



University of Puerto Rico (UPR)

March - 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 March 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 March and YTD FY23.

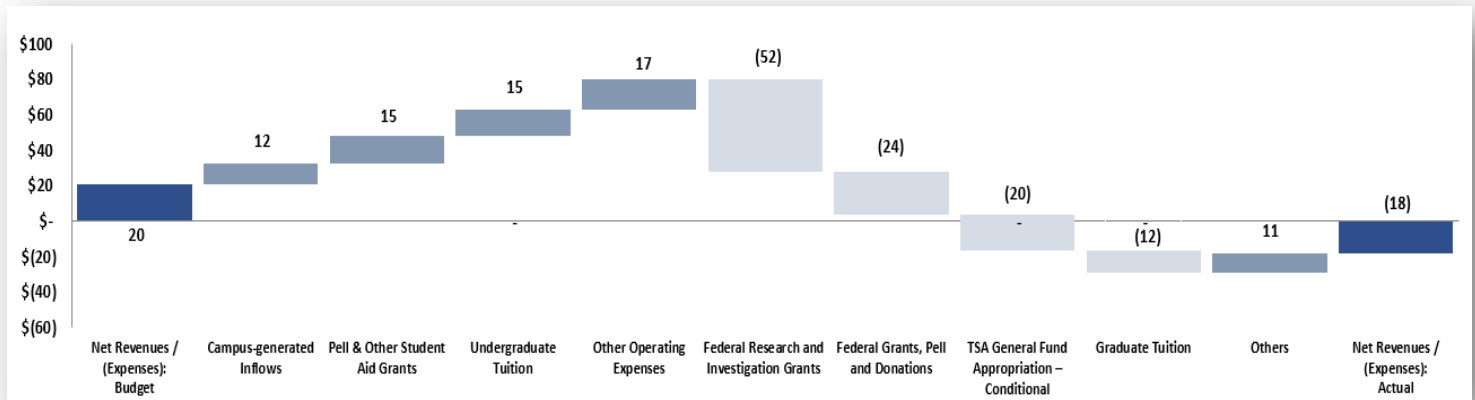
EXECUTIVE SUMMARY

YTD March, UPR ended net operations with an unfavorable variance of \$38.5M compared to budget. Variances by concept levels were relevant in the following line items:

Favorable variances: a timing variance in Other Operating Expenses (\$17M), a timing variance Pell & Other Student Aid Grants (\$15M), and a timing variance in Undergraduate Tuition revenues (\$15M), and a timing variance in Campus-generated Inflows (\$12M), (Refer to notes in page 5).

Unfavorable variance: a timing variance in Federal Research and Investigation Grants (\$52M), a timing variance in Federal Grants, Pell and Donations (\$24M), and a timing variance in TSA General Fund Appropriation – Conditional (\$20M), and a timing variance in Graduate Tuition (\$12M) (Refer to notes in page 5).

