



University of Puerto Rico (UPR)

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

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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 March 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.

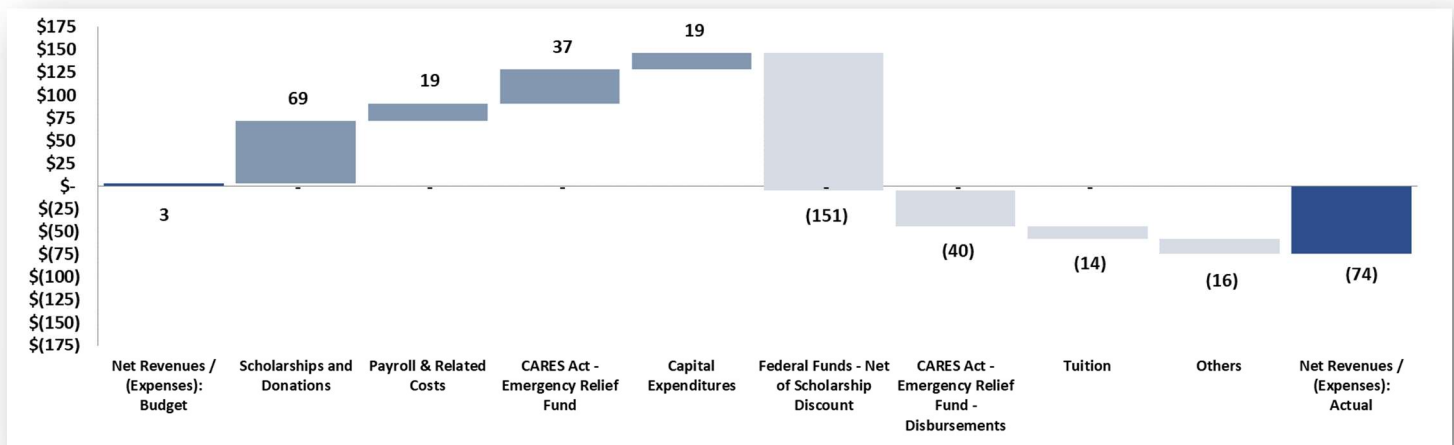
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of March and YTD FY21.

EXECUTIVE SUMMARY

YTD March, UPR ended net operations with a negative variance of \$74.1M compared to budget. Variances by concept levels were relevant in the following line items: negative variance in intra-government receipts - federal funds (\$151M) which is a combination of a delay in the recording of federal funds receipts in the accounting system and due to a permanent variance since federal funds are presented net of scholarship discounts versus budget which uses gross amounts, (\$40M) negative permanent variance in CARES Act and CRRSAA disbursements, which were not included in budget, and a negative timing variance in tuition (\$14M) which is mostly related to a delay in the recording of tuition revenues for the second semester by several institutional units.

Negative variances are partially offset by positive variances in scholarships and donations (\$69M) which is permanent since scholarships applied to tuition are presented net, versus budget which uses gross amounts, payroll and related costs (\$19M) timing variance due to a delay in the recording of March payrolls in the accounting system, CARES Act and CRRSAA receipts (\$37M) which is permanent since they were not included in budget, and capital expenditures (\$19M) due to lower than expected capital projects disbursements.

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



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

Note: Includes reapportionments approved by FOMB on November 20 and 24, 2020, and February 18, 2021.

