



University of Puerto Rico (UPR)

December - FY 2023 Budget to Actual reporting
(FOMB Certified Budget)

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INTRODUCTION

University of Puerto Rico (“UPR”) is a state-supported university system created by the Law No. 1 of January 20, 1966, “Law of the University of Puerto Rico” (“Act No. 1”), as amended. UPR is responsible for serving the people of Puerto Rico to contribute to the development and enjoyment of the fundamental, ethical, and aesthetic values of Puerto Rican culture by providing high-quality education and creating new knowledge through research and exploration of the Arts, Sciences, and Technology. UPR consists of 11 campuses: Medical Sciences, Aguadilla, Arecibo, Bayamón, Carolina, Cayey, Humacao, Mayagüez, Ponce, Río Piedras, and Utuado.

Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”) has been compiling financial information from Central Government and selected public corporations of the Commonwealth of Puerto Rico that are component units (“CU”) for financial reporting purposes, as part of AAFAF’s evaluation of actual performance against budget of the Government of Puerto Rico and its public corporations.

This report contains financial information for the month of December and YTD FY23 including budget and actual revenues from operations; intergovernmental transfers – general fund appropriations and other transfers from Central Government and public corporations; disaster relief receipts, federal funds and insurance proceeds.

This report also contains information of budget and actual expenses which include operating expenses – e.g. payroll and related costs, purchased services, professional services, transportation expenses, disaster relief disbursements, and CapEx.

The financial information included in this report may change as a result of the annual year end accounting process.

The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of December and YTD FY23.

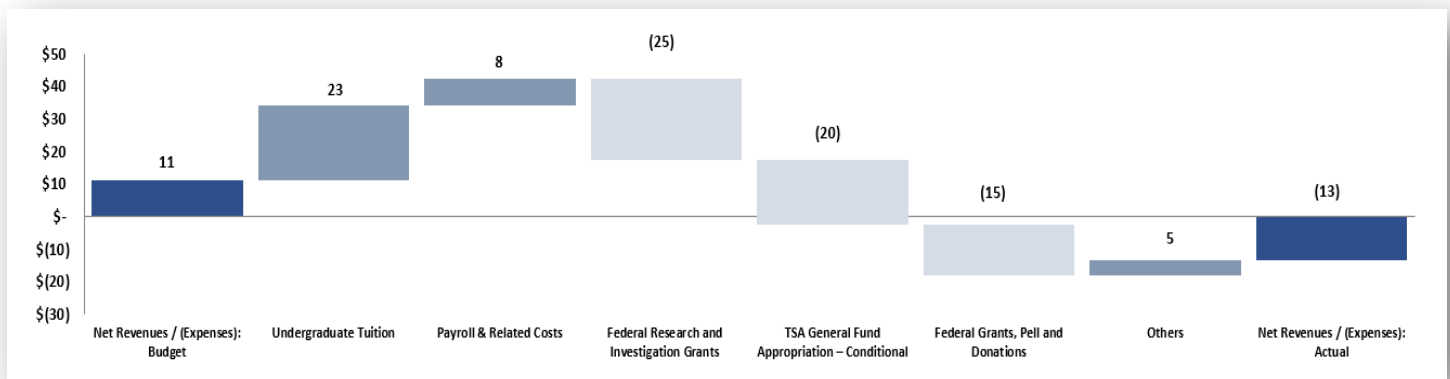
EXECUTIVE SUMMARY

YTD December, UPR ended net operations with an unfavorable variance of \$24.3M compared to budget. Variances by concept levels were relevant in the following line items:

Favorable variances: timing variance in Undergraduate Tuition revenues (\$23M) and a timing variance in Payroll & Related Costs (\$8M) (Refer to notes in page 5).

Unfavorable variance: timing variance in Federal Research and Investigation Grants (\$25M), TSA General Fund Appropriation – Conditional (\$20) and a timing variance in Federal Grants, Pell and Donations (\$15M) (Refer to notes in page 5).

