



UPR
Universidad de Puerto Rico
Tu Universidad



University of Puerto Rico (UPR)

September - FY 2021 Budget to Actual reporting
(FOMB Certified Budget)

DISCLAIMER

This document was prepared by the Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”) along with the University of Puerto Rico (“UPR”) as part of ongoing evaluation of financial matters of the Government of Puerto Rico, its public corporations and instrumentalities (collectively, the “Government”). Government creditors and other third parties should not rely on the information included in this presentation to purchase or sell any security or make any investment decision regarding securities issued by the Government. The amounts shown on this presentation are based on information obtained by AAFAF from governmental instrumentalities and financial institutions as of the dates indicated. AAFAF has not validated all of the information received and, as a result, cannot and does not assume any responsibility for the accuracy of such information. As additional information becomes available, there could be material changes to the information contained herein.

The Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”), The Government of Puerto Rico (The “Government”), and each of their respective officers, directors, employees, agents, attorneys, advisors, members, partners or affiliates (collectively, with AAFAF and The Government The “Parties”) make no representation or warranty, express or implied, to any third party with respect to the information contained herein and all Parties expressly disclaim any such representations or warranties.

The amounts shown in this presentation (including those related to the receipts, disbursements and account balances) have not been confirmed through an audit conducted in accordance with generally accepted auditing standards, an examination of internal controls or other attestation or review services in accordance with standards established by the American Institute of Certified Public Accountants or any other organization. Accordingly, none of AAFAF, the Government, and each of their respective officers, directors, employees, agents, attorneys, advisors, members, partners or affiliates (collectively, with AAFAF and the Government, the “Parties”) express an opinion or any other form of assurance on the financial or other information contained in this presentation.

The Parties do not owe or accept any duty or responsibility to any reader or recipient of this presentation, whether in contract or tort, and shall not be liable for or in respect of any loss, damage (including without limitation consequential damages or lost profits) or expense of whatsoever nature of such third party that may be caused by, or alleged to be caused by, the use of this presentation or that is otherwise consequent upon the gaining of access to this document by such third party.

The Parties do not undertake any duty to update the information contained in this presentation.

By receiving this document, the recipient shall be deemed to have acknowledged and agreed to the terms and limitations described in these disclaimers.

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 for the month of September and YTD FY21 including budget and actual revenues from operations; intergovernmental transfers – general fund appropriations and other transfers from Central Government and public corporations; disaster relief receipts, federal funds and insurance proceeds.

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, and disaster relief disbursements, and CapEx.

The financial information included in this report may change as a result of the annual year end accounting process.

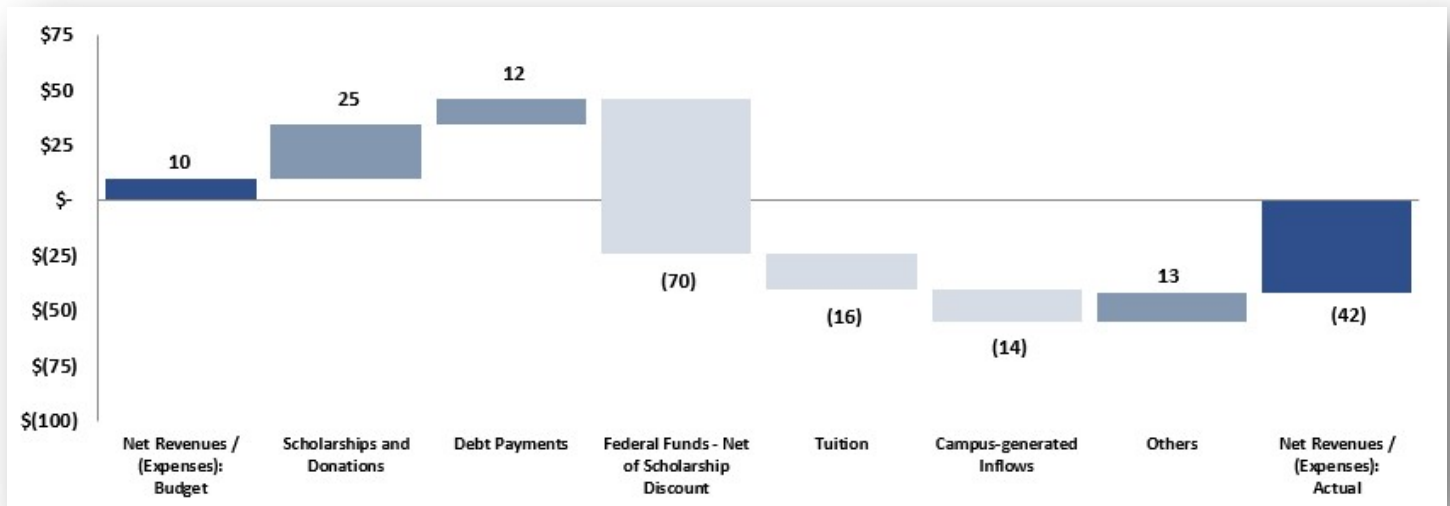
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of September and YTD FY21.

