

Hampton Roads Sanitation District
Qtrly Performance Report
For the Quarter Ending December 31, 2025

Total Portfolio Summary

Operating Strategies	December 31, 2025	September 30, 2025
Primary Source	\$ 427,957,765	\$ 376,238,932
Secondary Source	71,153,613	70,375,126
	\$ 499,111,378	\$ 446,614,058

Primary Source Summary

The Primary Source Portfolio consists of BAML Corp Disbursement Account \$34.38m and VaCo/VML VIP Stable NAV Liquidity Pool \$393.58m. BAML Corp Disbursement Account returned 0.61% as of December 31, 2025. VIP LIQ Pool Fund 30 Day Avg Net Yield was 3.93% as of December 31, 2025. 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. VaCo/VML VIP Stable NAV Liquidity Pool's weighted average credit rating was A-1 for the quarter.

Secondary Source Summary

The Secondary Source Portfolio consists of VaCo/VML VIP 1-3 Year High Quality Bond Fund. VIP 1-3 Year High Quality Bond Fund's Yield to Maturity at Market was 3.52% in December, which was equal to the ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index (the market benchmark) performance. The weighted average credit rating for VaCo/VML VIP 1-3 Year High Quality Bond Fund's portfolio was AA for the quarter.

Retirement Health Plan Trust	December 31, 2025	September 30, 2025	\$ Gain/(Loss)	% Gain/(Loss)
Investment Assets	88,426,845	86,767,777	1,659,068	1.88%
Liquidity Assets	52,872	52,366	506	0.96%
Combined Assets	\$ 88,479,717	\$ 86,820,143	\$ 1,659,574	1.88%

Retiree Health Plan Trust Summary

Economic conditions in the United States continued to moderate during the fourth quarter as inflation pressures eased and labor market momentum softened. Measures of headline and core inflation trended lower over the period, providing the Federal Reserve with additional flexibility to continue easing monetary policy. In December, the Federal Open Market Committee reduced the federal funds target range by 0.25%, bringing the policy rate to 3.50%–3.75% and marking the third rate cut of the year. Despite progress on inflation, policymakers continued to emphasize a data-dependent approach amid lingering uncertainty tied to fiscal policy and trade developments.