



University of Puerto Rico (UPR)

January - FY 2022 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 January and YTD FY22 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.

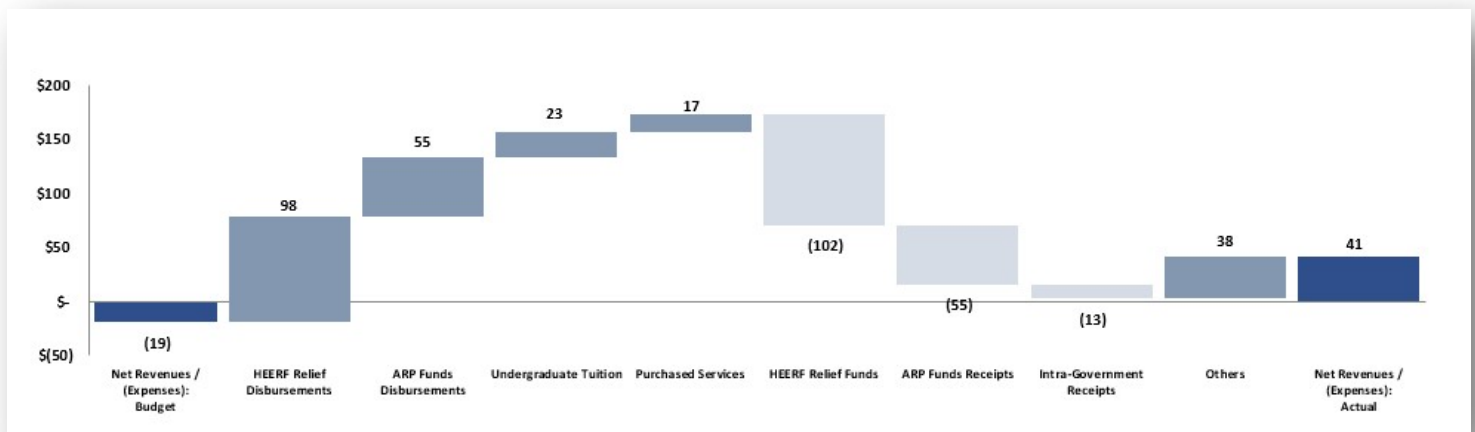
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of January and YTD FY22.

EXECUTIVE SUMMARY

YTD January, UPR ended net operations with a favorable variance of \$59.9M compared to budget. Variances by concept levels were relevant in the following line items: a favorable timing variance in HEERF Relief Required Disbursements (\$98M) as we expect to reach budget amounts in the next months, a favorable variance in Undergraduate Tuition (\$23M), which is temporary as we expect to match budget amounts in the next months, and a favorable permanent variance in Purchased Services (\$17M), as we expect to have savings in this line for the rest of the year.

Favorable variances are partially offset by unfavorable variances in HEERF Relief Funds (\$102M), due to a delay in the recording of these expenses in the accounting system, an unfavorable timing variance in General Fund Appropriations – ARP Funds (\$55M) due to a delay in the receipt of these funds (net effect of zero since the related ARP disbursements have not been performed), and an unfavorable variance in Intra-Government Receipts (\$13M), which is temporary as we expect to match budget amounts in the next months.

FY22 YTD January FOMB Certified Budget vs Actual (\$mm)



January and YTD – FY22 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
Budget to Actuals
For the month of January 2022

