

Financial Oversight & Management Board for Puerto Rico

Puerto Rico Electric Power Authority

Report Date **9/8/2025**



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FY25 Monthly B2A Summary

(\$ millions)

Summary	June-25				YTD			
	Jun-25 Budget	Jun-25 Actual	Jun-25 Variance (\$)	Jun-25 Variance (%)	YTD Certified Budget	YTD Actual	YTD Variance (\$)	YTD Variance (%)
A. Revenue								
CW Pension Loan Rollover	-	-	-	n.a.	\$ 156.783	\$ 156.783	\$ -	0.0%
Emergency PREPA ERS Contribution (FEMA Reimbursement)	-	-	-	n.a.	\$ 74.255	\$ 65.675	\$ 8.580	11.6%
CW Loan for PREPA ERS Contribution	25.000	25.000	-	0.0%	\$ 75.000	\$ 75.000	\$ -	0.0%
PREPA Restructuring & Title III	(2.288)	(2.288)	-	0.0%	\$ (27.450)	\$ (27.450)	\$ -	0.0%
FOMB Advisor Costs allocated to PREPA	(2.414)	(2.414)	-	0.0%	\$ (28.968)	\$ (28.968)	\$ -	0.0%
B. Expenses								
<u>HoldCo:</u>								
HoldCo Labor Operating Expenses	0.658	0.547	0.110	16.8%	\$ 7.892	\$ 7.121	\$ 0.771	9.8%
HoldCo Non-Labor / Other Operating Expenses	1.823	5.377	(3.553)	(194.9%)	\$ 21.878	\$ 17.037	\$ 4.841	22.1%
Shared Services Agreement	0.317	1.115	(0.797)	(251.5%)	\$ 3.805	\$ 6.245	\$ (2.440)	(64.1%)
HoldCo Maintenance Projects Expense	0.054	0.426	(0.373)	(693.3%)	\$ 0.645	\$ 0.817	\$ (0.172)	(26.7%)
Pension Expense	25.000	26.070	(1.070)	(4.3%)	\$ 306.038	\$ 295.967	\$ 10.071	3.3%
Total HoldCo Expenses	\$ 27.852	\$ 33.535	\$ (5.683)	(20.4%)	\$ 340.258	\$ 327.187	\$ 13.071	3.8%
<u>HydroCo:</u>								
HydroCo Labor Operating Expenses	0.367	0.235	0.131	35.9%	\$ 4.398	\$ 3.542	\$ 0.856	19.5%
HydroCo Non-Labor / Other Operating Expenses	0.456	0.826	(0.370)	(81.1%)	\$ 5.470	\$ 3.671	\$ 1.799	32.9%
Shared Services Agreement	0.211	0.743	(0.532)	(251.4%)	\$ 2.537	\$ 4.163	\$ (1.626)	(64.1%)
HydroCo Maintenance Projects Expense	0.103	0.303	(0.200)	(194.7%)	\$ 1.234	\$ 1.503	\$ (0.269)	(21.8%)
Total HydroCo Expenses	\$ 1.137	\$ 2.107	\$ (0.970)	(85.4%)	\$ 13.639	\$ 12.880	\$ 0.759	5.6%
Total HoldCo & HydroCo Expenses	\$ 28.988	\$ 35.642	\$ (6.653)	-22.95%	\$ 353.897	\$ 340.067	\$ 13.830	3.91%

Note 1: Preliminary / unaudited financial information - subject to material change.

Note 2: Pursuant to the PREB Resolution & Order dated June 26, 2024, PREPA is reporting HoldCo and HydroCo expenses for YTD FY2025.

Note 3: PREPA is reporting YTD FY2025 amounts based on the FOMB Certified Budget dated June 28, 2024, and as amendment on June 20, 2025.

Note 4: The unutilized portion of the PREB approved FEMA Reimbursement amounts (not utilized for Pension) was used for other working capital needs including Service Account Funding.

Note 5: Pension & Benefits amounts are equal to 25% of Salaries and Wages for YTD FY2025.

Note 6: PREPA Restructuring & Title III and FOMB Advisors Cost are equal to budget for June to accrue for monthly expenses.