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



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

University of Puerto Rico
Budget to Actuals
For the month of March 2023

(\$000's)	ACTUAL				BUDGET				
	Notes	Mar-23	Mar-23	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		35,618	35,740	(122)	0%	320,562	321,661	(1,100)	0%
TSA General Fund Appropriation - Conditional	1	-	-	-	0%	-	20,000	(20,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,506	2,508	(2)	0%	22,535	22,573	(38)	0%
Other Special Appropriations - Training and Seminars		-	833	(833)	-100%	5,816	7,500	(1,684)	-22%
Services to Department of Education		-	835	(835)	-100%	11,781	7,516	4,266	57%
Legislative Scholarships		792	792	-	0%	7,128	7,126	2	0%
TSA General Fund Appropriation - Additional Medical Science - Medical Residents		-	417	(417)	-100%	-	3,750	(3,750)	-100%
TSA General Fund Appropriation - Additional Medical Science - Attending Doctors		-	575	(575)	-100%	-	5,175	(5,175)	-100%
Endowment Funds		-	833	(833)	-100%	7,500	7,500	-	0%
Total Central Government Appropriations		38,916	42,533	(3,618)	-9%	375,322	402,801	(27,478)	-7%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		6,912	6,041	871	14%	57,984	54,370	3,615	7%
Undergraduate Tuition	2	18,535	20,820	(2,285)	-11%	135,380	120,282	15,099	13%
Graduate Tuition	3	782	5,975	(5,193)	-87%	22,226	34,516	(12,290)	-36%
Campus-generated Inflows	4	15,942	19,382	(3,440)	-18%	146,916	134,717	12,199	9%
Other Revenues		-	167	(167)	-100%	-	1,500	(1,500)	-100%
Total Operating Revenues		42,171	52,385	(10,214)	-19%	362,507	345,385	17,122	5%
Other Sources of Revenues:									
Pell & Other Student Aid Grants	5	4,730	11,759	(7,029)	-60%	61,475	46,519	14,955	32%
Federal Research and Investigation Grants	6	4,129	24,083	(19,954)	-83%	43,217	95,273	(52,056)	-55%
FEMA and Insurance Receipts		0	-	0	0%	593	-	593	0%
HEERF Relief Funds		2,659	-	2,659	0%	13,280	-	13,280	0%
Prior Years Receivables		-	-	-	0%	-	-	-	0%
Other Receipts		-	-	-	0%	-	-	-	0%
Total Other Sources of Revenues		11,518	35,842	(24,324)	-68%	118,564	141,792	(23,228)	-16%
Total Revenues		92,605	130,760	(38,155)	-29%	856,393	889,977	(33,584)	-4%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		4,071	28,603	(24,532)	86%	221,422	250,098	(28,676)	11%
Salaries - Non-Faculty		21,316	14,916	(6,400)	-43%	136,510	130,420	(6,091)	-5%
Christmas Bonus		4	-	(4)	0%	5,555	5,700	(145)	3%
Overtime		89	178	89	50%	2,069	1,555	(514)	-33%
Liquidations		460	717	257	36%	6,866	6,268	(599)	-10%
Incentives	7	15,018	34	(14,983)	-43810%	24,788	299	(24,489)	-8189%
Medical Plan		3,324	4,641	1,317	28%	38,577	40,579	2,002	5%
Social Security Payment		1,990	3,199	1,209	38%	28,057	27,970	(87)	0%
State Insurance Fund		367	628	261	42%	5,375	5,494	119	2%
Unemployment Insurance		8	50	41	83%	311	434	123	28%
Total Payroll & Related Costs	8	46,647	52,966	6,319	12%	469,531	468,817	(714)	0%
Materials and Supplies		2,878	2,065	(813)	-39%	20,948	22,600	1,652	7%
Purchased Services		952	743	(210)	-28%	19,230	20,917	1,687	8%
Federal Grants, Pell and Donations	9	9,995	8,131	(1,864)	-23%	100,292	75,942	(24,350)	-32%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		3,712	3,017	(695)	-23%	29,519	34,687	5,169	15%
Professional Services		2	279	277	99%	2	2,510	2,507	100%
Transportation Expenses		540	448	(92)	-21%	3,946	3,620	(325)	-9%
Other Operating Expenses	10	7,743	11,421	3,678	32%	45,719	62,714	16,995	27%
Total Operating Expenditures		25,823	26,104	281	1%	219,656	222,990	3,334	1%
Other Expenditures:									
Capital Expenditures		936	292	(644)	-221%	7,229	2,047	(5,182)	-253%
Equipment & Maintenance		2,866	3,063	197	6%	21,565	29,288	7,724	26%
Pensions Payment	8	13,410	12,242	(1,168)	-10%	100,160	110,175	10,015	9%
HEERF Relief Required Disbursements		2,569	-	(2,569)	0%	17,535	-	(17,535)	0%
Total Other Expenditures		19,780	15,596	(4,184)	-27%	146,488	141,511	(4,977)	-4%
Total Expenses Before Debt Service		92,249	94,667	2,417	3%	835,675	833,318	(2,357)	0%
Net Revenues / (Expenses) Before Debt Service		356	36,093	(35,738)	-99%	20,718	56,659	(35,941)	-63%
Contract Debt Service		8,110	4,021	(4,089)	-102%	38,779	36,189	(2,590)	-7%
Total Expenses After Debt Service		100,359	98,688	(1,671)	-2%	874,454	869,507	(4,947)	-1%
Net Revenues / (Expenses)		(7,754)	32,072	(39,826)	-124%	(18,060)	20,470	(38,530)	188%