EXECUTIVE SUMMARY

YTD September, UPR ended net operations with a negative variance of \$51.7M compared to budget. Variances by concept levels were relevant in the following line items: negative variance in intra-government receipts - federal funds (\$70M) which is which is mostly related to a delay in the recording of federal funds receipts in the accounting system, negative variance in tuition (\$16M) which is timing related as receipts are expected to normalize during the upcoming months, and campus-generated Inflows (\$15M) which is timing related due to a delay in the recording of these revenues in the accounting system.

Negative variances are partially offset by positive variances in scholarships and donations (\$25M) which is permanent since scholarships applied to tuition are presented net, versus budget which uses gross amounts, and debt service payments (\$12M) timing variance since payments will begin next month as per new Standstill Extension Agreement.

FY21 YTD September FOMB Certified Budget vs Actual (\$mm)



September and YTD – FY21 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
Budget to Actuals
For the month of September 2020

Notes

(\$000's)	ACTUAL		BUDGET		ACTUAL		BUDGET		
	Notes	Sep-20	Sep-20	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations									
TSA General Fund Appropriation - Net Measures		40,593	40,592	1	0%	121,779	121,776	3	0%
TSA General Fund Appropriation - Joint Resolutions		3,071	2,439	632	26%	7,953	7,318	635	9%
Central Government Appropriations		43,664	43,032	633	1%	129,733	129,095	638	0%
Other Special Appropriations									
Executive Order No. 2017-021 - Training and Seminars		-	833	(833)	-100%	-	2,500	(2,500)	-100%
Department of Education - Training to Teachers and Tutoring		-	833	(833)	-100%	-	2,500	(2,500)	-100%
Legislative Scholarships		792	792	0	0%	2,375	2,375	0	0%
Total Other Appropriations		792	2,458	(1,667)	-68%	2,375	7,375	(5,000)	-68%
Central Government Appropriations		44,456	45,490	(1,034)	-2%	132,108	136,470	(4,362)	-3%
Operating Receipts									
PR Slot Machine Receipts - Law 36		-	-	-	0%	-	-	-	0%
Tuition	1	(512)	27,626	(28,138)	-102%	52,811	69,077	(16,266)	-24%
Campus-generated Inflows	2	7,435	14,739	(7,303)	-50%	30,802	45,095	(14,292)	-32%
Other Receipts		-	167	(167)	-100%	-	500	(500)	-100%
Total Operating Receipts		6,923	42,531	(35,608)	-84%	83,613	114,672	(31,059)	-27%
Federal Fund Receipts									
Intra-Government Receipts - Federal Funds - Net of Scholarship Discount	3	(10,281)	41,300	(51,581)	-125%	6,543	76,811	(70,268)	-91%
Total Federal Fund Receipts		(10,281)	41,300	(51,581)	-125%	6,543	76,811	(70,268)	-91%
Disaster Relief Receipts									
FEMA and Insurance Receipts		-	-	-	0%	-	-	-	0%
CARES Act - Emergency Relief Fund		681	-	-	0%	1,186	-	1,186	100%
Other		-	-	-	0%	-	-	-	0%
