University of Puerto Rico (UPR)

April - FY 2021 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 April and YTD FY21 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, and 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 April and YTD FY21.
EXECUTIVE SUMMARY

YTD April, UPR ended net operations with a negative variance of $53.0M compared to budget. Variances by concept levels were relevant in the following line items: negative variance in intra-government receipts - federal funds ($160M) which is a combination of a delay in the recording of federal funds receipts in the accounting system and due to a permanent variance since federal funds are presented net of scholarship discounts versus budget which uses gross amounts, ($52M) negative permanent variance in CARES Act and CRRSAA disbursements, which were not included in budget, and a negative timing variance in tuition ($15M) which is mostly related to a delay in the recording of tuition revenues for the second semester by several institutional units.

Negative variances are partially offset by positive variances in scholarships and donations ($73M) which is permanent since scholarships applied to tuition are presented net, versus budget which uses gross amounts, payroll and related costs ($45M) timing variance due to a delay in the recording of April payrolls in the accounting system, CARES Act and CRRSAA receipts ($39M) which is permanent since they were not included in budget, and capital expenditures ($21M) due to lower than expected capital projects disbursements.
### April and YTD – FY21 FOMB Certified Budget versus Actual Variance Analysis

**University of Puerto Rico**

Budget to Actuals
For the month of April 2021

**($000's)**

<table>
<thead>
<tr>
<th>Notes</th>
<th>ACTUAL</th>
<th>BUDGET</th>
<th>Variance $</th>
<th>Variance %</th>
<th>ACTUAL</th>
<th>BUDGET</th>
<th>Variance $</th>
<th>Variance %</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Central Government Appropriations</strong></td>
<td>54,258</td>
<td>54,589</td>
<td>-331</td>
<td>-1%</td>
<td>437,595</td>
<td>419,918</td>
<td>17,677</td>
<td>4.2%</td>
</tr>
<tr>
<td>TSA General Fund Appropriation - Net Measures</td>
<td>2,432</td>
<td>2,439</td>
<td>-7</td>
<td>-0.3%</td>
<td>24,947</td>
<td>24,394</td>
<td>553</td>
<td>2.2%</td>
</tr>
<tr>
<td>Total Central Government Appropriations</td>
<td>54,690</td>
<td>57,028</td>
<td>-2,338</td>
<td>-4%</td>
<td>444,312</td>
<td>441,918</td>
<td>2,394</td>
<td>0.5%</td>
</tr>
</tbody>
</table>

**Other Special Appropriations**

<table>
<thead>
<tr>
<th>Notes</th>
<th>ACTUAL</th>
<th>BUDGET</th>
<th>Variance $</th>
<th>Variance %</th>
<th>ACTUAL</th>
<th>BUDGET</th>
<th>Variance $</th>
<th>Variance %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legislative Scholarships</td>
<td>792</td>
<td>792</td>
<td>0</td>
<td>0%</td>
<td>8,439</td>
<td>7,917</td>
<td>522</td>
<td>7%</td>
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<tr>
<td>Total Other Special Appropriations</td>
<td>792</td>
<td>792</td>
<td>0</td>
<td>0%</td>
<td>8,440</td>
<td>7,917</td>
<td>523</td>
<td>7%</td>
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</tbody>
</table>

**Total Central Government Appropriations**

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<td>April and YTD – FY21 FOMB Certified Budget versus Actual Variance Analysis</td>
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<td>2,394</td>
<td>0.5%</td>
</tr>
</tbody>
</table>

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1. Negative timing variance in tuition which is mostly related to a delay in the recording of tuition revenues for the second semester by several institutional units.

2. Negative variance in intra-government receipts (Federal Funds) which is partially related to a delay in the recording of federal funds receipts in the accounting system. Actual YTD amount of $128.8M was presented in the April Liquidity Report. Also, there is a permanent variance since federal funds are presented net of scholarship discounts, versus budget which uses gross amounts.

3. Positive permanent variance due to CARES Act and CRRSA receipts, which were not included in budget.

4. Positive timing variance due to a delay in the recording of April payrolls in the accounting system. Actual YTD amount of $529.2M was presented in the April Liquidity Report.

5. Positive permanent variance in scholarships and donations since scholarships applied to tuition are presented net, versus budget which uses gross amounts.

6. Negative permanent variance due to CARES Act and CRRSA disbursements, which were not included in budget.

7. Positive variance in capital expenditures due to lower than expected capital projects disbursements.