



University of Puerto Rico (UPR)

December - FY 2022 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 December and YTD FY22 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, disaster relief disbursements, and CapEx.

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

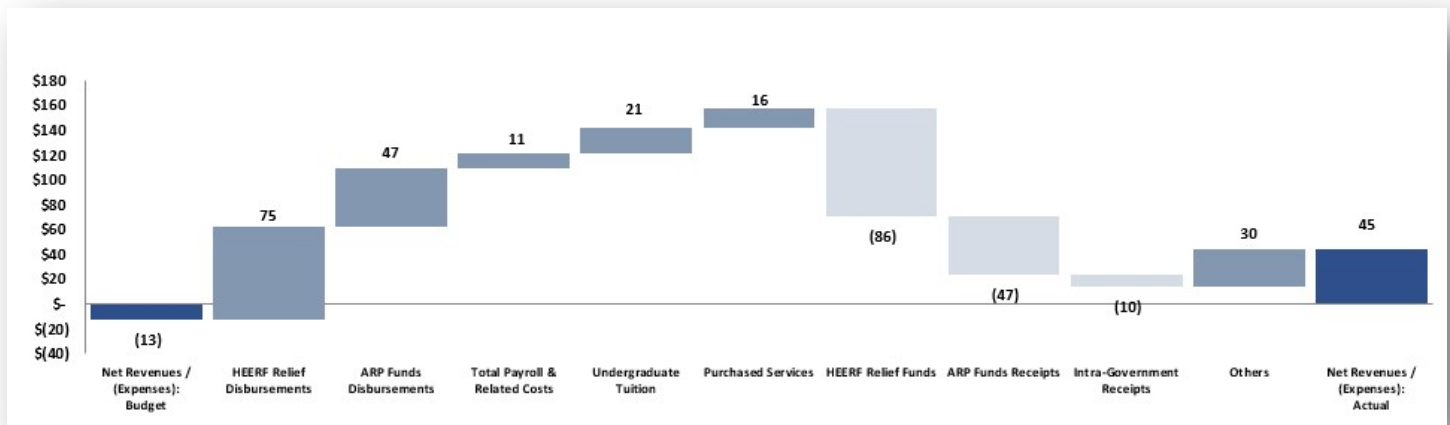
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of December and YTD FY22.

EXECUTIVE SUMMARY

YTD December, UPR ended net operations with a favorable variance of \$57.1M compared to budget. Variances by concept levels were relevant in the following line items: a favorable timing variance in HEERF Relief Required Disbursements (\$75M) as we expect to reach budget amounts in the next months, a favorable timing variance in Payroll and Related Costs (\$11M) due to a delay in the recording of December payrolls in the accounting system, a favorable variance in Undergraduate Tuition (\$21M), which is temporary as we expect to match budget amounts in the next months, and a favorable permanent variance in Purchased Services (\$16M), as we expect to have savings in this line for the rest of the year.

Favorable variances are partially offset by unfavorable variances in HEERF Relief Funds (\$86M), due to a delay in the recording of these expenses in the accounting system, an unfavorable timing variance in General Fund Appropriations – ARP Funds (\$47M) due to a delay in the receipt of these funds (net effect of zero since the related ARP disbursements have not been performed), and an unfavorable variance in Intra-Government Receipts (\$10M), which is temporary as we expect to match budget amounts in the next months.

FY22 YTD December FOMB Certified Budget vs Actual (\$mm)