FY25 Monthly Expenses

(\$ millions)

Expenses		June-25				YTD			
		Jun-25 Budget	Jun-25 Actual	Jun-25 Variance (\$)	Jun-25 Variance (%)	YTD Certified Budget	YTD Actual	YTD Variance (\$)	YTD Variance (%)
C. HoldCo (PropertyCo) – Operating & Maintenance Expenses									
Labor									
48	Salaries & Wages	0.389	0.441	(0.052)	(13.4%)	4.662	5.717	(1.055)	(22.6%)
49	Pension & Benefits	0.234	0.097	0.137	58.4%	2.808	1.260	1.548	55.1%
50	Overtime Pay	0.031	0.008	0.023	73.6%	0.377	0.130	0.247	65.4%
51	Overtime Benefits	0.004	0.001	0.003	74.6%	0.045	0.014	0.031	69.0%
	Total HoldCo Labor Operating Expense	\$ 0.658	\$ 0.547	\$ 0.110	16.8%	\$ 7.892	\$ 7.121	\$ 0.771	9.8%
Non-Labor / Other Operating Expenses									
52	Materials & Supplies	0.005	0.004	0.002	33.8%	0.064	0.053	0.011	16.8%
53	Transportation, Per Diem, and Mileage	0.021	0.040	(0.018)	(86.0%)	0.255	0.163	0.092	36.1%
54	Retiree Medical Benefits	0.663	0.524	0.139	21.0%	7.950	6.187	1.763	22.2%
55	Security	0.066	0.115	(0.049)	(73.4%)	0.797	0.796	0.001	0.2%
56	Utilities & Rents	0.006	0.030	(0.024)	(405.2%)	0.072	0.061	0.011	15.7%
57	Legal Services	0.321	2.542	(2.222)	(693.0%)	3.847	5.593	(1.746)	(45.4%)
58	Professional & Technical Outsourced Services	0.180	0.023	0.158	87.4%	2.164	0.160	2.004	92.6%
59	IT - Maintenance & Corporate Services	0.125	1.320	(1.195)	(960.2%)	1.494	1.649	(0.155)	(10.4%)
60	Regulation and Environmental Inspection	0.133	0.241	(0.108)	(81.7%)	1.591	0.356	1.235	77.6%
61	External Audit Services	0.183	0.504	(0.321)	(175.0%)	2.200	0.801	1.399	63.6%
62	Equipment, Inspections, Repairs & Other	0.120	0.034	0.086	71.3%	1.444	1.217	0.227	15.7%
	Total HoldCo Non-Labor / Other Operation Expenses	\$ 1.823	\$ 5.377	\$ (3.553)	(194.9%)	\$ 21.878	\$ 17.037	\$ 4.841	22.1%
63	Shared Service Agreement	0.317	1.115	(0.797)	(251.5%)	3.805	6.245	(2.440)	(64.1%)
64	Maintenance Projects Expenses	0.054	0.426	(0.373)	(693.3%)	0.645	0.817	(0.172)	(26.7%)
	Total HoldCo Operating & Maintenance Expenses	\$ 2.852	\$ 7.465	\$ (4.613)	(161.8%)	\$ 34.220	\$ 31.220	\$ 3.000	8.8%
65	Pension Expense	25.000	26.070	(1.070)	(4.3%)	306.038	295.967	10.071	3.3%
	Total HoldCo Operating & Maintenance Expenses (including Pensions)	\$ 27.852	\$ 33.535	\$ (5.683)	(20.4%)	\$ 340.258	\$ 327.187	\$ 13.071	3.8%
D. HydroCo – Operating & Maintenance Expenses									
66	Salaries & Wages	0.212	0.157	0.055	25.7%	2.543	2.374	0.169	6.6%
67	Pension & Benefits	0.128	0.036	0.091	71.5%	1.532	0.545	0.987	64.4%
68	Overtime Pay	0.024	0.037	(0.013)	(54.1%)	0.288	0.564	(0.276)	(95.7%)
69	Overtime Benefits	0.003	0.004	(0.001)	(45.9%)	0.035	0.060	(0.025)	(71.1%)
	Total HydroCo Labor Operating Expenses	\$ 0.367	\$ 0.235	\$ 0.131	35.9%	\$ 4.398	\$ 3.542	\$ 0.856	19.5%
Non-Labor / Other Operating Expenses									
70	Materials & Supplies	0.060	0.220	(0.160)	(264.5%)	0.724	0.598	0.126	17.4%
71	Transportation, Per Diem, and Mileage	0.020	0.052	(0.031)	(153.5%)	0.244	0.285	(0.041)	(16.8%)
72	Security	0.143	0.371	(0.228)	(159.9%)	1.712	2.069	(0.357)	(20.9%)
73	Utilities & Rents	0.007	0.006	0.000	3.5%	0.080	0.038	0.042	52.2%
74	Professional & Technical Outsourced Services	0.016	0.039	(0.023)	(149.4%)	0.187	0.049	0.138	74.0%
75	Regulation and Environmental Inspection	0.061	0.047	0.014	22.4%	0.731	0.236	0.495	67.8%
76	Equipment, Inspections, Repairs & Other	0.149	0.091	0.059	39.2%	1.792	0.396	1.396	77.9%
	Total HydroCo Non-Labor / Other Operating Expenses	\$ 0.456	\$ 0.826	\$ (0.370)	(81.1%)	\$ 5.470	\$ 3.671	\$ 1.799	32.9%
77	Shared Services Agreement	0.211	0.743	(0.532)	(251.4%)	2.537	4.163	(1.626)	(64.1%)
78	Maintenance Projects Expenses	0.103	0.303	(0.200)	(194.7%)	1.234	1.503	(0.269)	(21.8%)
	Total HydroCo Operating & Maintenance Expenses	\$ 1.137	\$ 2.107	\$ (0.970)	(85.4%)	\$ 13.639	\$ 12.880	\$ 0.759	5.6%
	Total HoldCo and HydroCo Operating & Maintenance Expenses	\$ 28.988	\$ 35.642	\$ (6.653)	-22.95%	\$ 353.897	\$ 340.067	\$ 13.830	3.91%