Total Disaster Relief Receipts		681	-	681	0%	1,186	-	1,186	0%
Total Revenues		41,779	129,321	(87,542)	-68%	223,450	327,953	(104,502)	-32%
Operating Disbursements:									
Payroll & Related Costs									
- Salaries - Full Time Employees		41,933	41,302	(631)	-2%	121,068	120,815	(254)	0%
- Salaries - Transitory / Part Time Employees		562	1,454	891	61%	2,051	4,252	2,201	52%
- Christmas Bonus	1	-	-	(1)	0%	1	-	(1)	0%
- Overtime		121	121	0	0%	291	354	63	18%
- Other Compensation		-	-	-	0%	-	-	-	0%
- Liquidations		769	467	(301)	-65%	1,855	1,367	(488)	-36%
- Incentives		71	74	2	3%	72	215	143	67%
- Medical Insurance		4,284	4,537	253	6%	13,193	13,270	77	1%
- Social Security Payment		3,130	3,087	(43)	-1%	9,166	9,029	(137)	-2%
- State Insurance Fund		601	590	(11)	-2%	1,739	1,724	(14)	-1%
- Unemployment Insurance		2	17	14	86%	30	49	18	38%
- Other Marginal Benefits		3	4	0	5%	10	11	0	4%
- Other Subsidies to Employees		114	16	(98)	-602%	119	48	(71)	-150%
Total Payroll & Related Costs		51,591	51,667	75	0%	149,595	151,133	1,538	1%
Materials and Supplies		2,377	2,871	494	17%	5,630	4,329	(1,301)	-30%
Purchased Services		15,668	18,936	3,269	17%	16,328	19,606	3,278	17%
Scholarships and Donations	4	11,443	19,573	8,130	42%	31,358	56,148	24,790	44%
Resoluciones Conjuntas - Pass Throughs		-	-	-	0%	-	-	-	0%
Professional Services		(443)	-	443	0%	(443)	-	443	0%
Facilities and Payments for Public Services		2,571	5,040	2,469	49%	3,846	6,968	3,122	45%
Transportation Expenses		146	460	313	68%	387	967	580	60%
Other Operating Payments		8,149	2,760	(5,389)	-195%	12,429	11,119	(1,310)	-12%
Total Operating Disbursements		39,911	49,640	9,729	20%	69,535	99,137	29,601	30%
Pensions Payments		13,629	13,308	(321)	-2%	40,130	39,925	(205)	-1%
Total Pension Disbursements		13,629	13,308	(321)	-2%	40,130	39,925	(205)	-1%
Disaster Relief Disbursements									
FEMA Supported Projects		-	-	-	0%	-	-	-	0%
CARES Act - Emergency Relief Fund - Disbursements		1,296	2,026	731	36%	1,958	6,079	4,121	68%
Insurance Supported Projects		-	-	-	0%	-	-	-	0%
Other		-	-	-	0%	-	-	-	0%
Total Disaster-related Disbursements		1,296	2,026	731	36%	1,958	6,079	4,121	68%
Capital Expenditures		380	2,575	2,195	85%	639	7,724	7,085	92%
Equipment		1,190	1,142	(48)	-4%	3,186	2,269	(917)	-40%
Total Capital Expenditures & Equipment		1,570	3,716	1,352	36%	3,825	9,993	6,168	62%
Total Expenses Before Debt Service		107,997	120,358	12,360	10%	265,043	306,267	41,224	13%
Net Cash Flow Before Debt Service		(66,218)	8,964	(75,182)	-839%	(41,593)	21,686	(63,279)	-292%
Debt-Related Disbursements:									
Debt Payments	5	475	4,021	3,546	88%	475	12,063	11,588	96%
Total Debt Related Disbursements		475	4,021	3,546	88%	475	12,063	11,588	96%
Total Expenses After Debt Service		108,472	124,379	15,906	13%	265,518	318,330	52,812	17%
Net Revenues/ (Expenses)		(66,693)	4,943	(71,636)	-1449%	(42,068)	9,623	(51,690)	-537%

