



GOVERNMENT OF  
**PUERTO  
RICO**

# **FY2021 Financial Report (Preliminary)**

## **For the fiscal year ended on June 30, 2021**

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Puerto Rico Aqueduct and Sewer Authority  
GOVERNMENT OF PUERTO RICO

# Contents

- The Authority at a Glance
- Operating Data
- Financial Results
- Capital Improvement Program
- Liquidity
- Debt and Debt Service Coverage



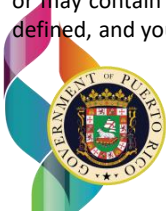
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# The Authority at a Glance<sup>1</sup>

The Authority was created by Act 49 of 1945 as a governmental instrumentality of the Commonwealth for the purpose of owning and operating the potable water supply and wastewater systems in Puerto Rico and is the sole provider of potable water and wastewater services

SERVING  
**1,251,506 CUSTOMERS**  
(96% WATER/59% WASTEWATER)

IN A SERVICE AREA OF  
**3,535 SQUARE MILES**

WITH  
**4,671 EMPLOYEES**



**8 DAMS**



**113 FILTER PLANTS**



**51 SEWER PLANTS**



**OVER 3,700  
AUXILIARY FACILITIES:  
TANKS - 1,557  
PUMP STATIONS - 1,973  
WATER WELLS - 249**



**OVER 20,000 MILES  
OF PIPES**

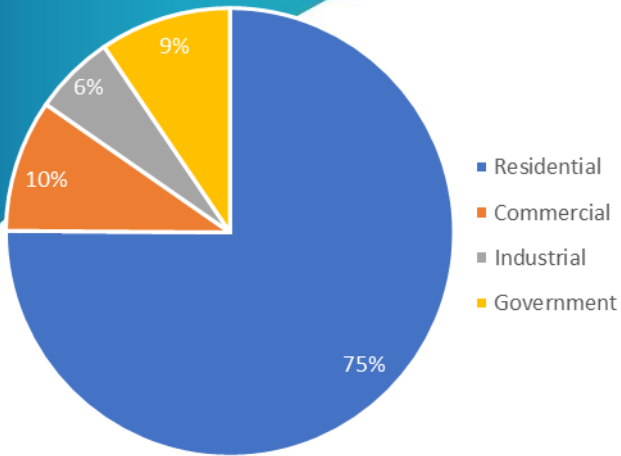
<sup>1</sup>Preliminary data as of June 30, 2021



