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

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

**Central Government Appropriations:**

<table>
<thead>
<tr>
<th>Notes</th>
<th>ACTUAL</th>
<th>BUDGET</th>
<th>Variance</th>
<th>Variance %</th>
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<tbody>
<tr>
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<td>Oct-21</td>
<td>Oct-21</td>
<td>YTD</td>
<td>YTD</td>
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</tbody>
</table>

- **TSA General Fund Appropriation - Net Measures**
  - Oct-21: 32,955
  - Oct-21: 32,978
  - Variance: -23
  - Variance %: 0%

- **TSA General Fund Appropriation - ARP Funds**
  - Oct-21: 7,833
  - YTD: 30,333
  - Variance: 22,500
  - Variance %: -73%

- **TSA General Fund Appropriation - Joint Resolutions**
  - Oct-21: 2,438
  - Oct-21: 2,444
  - Variance: -6
  - Variance %: -0.24%

- **Other Special Appropriations - Training and Seminars**
  - Oct-21: 833
  - Oct-21: 833
  - Variance: 0
  - Variance %: 0%

- **Services to Department of Education**
  - Oct-21: 835
  - Oct-21: 835
  - Variance: 0
  - Variance %: 0%

- **Legislative Scholarships**
  - Oct-21: 792
  - Oct-21: 792
  - Variance: 0
  - Variance %: 0%

**Total Central Government Appropriations**
- Oct-21: 36,185
- Oct-21: 45,716
- Variance: -9,531
- Variance %: -21%

#### Operating Revenues:

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<tr>
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- **Total Revenues**
  - Oct-21: 99,574
  - Oct-21: 34,653
  - Variance: 64,921
  - Variance %: 65%

- **HEERF Relief Funds**
  - Oct-21: 126,358
  - Oct-21: 126,375
  - Variance: -17
  - Variance %: -0.01%

- **Intra-Government Receipts**
  - Oct-21: 585
  - Oct-21: 585
  - Variance: 0
  - Variance %: 0%

- **Other Sources of Revenues**
  - Oct-21: 22,922
  - Oct-21: 22,922
  - Variance: 0
  - Variance %: 0%

**Total Operating Revenues**
- Oct-21: 34,181
- Oct-21: 34,995
- Variance: -814
- Variance %: -2.3%

#### Operating Expenditures:

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<tr>
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- **Total Payroll & Related Costs**
  - Oct-21: 126,375
  - Oct-21: 126,375
  - Variance: 0
  - Variance %: 0%

- **Purchased Services**
  - Oct-21: 34,653
  - Oct-21: 34,653
  - Variance: 0
  - Variance %: 0%

- **Scholarships and Donations**
  - Oct-21: 126,375
  - Oct-21: 126,375
  - Variance: 0
  - Variance %: 0%

**Total Operating Expenditures**
- Oct-21: 19,879
- Oct-21: 19,879
- Variance: 0
- Variance %: 0%

#### Total Revenues
- Oct-21: 99,574
- Oct-21: 34,653
- Variance: 64,921
- Variance %: 65%

#### Notes

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.