Notes

University of Puerto Rico
Budget to Actuals
For the month of March 2021

(\$000's)	ACTUAL				BUDGET				
	Notes	Mar-21	Mar-21	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations									
TSA General Fund Appropriation - Net Measures		40,593	40,592	1	0%	365,337	365,329	8	0%
TSA General Fund Appropriation - Joint Resolutions		2,432	2,439	(7)	0%	22,514	21,955	560	3%
Central Government Appropriations		43,025	43,032	(6)	0%	387,852	387,284	568	0%
Other Special Appropriations									
Executive Order No. 2017-021 - Training and Seminars		-	833	(833)	-100%	-	7,500	(7,500)	-100%
Department of Education - Training to Teachers and Tutoring		-	833	(833)	-100%	-	7,500	(7,500)	-100%
Legislative Scholarships		878	792	86	11%	7,603	7,125	478	7%
Total Other Appropriations		878	2,458	(1,581)	-64%	7,603	22,125	(14,522)	-66%
Central Government Appropriations		43,903	45,490	(1,587)	-3%	395,454	409,409	(13,954)	-3%
Operating Receipts									
PR Slot Machine Receipts - Law 36		5,836	5,446	391	7%	36,945	32,673	4,271	13%
Tuition	1	20,608	19,726	882	4%	142,669	156,639	(13,970)	-9%
Campus-generated Inflows		13,755	8,996	4,759	53%	124,957	127,488	(2,531)	-2%
Other Receipts		-	167	(167)	-100%	-	1,500	(1,500)	-100%
Total Operating Receipts		40,198	34,334	5,864	17%	304,571	318,301	(13,730)	-4%
Federal Fund Receipts									
Intra-Government Receipts - Federal Funds - Net of Scholarship Discount	2	19,378	49,913	(30,536)	-61%	94,790	246,014	(151,224)	-61%
Total Federal Fund Receipts		19,378	49,913	(30,536)	-61%	94,790	246,014	(151,224)	-61%
Disaster Relief Receipts									
FEMA and Insurance Receipts		440	-	440	0%	1,244	-	1,244	0%
CARES Act - Emergency Relief Fund	3	23,474	-	-	0%	37,033	-	37,033	100%
Other		-	-	-	0%	-	-	-	0%
Total Disaster Relief Receipts		23,914	-	23,914	0%	38,278	-	38,278	0%
Total Revenues		127,393	129,737	(2,345)	-2%	833,093	973,723	(140,630)	-14%
Operating Disbursements:									
Payroll & Related Costs									
- Salaries - Full Time Employees		35,392	42,108	6,716	16%	366,119	371,464	5,345	1%
- Salaries - Transitory / Part Time Employees		147	1,482	1,335	90%	2,899	13,074	10,175	78%
- Christmas Bonus		4	-	(4)	0%	5,867	5,840	(27)	0%
- Overtime		79	123	44	36%	1,375	1,088	(287)	-26%
- Other Compensation		-	1,398	1,398	100%	-	1,398	1,398	100%
- Liquidations		915	476	(439)	-92%	5,430	4,203	(1,226)	-29%
- Incentives		114	75	(39)	-51%	474	661	188	28%
- Medical Insurance		4,156	5,011	855	17%	40,138	44,206	4,068	9%
- Social Security Payment		2,788	3,147	359	11%	28,058	27,761	(297)	-1%
- State Insurance Fund		506	601	95	16%	5,322	5,302	(20)	0%
- Unemployment Insurance		126	17	(109)	-639%	434	150	(284)	-189%
- Other Marginal Benefits		3	4	0	7%	35	33	(2)	-7%
- Other Subsidies to Employees		3	17	14	84%	135	146	11	8%
Total Payroll & Related Costs	4	44,233	54,459	10,226	19%	456,285	475,327	19,041	4%
Materials and Supplies									
Purchased Services		703	367	(336)	-92%	20,173	20,092	(81)	0%
Scholarships and Donations	5	9,587	20,946	11,359	54%	98,887	167,583	68,696	41%
Resoluciones Conjuntas - Pass Throughs		-	-	-	0%	-	-	-	0%
Professional Services		180	454	273	60%	443	2,805	2,363	84%
Facilities and Payments for Public Services		2,280	1,922	(358)	-19%	20,662	21,857	1,195	5%
Transportation Expenses		107	79	(28)	-36%	994	1,593	599	38%
Other Operating Payments		10,755	6,179	(4,576)	-74%	53,466	55,651	2,185	4%
Total Operating Disbursements		25,313	31,633	6,321	20%	214,229	288,691	74,462	26%
Pensions Payments									
Total Pension Disbursements		12,739	13,308	569	4%	122,276	119,775	(2,501)	-2%
Disaster Relief Disbursements									
FEMA Supported Projects		-	-	-	0%	-	-	-	0%
CARES Act - Emergency Relief Fund - Disbursements	6	38,338	2,026	(36,312)	-1792%	57,956	18,236	(39,720)	-218%
Insurance Supported Projects		-	-	-	0%	-	-	-	0%
Other		-	-	-	0%	-	-	-	0%
Total Disaster-related Disbursements		38,338	2,026	(36,312)	-1792%	57,956	18,236	(39,720)	-218%
Capital Expenditures									
Equipment	7	610	2,575	1,965	76%	4,543	23,171	18,628	80%
Total Capital Expenditures & Equipment		1,536	2,999	1,385	46%	13,260	32,156	18,896	59%
Total Expenses Before Debt Service		122,158	104,426	(17,732)	-17%	864,007	934,186	70,179	8%
Net Cash Flow Before Debt Service		5,235	25,312	(20,077)	-79%	(30,913)	39,538	(70,451)	-178%
Debt-Related Disbursements:									
Debt Payments		7,675	4,021	(3,654)	-91%	39,817	36,189	(3,628)	-10%
Total Debt Related Disbursements		7,675	4,021	(3,654)	-91%	39,817	36,189	(3,628)	-10%
Total Expenses After Debt Service		129,833	108,447	(21,386)	-20%	903,824	970,375	66,551	7%
Net Revenues/ (Expenses)		(2,440)	21,291	(23,731)	-111%	(70,730)	3,349	(74,079)	2212%

