



University of Puerto Rico (UPR)

April - 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 April 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.

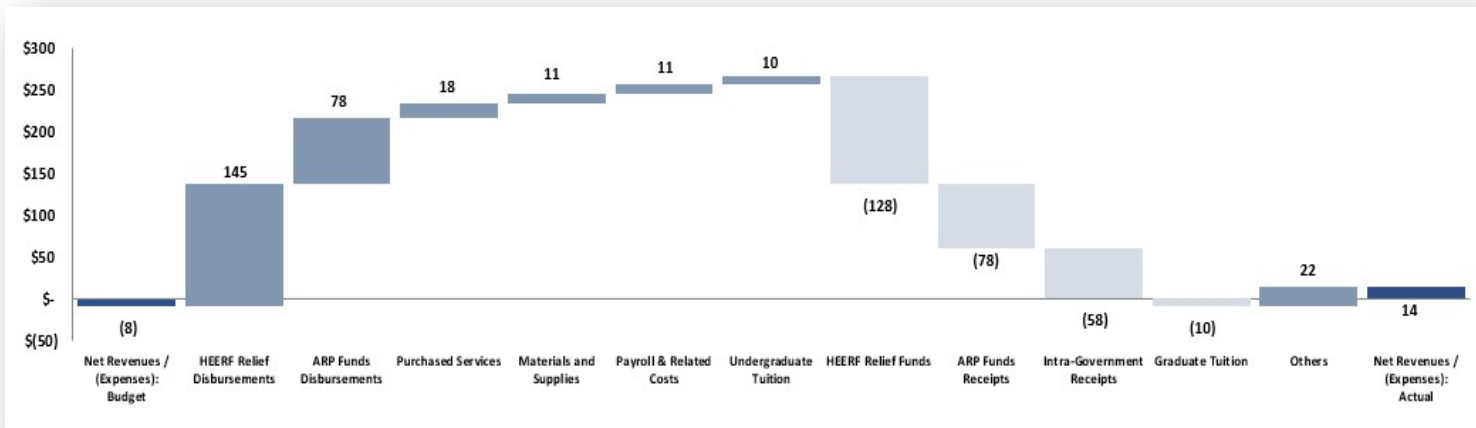
The FOMB budget was certified by the Federal Oversight Management Board and figures were used as a reference in this report for comparison with actual to evaluate UPR’s performance for the month of April and YTD FY22.

EXECUTIVE SUMMARY

YTD April, UPR ended net operations with a favorable variance of \$22.2M compared to budget. Variances by concept levels were relevant in the following line items: a favorable timing variance in HEERF Relief Required Disbursements (\$145M), a favorable permanent variance in Purchased Services (\$18M), a favorable permanent variance in Materials and Supplies (\$11M), and a favorable timing variance in Payroll & Related Costs (\$11M), and a favorable timing variance in Undergraduate Tuition (\$10M).

Favorable variances are partially offset by unfavorable timing variances in HEERF Relief Funds (\$128M), an unfavorable timing variance in General Fund Appropriations – ARP Funds (\$78M) (zero net effect since the related ARP disbursements have not been performed), an unfavorable timing variance in Intra-Government Receipts (\$58M), and an unfavorable timing variance in Graduate Tuition (\$10M).

