



University of Puerto Rico

FY 2019 Budget to Actual reporting

July 2019

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- Actuals figures are based on information obtained from the University of Puerto Rico Financial Accounting System (Oracle) and respective auxiliary systems which interface with Oracle.
- UPR actual figures are recorded in its chart of account codes are not necessarily the same as OMB account codes, therefore this report may not provide an accurate classification of revenues and expenses.
- UPR's budget isn't developed on a monthly basis. For reporting purposes and comparison with actuals, the budget was distributed evenly over the 12 months of the fiscal year, and because of this some variances on a quarterly basis might be affected by seasonality.
- All audit adjustments are recorded in the period "ADJ" considered in the Q4. The total net revenues adjusted was approximately \$6.1 million and expenses \$2.8 million.
- Budget of Payroll Related costs wasn't provided at the expense concept level of detail due to data limitation, therefore, the analysis was done by total Payroll.



Introduction

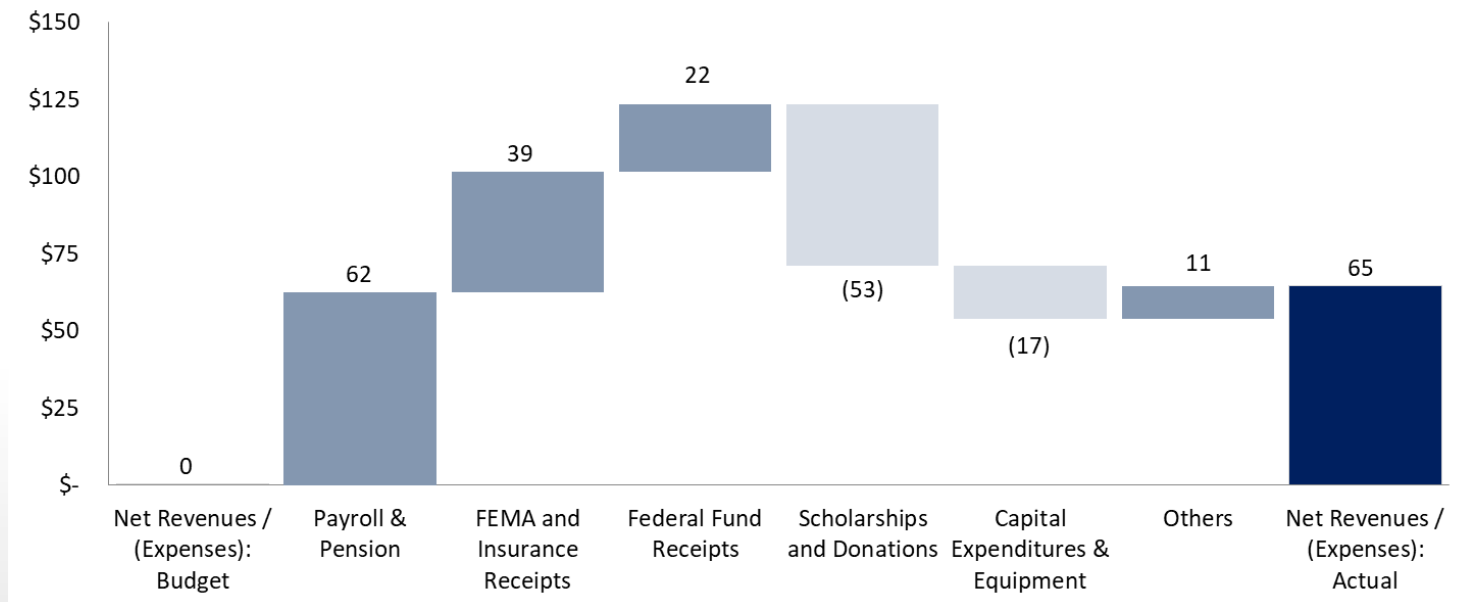
- University of Puerto Rico (“UPR”) is a state-supported university system created by the Law No. 1 of January 20, 1966, “Law of the University of Puerto Rico” (“Act No. 1”), as amended. UPR is responsible for serving the people of Puerto Rico to contribute to the development and enjoyment of the fundamental, ethical, and aesthetic values of Puerto Rican culture by providing high-quality education and creating new knowledge through research and exploration of the Arts, Sciences, and Technology. UPR consists of 11 campuses: Medical Sciences, Aguadilla, Arecibo, Bayamón, Carolina, Cayey, Humacao, Mayagüez, Ponce, Río Piedras, and Utuado.
- Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”) has been compiling financial information from Central Government and selected public corporations of the Commonwealth of Puerto Rico that are component units (“CU”) for financial reporting purposes, as part of AAFAF’s evaluation of actual performance against budget of the Government of Puerto Rico and its public corporations.
- This report contains financial information from fiscal year 2019 including budget and actual revenues from operations; intergovernmental transfers – general fund appropriations and other transfers from Central Government, municipalities, and public corporations; disaster relief receipts – federal funds, insurance proceeds related to Hurricanes Irma and Maria, and other federal funds).
- This report also contains information of budget and actual expenses which include operating expenses – e.g. payroll and related costs, purchased services, professional services, transportation expenses, disaster relief disbursements – e.g. expenditures related to the damages caused from Hurricanes Irma and Maria, and CapEx.
- The UPR budget was certified by the UPR Board of Directors and figures were used as a reference in this report for comparison with actual to evaluate UPR performance in the FY19.