1. Negative timing variance in tuition as receipts are expected to normalize during the upcoming months.
2. Negative timing variance in campus generated inflows due to a delay in the recording of these revenues in the accounting system. Actual YTD amount of \$37.9M was presented in the September Liquidity Report.
3. Negative variance in intra-government receipts (Federal Funds) which is mostly related to a delay in the recording of federal funds receipts in the accounting system. Actual YTD amount of \$41.7M was presented in the September Liquidity Report. Also, there is a permanent variance since federal funds are presented net of scholarship discounts, versus budget which uses gross amounts.
4. Positive permanent variance in scholarships and donations since scholarships applied to tuition are presented net, versus budget which uses gross amounts.
5. Positive variance in debt service payments which is timing related since payments will begin next month as per new Standstill Extension Agreement.

1st QTR & YTD – FY21 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
 PROMESA 203 Report
 For the quarter ended September 30 2020

(\$000's)	ACTUAL				CERT. BUDGET				
	NOTES	Q1	Q1	Variance \$	Variance %	YTD FY21	YTD FY21	Variance \$	Variance %
Central Government Appropriations									
TSA General Fund Appropriation - Net Measures		121,779	121,776	3	0%	121,779	121,776	3	0%
TSA General Fund Appropriation - Joint Resolutions		7,953	7,318	635	9%	7,953	7,318	635	9%
Central Government Appropriations	\$	129,733	\$ 129,095	\$ 638	0%	\$ 129,733	\$ 129,095	\$ 638	0%
Other Special Appropriations									
Executive Order No. 2017-021 - Training and Seminars		-	2,500	(2,500)	-100%	-	2,500	(2,500)	-100%
Department of Education - Training to Teachers and Tutoring		-	2,500	(2,500)	-100%	-	2,500	(2,500)	-100%
Legislative Scholarships		2,375	2,375	0	0%	2,375	2,375	0	0%
Total Other Appropriations		2,375	\$ 7,375	\$ (5,000)	-68%	\$ 2,375	\$ 7,375	\$ (5,000)	-68%
Central Government Appropriations		132,108	\$ 136,470	\$ (4,362)	-3%	\$ 132,108	\$ 136,470	\$ (4,362)	-3%
Operating Receipts									
PR Slot Machine Receipts - Law 36		-	-	-	0%	-	-	-	0%
Tuition		52,811	69,077	(16,266)	-24%	52,811	69,077	(16,266)	-24%
Campus-generated inflows		30,802	45,095	(14,292)	-32%	30,802	45,095	(14,292)	-32%
Other Receipts		-	500	(500)	-100%	-	500	(500)	-100%
Total Operating Receipts	\$	83,613	\$ 114,672	\$ (31,059)	-27%	\$ 83,613	\$ 114,672	\$ (31,059)	-27%
Other Sources of Revenue									
Intra-Government Receipts - Federal Funds - Net of Scholarship Discount		6,543	76,811	(70,268)	-91%	6,543	76,811	(70,268)	-91%
Total Federal Fund Receipts	\$	6,543	\$ 76,811	\$ (70,268)	-91%	\$ 6,543	\$ 76,811	\$ (70,268)	-91%
Disaster Relief Receipts									
FEMA and Insurance Receipts		-	-	-	0%	-	-	-	0%
Other Federal Programs - CARES Act		1,186	-	1,186	0%	1,186	-	1,186	0%
Other Receipts		-	-	-	0%	-	-	-	0%
Total Disaster Relief Receipts	\$	1,186	\$ -	\$ 1,186	0%	\$ 1,186	\$ -	\$ 1,186	0%
