



University of Puerto Rico (UPR)

May - FY 2023 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 May and YTD FY23 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 May and YTD FY23.

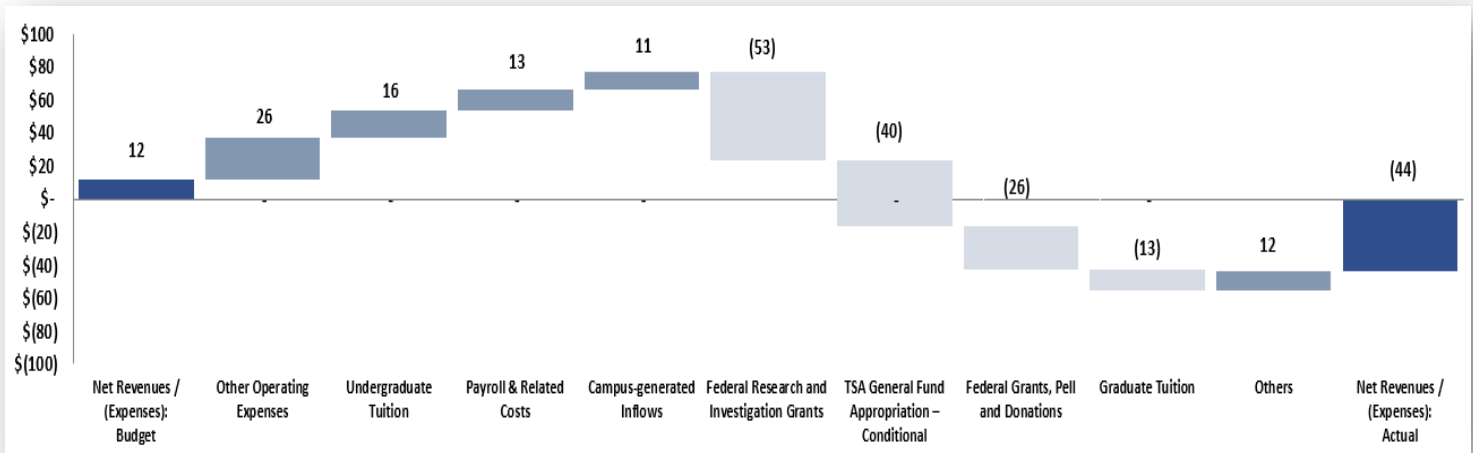
EXECUTIVE SUMMARY

YTD May, UPR ended net operations with an unfavorable variance of \$55.3M compared to budget. Variances by concept levels were relevant in the following line items:

Favorable variances: a timing variance in Other Operating Expenses (\$26M), a timing variance in Undergraduate Tuition revenues (\$16M), a timing variance in Payroll & Other Related Costs (\$13M), and a timing variance in Campus-generated Inflows (\$11M) (Refer to notes in page 5).

Unfavorable variance: a timing variance in Federal Research and Investigation Grants (\$53M), a timing variance in TSA General Fund Appropriation – Conditional (\$40M), a permanent variance in Federal Grants, Pell and Donations (\$26M), and a timing variance in Graduate Tuition (\$13M) (Refer to notes in page 5).

FY23 YTD May FOMB Certified Budget vs Actual (\$mm)