December and YTD – FY22 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico

Budget to Actuals

For the month of December 2021

	Notes	ACTUAL		Variance \$	Variance %	BUDGET		Variance \$	Variance %
		Dec-21	Dec-21			YTD	YTD		
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		32,955	32,978	(23)	0%	197,732	197,871	(139)	0%
TSA General Fund Appropriation - ARP Funds	1	-	7,833	(7,833)	-100%	-	47,000	(47,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,444	2,444	(1)	0%	14,639	14,667	(28)	0%
Other Special Appropriations - Training and Seminars	2	-	833	(833)	-100%	-	5,000	(5,000)	-100%
Services to Department of Education	2	-	835	(835)	-100%	-	5,011	(5,011)	-100%
Legislative Scholarships		792	792	0	0%	4,751	4,750	1	0%
Total Central Government Appropriations		36,191	45,716	(9,525)	-21%	217,122	274,298	(57,176)	-21%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		6,100	5,379	721	13%	37,189	32,273	4,916	15%
Undergraduate Tuition	3	32,568	27,842	4,727	17%	106,786	86,171	20,616	24%
Graduate Tuition		3,808	7,563	(3,755)	-50%	22,189	23,408	(1,220)	-5%
Campus-generated Inflows		20,862	10,910	9,952	91%	98,833	88,713	10,120	11%
Special Funds		-	9	(9)	-100%	513	116	396	341%
Other Revenues		-	167	(167)	-100%	-	1,000	(1,000)	-100%
Total Operating Revenues		63,338	51,869	11,468	22%	265,510	231,681	33,828	15%
Other Sources of Revenues:									
Intra-Government Receipts	4	2,029	13,706	(11,677)	-85%	67,782	77,551	(9,769)	-13%
FEMA and Insurance Receipts		934	-	934	0%	4,245	-	4,245	0%
HEERF Relief Funds	5	4,920	29,429	(24,510)	-83%	90,502	176,575	(86,073)	-49%
Total Other Sources of Revenues		7,882	43,135	(35,253)	-82%	162,529	254,126	(91,597)	-36%
Total Revenues		107,411	140,721	(33,310)	-24%	645,160	760,105	(114,945)	-15%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		11,755	25,744	13,988	54%	138,186	146,401	8,215	6%
Salaries - Non-Faculty		11,307	15,918	4,610	29%	82,973	90,521	7,548	8%
Christmas Bonus		4,386	6,240	1,854	30%	4,389	6,240	1,851	30%
Overtime		239	125	(115)	-92%	890	709	(181)	-26%
Other Compensation		-	-	-	0%	-	-	-	0%
Liquidations		206	480	274	57%	4,339	2,728	(1,610)	-59%
Incentives	6	83	76	(7)	-10%	8,169	429	(7,740)	-1803%
Medical Plan		3,081	4,635	1,554	34%	23,268	26,360	3,092	12%
Social Security Payment		2,667	3,180	513	16%	17,767	18,086	319	2%
State Insurance Fund		498	607	110	18%	3,395	3,454	59	2%
Unemployment Insurance		72	17	(55)	-318%	324	98	(226)	-230%
Total Payroll & Related Costs	7	34,294	57,022	22,728	40%	283,699	295,026	11,327	4%
Materials and Supplies									
Purchased Services	8	441	1,248	807	65%	17,843	33,512	15,668	47%
Scholarships and Donations		4,762	5,424	662	12%	52,029	44,490	(7,539)	-17%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		5,432	4,541	(891)	-20%	15,408	16,042	634	4%
Professional Services		-	418	418	100%	13	2,508	2,495	99%
Transportation Expenses		230	514	283	55%	825	3,187	2,362	74%
Other Operating Expenses		5,991	9,117	3,126	34%	31,963	36,249	4,285	12%
Total Operating Expenditures		19,276	24,571	5,295	22%	130,923	154,567	23,644	15%
Other Expenditures:									
Capital Expenditures		672	4,806	4,134	86%	6,909	10,645	3,736	35%
Restricted CAPEX - Graduate Tuition Measure		-	419	419	100%	-	2,514	2,514	100%
Equipment		712	1,049	336	32%	6,265	5,015	(1,250)	-25%
Pensions Payment	7, 11	8,281	10,133	1,852	18%	54,565	60,800	6,235	10%
HEERF Relief Required Disbursements	9	14,518	29,429	14,911	51%	101,551	176,575	75,024	42%
UPR Sustainability Initiative - ARP Funds	1	-	7,833	7,833	100%	-	47,000	47,000	100%
Total Other Expenditures		24,184	53,669	29,486	55%	169,289	302,549	133,260	44%
Total Expenses Before Debt Service		77,754	135,262	57,509	43%	583,911	752,142	168,231	22%
Net Revenues / (Expenses) Before Debt Service		29,657	5,459	24,199	443%	61,249	7,963	53,285	669%
Contract Debt Service	10	4,075	4,021	(54)	-1%	16,747	20,589	3,841	19%
Total Expenses After Debt Service		81,829	139,283	57,455	41%	600,659	772,731	172,072	22%
Net Revenues / (Expenses)		25,582	1,438	24,144	1679%	44,501	(12,625)	57,127	452%

