



GOVERNMENT OF  
**PUERTO  
RICO**

# Preliminary Financial Report

## For the quarter ended on September 30, 2021

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Puerto Rico Aqueduct and Sewer Authority  
GOVERNMENT OF PUERTO RICO

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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  
**1,267,315 CUSTOMERS**  
(96% WATER/59% WASTEWATER)

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

WITH  
**4,635 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**

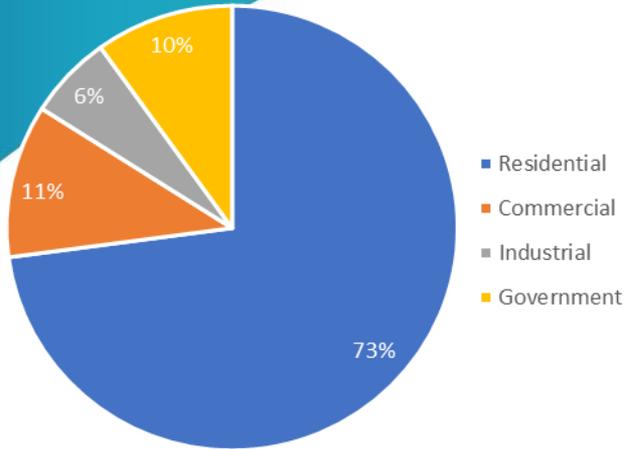
<sup>1</sup>Preliminary data as of September 30, 2021



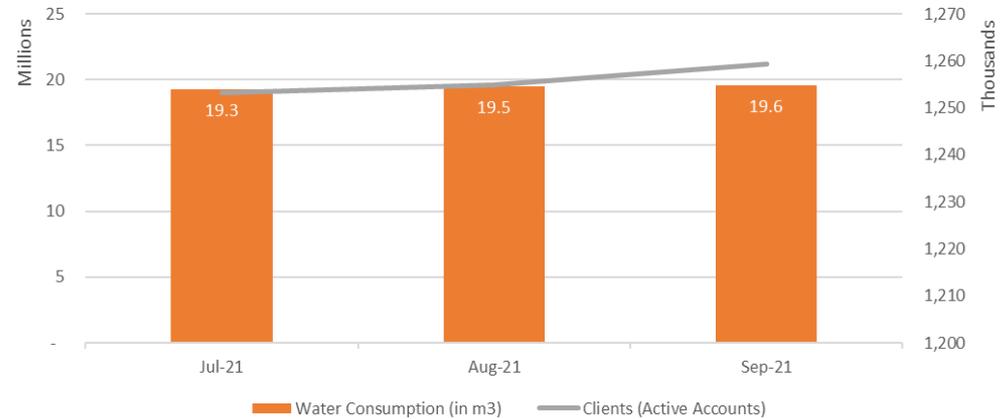
# Operating Data

## As of September 30, 2021

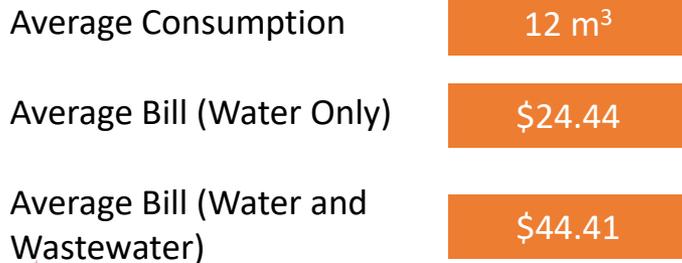
### Consumption by Customer Type



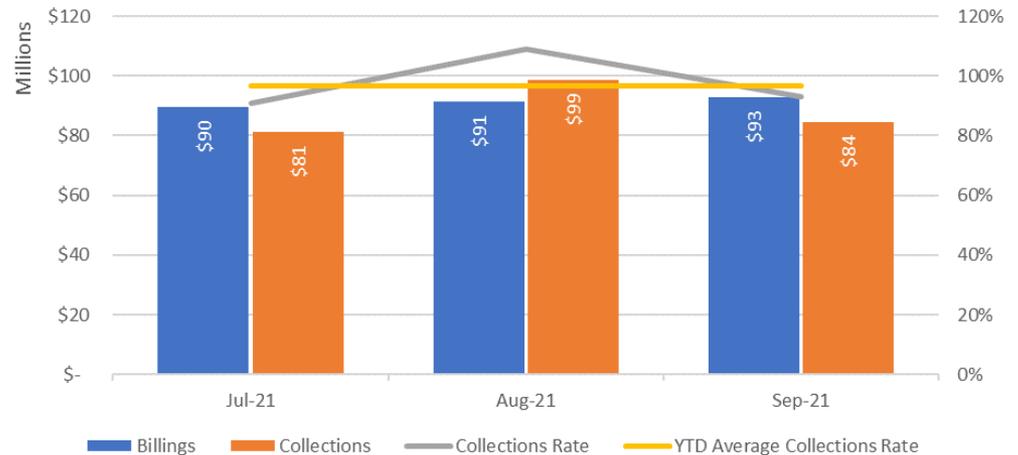
### Consumption and Clients



### Residential Accounts Statistics



### Billings and Collections



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Source: BW/SAP – Preliminary information

# Preliminary Financial Results

For the First Quarter of FY2022 (ending on 9/30/2021)