FY23 YTD December FOMB Certified Budget vs Actual (\$mm)



December and YTD – FY23 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico

Budget to Actuals

For the month of December 2022

| (\$000's) | ACTUAL | | | | BUDGET | | | | |
|---|--------|----------------|----------------|-----------------|-------------|-----------------|----------------|-----------------|-------------|
| | Notes | Dec-22 | Dec-22 | Variance \$ | Variance % | YTD | YTD | Variance \$ | Variance % |
| Central Government Appropriations: | | | | | | | | | |
| TSA General Fund Appropriation - Net Measures | | 35,618 | 35,740 | (122) | 0% | 213,708 | 214,441 | (733) | 0% |
| TSA General Fund Appropriation - Conditional | 1 | - | 20,000 | (20,000) | -100% | - | 20,000 | (20,000) | -100% |
| TSA General Fund Appropriation - Joint Resolutions | | 2,502 | 2,508 | (6) | 0% | 15,008 | 15,049 | (41) | 0% |
| Other Special Appropriations - Training and Seminars | | - | 833 | (833) | -100% | - | 5,000 | (5,000) | -100% |
| Services to Department of Education | | - | 835 | (835) | -100% | - | 5,011 | (5,011) | -100% |
| Legislative Scholarships | | 792 | 792 | - | 0% | 4,751 | 4,751 | - | 0% |
| TSA General Fund Appropriation - Additional Medical Science - Medical Residents | | - | 417 | (417) | -100% | - | 2,500 | (2,500) | -100% |
| TSA General Fund Appropriation - Additional Medical Science - Attending Doctors | | - | 575 | (575) | -100% | - | 3,450 | (3,450) | -100% |
| Endowment Funds | | - | 833 | (833) | -100% | - | 5,000 | (5,000) | -100% |
| Total Central Government Appropriations | | 38,911 | 62,533 | (23,622) | -38% | 233,466 | 275,200 | (41,734) | -15% |
| Operating Revenues: | | | | | | | | | |
| PR Slot Machine Receipts - Law 36 | | 6,000 | 6,041 | (41) | -1% | 36,730 | 36,247 | 483 | 1% |
| Undergraduate Tuition | 2 | 30,082 | 25,898 | 4,184 | 16% | 103,426 | 80,156 | 23,270 | 29% |
| Graduate Tuition | | 4,157 | 7,432 | (3,274) | -44% | 21,459 | 23,002 | (1,542) | -7% |
| Campus-generated Inflows | | 15,854 | 11,205 | 4,649 | 41% | 91,715 | 91,110 | 605 | 1% |
| Other Revenues | | - | 167 | (167) | -100% | - | 1,000 | (1,000) | -100% |
| Total Operating Revenues | | 56,093 | 50,743 | 5,351 | 11% | 253,330 | 231,514 | 21,816 | 9% |
| Other Sources of Revenues: | | | | | | | | | |
| Pell & Other Student Aid Grants | | 2,188 | 4,438 | (2,250) | -51% | 29,887 | 25,113 | 4,774 | 19% |
| Federal Research and Investigation Grants | 3 | 3,103 | 9,090 | (5,987) | -66% | 26,762 | 51,432 | (24,670) | -48% |
| FEMA and Insurance Receipts | | - | - | - | 0% | 892 | - | 892 | 0% |
| HEERF Relief Funds | | 963 | - | 963 | 0% | 6,292 | - | 6,292 | 0% |
| Prior Years Receivables | | - | - | - | 0% | - | - | - | 0% |
| Other Receipts | | - | - | - | 0% | - | - | - | 0% |
| Total Other Sources of Revenues | | 6,255 | 13,528 | (7,274) | -54% | 63,833 | 76,545 | (12,712) | -17% |