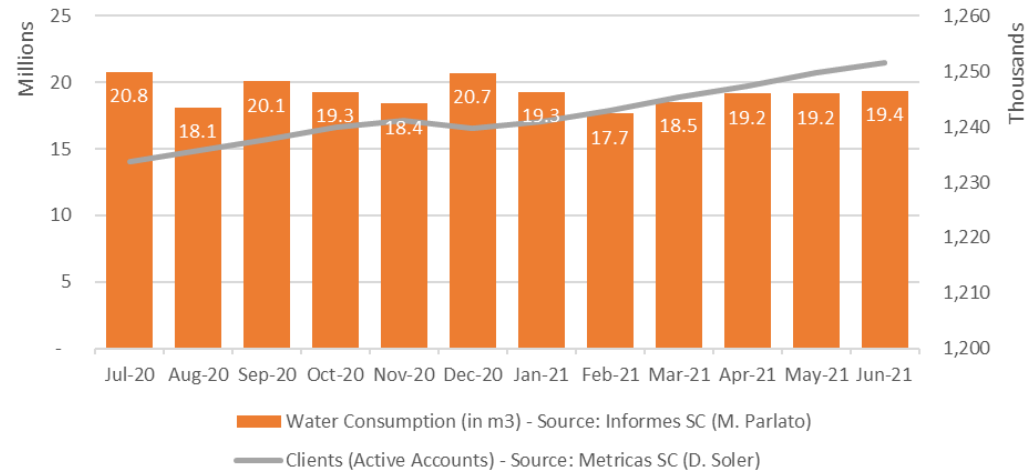
# Operating Data

## As of June 30, 2021

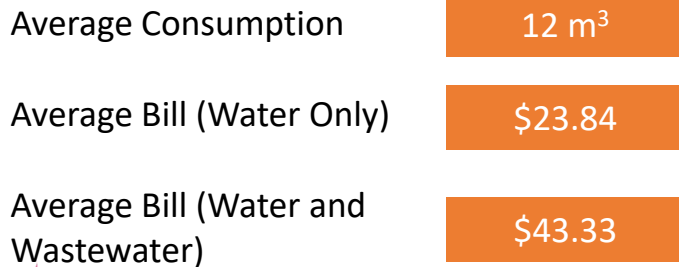
### Consumption by Customer Type



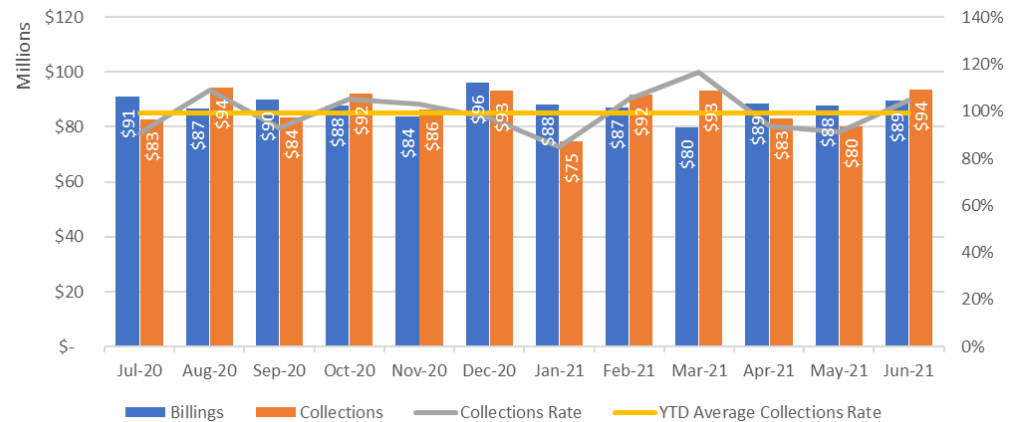
### Consumption and Clients



### Residential Accounts Statistics



### Billings and Collections



GOVERNMENT OF  
**PUERTO RICO**

# Preliminary Financial Results

For Fiscal Year 2021

Subject to change

(\$000's)	June 30, 2021 - YTD PRELIMINARY		
	Budget	Actual	Variance (\$)
<b><u>Authority Revenues</u></b>			
1 Service Revenues - Regular	865,079	859,574	(5,505)
2 Service Revenues - Government	180,990	181,410	420
3 Miscellaneous & Insurance (BI)	2,000	3,544	1,544
4 Total Authority Revenues	1,048,069	1,044,529	(3,541)
5 Senior and Senior Sub Debt	(256,756)	(248,770)	7,986
<b><u>Operating Expenses</u></b>			
6 Payroll & Related	(309,083)	(291,015)	18,068
7 Electricity	(126,730)	(125,962)	768
8 Maintenance & Repair	(54,179)	(51,583)	2,596
9 Chemicals	(44,833)	(41,939)	2,894
10 Other Expenses	(176,273)	(156,569)	19,703
11 Total Net Operating Expenses	(711,097)	(667,068)	44,029
12 FEMA / Insurance Reimb.	28,000	25,018	(2,982)
13 Operating Reserve Fund	(34,155)	(34,155)	0
14 Capital Improvement Fund	(60,629)	(60,630)	(1)
15 Commonwealth Payment Fund	(7,178)	(7,178)	(1)
<b>16 Balance</b>	<b>6,254</b>	<b>51,746</b>	<b>45,491</b>



GOVERNMENT OF  
**PUERTO RICO**

Source: SAP for operating expenses (accrual basis) and cash flow for other line items (cash basis). Presented based on the Master Agreement of Trust ("MAT") flow of funds.  
Preliminary information subject to material change

# Capital Improvement Program (“CIP”)

For Fiscal Year 2021

Preliminary, subject to change

*(Amounts expressed in \$000's)*

	June 30, 2021 - YTD PRELIMINARY		
	Budget	Actual	Variance (\$)
Emergency / Permanent Works	\$ 125,364	\$ 7,401	\$ 117,963
Renewal & Replacement	97,585	54,690	42,895
Mandatory Compliance	44,007	5,111	38,896
Non Mandatory Compliance	29,189	1,283	27,906
Optimization & Emergencies	15,000	-	15,000
Fleet & IT	14,452	5,347	9,105
Quality	14,449	1,001	13,448
Meter Replacement	1,000	1,447	(447)
Safety & Other	7,750	4,252	3,498
<b>Total CIP Incurred</b>	<b>\$ 348,796</b>	<b>\$ 80,532</b>	<b>\$ 268,264</b>