Subject to change

(\$000's)	September 30, 2021 - YTD		
	Budget	Actual	Variance (\$)
<b><u>Authority Revenues</u></b>			
1 Service Revenues - Regular	221,954	212,939	(9,014)
2 Service Revenues - Government	40,268	51,306	11,037
3 Miscellaneous & Insurance (BI)	625	936	311
4 Total Authority Revenues	262,847	265,181	2,334
5 Senior and Senior Sub Debt	(67,658)	(65,827)	1,831
<b><u>Operating Expenses</u></b>			
6 Payroll & Related	(71,915)	(80,795)	(8,880)
7 Electricity	(31,544)	(38,941)	(7,397)
8 Maintenance & Repair	(14,843)	(11,349)	3,494
9 Chemicals	(11,665)	(11,595)	70
10 Other Expenses	(46,520)	(39,358)	7,162
11 Total Net Operating Expenses	(176,487)	(182,038)	(5,551)
12 FEMA / Insurance Reimb.	5,000	7,486	2,486
13 Operating Reserve Fund	(350)	(1,402)	(1,051)
14 Capital Improvement Fund	(18,056)	(18,057)	(0)
<b>15 Balance</b>	<b>5,295</b>	<b>5,343</b>	<b>48</b>



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Source: SAP for operating expenses (accrual basis) and cash flow for other line items (cash basis).

Notes: Information presented based on the Master Agreement of Trust ("MAT") flow of funds. Preliminary information subject to material change

# Capital Improvement Program (“CIP”)

For the First Quarter of FY2022 (ending on 9/30/2021)

Preliminary, subject to change

## CAPITAL IMPROVEMENT PROGRAM EXPENDITURES BREAKDOWN

(In \$000's)

	September 30, 2021 - YTD		
	Budget	Actual	Variance (\$)
Reconstruction & Recovery	\$ 51,174	\$ 6,287	44,886
Renewal & Replacement	23,161	11,351	11,809
Mandatory Compliance	17,062	5,034	12,028
Non Mandatory Compliance	9,362	1,311	8,051
Optimization & Emergencies	2,500	-	2,500
Fleet & IT	7,304	194	7,110
Quality	6,701	945	5,756
Electric Generators	3,901	857	3,043
Meter Replacement	1,250	434	816
Safety & Other	6,548	1,113	5,435
<b>Total CIP Incurred</b>	<b>\$ 128,962</b>	<b>\$ 27,527</b>	<b>\$ 101,435</b>

Source: CIP Budget as included in the FY2022 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 Capital Improvement Program (CIP) costs are lower than projected because most of the projects are in their initial stages, such as planning or design and the contracts for project management support were formalized in August. Additionally, the approval and funds disbursement process for Reconstruction & Recovery projects are under development and the COVID-19 also affected the coordination and the procurement process.



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# Liquidity

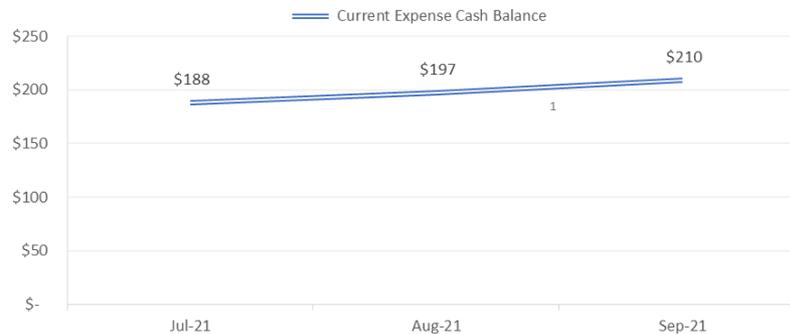
## Cash Balances

Group of Funds	September 30, 2021 (\$'000)
Debt Service Account	49,256
Debt Service Reserve	100,445
<b>Restricted for Debt Service</b>	<b>149,701</b>
Capital Improvement	131,401
Disaster Recovery (FEMA/Insurance)	75,254
Construction Fund	83,611
Compliance Escrow Accounts	858
<b>Restricted for CIP and Compliance</b>	<b>291,124</b>
Operating Reserve	187,318
<b>Operating Reserve Fund</b>	<b>187,318</b>
Current Expense Fund and Petty Cash	211,491
Revenue Fund	4,048
<b>Other Funds</b>	<b>215,538</b>
<b>Total</b>	<b>\$ 843,681</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 September 30, 2021, of over **100 days of cash on hand**



# Debt and Debt Service Coverage

Outstanding Senior Debt

Debt Service Coverage  
(FY2022 Budget)

(in \$000s)

30-Sep-21

Senior Bonds

2008 Series A Bonds (CAB)	67,315
2012 Series A Bonds	638,400
2020 Series A Bonds	1,318,020
2020 Series B Bonds	18,050
2021 Series A Bonds	92,330
2021 Series B Bonds	842,410
2021 Series C Bonds	155,090
	<b>3,131,615</b>

Other Senior Indebtedness

2019 State Revolving Fund Loans	575,677
2020 State Revolving Fund Loans	15,495
2019 Rural Development Loans	398,458
	<b>989,630</b>

Total Senior Debt

\$4,121,245

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

3.81

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

1.27

All Obligations Coverage Ratio

1.00



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information please contact:

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