Executive Summary

For fiscal year 2019, UPR ended net operations with positive variance of \$65M. This variance is driven by: Payroll & Pension (+\$62M) due to significant attrition (831 less in headcount at June 30, 2019 as compared to July 1, 2018), FEMA and Insurance Receipts (+\$39M) which were not considered in the budget and Federal Fund Receipts (+\$22M) due to Direct Federal Loans (government backed student loan program issued and managed by U.S. Dept. of Education) received in excess of budget. The majority of Direct Federal Loans are considered as a pass-through, and as such this partially explains the negative variance in Scholarships and Donations (-\$53M). Also offsetting the positive variance for the year is Capex Expenditures & Equipment (-\$17M) primarily due to spending carried over from prior years.

FY19 Budget vs Actual (\$mm)



FY 2019 Budget versus Actual Variance Analysis

(\$000's)	NOTES	ACTUAL TOTAL FY19	CERT. BUDGET TOTAL FY19	Variance \$	Notes
Central Government Appropriations:					
TSA General Fund Appropriation (net measures)		593,123	587,136	5,987	1.
TSA General Fund Appropriation (Resoluciones Conjuntas)		29,378	29,273	105	
TSA General Fund Appropriations		622,501	616,409	6,092	
Operating Receipts					
PR Slot Machine Receipts (Law 36)		61,152	59,130	2,022	
Tuition		187,070	184,780	2,290	
Campus-generated inflows		116,273	124,360	(8,087)	
Other Campus-generated inflows		20,653	10,710	9,943	2.
Special State Fund	1	23,964	48,878	(24,914)	
Other Receipts		20,201	14,342	5,859	
Total Operating Receipts		429,313	442,200	(12,887)	
Federal Fund Receipts					
Federal Fund Appropriation	2	310,096	288,164	21,932	3.
Total Federal Fund Receipts		310,096	288,164		
Disaster Relief Receipts					
FEMA and Insurance Receipts	3	39,220	-	39,220	4.
Total Disaster Relief Receipts		39,220	-		
Total Revenues		1,401,129	1,346,773	54,356	5.
Operating Disbursements:					
Payroll & Related Costs					
Total Payroll & Pensions	4	752,247	814,567	62,321	6.
Governmental entities					
Materials and Supplies		54,610	49,612	(4,999)	
Purchased Services		55,393	47,802	(7,592)	
Scholarships and Donations	5	282,457	229,867	(52,590)	7.
Resoluciones Conjuntas (Pass Throughs)		-	-		
Enclosed Allocations		-	-		
Professional Services		-	-		
Facilities and Payments for Public Services	6	37,874	50,930	13,055	8.
Contributions to Non-Government Entities		-	1,500	1,500	
Transportation Expenses		7,528	8,988	1,459	
Budget Reserve		-	-		
Media Ads and Guidelines		253	-		
Federal Funds Appropriation		-	-		
Other Operating Payments	7	63,699	74,776	11,077	
Total Operating Disbursements		501,816	463,474	(38,342)	
Capital Expenditures					
Equipment		18,030	10,574		
Equipment		19,561	9,975		
Total Capital Expenditures & Equipment	8	37,591	20,549	(17,041)	
Total Expenses (before Debt Service)		\$1,291,653	1,298,590		
Debt-Related Disbursements:					
Debt and Interest Payments		44,889	48,183	3,293	
Total Debt Related Disbursements		44,889	48,183	3,293	
Total Expenses (after Debt Service payment)		\$1,336,542	\$1,346,773	10,231	
Net Revenues / (Expenses)		\$64,587	\$0	\$64,587	



