



GOVERNMENT OF
**PUERTO
RICO**

Puerto Rico Aqueduct and Sewer Authority

Preliminary Financial Results for the Third Quarter of
Fiscal Year 2024

April 2024



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
1,266,445 CUSTOMERS
(96% WATER / 59% WASTEWATER)

IN A SERVICE AREA OF
3,535 SQUARE MILES

WITH
4,545 EMPLOYEES



8 DAMS
Owned by PRASA



112 FILTRATION PLANTS
with 136 intakes



50 SEWER PLANTS



AROUND 3,800 AUXILIARY FACILITIES, INCLUDING:
TANKS - 1,569
PUMP STATIONS – 1,966
WATER WELLS - 244



OVER 20,000 MILES OF PIPES
Water & wastewater

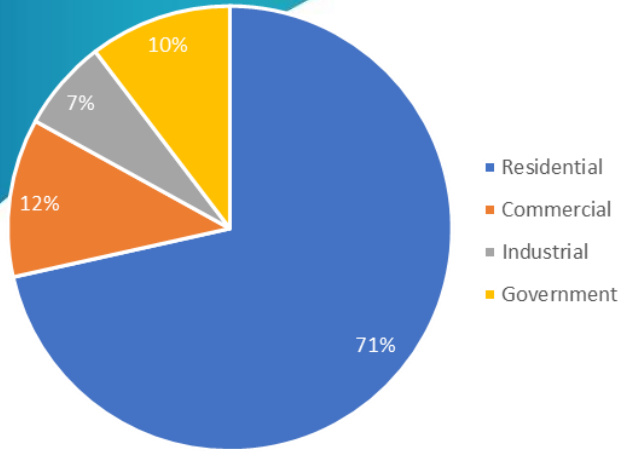
¹Preliminary data as of March 31, 2024



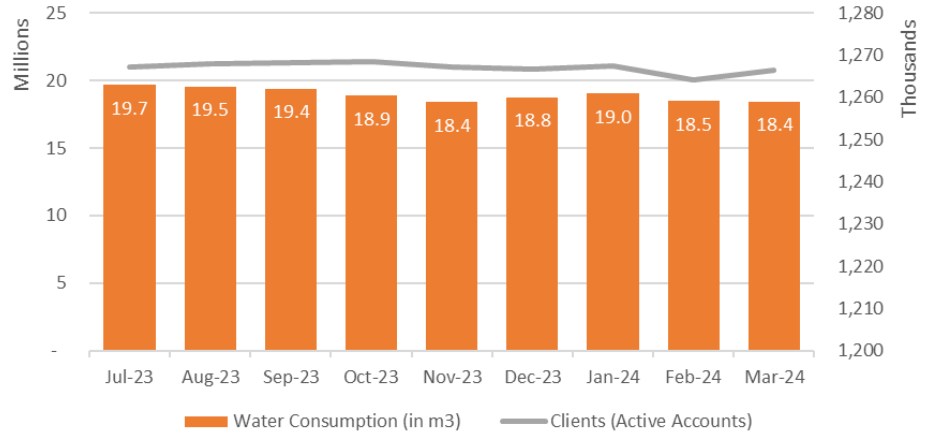
Operating Data

For the 9-month period ended on March 31, 2024

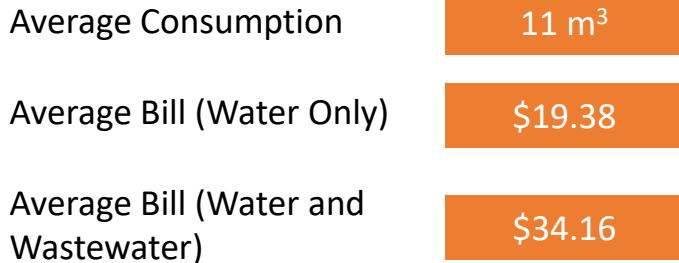
Consumption by Customer Type



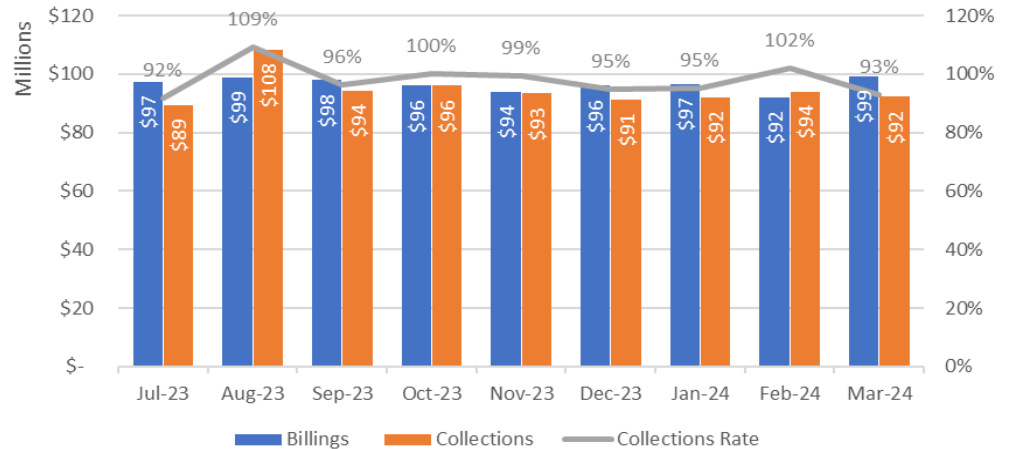
Consumption and Clients



Residential Accounts Statistics



Billings and Collections



GOVERNMENT OF
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Preliminary Financial Results