1. Negative timing variance in tuition which is mostly related to a delay in the recording of tuition revenues for the second semester by several institutional units.

2. Negative variance in intra-government receipts (Federal Funds) which is partially related to a delay in the recording of federal funds receipts in the accounting system. Actual YTD amount of \$118.2M was presented in the March Liquidity Report. Also, there is a permanent variance since federal funds are presented net of scholarship discounts, versus budget which uses gross amounts.

3. Positive permanent variance due to CARES Act and CRRSAA receipts, which were not included in budget.

4. Positive timing variance due to a delay in the recording of March payrolls in the accounting system. Actual YTD amount of \$475.9M was presented in the March Liquidity Report.

5. Positive permanent variance in scholarships and donations since scholarships applied to tuition are presented net, versus budget which uses gross amounts.

6. Negative permanent variance due to CARES Act and CRRSAA disbursements, which were not included in budget.

7. Positive variance in capital expenditures due to lower than expected capital projects disbursements.

3rd QTR & YTD – FY21 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
 PROMESA 203 Report
 For the quarter ended March 31 2021

(\$000's)	ACTUAL		BUDGET		ACTUAL		CERT. BUDGET	
	Q3	Q3	Q3	Q3	YTD FY21	YTD FY21	YTD FY21	YTD FY21
			Variance \$	Variance %			Variance \$	Variance %
Central Government Appropriations								
TSA General Fund Appropriation - Net Measures	121,779	121,776	3	0%	365,337	365,329	8	0%
TSA General Fund Appropriation - Joint Resolutions	7,297	7,318	(22)	0%	22,514	21,955	560	3%
Central Government Appropriations	\$ 129,076	\$ 129,095	\$ (19)	0%	\$ 387,852	\$ 387,284	\$ 568	0%
Other Special Appropriations								
Executive Order No. 2017-021 - Training and Seminars	-	2,500	(2,500)	-100%	-	7,500	(7,500)	-100%
Department of Education - Training to Teachers and Tutoring	-	2,500	(2,500)	-100%	-	7,500	(7,500)	-100%
Legislative Scholarships	2,703	2,375	328	14%	7,603	7,125	478	7%
Total Other Appropriations	\$ 2,703	\$ 7,375	\$ (4,672)	-63%	\$ 7,603	\$ 22,125	\$ (14,522)	-66%
Central Government Appropriations	\$ 131,779	\$ 136,470	\$ (4,691)	-3%	\$ 395,454	\$ 409,409	\$ (13,954)	-3%
Operating Receipts								
PR Slot Machine Receipts - Law 36	16,191	16,337	(145)	-1%	36,945	32,673	4,271	13%
Tuition	28,861	55,090	(26,229)	-48%	142,669	156,639	(13,970)	-9%
Campus-generated inflows	27,649	36,340	(8,690)	-24%	124,957	127,488	(2,531)	-2%
Other Receipts	-	500	(500)	-100%	-	1,500	(1,500)	-100%
Total Operating Receipts	\$ 72,702	\$ 108,266	\$ (35,565)	-33%	\$ 304,571	\$ 318,301	\$ (13,730)	-4%
Other Sources of Revenue								
Intra-Government Receipts - Federal Funds - Net of Scholarship	32,146	101,645	(69,499)	-68%	94,790	246,014	(151,224)	-61%
Total Federal Fund Receipts	\$ 32,146	\$ 101,645	\$ (69,499)	-68%	\$ 94,790	\$ 246,014	\$ (151,224)	-61%
Disaster Relief Receipts								
FEMA and Insurance Receipts	927	-	927	0%	1,244	-	1,244	0%