| Total Revenues | | 101,259 | 126,804 | (25,545) | -20% | 550,629 | 583,259 | (32,630) | -6% |
| Operating Expenditures: | | | | | | | | | |
| Payroll & Related Costs | | | | | | | | | |
| Salaries - Faculty | | 29,013 | 29,480 | 467 | 2% | 164,862 | 167,648 | 2,786 | 2% |
| Salaries - Non-Faculty | | 12,628 | 15,373 | 2,745 | 18% | 83,936 | 87,424 | 3,488 | 4% |
| Christmas Bonus | | 27 | - | (27) | 0% | 5,328 | 5,700 | 372 | 7% |
| Overtime | | 296 | 183 | (113) | -61% | 1,165 | 1,042 | (123) | -12% |
| Liquidations | | 184 | 739 | 555 | 75% | 4,055 | 4,202 | 147 | 3% |
| Incentives | | 35 | 35 | (0) | -1% | 179 | 200 | 21 | 11% |
| Medical Plan | | 3,678 | 4,783 | 1,105 | 23% | 25,545 | 27,201 | 1,656 | 6% |
| Social Security Payment | | 3,208 | 3,297 | 89 | 3% | 19,330 | 18,749 | (581) | -3% |
| State Insurance Fund | | 613 | 648 | 34 | 5% | 3,747 | 3,683 | (64) | -2% |
| Unemployment Insurance | | 85 | 51 | (34) | -66% | 150 | 291 | 140 | 48% |
| Total Payroll & Related Costs | 4 | 49,768 | 54,589 | 4,821 | 9% | 308,298 | 316,141 | 7,843 | 2% |
| Materials and Supplies | | | | | | | | | |
| Purchased Services | | 1,688 | 2,583 | 895 | 35% | 12,353 | 14,499 | 2,146 | 15% |
| Federal Grants, Pell and Donations | 5 | 8,410 | 5,067 | (3,342) | -66% | 57,007 | 41,563 | (15,444) | -37% |
| Joint Resolutions | | - | - | - | 0% | - | - | - | 0% |
| Facilities and Payments for Public Services | | 6,296 | 6,442 | 146 | 2% | 19,475 | 22,756 | 3,281 | 14% |
| Professional Services | | - | 279 | 279 | 100% | - | 1,673 | 1,673 | 100% |
| Transportation Expenses | | 456 | 403 | (53) | -13% | 2,493 | 2,499 | 6 | 0% |
| Other Operating Expenses | | 4,694 | 9,232 | 4,539 | 49% | 27,004 | 36,709 | 9,705 | 26% |
| Total Operating Expenditures | | 21,934 | 24,707 | 2,773 | 11% | 135,785 | 138,526 | 2,741 | 2% |
| Other Expenditures: | | | | | | | | | |
| Capital Expenditures | | 1,301 | 557 | (744) | -133% | 4,424 | 1,235 | (3,190) | -258% |
| Equipment & Maintenance | | 1,670 | 3,919 | 2,248 | 57% | 12,815 | 18,740 | 5,924 | 32% |
| Pensions Payment | 4 | 10,682 | 12,242 | 1,560 | 13% | 68,907 | 73,450 | 4,543 | 6% |
| HEERF Relief Required Disbursements | | 1,263 | - | (1,263) | 0% | 11,104 | - | (11,104) | 0% |
| Total Other Expenditures | | 14,916 | 16,718 | 1,801 | 11% | 97,251 | 93,424 | (3,826) | -4% |
| Total Expenses Before Debt Service | | 86,618 | 96,014 | 9,395 | 10% | 541,333 | 548,091 | 6,758 | 1% |
| Net Revenues / (Expenses) Before Debt Service | | 14,641 | 30,790 | (16,149) | -52% | 9,295 | 35,168 | (25,873) | -74% |
| Contract Debt Service | | | | | | | | | |
| Total Expenses After Debt Service | | 4,181 | 4,021 | (160) | -4% | 22,560 | 24,126 | 1,566 | 6% |
| Net Revenues / (Expenses) | | 10,460 | 26,769 | (16,309) | -61% | (13,264) | 11,042 | (24,307) | 220% |