For the 9-month period ended on March 31, 2024

	March 31, 2024 - YTD		
	Budget	Actual	Variance (\$)
(\$000's)			
<u>Authority Revenues</u>			
1 Service Revenues - Regular	683,162	712,523	29,361
2 Service Revenues - Government	150,887	136,707	(14,180)
3 Miscellaneous & Insurance (BI)	3,375	3,558	183
4 Total Authority Revenues	837,424	852,788	15,364
5 Senior and Senior Sub Debt	(190,752)	(189,738)	1,014
<u>Operating Expenses</u>			
6 Payroll & Related	(234,193)	(220,945)	13,248
7 Electricity	(138,280)	(110,092)	28,188
8 Maintenance & Repair	(50,092)	(46,565)	3,527
9 Chemicals	(54,931)	(54,168)	763
10 Other Expenses	(160,371)	(151,421)	8,951
11 Total Net Operating Expenses	(637,868)	(583,191)	54,677
12 FEMA / ARPA Funds	12,750	24,005	11,255
13 Operating Reserve Fund	(4,346)	(4,346)	0
14 Capital Improvement Fund	(24,425)	(24,425)	0
15 Balance	(7,217)	75,093	82,310

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 FY2024 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 9-month period ended on March 31, 2024

Actual CIP costs are lower than projected as most projects are in planning or design stages.

(Amounts expressed in \$000's)

	March 31, 2024 - YTD		
	Budget	Actual	Variance (\$)
Reconstruction & Recovery	\$ 395,071	160,155	234,916
Renewal & Replacement	50,557	45,339	5,218
Mandatory Compliance	89,642	20,926	68,716
Non-Mandatory Compliance	47,127	56,230	(9,103)
Quality	23,050	3,587	19,463
Electric Generators and Meters	31,866	6,430	25,436
Fleet and IT	10,321	13,962	(3,640)
Mitigation & Resiliency / Emergency & Contingencies	5,320	13,022	(7,702)
Safety & Growth	23,092	315	22,776
Others & Accruals	40,888	37,926	2,962
Total CIP Incurred	\$ 716,935	\$ 357,893	\$ 359,042

Source: CIP Budget as included in the FY2024 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

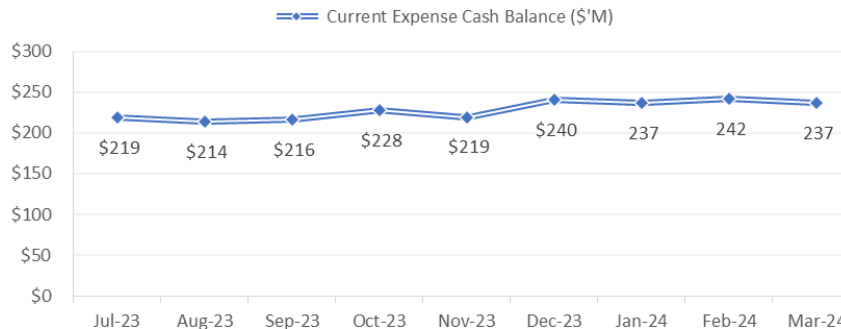
Cash Balances

Group of Funds	March 31, 2024 (\$'000)
Debt Service Account	113,145
Debt Service Reserve	97,839
Restricted for Debt Service	210,983
Capital Improvement	2,811
Construction Fund	152,840
Disaster Recovery (FEMA/Insurance)	16,537
FEMA (FAASt WCA)/ARPA Advances	310,569
Compliance Escrow Accounts	3,306
Restricted for CIP and Compliance	486,063
Operating Reserve	249,739
Operating Reserve Fund	249,739
Current Expense and Petty Cash	238,784
Revenue Fund	7,544
Other Funds	246,328
Total	\$ 1,193,114

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 March 31, 2024 had over **100 days of cash on hand**.

Debt and Debt Service Coverage

Outstanding Senior Debt

<i>(in \$000s)</i>	March 31, 2024
<u>Senior Bonds</u>	
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
<u>Other Senior Indebtedness</u>	
2019 State Revolving Fund Loans	550,677
2020 State Revolving Fund Loans	79,420
2019 Rural Development Loans	392,373
	1,022,470
Total Senior Debt	\$ 3,902,090

* 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 March 31, 2024.

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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