



GOVERNMENT OF
**PUERTO
RICO**

Puerto Rico Aqueduct and Sewer Authority

Preliminary Financial Results for the First Quarter of
Fiscal Year 2024

October 31, 2023



Puerto Rico Aqueduct and Sewer Authority
GOVERNMENT OF PUERTO RICO

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The Authority at a Glance¹

The Puerto Rico Aqueduct and Sewer Authority (the “Authority” or “PRASA”) owns and operates the potable water supply and wastewater systems in Puerto and endeavors to provide high-quality water and wastewater services at an affordable cost



SERVING
1,268,206 CUSTOMERS
(96% WATER / 59% WASTEWATER)

IN A SERVICE AREA OF
3,535 SQUARE MILES

WITH
4,558 EMPLOYEES



8 DAMS
Owned by PRASA



112 FILTRATION PLANTS
with 136 intakes



50 SEWER PLANTS



AROUND 3,800 AUXILIARY FACILITIES, INCLUDING:
TANKS - 1,567
PUMP STATIONS – 1,964
WATER WELLS - 244



OVER 20,000 MILES OF PIPES
Water & wastewater

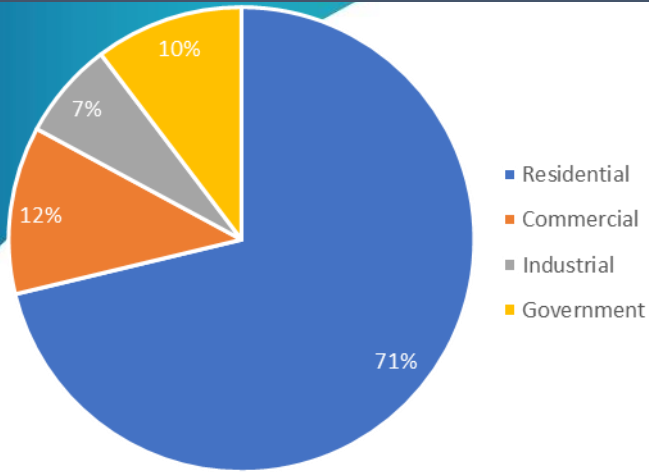
¹Preliminary data as of September 30, 2023, except for sewer plants presented as of Oct 23, 2023



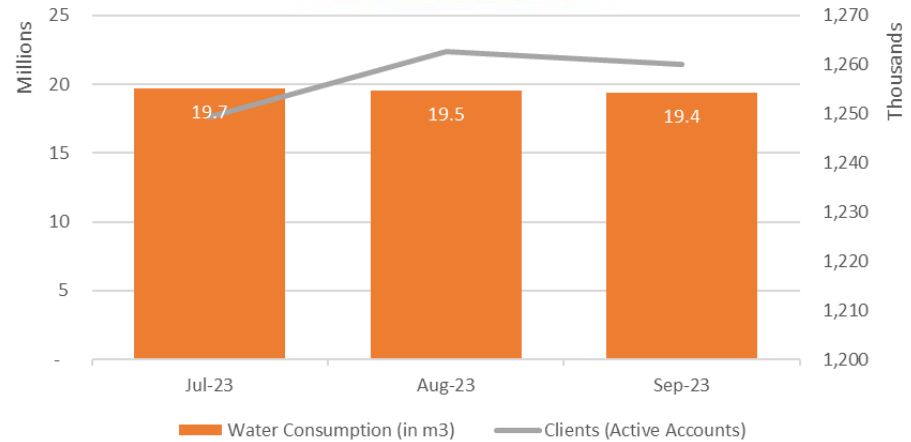
Operating Data

For the 3-month period ended on September 30, 2023

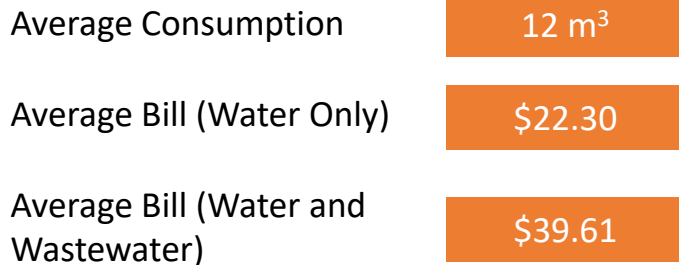
Consumption by Customer Type



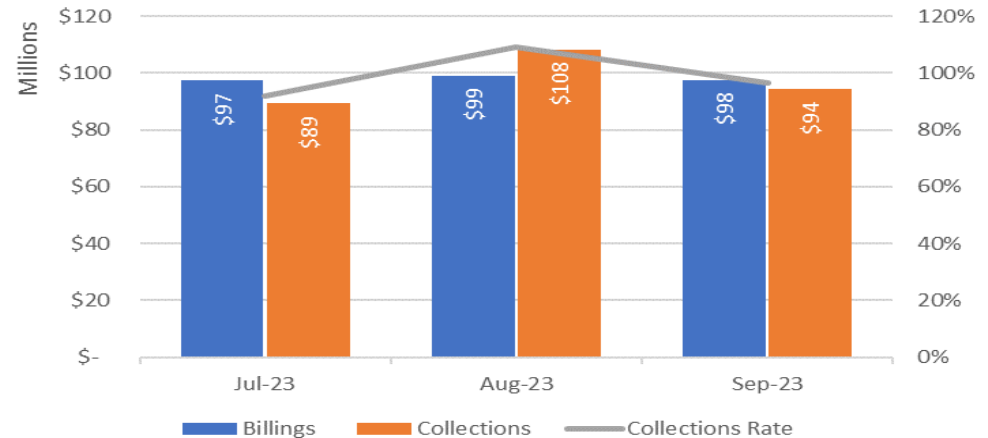
Consumption and Clients



Residential Accounts Statistics



Billings and Collections



GOVERNMENT OF
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Preliminary Financial Results

