



University of Puerto Rico (UPR)

October - 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 October 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.

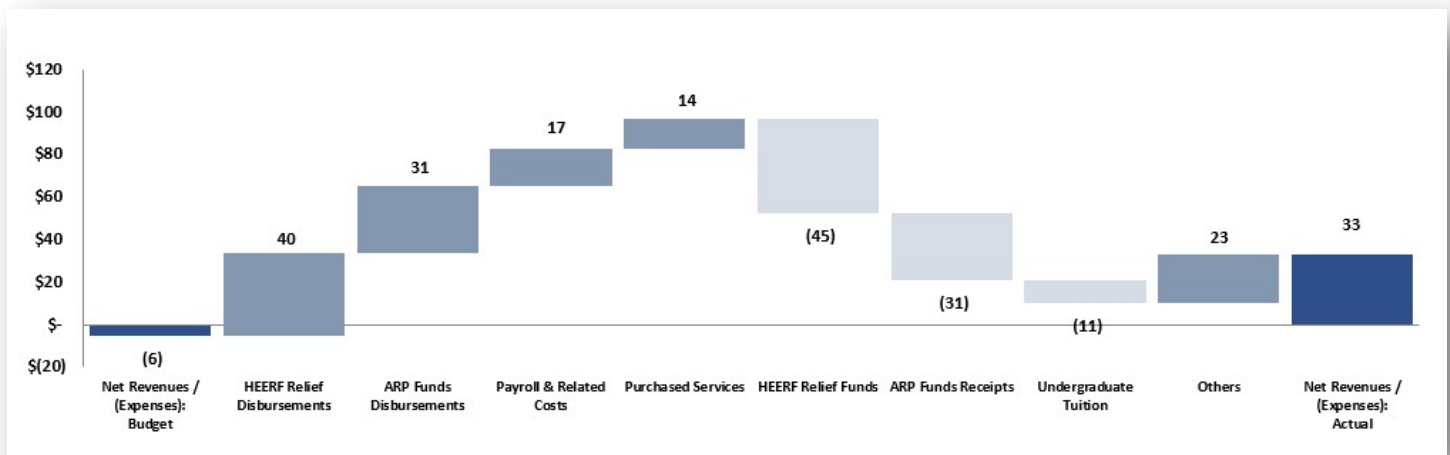
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of October and YTD FY22.

EXECUTIVE SUMMARY

YTD October, UPR ended net operations with a favorable variance of \$38.4M compared to budget. Variances by concept levels were relevant in the following line items: a favorable timing variance in HEERF Relief Required Disbursements (\$40M) as we expect to reach budget amounts in the next months, a favorable timing variance in Payroll and Related Costs (\$17M) due to a delay in the recording of October payrolls in the accounting system, and a favorable permanent variance in Purchased Services (\$14M), 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 (\$45M), due to a delay in the recording of these expenses in the accounting system, an unfavorable timing variance in General Fund Appropriations – ARP Funds (\$31M) 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 timing variance in Undergraduate Tuition (\$11M) due to a delay in the recording of these revenues in the accounting system.

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



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

Notes

University of Puerto Rico
Budget to Actuals
For the month of October 2021

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 Undergraduate Tuition due to a delay in the recording of these revenues in the accounting system. Actual YTD amount of \$82.0M (Including Graduate Tuition) was presented in the Liquidity Report.
3. 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 \$118.5M was presented in the Liquidity Report.
4. Favorable timing variance in Total Payroll and Related Costs due to a delay in the recording of October payrolls in the accounting system. Actual YTD amount of \$204.0M was presented in the Liquidity Report. Pensions Payments recording amounts are affected due to the delay.
5. Favorable permanent variance in Purchased Services, as we expect to have savings in this line for the rest of the year.
6. Favorable timing variance in HEERF Relief Required Disbursements, as we expect to reach budget amounts in the next months.