Notes

- Unfavorable timing variance in TSA General Fund Appropriation – Conditional. We expect to receive the amount in the following months.
- Favorable timing variance in Undergraduate Tuition revenues. We expect to approximate the budget amount for FY23.
- Unfavorable timing variance in Graduate Tuition revenues. We expect to approximate the budget amount for FY23.
- Favorable timing variance in Campus-generated Inflows. We expect to approximate the budget amount for FY23.
- Favorable timing variance in Pell & Other Student Aid Grants due to a delay in the recording of Pell Allowance in the accounting system. We expect to approximate the budget amount for FY23.
- 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 reach the budget amount in the following months.
- Unfavorable variance in Incentives due to payments of \$9.5M related to the Assistance to First Responders assignment and \$14.4M incentive to non-faculty employees from the FY22 budget surplus approved by FOMB.
- Favorable timing variance in Total Payroll & Related Costs due to a delay in the recording of March payrolls in the accounting system. Actual YTD amount is \$473.7M as presented in the Liquidity Report. In addition, Pensions Payment recording is affected due to the delay.
- Unfavorable timing variance in Federal Grants, Pell and Donations. We expect to approximate budget figures for the FY23.
- Favorable timing variance in Other Operating Expenses since we expect to reach budget figures in the following months.

3rd QTR & YTD – FY23 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
 PROMESA 203 Report
 For the quarter ended March 31, 2023