Note 1: Preliminary / unaudited financial information - subject to material change.

Note 2: Pension & Benefits amounts are equal to 25% of Salaries and Wages for YTD FY2025.

Note 3: HoldCo and HydroCo Security includes an adjustment for unvouchers in the amount of \$76,919.90 for HoldCo and \$287,372.61 for HydroCo.

Puerto Rico Electric Power Authority
Variance Detail
FISCAL YEAR 2025
9/8/2025

Variance #1
 FOMB Category: HoldCo Legal Services HoldCo
 Account: Legal Services HoldCo

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Legal Services HoldCo	\$ 0.321	\$ 2.542	\$ (2.222)	-693.01%

Variance Explanation

June Legal Services includes \$2,000,000 related to Litigation Claims Settlements. This payment is one-time in nature. YTD variance is negative by 45.4%.

Root Cause

Litigation Claims Settlement payments.

Corrective Action

Variance due Litigation Claims Settlement payments. PREPA will continue to monitor and resolve any issues.

Variance #2
 FOMB Category: HoldCo Shared Service Agreement HoldCo
 Account: Shared Service Agreement HoldCo

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Shared Service Agreement HoldCo	\$ 0.317	\$ 1.115	\$ (0.797)	-251.49%

Variance Explanation

June Shared Services includes one-time costs associated with the Shared Services transition that are anticipated to decrease as Shared Services termination nears. The PREPA FY25 budget for Shared Services included only the first 3 months of non-insurance related costs. However, the Shared Services Agreement was extended several times during FY25 and most recently was extended through December 31, 2025. As a result, LUMA has continued to incur and allocate to PREPA its labor and non-labor costs associated with providing Shared Services. June Shared Services also includes \$1.3 million related to Insurance Premiums payments, which is higher than typical due to the timing of when insurance premiums are due. YTD variance is negative by 64.1%.

Root Cause

PREPA Shared Services was extended to December 31, 2025.

Corrective Action

PREPA will continue to monitor and resolve any issues.

Variance #3
 FOMB Category: HydroCo Shared Service Agreement HydroCo
 Account: Shared Service Agreement HydroCo

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Shared Service Agreement HydroCo	\$ 0.211	\$ 0.743	\$ (0.532)	-251.45%

Variance Explanation

June Shared Services includes one-time costs associated with the Shared Services transition that are anticipated to decrease as Shared Services termination nears. The PREPA FY25 budget for Shared Services included only the first 3 months of non-insurance related costs. However, the Shared Services Agreement was extended several times during FY25 and most recently was extended through December 31, 2025. As a result, LUMA has continued to incur and allocate to PREPA its labor and non-labor costs associated with providing Shared Services. June Shared Services also includes \$0.898 million related to Insurance Premiums payments, which is higher than typical due to the timing of when insurance premiums are due. YTD variance is negative by 64.1%.

Root Cause

PREPA Shared Services was extended to December 31, 2025.

Corrective Action

PREPA will continue to monitor and resolve any issues.

Variance #4					
FOMB Category: HoldCo IT - Maintenance & Corporate Services HoldCo					
Account: IT - Maintenance & Corporate Services HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
IT - Maintenance & Corporate Services HoldCo	\$ 0.125	\$ 1.320	\$ (1.195)	-960.20%

Variance Explanation
Budget amounts are related to contracts PREPA will need once the Shared Services Agreement between LUMA and PREPA is terminated. Shared Services termination has now been extended through December 30, 2025. PREPA anticipates expenses to continue to be incurred once PREPA has separated from LUMA and/or increase as Shared Services termination nears. June 2025 amount also includes an adjustment for unvouchers in the amount of \$979,619.42. YTD variance is negative by 10.4%.