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



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

University of Puerto Rico
Budget to Actuals
For the month of April 2022

(\$000's)	ACTUAL				BUDGET				
	Notes	Apr-22	Apr-22	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		42,663	42,455	208	0%	339,262	339,262	(0)	0%
TSA General Fund Appropriation - ARP Funds	1	-	7,833	(7,833)	-100%	-	78,333	(78,333)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,437	2,444	(7)	0%	24,599	24,444	155	1%
Other Special Appropriations - Training and Seminars	2	-	833	(833)	-100%	-	8,333	(8,333)	-100%
Services to Department of Education	2	-	835	(835)	-100%	-	8,351	(8,351)	-100%
Legislative Scholarships		792	792	0	0%	7,918	7,917	1	0%
Total Central Government Appropriations		45,892	55,193	(9,301)	-17%	371,778	466,640	(94,862)	-20%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		5,700	5,379	321	6%	60,011	53,788	6,222	12%
Undergraduate Tuition	3	1,520	530	991	187%	140,137	129,837	10,300	8%
Graduate Tuition	4	89	144	(55)	-38%	25,349	35,270	(9,921)	-28%
Campus-generated Inflows		8,997	15,809	(6,811)	-43%	139,039	146,982	(7,943)	-5%
Special Funds		-	-	-	0%	2,833	390	2,443	627%
Other Revenues		180	167	14	8%	273	1,667	(1,393)	-84%
Total Operating Revenues		16,487	22,028	(5,541)	-25%	367,642	367,934	(292)	0%
Other Sources of Revenues:									
Intra-Government Receipts	5	(5,591)	10,213	(15,804)	-155%	95,874	153,868	(57,995)	-38%
FEMA and Insurance Receipts		-	-	-	0%	4,305	-	4,305	0%
HEERF Relief Funds	6	30,171	29,429	742	3%	166,374	294,291	(127,917)	-43%
Total Other Sources of Revenues		24,580	39,642	(15,061)	-38%	266,553	448,160	(181,607)	-41%
Total Revenues		86,959	116,863	(29,903)	-26%	1,005,973	1,282,734	(276,760)	-22%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		14,759	25,997	11,239	43%	240,388	244,399	4,011	2%
Salaries - Non-Faculty		8,556	16,074	7,519	47%	138,486	151,113	12,627	8%
Christmas Bonus		4	-	(4)	0%	5,759	6,240	481	8%
Overtime		30	126	96	76%	1,416	1,183	(233)	-20%
Other Compensation		-	-	-	0%	-	-	-	0%
Liquidations		348	484	137	28%	7,799	4,554	(3,245)	-71%
Incentives	7	22	76	54	71%	8,461	717	(7,744)	-1080%
Medical Plan		2,382	4,681	2,299	49%	38,899	44,005	5,106	12%
Social Security Payment		1,817	3,212	1,395	43%	30,130	30,192	62	0%
State Insurance Fund		336	613	277	45%	5,748	5,767	18	0%
Unemployment Insurance		2	17	16	91%	479	163	(315)	-193%
Total Payroll & Related Costs	8	28,255	51,282	23,027	45%	477,567	488,334	10,767	2%
Materials and Supplies									
Purchased Services	9	2,087	4,708	2,621	56%	22,195	33,669	11,475	34%
Scholarships and Donations	9	255	854	599	70%	19,672	38,084	18,413	48%
Joint Resolutions		(3,699)	3,651	7,350	201%	85,100	84,942	(158)	0%
Facilities and Payments for Public Services		-	-	-	0%	-	-	-	0%
Professional Services		3,328	1,984	(1,344)	-68%	31,387	26,437	(4,950)	-19%
Transportation Expenses		123	418	295	71%	586	4,180	3,594	86%
Other Operating Expenses		416	470	54	12%	2,112	5,087	2,975	58%
Total Operating Expenditures		8,302	6,779	(1,523)	-22%	58,809	68,707	9,898	14%
Other Expenditures:									
Capital Expenditures		1,441	745	(696)	-93%	11,083	18,399	7,316	40%
Restricted CAPEX - Graduate Tuition Measure		-	419	419	100%	-	4,190	4,190	100%
Equipment		814	579	(235)	-41%	9,318	8,417	(901)	-11%
Pensions Payment	8	5,778	10,133	4,355	43%	92,106	101,333	9,227	9%
HEERF Relief Required Disbursements	11	4,593	29,429	24,836	84%	149,104	294,291	145,187	49%
UPR Sustainability Initiative - ARP Funds	12	-	7,833	7,833	100%	-	78,333	78,333	100%
Total Other Expenditures		12,626	49,139	36,513	74%	261,612	504,963	243,352	48%
Total Expenses Before Debt Service		51,693	119,285	67,591	57%	959,038	1,254,404	295,365	24%
Net Revenues / (Expenses) Before Debt Service		35,266	(2,422)	37,688	-1556%	46,935	28,330	18,605	66%
Contract Debt Service		4,075	4,021	(54)	-1%	33,048	36,673	3,625	10%
Total Expenses After Debt Service		55,768	123,306	67,537	55%	992,086	1,291,076	298,990	23%
Net Revenues / (Expenses)		31,191	(6,443)	37,634	-584%	13,887	(8,343)	22,230	266%

Notes

- Unfavorable timing variance in the UPR Sustainability Initiative - ARP Funds receipts due to a delay in the recording of these funds in the accounting system. Actual YTD amount is \$94.0M as presented in the Liquidity Report.
- 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.
- Favorable variance in Undergraduate Tuition, which is temporary as we expect to approximate budget amounts during the FY22.
- Unfavorable permanent variance in Graduate Tuition, which is permanent since budget amount for FY22 was overstated.
- Unfavorable variance in Intra-Government Receipts, which is mostly related to a delay in the recording of these revenues in the accounting system.
- Unfavorable timing variance in HEERF Relief Funds due to a delay in the recording of these revenues in the accounting system. Actual YTD amount is \$239.7M as presented in the Liquidity Report.
- Incentives includes disbursements of \$8.0M related to the Premium Pay Program under the CARES ACT allocated to the Government of PR.
- Unfavorable timing variance in Total Payroll and Related Costs. In addition, there is a delay in the recording of March and April payrolls in the accounting system. Actual YTD amount is \$511.5M as presented in the Liquidity Report. Pensions Payments recording amounts are affected due to the delay.
- Favorable permanent variances in Materials and Supplies, and Purchased Services, as we expect to have savings in these lines for FY22.
- 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 in system. Actual YTD amount is \$115.9M as presented in the Liquidity Report.
- Favorable permanent variance in HEERF Relief Required Disbursements, mostly related to loss revenues claims.
- Favorable timing variance in UPR Sustainability Initiative - ARP Funds disbursements, as we expect to use most of the funds during FY22.