Total Revenues	\$	223,450	\$ 327,953	\$ (104,502)	-32%	\$ 223,450	\$ 327,953	\$ (104,502)	-32%
Operating Disbursements:									
Payroll & Related Costs									
- Salaries - Full Time Employees		121,068	120,815	254	0%	121,068	120,815	254	0%
- Salaries - Transitory / Part Time Employees		2,051	4,252	(2,201)	-52%	2,051	4,252	(2,201)	-52%
- Christmas Bonus		1	-	1	0%	1	-	1	0%
- Overtime		291	354	(63)	-18%	291	354	(63)	-18%
- Other Compensation		-	-	-	0%	-	-	-	0%
- Liquidations		1,855	1,367	488	36%	1,855	1,367	488	36%
- Incentives		72	215	(143)	-67%	72	215	(143)	-67%
- Medical Insurance		13,193	13,270	(77)	-1%	13,193	13,270	(77)	-1%
- Social Security Payment		9,166	9,029	137	2%	9,166	9,029	137	2%
- State Insurance Fund		1,739	1,724	14	1%	1,739	1,724	14	1%
- Unemployment Insurance		30	49	(18)	-38%	30	49	(18)	-38%
- Other Marginal Benefits		10	11	(0)	-4%	10	11	(0)	-4%
- Other Subsidies to Employees		119	48	71	150%	119	48	71	150%
Total Payroll & Related Costs	\$	149,595	\$ 151,133	\$ (1,538)	-1%	\$ 149,595	\$ 151,133	\$ (1,538)	-1%
Materials and Supplies		5,630	4,329	1,301	30%	5,630	4,329	1,301	30%
Purchased Services		16,328	19,606	(3,278)	-17%	16,328	19,606	(3,278)	-17%
Scholarships and Donations		31,358	56,148	(24,790)	-44%	31,358	56,148	(24,790)	-44%
Resoluciones Conjuntas (Pass Throughs)		-	-	-	0%	-	-	-	0%
Professional Services		(443)	-	(443)	0%	(443)	-	(443)	0%
Facilities and Payments for Public Services		3,846	6,968	(3,122)	-45%	3,846	6,968	(3,122)	-45%
Transportation Expenses		387	967	(580)	-60%	387	967	(580)	-60%
Other Operating Payments		12,429	11,119	1,310	12%	12,429	11,119	1,310	12%
Total Operating Disbursements	\$	69,535	\$ 99,137	\$ (29,601)	-30%	\$ 69,535	\$ 99,137	\$ (29,601)	-30%
Pensions Payments		40,130	39,925	205	1%	40,130	39,925	205	1%
Total Pension Disbursements	\$	40,130	\$ 39,925	\$ 205	1%	\$ 40,130	\$ 39,925	\$ 205	1%
Disaster Relief Disbursements									
FEMA Supported Projects		-	-	-	0%	-	-	-	0%
CARES Act - Emergency Relief Fund - Disbursements		1,958	6,079	(4,121)	-68%	1,958	6,079	(4,121)	-68%
Insurance Supported Projects		-	-	-	0%	-	-	-	0%
Other		-	-	-	0%	-	-	-	0%
Total Disaster-related Disbursements		1,958	6,079	(4,121)	-68%	1,958	6,079	(4,121)	-68%
Capital Expenditures		639	7,724	(7,085)	-92%	639	7,724	(7,085)	-92%
Equipment		3,186	2,269	917	40%	3,186	2,269	917	40%
Total Other Disbursements	\$	3,825	\$ 9,993	\$ (6,168)	-62%	\$ 3,825	\$ 9,993	\$ (6,168)	-62%
Total Expenses Before Debt Service	\$	265,043	\$ 306,267	\$ (41,224)	-13%	\$ 265,043	\$ 306,267	\$ (41,224)	-13%
Net Cash Flow (before Debt Service)		(41,593)	21,686	(63,279)	-292%	(41,593)	21,686	(63,279)	-292%
Debt-Related Disbursements:									
Debt Payments		475	12,063	(11,588)	-96%	475	12,063	(11,588)	-96%
Total Debt Related Disbursements	\$	475	\$ 12,063	\$ (11,588)	-96%	\$ 475	\$ 12,063	\$ (11,588)	-96%
Total Expenses After Debt Service	\$	265,518	\$ 318,330	\$ (52,812)	-17%	\$ 265,518	\$ 318,330	\$ (52,812)	-17%
Net Cash Flow (After Debt Service)		(42,068)	9,623	(51,690)	-537%	(42,068)	9,623	(51,690)	-537%