Notes

1. Unfavorable timing variance in TSA General Fund Appropriation – Conditional as we expect to approximate budget amounts for FY23.
2. Favorable timing variance in Undergraduate Tuition revenues since we expect to approximate budget amounts for FY23.
3. Unfavorable timing variance in Federal Research and Investigation Grants due to a delay in the recording of these revenues in the accounting system. We expect to approximate budget figures for the FY23.
4. Favorable timing variance in Total Payroll & Related Costs due to a delay in the recording of November payrolls in the accounting system. Actual YTD amount is \$317.4M as presented in the Liquidity Repot. In addition, Pensions Payment recording is affected due to the delay.
5. Unfavorable timing variance in Federal Grants, Pell and Donations. We expect to approximate budget figures for the FY23.

2nd QTR & YTD – FY23 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
 PROMESA 203 Report
 For the quarter ended December 31, 2022

| (\$000's) | NOTES | ACTUAL | | BUDGET | | ACTUAL | | CERT. BUDGET | | |
|---|-------|-----------------|----------------|-----------------|--------------|-----------------|----------------|-----------------|--------------|--|
| | | Q2 | Q2 | Q2 | Q2 | YTD FY22 | YTD FY22 | YTD FY22 | YTD FY22 | |
| | | | | Variance \$ | Variance % | | | Variance \$ | Variance % | |
| Central Government Appropriations: | | | | | | | | | | |
| TSA General Fund Appropriation - Net Measures | | 106,854 | 107,220 | (367) | 0% | 213,708 | 214,441 | (733) | 0% | |
| TSA General Fund Appropriation - Conditional | | - | 20,000 | (20,000) | -100% | - | 20,000 | (20,000) | -100% | |
| TSA General Fund Appropriation - Joint Resolutions | | 7,503 | 7,524 | (21) | 0% | 15,008 | 15,049 | (41) | 0% | |
| Other Special Appropriations - Training and Seminars | | - | 2,500 | (2,500) | -100% | - | 5,000 | (5,000) | -100% | |
| Services to Department of Education | | - | 2,505 | (2,505) | -100% | - | 5,011 | (5,011) | -100% | |
| Legislative Scholarships | | 2,375 | 2,375 | - | 0% | 4,751 | 4,751 | - | 0% | |
| TSA General Fund Appropriation - Additional Medical Science - Medical Resid | | - | 1,250 | (1,250) | -100% | - | 2,500 | (2,500) | -100% | |
| TSA General Fund Appropriation - Additional Medical Science - Attending Doc | | - | 1,725 | (1,725) | -100% | - | 3,450 | (3,450) | -100% | |
| Endowment Funds | | - | 2,500 | (2,500) | -100% | - | 5,000 | (5,000) | -100% | |
| Total Central Government Appropriations | | 116,732 | 147,600 | (30,868) | -21% | 233,466 | 275,200 | (41,734) | -15% | |
| Operating Revenues: | | | | | | | | | | |
| PR Slot Machine Receipts - Law 36 | | 18,225 | 18,123 | 101 | 1% | 36,730 | 36,247 | 483 | 1% | |
| Undergraduate Tuition | | 29,765 | 38,942 | (9,176) | -24% | 103,426 | 80,156 | 23,270 | 29% | |
| Graduate Tuition | | 5,565 | 11,175 | (5,610) | -50% | 21,459 | 23,002 | (1,542) | -7% | |
| Campus-generated Inflows | | 35,967 | 38,767 | (2,800) | -7% | 91,715 | 91,110 | 605 | 1% | |
| Other Revenues | | - | 500 | (500) | -100% | - | 1,000 | (1,000) | -100% | |
| Total Operating Revenues | | 89,522 | 107,507 | (17,985) | -17% | 253,330 | 231,514 | 21,816 | 9% | |
| Other Sources of Revenues: | | | | | | | | | | |
| Pell & Other Student Aid Grants | | 24,509 | 12,792 | 11,717 | 92% | 29,887 | 25,113 | 4,774 | 19% | |
| Federal Research and Investigation Grants | | 9,245 | 26,198 | (16,954) | -65% | 26,762 | 51,432 | (24,670) | -48% | |