Source: CIP Budget as included in the FY2021 Budget certified by the Oversight Board and actual based on CIP incurred costs recorded in SAP, prior to overhead charges and other fiscal year end adjustments.  
Preliminary information, subject to change

Actual CIP costs are lower than projected because (i) the obligation of funds from FEMA for Permanent Work did not occur until January 2021 and (ii) other projects not financed by FEMA funds experienced delays as a result of the lockdown forced by the COVID-19 Pandemic. It should be noted that obligation of funds from FEMA does not constitute an authorization for construction and each project must be submitted to FEMA for eligibility determination and formulation.

**Budget included herein is based on the Certified Fiscal Plan dated June 29, 2020 but PRASA’s CIP has been reviewed to incorporate the impact of the recent FEMA award and updates to the execution timelines.**



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# Liquidity

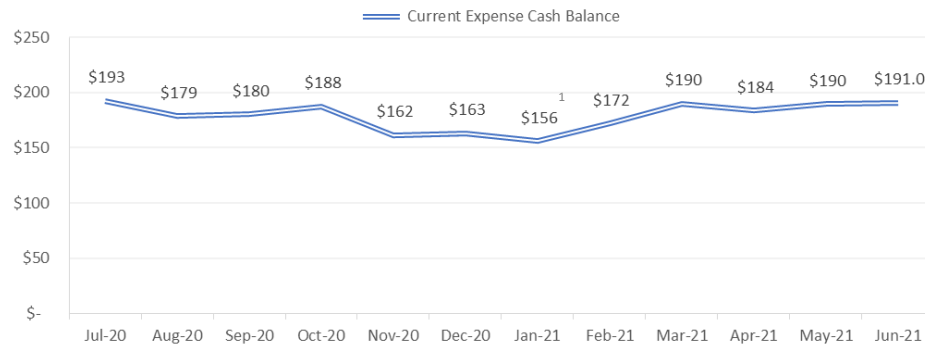
## Cash Balances

Group of Funds	June 30, 2021 (\$'000)
Debt Service Account	192,597
Debt Service Reserve	99,531
<b>Restricted for Debt Service</b>	<b>292,128</b>
Capital Improvement	130,997
Disaster Recovery (FEMA/Insurance)	78,496
Construction Fund	67,930
Compliance Escrow Accounts	1,394
<b>Restricted for CIP and Compliance</b>	<b>278,817</b>
Operating Reserve	185,869
<b>Operating Reserve Fund</b>	<b>185,869</b>
Current Expense Fund and Petty Cash	195,057
Revenue Fund	7,876
<b>Other Funds</b>	<b>202,933</b>
<b>Total</b>	<b>\$ 959,747</b>

The Debt Service Reserve Fund is for the 2008A Bonds only

The Authority has an operating reserve fund (“ORF”), which reached **90 days of operating expenses** by the end of FY2021

## Current Expense Fund



In addition to the ORF PRASA had a Current Expense Fund balance as of June 30, 2021, of over **90 days of cash on hand**

<sup>1</sup>Reduction of \$20.5 million for one-time payment for the settlement of an Authority obligation with the GDB Debt Recovery Authority.





# Debt and Debt Service Coverage

Outstanding Senior Debt

<i>(in \$000s)</i>	30-Jun-21	1-Jul-21
<u>Senior Bonds</u>		
2008 Series A Bonds (CAB)	87,215	67,315
2012 Series A Bonds	1,695,055	1,652,830
2012 Series B Bonds	153,585	153,585
2020 Series A Bonds	1,351,300	1,318,020
2020 Series B Bonds	18,775	18,050
	<b>3,305,930</b>	<b>3,209,800</b>
<u>Other Senior Indebtedness</u>		
2019 State Revolving Fund Loans	580,677	575,677
2020 State Revolving Fund Loans	10,970	11,927
2019 Rural Development Loans	399,496	398,458
	<b>991,143</b>	<b>986,062</b>
<b>Total Senior Debt</b>	<b>\$4,297,073</b>	<b>\$4,195,862</b>

Debt Service Coverage  
(FY2021 Preliminary Results)

Senior Debt Service Coverage Ratio (Over Authority Revenues – Current MAT)

4.20

Senior Debt Service Coverage Ratio (Over Net Revenues – Proposed MAT Amendment)

1.62

All Obligations Coverage Ratio

1.05



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information please contact:

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