(\$000's)	Notes	ACTUAL		BUDGET		ACTUAL		BUDGET	
		Oct-21	Oct-21	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		32,955	32,978	(23)	0%	131,822	131,914	(92)	0%
TSA General Fund Appropriation - ARP Funds	1	-	7,833	(7,833)	-100%	-	31,333	(31,333)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,438	2,444	(7)	0%	9,758	9,778	(20)	0%
Other Special Appropriations - Training and Seminars		-	833	(833)	-100%	-	3,333	(3,333)	-100%
Services to Department of Education		-	835	(835)	-100%	-	3,340	(3,340)	-100%
Legislative Scholarships		792	792	0	0%	3,167	3,167	0	0%
Total Central Government Appropriations		36,185	45,716	(9,531)	-21%	144,746	182,865	(38,119)	-21%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		6,600	5,379	1,221	23%	26,873	21,515	5,357	25%
Undergraduate Tuition	2	13,904	12,350	1,554	13%	45,764	56,657	(10,893)	-19%
Graduate Tuition		1,364	3,355	(1,991)	-59%	18,381	15,391	2,990	19%
Campus-generated Inflows		12,112	13,677	(1,565)	-11%	58,641	64,643	(6,002)	-9%
Special Funds		201	67	134	202%	201	107	94	87%
Other Revenues		-	167	(167)	-100%	-	667	(667)	-100%
Total Operating Revenues		34,181	34,995	(814)	-2%	149,859	158,980	(9,121)	-6%
Other Sources of Revenues:									
Intra-Government Receipts		16,279	16,234	45	0%	61,584	54,283	7,301	13%
FEMA and Insurance Receipts		1,257	-	1,257	0%	2,435	-	2,435	0%
HEERF Relief Funds	3	11,673	29,429	(17,756)	-60%	73,033	117,716	(44,683)	-38%
Total Other Sources of Revenues		29,208	45,663	(16,455)	-36%	137,052	171,999	(34,947)	-20%
Total Revenues		99,574	126,375	(26,800)	-21%	431,658	513,845	(82,187)	-16%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		11,205	24,803	13,597	55%	89,644	95,978	6,334	7%
Salaries - Non-Faculty		7,998	15,336	7,338	48%	51,082	59,343	8,262	14%
Christmas Bonus		2	-	(2)	0%	3	-	(3)	0%
Overtime		101	120	19	16%	401	465	63	14%
Other Compensation		-	-	-	0%	-	-	-	0%
Liquidations		489	462	(27)	-6%	3,547	1,788	(1,759)	-98%
Incentives		12	73	61	84%	75	281	207	73%
Medical Plan		2,101	4,466	2,365	53%	14,442	17,281	2,839	16%
Social Security Payment		1,612	3,064	1,452	47%	10,820	11,857	1,037	9%
State Insurance Fund		294	585	291	50%	2,046	2,265	218	10%
Unemployment Insurance		58	17	(41)	-248%	63	64	2	3%
Total Payroll & Related Costs	4	23,872	48,925	25,053	51%	172,122	189,322	17,200	9%
Materials and Supplies									
Materials and Supplies		1,938	4,374	2,436	56%	8,358	12,141	3,783	31%
Purchased Services	5	496	1,305	809	62%	16,961	31,404	14,443	46%
Scholarships and Donations		7,240	8,309	1,068	13%	39,114	34,544	(4,570)	-13%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		3,058	1,704	(1,354)	-79%	7,920	9,180	1,260	14%
Professional Services		11	418	407	97%	13	1,672	1,659	99%
Transportation Expenses		170	741	571	77%	443	2,809	2,366	84%
Other Operating Expenses		6,965	6,209	(756)	-12%	20,460	22,922	2,463	11%
Total Operating Expenditures		19,879	23,059	3,181	14%	93,269	114,672	21,403	19%
Other Expenditures:									
Capital Expenditures		1,584	2,119	536	25%	4,219	5,210	991	19%
Restricted CAPEX - Graduate Tuition Measure		-	419	419	100%	-	1,676	1,676	100%
Equipment		494	418	(75)	-18%	4,576	2,961	(1,615)	-55%
Pensions Payment	4	6,652	10,133	3,481	34%	34,347	40,533	6,186	15%
HEERF Relief Required Disbursements	6	7,767	29,429	21,662	74%	78,215	117,716	39,501	34%
UPR Sustainability Initiative - ARP Funds	1	-	7,833	7,833	100%	-	31,333	31,333	100%
Total Other Expenditures		16,496	50,352	33,856	67%	121,357	199,430	78,073	39%
Total Expenses Before Debt Service		60,247	122,337	62,090	51%	386,748	503,424	116,677	23%
Net Revenues / (Expenses) Before Debt Service		39,328	4,038	35,290	874%	44,910	10,420	34,490	331%
Contract Debt Service		4,075	4,021	(54)	-1%	12,197	16,084	3,887	24%
Total Expenses After Debt Service		64,322	126,358	62,036	49%	398,945	519,508	120,563	23%
Net Revenues / (Expenses)		35,252	17	35,236	213279%	32,713	(5,664)	38,376	678%