Other Federal Programs - CARES Act	21,870	-	21,870	0%	37,033	-	37,033	0%
Other Receipts	-	-	-	0%	-	-	-	0%
Total Disaster Relief Receipts	\$ 22,797	\$ -	\$ 22,797	0%	\$ 38,278	\$ -	\$ 38,278	0%
Total Revenues	\$ 259,423	\$ 346,381	\$ (86,958)	-25%	\$ 833,093	\$ 973,723	\$ (140,630)	-14%
Operating Disbursements:								
Payroll & Related Costs								
- Salaries - Full Time Employees	115,628	123,350	(7,721)	-6%	366,119	371,464	(5,345)	-1%
- Salaries - Transitory / Part Time Employees	332	4,341	(4,010)	-92%	2,899	13,074	(10,175)	-78%
- Christmas Bonus	16	-	16	0%	5,867	5,840	27	0%
- Overtime	259	361	(102)	-28%	1,375	1,088	287	26%
- Other Compensation	-	1,398	(1,398)	-100%	-	1,398	(1,398)	-100%
- Liquidations	2,192	1,396	797	57%	5,430	4,203	1,226	29%
- Incentives	244	220	24	11%	474	661	(188)	-28%
- Medical Insurance	13,077	14,679	(1,602)	-11%	40,138	44,206	(4,068)	-9%
- Social Security Payment	9,066	9,218	(152)	-2%	28,058	27,761	297	1%
- State Insurance Fund	1,647	1,761	(114)	-6%	5,322	5,302	20	0%
- Unemployment Insurance	276	50	226	454%	434	150	284	189%
- Other Marginal Benefits	15	11	4	35%	35	33	2	7%
- Other Subsidies to Employees	8	49	(40)	-83%	135	146	(11)	-8%
Total Payroll & Related Costs	142,761	156,833	\$ (14,073)	-9%	\$ 456,285	\$ 475,327	\$ (19,041)	-4%
Materials and Supplies								
Purchased Services	7,986	7,311	675	9%	19,605	19,110	495	3%
Scholarships and Donations	2,003	1,983	20	1%	20,173	20,092	81	0%
Resoluciones Conjuntas (Pass Throughs)	46,233	71,134	(24,900)	-35%	98,887	167,583	(68,696)	-41%
Professional Services	-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services	423	850	(427)	-50%	443	2,805	(2,363)	-84%
Transportation Expenses	8,618	7,651	967	13%	20,662	21,857	(1,195)	-5%
Other Operating Payments	286	448	(163)	-36%	994	1,593	(599)	-38%
Total Operating Disbursements	\$ 23,805	\$ 18,617	\$ 5,188	28%	\$ 53,466	\$ 55,651	\$ (2,185)	-4%
Total Pension Disbursements	\$ 39,754	\$ 39,925	\$ (171)	0%	\$ 122,276	\$ 119,775	\$ 2,501	2%
Disaster Relief Disbursements								
FEMA Supported Projects	-	-	-	0%	-	-	-	0%
CARES Act - Emergency Relief Fund - Disbursements	41,692	6,079	35,614	586%	57,956	18,236	39,720	218%
Insurance Supported Projects	-	-	-	0%	-	-	-	0%
Other	-	-	-	0%	-	-	-	0%
Total Disaster-related Disbursements	41,692	6,079	35,614	586%	57,956	18,236	39,720	218%
Capital Expenditures								
Equipment	1,926	7,724	(5,798)	-75%	4,543	23,171	(18,628)	-80%
Other	3,224	3,135	89	3%	8,716	8,985	(268)	-3%
Total Other Disbursements	\$ 5,149	\$ 10,859	\$ (5,709)	-53%	\$ 13,260	\$ 32,156	\$ (18,896)	-59%
Total Expenses Before Debt Service	\$ 318,710	\$ 321,689	\$ (2,979)	-1%	\$ 864,007	\$ 934,186	\$ (70,179)	-8%
Net Cash Flow (before Debt Service)	(59,287)	24,692	(83,978)	-340%	(30,913)	39,538	(70,451)	-178%
Debt-Related Disbursements:								
Debt Payments								
Total Debt Related Disbursements	23,434	12,063	11,371	94%	39,817	36,189	3,628	10%
Total Expenses After Debt Service	\$ 342,144	\$ 333,752	\$ 8,392	3%	\$ 903,824	\$ 970,375	\$ (66,551)	-7%
Net Cash Flow (After Debt Service)	(82,721)	12,629	(95,350)	-755%	(70,730)	3,349	(74,079)	-2212%