(\$000's)	ACTUAL				CERT. BUDGET				
	NOTES	Q3	Q3	Variance \$	Variance %	YTD FY23	YTD FY23	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		106,854	107,220	(367)	0%	320,562	321,661	(1,100)	0%
TSA General Fund Appropriation - Conditional		-	-	-	0%	-	20,000	(20,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		7,524	7,524	0	0%	22,535	22,573	(38)	0%
Other Special Appropriations - Training and Seminars		5,816	2,500	3,316	133%	5,816	7,500	(1,684)	-22%
Services to Department of Education		11,781	2,505	9,276	370%	11,781	7,516	4,266	57%
Legislative Scholarships		2,378	2,375	2	0%	7,128	7,126	2	0%
TSA General Fund Appropriation - Additional Medical Science - Medical Resid		-	1,250	(1,250)	-100%	-	3,750	(3,750)	-100%
TSA General Fund Appropriation - Additional Medical Science - Attending Doc		-	1,725	(1,725)	-100%	-	5,175	(5,175)	-100%
Endowment Funds		7,500	2,500	5,000	200%	7,500	7,500	-	0%
Total Central Government Appropriations		141,854	127,600	14,253	11%	375,322	402,801	(27,478)	-7%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		19,927	18,123	1,804	10%	57,984	54,370	3,615	7%
Undergraduate Tuition		31,955	40,126	(8,171)	-20%	135,380	120,282	15,099	13%
Graduate Tuition		767	11,515	(10,748)	-93%	22,226	34,516	(12,290)	-36%
Campus-generated Inflows		44,788	43,607	1,181	3%	146,916	134,717	12,199	9%
Other Revenues		-	500	(500)	-100%	-	1,500	(1,500)	-100%
Total Operating Revenues		97,436	113,871	(16,435)	-14%	362,507	345,385	17,122	5%
Other Sources of Revenues:									
Pell & Other Student Aid Grants		31,578	21,406	10,172	48%	61,475	46,519	14,955	32%
Federal Research and Investigation Grants		7,606	43,841	(36,235)	-83%	43,217	95,273	(52,056)	-55%
FEMA and Insurance Receipts		0	-	0	0%	593	-	593	0%
HEERF Relief Funds		5,383	-	5,383	0%	13,280	-	13,280	0%
Prior Years Receivables		-	-	-	0%	-	-	-	0%
Other Receipts		-	-	-	0%	-	-	-	0%
Total Other Sources of Revenues		44,568	65,247	(20,679)	-32%	118,564	141,792	(23,228)	-16%
Total Revenues		283,857	306,718	(22,861)	-7%	856,393	889,977	(33,584)	-4%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		56,111	82,450	(26,340)	-32%	221,422	250,098	28,676	11%
Salaries - Non-Faculty		49,985	42,996	6,989	16%	136,510	130,420	(6,091)	-5%
Christmas Bonus		27	-	27	0%	5,555	5,700	145	3%
Overtime		842	513	330	64%	2,069	1,555	(514)	-33%
Liquidations		2,695	2,066	629	30%	6,866	6,268	(599)	-10%
Incentives		15,095	99	14,996	15211%	24,788	299	(24,489)	-8189%
Medical Plan		12,099	13,378	(1,279)	-10%	38,577	40,579	2,002	5%
Social Security Payment		8,657	9,221	(564)	-6%	28,057	27,970	(87)	0%
State Insurance Fund		1,574	1,811	(238)	-13%	5,375	5,494	119	2%
Unemployment Insurance		160	143	17	12%	311	434	123	28%
Total Payroll & Related Costs		147,244	152,676	(5,432)	-4%	469,531	468,817	(714)	0%
Materials and Supplies		8,819	8,102	718	9%	20,948	22,600	1,652	7%
Purchased Services		1,797	2,089	(292)	-14%	19,230	20,917	1,687	8%
Federal Grants, Pell and Donations		41,842	34,379	7,463	22%	100,292	75,942	(24,350)	-32%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		10,278	11,931	(1,653)	-14%	29,519	34,687	5,169	15%
Professional Services		2	837	(834)	-100%	2	2,510	2,507	100%
Transportation Expenses		1,449	1,121	327	29%	3,946	3,620	(325)	-9%
Other Operating Expenses		18,514	26,005	(7,491)	-29%	45,719	62,714	16,995	27%
Total Operating Expenditures		82,702	84,464	(1,762)	-2%	219,656	222,990	3,334	1%
Other Expenditures:									
Capital Expenditures		2,784	813	1,971	243%	7,229	2,047	(5,182)	-253%
Equipment & Maintenance		8,579	10,549	(1,970)	-19%	21,565	29,288	7,724	26%
Pensions Payment		30,045	36,725	(6,680)	-18%	100,160	110,175	10,015	9%
HEERF Relief Required Disbursements		5,847	-	5,847	0%	17,535	-	(17,535)	0%
Total Other Expenditures		47,255	48,087	(832)	-2%	146,488	141,511	(4,977)	-4%
Total Expenses Before Debt Service		277,201	285,227	(8,026)	-3%	835,675	833,318	(2,357)	0%
Net Revenues / (Expenses) Before Debt Service		6,656	21,491	(14,835)	-69%	20,718	56,659	(35,941)	-63%
Contract Debt Service		16,219	12,063	4,156	34%	38,779	36,189	(2,590)	-7%
Total Expenses After Debt Service		293,420	297,290	(3,870)	-1%	874,454	869,507	(4,947)	-1%
Net Revenues / (Expenses)		(9,563)	9,428	(18,991)	-201%	(18,060)	20,470	(38,530)	-188%