FY 2019 Budget versus Actual Variance Analysis

(\$000's)	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET
	Q1	Q1	Q2	Q2	Q3	Q3	Q4	Q4
Central Government Appropriations:								
TSA General Fund Appropriation (net measures)	137,638	146,784	141,248	146,784	141,606	146,784	172,631	146,784
TSA General Fund Appropriation (Resoluciones Conjuntas)	7,327	7,318	7,298	7,318	7,456	7,318	7,296	7,318
TSA General Fund Appropriations	144,965	154,102	148,546	154,102	149,062	154,102	179,927	154,102
Operating Receipts								
PR Slot Machine Receipts (Law 36)	11,849	14,783	16,064	14,783	16,387	14,783	16,852	14,783
Tuition	77,153	46,195	54,278	46,195	20,594	46,195	35,045	46,195
Campus-generated inflows	28,241	31,090	27,778	31,090	25,842	31,090	34,412	31,090
Other Campus-generated inflows	5,236	2,678	8,004	2,678	4,449	2,678	2,963	2,678
Special State Fund	7,428	12,220	5,737	12,220	5,157	12,220	5,642	12,220
Other Receipts	6,232	3,585	4,588	3,585	8,991	3,585	390	3,585
Total Operating Receipts	136,141	110,550	116,449	110,550	81,420	110,550	95,303	110,550
Federal Fund Receipts								
Federal Fund Appropriation	107,387	72,041	67,122	72,041	114,934	72,041	20,652	72,041
Total Federal Fund Receipts	107,387	72,041	67,122	72,041	114,934	72,041	20,652	72,041
Disaster Relief Receipts								
FEMA and Insurance Receipts	4,662	-	34,557	-	-	-	-	-
Total Disaster Relief Receipts	4,662	-	34,557	-	-	-	-	-
Total Revenues	393,155	336,693	366,675	336,693	345,417	336,693	295,883	336,693
Operating Disbursements:								
Payroll & Related Costs								
Total Payroll & Pensions	183,107	203,642	199,162	203,642	184,952	203,642	185,025	203,642
Governmental entities								
Materials and Supplies	9,964	12,403	14,249	12,403	15,499	12,403	14,898	12,403
Purchased Services	7,493	11,950	22,088	11,950	11,950	11,950	14,636	11,950
Scholarships and Donations	105,239	57,467	38,569	57,467	114,398	57,467	24,251	57,467
Resoluciones Conjuntas (Pass Throughs)	-	-	-	-	-	-	-	-
Enclosed Allocations	-	-	-	-	-	-	-	-
Professional Services	-	-	-	-	-	-	-	-
Facilities and Payments for Public Services	2,303	12,732	11,718	12,732	11,761	12,732	12,093	12,732
Contributions to Non-Government Entities	-	375	-	375	-	375	-	375
Transportation Expenses	1,394	2,247	1,617	2,247	1,785	2,247	2,732	2,247
Budget Reserve	-	-	-	-	-	-	-	-
Media Ads and Guidelines	41	-	28	-	87	-	97	-
Federal Funds Appropriation	-	-	-	-	-	-	-	-
Other Operating Payments	10,738	18,694	18,898	18,694	13,594	18,694	20,470	18,694
Total Operating Disbursements	137,172	115,868	107,166	115,868	168,301	115,868	89,177	115,868
Capital Expenditures								
Equipment	4,432	2,494	4,100	2,494	4,760	2,494	6,269	2,494
Total Capital Expenditures & Equipment	5,534	5,137	10,812	5,137	12,577	5,137	8,668	5,137
Total Expenses (before Debt Service)	325,814	\$324,648	\$317,141	\$324,648	\$365,829	\$324,648	\$282,869	\$324,648
Debt-Related Disbursements:								
Debt and Interest Payments								
Total Debt Related Disbursements	11,300	12,046	18,020	12,046	8,700	12,046	6,869	12,046
Total Debt Related Disbursements	11,300	12,046	18,020	12,046	8,700	12,046	6,869	12,046
Total Expenses (after Debt Service payment)	\$337,114	\$336,693	\$335,161	\$336,693	\$374,529	\$336,693	\$289,738	\$336,693
Net Revenues / (Expenses)	\$56,041	\$0	\$31,514	\$0	-\$29,113	\$0	\$6,145	\$0