Notes

	Notes	ACTUAL		BUDGET		ACTUAL		BUDGET	
		Jan-22	Jan-22	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		32,955	32,978	(23)	0%	230,688	230,849	(162)	0%
TSA General Fund Appropriation - ARP Funds	1	-	7,833	(7,833)	-100%	-	54,833	(54,833)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,437	2,444	(7)	0%	17,076	17,111	(35)	0%
Other Special Appropriations - Training and Seminars	2	-	833	(833)	-100%	-	5,833	(5,833)	-100%
Services to Department of Education	2	-	835	(835)	-100%	-	5,846	(5,846)	-100%
Legislative Scholarships		792	792	0	0%	5,542	5,542	1	0%
Total Central Government Appropriations		36,184	45,716	(9,532)	-21%	253,306	320,014	(66,708)	-21%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		5,900	5,379	521	10%	42,917	37,652	5,265	14%
Undergraduate Tuition	3	9,578	8,061	1,517	19%	117,157	94,232	22,926	24%
Graduate Tuition		57	2,190	(2,133)	-97%	24,376	25,598	(1,222)	-5%
Campus-generated Inflows		8,680	13,580	(4,900)	-36%	110,268	102,293	7,975	8%
Special Funds		44	-	44	0%	797	116	681	585%
Other Revenues		-	167	(167)	-100%	-	1,167	(1,167)	-100%
Total Operating Revenues		24,260	29,376	(5,116)	-17%	295,514	261,058	34,457	13%
Other Sources of Revenues:									
Intra-Government Receipts	4	7,266	19,993	(12,726)	-64%	84,327	97,544	(13,217)	-14%
FEMA and Insurance Receipts		1,239	-	1,239	0%	2,893	-	2,893	0%
HEERF Relief Funds	5	4,201	29,429	(25,228)	-86%	103,767	206,004	(102,236)	-50%
Total Other Sources of Revenues		12,707	49,422	(36,715)	-74%	190,987	303,548	(112,561)	-37%
Total Revenues		73,151	124,514	(51,363)	-41%	739,807	884,620	(144,812)	-16%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		13,935	22,892	8,957	39%	166,631	169,294	2,662	2%
Salaries - Non-Faculty		8,917	14,154	5,237	37%	96,948	104,675	7,727	7%
Christmas Bonus		8	-	(8)	0%	5,742	6,240	498	8%
Overtime		28	111	82	74%	1,066	819	(247)	-30%
Other Compensation		-	-	-	0%	-	-	-	0%
Liquidations		152	427	275	64%	4,746	3,155	(1,591)	-50%
Incentives	6	12	67	55	83%	8,318	496	(7,822)	-1575%
Medical Plan		2,481	4,122	1,641	40%	27,263	30,482	3,218	11%
Social Security Payment		1,777	2,828	1,051	37%	20,822	20,914	92	0%
State Insurance Fund		328	540	212	39%	4,053	3,995	(58)	-1%
Unemployment Insurance	3	15	15	12	81%	326	113	(213)	-188%
Total Payroll & Related Costs		27,642	45,156	17,515	39%	335,917	340,182	4,266	1%
Materials and Supplies									
Purchased Services	7	2,367	2,512	146	6%	14,738	21,092	6,354	30%
Scholarships and Donations		401	1,370	969	71%	18,228	34,882	16,654	48%
Joint Resolutions		8,715	16,014	7,299	46%	61,558	60,504	(1,054)	-2%
Facilities and Payments for Public Services		-	-	-	0%	-	-	-	0%
Professional Services		2,474	2,175	(299)	-14%	17,838	18,217	379	2%
Transportation Expenses		27	418	391	94%	388	2,926	2,538	87%
Other Operating Expenses		91	281	190	68%	1,169	3,467	2,298	66%
Total Operating Expenditures		5,620	6,142	522	8%	36,389	42,391	6,002	14%
Total Operating Expenditures		19,695	28,912	9,218	32%	150,309	183,480	33,171	18%
Other Expenditures:									
Capital Expenditures		171	4,081	3,910	96%	7,079	14,726	7,647	52%
Restricted CAPEX - Graduate Tuition Measure		-	419	419	100%	-	2,933	2,933	100%
Equipment		800	989	189	19%	6,982	6,004	(978)	-16%
Pensions Payment	8	8,185	10,133	1,949	19%	65,347	70,933	5,586	8%
HEERF Relief Required Disbursements	9	4,591	29,429	24,839	84%	108,441	206,004	97,563	47%
UPR Sustainability Initiative - ARP Funds	1	-	7,833	7,833	100%	-	54,833	54,833	100%
Total Other Expenditures		13,746	52,885	39,139	74%	187,850	355,434	167,585	47%
Total Expenses Before Debt Service		61,083	126,954	65,871	52%	674,075	879,096	205,021	23%
Net Revenues / (Expenses) Before Debt Service		12,068	(2,440)	14,508	-595%	65,732	5,523	60,209	1090%
Contract Debt Service		8,150	4,021	(4,129)	-103%	24,898	24,610	(288)	-1%
Total Expenses After Debt Service		69,233	130,975	61,742	47%	698,972	903,706	204,733	23%
Net Revenues / (Expenses)		3,918	(6,461)	10,379	-161%	40,835	(19,086)	59,921	314%

1. Unfavorable timing variance in the UPR Sustainability Initiative - ARP Funds receipts due to a delay in the receipt of these funds. However, the net effect is zero since the related ARP disbursements have not been performed.
2. Unfavorable timing variance in Trainings & Seminars due to a delay in the recording of these revenues in the accounting system. We expect to reach budget amounts during the FY22.
3. Favorable variance in Undergraduate Tuition, which is temporary as we expect to approximate budget amounts during the FY22.
4. Unfavorable variance in Intra-Government Receipts, which is temporary as we expect to approximate budget amounts during the FY22.
5. Unfavorable timing variance in HEERF Relief Funds due to a delay in the recording of these revenues in the accounting system. Actual YTD amount of \$207.4M was presented in the Liquidity Report.
6. Incentives includes disbursements of \$8.0M related to the Premium Pay Program under the CARES ACT allocated to the Government of PR.
7. Favorable permanent variance in Purchased Services, as we expect to have savings in this line for the rest of the year.
8. An advance of \$18M in Employer Contributions to the UPR Retirement System (Pensions Payment) was performed during December 2021. This amount is pending to be recorded and is not included in this report.
9. Favorable timing variance in HEERF Relief Required Disbursements, as we expect to reach budget amounts during the FY22.