Notes

1. Unfavorable timing variance in the UPR Sustainability Initiative - ARP Funds receipts due to a delay in the receipt of these funds. However, the net effect is zero since the related ARP disbursements have not been performed.
2. Unfavorable timing variance in Trainings & Seminars due to a delay in the recording of these revenues in the accounting system. We expect to reach budget amounts during the FY22.
3. Favorable variance in Undergraduate Tuition, which is temporary as we expect to approximate budget amounts during the FY22.
4. Unfavorable variance in Intra-Government Receipts, which is temporary as we expect to approximate budget amounts during the FY22.
5. Unfavorable timing variance in HEERF Relief Funds due to a delay in the recording of these revenues in the accounting system. Actual YTD amount of \$181.0M was presented in the Liquidity Report.
6. Incentives includes disbursements of \$8.0M related to the Premium Pay Program under the CARES ACT allocated to the Government of PR.
7. Favorable timing variance in Total Payroll and Related Costs due to a delay in the recording of December payrolls in the accounting system. Actual YTD amount of \$304.2M was presented in the Liquidity Report. Pensions Payments recording amounts are affected due to the delay.
8. Favorable permanent variance in Purchased Services, as we expect to have savings in this line for the rest of the year.
9. Favorable timing variance in HEERF Relief Required Disbursements, as we expect to reach budget amounts during the FY22.
10. Favorable timing variance in Contractual Debt Service due to a delay in the recording of the December payment in the accounting system. Actual YTD of \$20.8M was presented in the Liquidity Report.
11. An advance of \$18M in Employer Contributions to the UPR Retirement System (Pensions Payment) was performed during December 2021. This amount is pending to be recorded and is not included in this report.