| FEMA and Insurance Receipts | | 600 | - | 600 | 0% | 892 | - | 892 | 0% | |
| HEERF Relief Funds | | 2,866 | - | 2,866 | 0% | 6,292 | - | 6,292 | 0% | |
| Prior Years Receivables | | - | - | - | 0% | - | - | - | 0% | |
| Other Receipts | | - | - | - | 0% | - | - | - | 0% | |
| Total Other Sources of Revenues | | 37,219 | 38,990 | (1,771) | -5% | 63,833 | 76,545 | (12,712) | -17% | |
| Total Revenues | | 243,474 | 294,098 | (50,623) | -17% | 550,629 | 583,259 | (32,630) | -6% | |
| Operating Expenditures: | | | | | | | | | | |
| Payroll & Related Costs | | | | | | | | | | |
| Salaries - Faculty | | 83,389 | 86,144 | (2,754) | -3% | 164,862 | 167,648 | 2,786 | 2% | |
| Salaries - Non-Faculty | | 41,115 | 44,922 | (3,807) | -8% | 83,936 | 87,424 | 3,488 | 4% | |
| Christmas Bonus | | 5,327 | 5,700 | (373) | -7% | 5,328 | 5,700 | 372 | 7% | |
| Overtime | | 684 | 536 | 149 | 28% | 1,165 | 1,042 | (123) | -12% | |
| Liquidations | | 1,224 | 2,159 | (935) | -43% | 4,055 | 4,202 | 147 | 3% | |
| Incentives | | 102 | 103 | (1) | -1% | 179 | 200 | 21 | 11% | |
| Medical Plan | | 12,319 | 13,977 | (1,658) | -12% | 25,545 | 27,201 | 1,656 | 6% | |
| Social Security Payment | | 9,787 | 9,634 | 153 | 2% | 19,330 | 18,749 | (581) | -3% | |
| State Insurance Fund | | 1,912 | 1,892 | 19 | 1% | 3,747 | 3,683 | (64) | -2% | |
| Unemployment Insurance | | 96 | 149 | (53) | -36% | 150 | 291 | 140 | 48% | |
| Total Payroll & Related Costs | | 155,956 | 165,216 | (9,260) | -6% | 308,298 | 316,141 | 7,843 | 2% | |
| Materials and Supplies | | 6,709 | 8,567 | (1,858) | -22% | 12,353 | 14,499 | 2,146 | 15% | |
| Purchased Services | | 1,584 | 1,917 | (333) | -17% | 17,454 | 18,828 | 1,374 | 7% | |
| Federal Grants, Pell and Donations | | 26,089 | 17,054 | 9,035 | 53% | 57,007 | 41,563 | (15,444) | -37% | |
| Joint Resolutions | | - | - | - | 0% | - | - | - | 0% | |
| Facilities and Payments for Public Services | | 13,802 | 12,151 | 1,650 | 14% | 19,475 | 22,756 | 3,281 | 14% | |
| Professional Services | | - | 837 | (837) | -100% | - | 1,673 | 1,673 | 100% | |
| Transportation Expenses | | 1,327 | 1,204 | 123 | 10% | 2,493 | 2,499 | 6 | 0% | |
| Other Operating Expenses | | 17,187 | 19,783 | (2,596) | -13% | 27,004 | 36,709 | 9,705 | 26% | |
| Total Operating Expenditures | | 66,697 | 61,513 | 5,184 | 8% | 135,785 | 138,526 | 2,741 | 2% | |
| Other Expenditures: | | | | | | | | | | |
| Capital Expenditures | | 3,786 | 876 | 2,910 | 332% | 4,424 | 1,235 | (3,190) | -258% | |
| Equipment & Maintenance | | 7,039 | 9,238 | (2,199) | -24% | 12,815 | 18,740 | 5,924 | 32% | |
| Pensions Payment | | 43,133 | 36,725 | 6,408 | 17% | 68,907 | 73,450 | 4,543 | 6% | |
| HEERF Relief Required Disbursements | | 6,038 | - | 6,038 | 0% | 11,104 | - | (11,104) | 0% | |
| Total Other Expenditures | | 59,996 | 46,839 | 13,157 | 28% | 97,251 | 93,424 | (3,826) | -4% | |
| Total Expenses Before Debt Service | | 282,649 | 273,568 | 9,081 | 3% | 541,333 | 548,091 | 6,758 | 1% | |
| Net Revenues / (Expenses) Before Debt Service | | (39,175) | 20,529 | (59,705) | -291% | 9,295 | 35,168 | (25,873) | -74% | |
| Contract Debt Service | | | | | | | | | | |
| Total Expenses After Debt Service | | 13,370 | 12,063 | 1,307 | 11% | 22,560 | 24,126 | 1,566 | 6% | |
| Net Revenues / (Expenses) | | (52,545) | 8,466 | (61,012) | -721% | (13,264) | 11,042 | (24,307) | -220% | |