Root Cause
Delays in Shared Services separation. YTD variance is positive by 10.4%.

Corrective Action
PREPA will continue to monitor accounts closely to resolve any issues.

Variance #5					
FOMB Category: HoldCo Maintenance Projects Expenses HoldCo					
Account: Maintenance Projects Expenses HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Maintenance Projects Expenses HoldCo	\$ 0.054	\$ 0.426	\$ (0.373)	-693.33%

Variance Explanation
Negative monthly variance due to timing of invoices, YTD variance is negative by 26.7%.

Root Cause
Negative monthly variance due to timing of invoices, YTD variance is negative by 26.7%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #6					
FOMB Category: HydroCo Maintenance Projects Expenses HydroCo					
Account: Maintenance Projects Expenses HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Maintenance Projects Expenses HydroCo	\$ 0.103	\$ 0.303	\$ (0.200)	-194.65%

Variance Explanation
Negative monthly variance due to timing of invoices, YTD variance is negative by 21.8%.

Root Cause
Negative monthly variance due to timing of invoices, YTD variance is negative by 21.8%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #7					
FOMB Category: HoldCo External Audit Services HoldCo					
Account: External Audit Services HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
External Audit Services HoldCo	\$ 0.183	\$ 0.504	\$ (0.321)	-174.96%

Variance Explanation
Due to the delay in the issuance of the FY2023 audit and the resulting delay in commencing the FY2024 financial audit process, PREPA's approved FY2025 budget for External Audit is to perform, complete and issue the FY2024 financial audit statements as well as covering remaining FY2023 tasks for certain External Audit contracts. YTD variance is positive by 63.6%.

Root Cause
FY2024 financial audit process has not commenced.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #8						
FOMB Category: HydroCo Materials & Supplies HydroCo						
Account: Materials & Supplies HydroCo						

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Materials & Supplies HydroCo	\$ 0.060	\$ 0.220	\$ (0.160)	-264.50%

Variance Explanation
Positive monthly variance due to timing of invoices, YTD variance is positive by 16.8%.

Root Cause
Positive monthly variance due to timing of invoices, YTD variance is positive by 16.8%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #9						
FOMB Category: HoldCo Regulation and Environmental Inspection HoldCo						
Account: Regulation and Environmental Inspection HoldCo						

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Regulation and Environmental Inspection HoldCo	\$ 0.133	\$ 0.241	\$ (0.108)	-81.67%

Variance Explanation
Negative variance due to timing of invoices. PREPA experienced an internal delay in the contract approval and execution process, as well as the timing of invoices. YTD variance is positive by 77.6%.

Root Cause
Delay in contract approval and execution as well as the timing of invoices.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #10						
FOMB Category: HoldCo Professional & Technical Outsourced Services HoldCo						
Account: Professional & Technical Outsourced Services HoldCo						

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Professional & Technical Outsourced Services HoldCo	\$ 0.180	\$ 0.023	\$ 0.158	87.39%

Variance Explanation
PREPA has experienced a delay in the contract approval and execution process, as well as the timing of invoices. YTD variance is positive by 92.6%.

Root Cause
Delay in contract approval and execution as well as the timing of invoices.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #11					
FOMB Category: HydroCo Professional & Technical Outsourced Services HydroCo					
Account: Professional & Technical Outsourced Services HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Professional & Technical Outsourced Services HydroCo	\$ 0.016	\$ 0.039	\$ (0.023)	-149.42%

Variance Explanation
Negative monthly variance due to timing of invoices, YTD variance is positive by 74.0%.

Root Cause
Negative monthly variance due to timing of invoices, YTD variance is positive by 74.0%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #12					
FOMB Category: HoldCo Retiree Medical Benefits HoldCo					
Account: Retiree Medical Benefits HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Retiree Medical Benefits HoldCo	\$ 0.663	\$ 0.524	\$ 0.139	20.97%

Variance Explanation
Positive monthly variance due to timing of invoices, YTD variance is positive by 22.2%.