2nd QTR & YTD – FY22 FOMB Certified Budget versus Actual Variance Analysis

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

(\$000's)	NOTES	ACTUAL		BUDGET		ACTUAL		CERT. BUDGET	
		Q2	Q2	Q2	Q2	YTD FY22	YTD FY22	YTD FY22	YTD FY22
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		98,866	98,935	(69)	0%	197,732	197,871	(139)	0%
TSA General Fund Appropriation - ARP Funds		-	23,500	(23,500)	-100%	-	47,000	(47,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		7,319	7,333	(14)	0%	14,639	14,667	(28)	0%
Other Special Appropriations - Training and Seminars		-	2,500	(2,500)	-100%	-	5,000	(5,000)	-100%
Services to Department of Education		-	2,505	(2,505)	-100%	-	5,011	(5,011)	-100%
Legislative Scholarships		2,375	2,375	0	0%	4,751	4,750	1	0%
Total Central Government Appropriations		108,560	137,149	(28,589)	-21%	217,122	274,298	(57,176)	-21%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		17,897	16,137	1,760	11%	37,189	32,273	4,916	15%
Undergraduate Tuition		54,786	41,864	12,922	31%	106,786	86,171	20,616	24%
Graduate Tuition		5,172	11,372	(6,201)	-55%	22,189	23,408	(1,220)	-5%
Campus-generated Inflows		46,936	37,747	9,189	24%	98,833	88,713	10,120	11%
Special Funds		513	76	437	578%	513	116	396	341%
Other Revenues		-	500	(500)	-100%	-	1,000	(1,000)	-100%
Total Operating Revenues		125,304	107,696	17,608	16%	265,510	231,681	33,828	15%
Other Sources of Revenues:									
Intra-Government Receipts		33,195	39,503	(6,308)	-16%	67,782	77,551	(9,769)	-13%
FEMA and Insurance Receipts		3,284	-	3,284	0%	4,245	-	4,245	0%
HEERF Relief Funds		24,538	88,287	(63,749)	-72%	90,502	176,575	(86,073)	-49%
Total Other Sources of Revenues		61,018	127,790	(66,772)	-52%	162,529	254,126	(91,597)	-36%
Total Revenues		294,882	372,635	(77,753)	-21%	645,160	760,105	(114,945)	-15%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		59,809	75,226	(15,417)	-20%	138,186	146,401	8,215	6%
Salaries - Non-Faculty		39,749	46,513	(6,764)	-15%	82,973	90,521	7,548	8%
Christmas Bonus		4,387	6,240	(1,853)	-30%	4,389	6,240	1,851	30%
Overtime		590	364	226	62%	890	709	(181)	-26%
Other Compensation		-	-	-	0%	-	-	-	0%
Liquidations		1,280	1,402	(121)	-9%	4,339	2,728	(1,610)	-59%
Incentives		8,106	221	7,885	3574%	8,169	429	(7,740)	-1803%
Medical Plan		10,911	13,545	(2,633)	-19%	23,268	26,360	3,092	12%
Social Security Payment		8,552	9,293	(741)	-8%	17,767	18,086	319	2%
State Insurance Fund		1,641	1,775	(134)	-8%	3,395	3,454	59	2%
Unemployment Insurance		319	50	268	533%	324	98	(226)	-230%
Total Payroll & Related Costs		135,344	154,629	(19,285)	-12%	283,699	295,026	11,327	4%
Materials and Supplies		6,437	10,979	(4,542)	-41%	12,842	18,580	5,738	31%
Purchased Services		1,367	3,413	(2,045)	-60%	17,843	33,512	15,668	47%
Scholarships and Donations		20,104	18,255	1,849	10%	52,029	44,490	(7,539)	-17%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		10,502	8,566	1,936	23%	15,408	16,042	634	4%
Professional Services		11	1,254	(1,243)	-99%	13	2,508	2,495	99%
Transportation Expenses		550	1,535	(985)	-64%	825	3,187	2,362	74%
Other Operating Expenses		18,695	19,535	(840)	-4%	31,963	36,249	4,285	12%
Total Operating Expenditures		57,667	63,537	(5,870)	-9%	130,923	154,567	23,644	15%
Other Expenditures:									
Capital Expenditures		4,014	7,555	(3,541)	-47%	6,909	10,645	3,736	35%
Restricted CAPEX - Graduate Tuition Measure		-	1,257	(1,257)	-100%	-	2,514	2,514	100%
Equipment		2,176	2,472	(297)	-12%	6,265	5,015	(1,250)	-25%
Pensions Payment		27,470	30,400	(2,930)	-10%	54,565	60,800	6,235	10%
HEERF Relief Required Disbursements		31,437	88,287	(56,851)	-64%	101,551	176,575	75,024	42%
UPR Sustainability Initiative - ARP Funds		-	23,500	(23,500)	-100%	-	47,000	47,000	100%
Total Other Expenditures		65,096	153,471	(88,375)	-58%	169,289	302,549	133,260	44%
Total Expenses Before Debt Service		258,107	371,637	(113,531)	-31%	583,911	752,142	168,231	22%
Net Revenues / (Expenses) Before Debt Service		36,775	998	35,777	3586%	61,249	7,963	53,285	669%
Contract Debt Service		12,225	12,063	162	1%	16,747	20,589	3,841	19%
Total Expenses After Debt Service		270,332	383,700	(113,368)	-30%	600,659	772,731	172,072	22%
Net Revenues / (Expenses)		24,550	(11,065)	35,615	-322%	44,501	(12,625)	57,127	452%