For the 3-month period ended on September 30, 2023

(\$000's)	September 30, 2023 - YTD		
	Budget	Actual	Variance (\$)
<u>Authority Revenues</u>			
1 Service Revenues - Regular	228,972	234,189	5,217
2 Service Revenues - Government	50,572	54,821	4,249
3 Miscellaneous & Insurance (BI)	1,125	694	(431)
4 Total Authority Revenues	280,669	289,705	9,036
5 Senior and Senior Sub Debt	(63,584)	(61,622)	1,962
<u>Operating Expenses</u>			
6 Payroll & Related	(78,064)	(74,999)	3,065
7 Electricity	(49,522)	(36,345)	13,177
8 Maintenance & Repair	(15,961)	(14,152)	1,809
9 Chemicals	(17,927)	(16,894)	1,033
10 Other Expenses	(51,148)	(49,604)	1,545
11 Total Net Operating Expenses	(212,623)	(191,994)	20,629
12 FEMA / ARPA Funds	4,250	2,988	(1,262)
13 Operating Reserve Fund	(1,449)	(1,449)	0
14 Capital Improvement Fund	(8,142)	(8,142)	0
15 Balance	(878)	29,486	30,364

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. Budget for FY2023 presented as certified by the Oversight Board (including amendments) and actual numbers are presented as preliminary and subject to material change.



Capital Improvement Program (“CIP”)

For the 3-month period ended on September 30, 2023

Actual CIP costs are lower than projected as most projects are in planning or design stages. Additionally, the process for approval and fund disbursement for Reconstruction & Recovery projects is under development.

(Amounts expressed in \$000's)

	September 30, 2023 - YTD		
	Budget	Actual	Variance (\$)
Reconstruction & Recovery	\$ 131,690	\$ 54,111	77,579
Renewal & Replacement	16,852	11,447	5,406
Mandatory Compliance	29,881	17,135	12,746
Non-Mandatory Compliance	15,709	15,907	(198)
Quality	7,683	4,514	3,170
Electric Generators and Meters	10,622	9,777	845
Fleet and IT	3,440	4,137	(696)
Mitigation & Resiliency	1,773	191	1,582
Safety & Growth	7,697	1,773	5,925
Others & Accruals	13,629	20,421	(6,792)
Total CIP Incurred	\$ 238,978	\$ 139,411	\$ 99,567

Source: CIP Budget as included in the FY2023 Budget certified by the Oversight Board, as amended and actual based on CIP incurred costs recorded in SAP, prior to overhead charges and other fiscal year end adjustments.
Preliminary, subject to change.



Liquidity

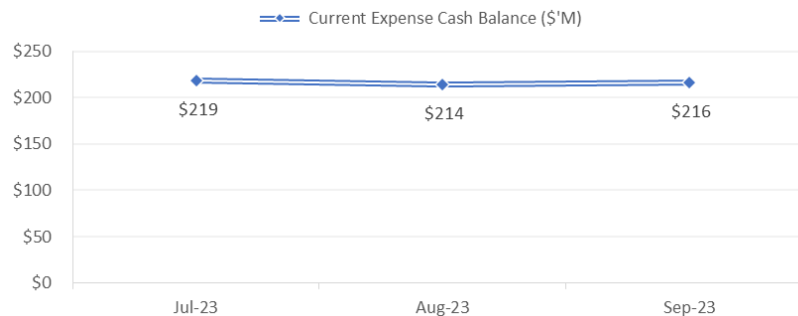
Cash Balances

Group of Funds	September 30, 2023 (\$'000)
Debt Service Account	65,877
Debt Service Reserve	95,630
Restricted for Debt Service	161,506
Capital Improvement	18,078
Construction Fund	31,243
Disaster Recovery (FEMA/Insurance)	70,785
FEMA (FAASt WCA)/ARPA Advances	292,770
Compliance Escrow Accounts	3,299
Restricted for CIP and Compliance	416,174
Operating Reserve	240,649
Operating Reserve Fund	240,649
Current Expense and Petty Cash	217,633
Revenue Fund	11,658
Other Funds	229,291
Total	\$1,047,621

Debt Service Reserve Fund is for the benefit of outstanding 2008A Bonds only

The Authority has an operating reserve fund ("ORF") with a balance of over **90 days of operating expenses per MAT**. The ORF is available for operating expenses, if and as needed.

Current Expense Fund



In addition to the ORF, the Current Expense Fund as of September 30, 2023 had over **90 days of cash on hand**.



Debt and Debt Service Coverage

Outstanding Senior Debt

(in \$000s)

30-Sep-23

Senior Bonds

2008 Series A Bonds (CAB)	23,785
2020 Series A Bonds	1,292,175
2020 Series B Bonds	16,070
2021 Series A Bonds	85,270
2021 Series B Bonds	827,510
2021 Series C Bonds	107,125
2022 Series A Bonds	527,685
	2,879,620

Other Senior Indebtedness

2019 State Revolving Fund Loans	555,677
2020 State Revolving Fund Loans	* 65,884
2019 Rural Development Loans	394,336
	1,015,897

Total Senior Debt

\$3,895,517

* Since August 2020, the Authority has entered into \$291.8 million in new SRF loans. The balance shown reflect amounts drawn down under such loans as of 9/30/2023.

Debt Service Coverage (FY2024 Budget)

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

4.43

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

1.16

All Obligations Coverage Ratio

1.00



**For questions or additional information
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