Root Cause
Positive monthly variance due to timing of invoices, YTD variance is positive by 22.2%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #13					
FOMB Category: HoldCo Equipment, Inspections, Repairs & Other HoldCo					
Account: Equipment, Inspections, Repairs & Other HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Equipment, Inspections, Repairs & Other HoldCo	\$ 0.120	\$ 0.034	\$ 0.086	71.34%

Variance Explanation
Positive monthly variance due to timing of invoices, YTD variance is positive by 15.7%

Root Cause
Positive monthly variance due to timing of invoices, YTD variance is positive by 15.7%

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #14					
FOMB Category: HydroCo Security HydroCo					
Account: Security HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Security HydroCo	\$ 0.143	\$ 0.371	\$ (0.228)	-159.94%

Variance Explanation
Due to budgetary constraints, PREPA reduced the amount of services during the month of June until additional funds can be identified. However, this amount also includes an adjustment for unvouchers in the amount of \$287,372.61. YTD variance is negative by 20.9%.

Root Cause
Negative monthly variance due to inclusion of unvouchers. YTD variance is negative by 20.9%.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #15					
FOMB Category: HoldCo Security HoldCo					
Account: Security HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Security HoldCo	\$ 0.066	\$ 0.115	\$ (0.049)	-73.41%

Variance Explanation
Due to budgetary constraints, PREPA reduced the amount of services during the month of June until additional funds can be identified. However, this amount also includes an adjustment for unvouchers in the amount of \$76,919.90. YTD variance is positive by 0.2%.

Root Cause
Negative monthly variance due to inclusion of unvouchers. YTD variance is positive by 0.2%.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #16					
FOMB Category: HydroCo Equipment, Inspections, Repairs & Other HydroCo					
Account: Equipment, Inspections, Repairs & Other HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Equipment, Inspections, Repairs & Other HydroCo	\$ 0.149	\$ 0.091	\$ 0.059	39.23%

Variance Explanation
PREPA has experienced a delay in the contract approval and execution process, as well as the timing of invoices. YTD variance is positive by 77.9%.

Root Cause
Delay in contract approval and execution as well as the timing of invoices.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #17					
FOMB Category: HydroCo Transportation, Per Diem, and Mileage HydroCo					
Account: Transportation, Per Diem, and Mileage HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Transportation, Per Diem, and Mileage HydroCo	\$ 0.020	\$ 0.052	\$ (0.031)	-153.48%

Variance Explanation
Negative monthly variance due to timing of invoices, YTD variance is negative by 16.8%.

Root Cause
Negative monthly variance due to timing of invoices, YTD variance is negative by 16.8%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #18					
FOMB Category: HoldCo Transportation, Per Diem, and Mileage HoldCo					
Account: Transportation, Per Diem, and Mileage HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Transportation, Per Diem, and Mileage HoldCo	\$ 0.021	\$ 0.040	\$ (0.018)	-86.05%

Variance Explanation
Negative monthly variance due to timing of invoices, YTD variance is positive by 36.1%.

Root Cause
Negative monthly variance due to timing of invoices, YTD variance is positive by 36.1%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #19					
FOMB Category: HoldCo Utilities & Rents HoldCo					
Account: Utilities & Rents HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Utilities & Rents HoldCo	\$ 0.006	\$ 0.030	\$ (0.024)	-405.24%

Variance Explanation
PREPA identified \$24,523.68 in expenses being erroneously recorded under the HoldCo Utilities & Rents line item instead of HoldCo Equipment, Inspections, Repairs & Other line item. PREPA is working to prepare a journal entry to move expenses these expenses to HoldCo Equipment, Inspections, Repairs and Other line item, where these contracts were budgeted for. YTD variance is positive by 15.7%.

Root Cause
Negative monthly variance due to erroneously recording expenses in the Utilities & Rents line. YTD variance is positive by 15.7%.

Corrective Action
PREPA will continue to monitor and resolve any issues.

Variance #20					
FOMB Category: HoldCo Materials & Supplies HoldCo					
Account: Materials & Supplies HoldCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Materials & Supplies HoldCo	\$ 0.005	\$ 0.004	\$ 0.002	33.77%

Variance Explanation
Positive monthly variance due to timing of invoices, YTD variance is positive by 16.8%.

Root Cause
Positive monthly variance due to timing of invoices, YTD variance is positive by 16.8%.

Corrective Action
Variance due to timing of invoices. PREPA will continue to monitor and resolve any issues.

Variance #21					
FOMB Category: HydroCo Regulation and Environmental Inspection HydroCo					
Account: Regulation and Environmental Inspection HydroCo					

Expenses	Budget June	Actual June	Variance (\$)	Variance (%)
Regulation and Environmental Inspection HydroCo	\$ 0.061	\$ 0.047	\$ 0.014	22.37%

Variance Explanation
PREPA has experienced an internal delay in the contract approval and execution process, as well as the timing of invoices. YTD variance is positive by 67.8%.

Root Cause
Delays in contract approval and execution as well as timing of invoices.

Corrective Action
PREPA will continue to monitor and resolve any issues.