
<b>Total Debt Service and Transfers</b>	<b>277,641,344</b>	<b>252,882,886</b>	<b>91%</b>	<b>92%</b>
<b>Total Expenses and Transfers</b>	<b>\$ 543,618,871</b>	<b>\$ 458,160,024</b>	<b>84%</b>	<b>84%</b>

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 May 31, 2026**

**HRSD - SOURCES OF FUNDS**

May 31, 2026

Primary Source	Beginning	YTD	YTD	YTD	Ending	Allocation of	Credit Quality	Current
	Market Value				Market Value			
	July 1, 2025	Contributions	Withdrawals	Income Earned	May 31, 2026	Funds		Yield
BOA Corp Disbursement Account	43,574,043	1,261,906,101	1,291,889,054	364,155	13,955,245	3.5%	N/A	2.61%
VIP Stable NAV Liquidity Pool	324,275,659	379,096,072	330,000,000	14,558,134	387,929,865	96.5%	AAAm	3.75%
<b>Total Primary Source</b>	<b>\$ 367,849,702</b>	<b>\$ 1,641,002,173</b>	<b>\$ 1,621,889,054</b>	<b>\$ 14,922,289</b>	<b>\$ 401,885,110</b>	<b>100.0%</b>		

VIP Stable NAV Liquidity Pool performed 0.01% above to the Va Local Government Investment Pool's (the market benchmark) in the month of May 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	May 31, 2026		Mkt Adj	at Market
VIP 1-3 Year High Quality Bond Fund	69,597,188	-	12,918	2,510,590	71,597,853	72,645,407	(1,047,554)	3.99%
<b>Total Secondary Source</b>	<b>\$ 69,597,188</b>	<b>\$ -</b>	<b>\$ 12,918</b>	<b>\$ 2,510,590</b>	<b>\$ 71,597,853</b>	<b>\$ 72,645,407</b>	<b>\$ (1,047,554)</b>	

VIP 1-3 Year High Quality Bond Fund performed 0.02% below to the ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) in May 2026.

	Total	Fund Alloc
Total Primary Source	\$ 401,885,110	84.9%
Total Secondary Source	71,597,853	15.1%
<b>TOTAL SOURCES</b>	<b>\$ 473,482,963</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.