May and YTD – FY23 FOMB Certified Budget versus Actual Variance Analysis

University of Puerto Rico
Budget to Actuals
For the month of May 2023

Notes

(\$000's)	ACTUAL				BUDGET				
	Notes	May-23	May-23	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures		36,767	36,767	0	0%	404,439	404,439	0	0%
TSA General Fund Appropriation - Conditional	1	-	-	-	0%	-	40,000	(40,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,518	2,508	10	0%	27,553	27,589	(36)	0%
Other Special Appropriations - Training and Seminars		-	833	(833)	-100%	6,259	9,167	(2,908)	-32%
Services to Department of Education		-	835	(835)	-100%	12,258	9,186	3,072	33%
Legislative Scholarships		792	792	-	0%	8,712	8,709	2	0%
TSA General Fund Appropriation - Additional Medical Science - Medical Residents		-	417	(417)	-100%	-	4,583	(4,583)	-100%
TSA General Fund Appropriation - Additional Medical Science - Attending Doctors		-	575	(575)	-100%	-	6,325	(6,325)	-100%
Endowment Funds		-	833	(833)	-100%	7,500	9,167	(1,667)	-18%
Total Central Government Appropriations		40,077	43,560	(3,484)	-8%	466,720	519,165	(52,444)	-10%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		6,700	6,041	659	11%	71,284	66,452	4,832	7%
Undergraduate Tuition	2	1,480	1,653	(174)	-11%	138,472	122,427	16,044	13%
Graduate Tuition	3	176	474	(298)	-63%	22,592	35,132	(12,540)	-36%
Campus-generated Inflows	4	13,339	16,812	(3,473)	-21%	178,761	167,765	10,996	7%
Other Revenues		-	167	(167)	-100%	-	1,833	(1,833)	-100%
Total Operating Revenues		21,695	25,147	(3,452)	-14%	411,109	393,609	17,500	4%
Other Sources of Revenues:									
Pell & Other Student Aid Grants		833	2,287	(1,454)	-64%	50,702	52,113	(1,411)	-3%
Federal Research and Investigation Grants	5	2,161	4,684	(2,522)	-54%	53,245	106,729	(53,484)	-50%
FEMA and Insurance Receipts		-	-	-	0%	593	-	593	0%
HEERF Relief Funds		2,563	-	2,563	0%	16,365	-	16,365	0%
Prior Years Receivables		-	-	-	0%	-	-	-	0%
Other Receipts		-	-	-	0%	-	-	-	0%
Total Other Sources of Revenues		5,557	6,971	(1,413)	-20%	120,906	158,843	(37,937)	-24%
Total Revenues		67,329	75,678	(8,349)	-11%	998,735	1,071,616	(72,882)	-7%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		28,046	28,799	753	3%	300,440	308,667	8,228	3%
Salaries - Non-Faculty		12,973	15,018	2,045	14%	156,197	160,962	4,764	3%
Christmas Bonus		2	-	(2)	0%	5,557	5,700	143	3%
Overtime		297	179	(118)	-66%	2,565	1,919	(646)	-34%
Liquidations		456	722	265	37%	8,116	7,736	(380)	-5%
Incentives		59	34	(24)	-71%	427	369	(57)	-16%
Medical Plan		4,062	4,673	611	13%	48,061	50,082	2,021	4%
Social Security Payment		3,201	3,221	20	1%	35,936	34,520	(1,416)	-4%
State Insurance Fund		616	633	17	3%	6,862	6,781	(81)	-1%
Unemployment Insurance		41	50	9	17%	358	535	177	33%
Total Payroll & Related Costs	6	49,752	53,328	3,576	7%	564,518	577,272	12,753	2%
Materials and Supplies									
Purchased Services		3,563	4,097	534	13%	26,840	30,371	3,531	12%
Federal Grants, Pell and Donations	7	8,185	3,091	(5,094)	-165%	108,925	82,444	(26,481)	-32%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		5,399	2,985	(2,414)	-81%	39,502	40,487	985	2%
Professional Services		-	279	279	100%	20	3,067	3,047	99%
Transportation Expenses		753	865	112	13%	5,213	4,854	(359)	-7%
Other Operating Expenses	8	6,392	12,544	6,151	49%	56,472	82,123	25,650	31%
Total Operating Expenditures		25,064	24,431	(634)	-3%	257,642	265,312	7,671	3%
Other Expenditures:									
Capital Expenditures		125	100	(25)	-25%	832	2,234	1,402	63%
Equipment & Maintenance		3,653	4,756	1,103	23%	27,665	36,207	8,542	24%
Pensions Payment	6	10,265	12,242	1,976	16%	127,141	134,658	7,518	6%
HEERF Relief Required Disbursements		1,323	-	(1,323)	0%	21,689	-	(21,689)	0%
Total Other Expenditures		15,366	17,098	1,732	10%	177,327	173,100	(4,228)	-2%
Total Expenses Before Debt Service		90,183	94,856	4,674	5%	999,487	1,015,684	16,196	2%
Net Revenues / (Expenses) Before Debt Service		(22,854)	(19,178)	(3,676)	19%	(752)	55,933	(56,685)	-101%
Contract Debt Service		-	4,021	4,021	100%	42,834	44,231	1,397	3%
Total Expenses After Debt Service		90,183	98,877	8,695	9%	1,042,321	1,059,915	17,594	2%
Net Revenues / (Expenses)		(22,854)	(23,199)	345	-1%	(43,586)	11,702	(55,288)	472%
Other Expenses (Not Included in Certified Budget):									
Capital Expenditures (From Restricted Cash Accounts)		\$	(80)	\$		(7,109)			
Assistance to First Responders (From New CW Assignment)		\$	-	\$		(9,514)			
Incentive for Non-Faculty Employees (From FY22 Budget Surplus)		\$	-	\$		(14,361)			

- Unfavorable timing variance in TSA General Fund Appropriation – Conditional. We expect to receive the conditional amount in the following months.
- Favorable timing variance in Undergraduate Tuition revenues due to a delay in the recording of tuition allowances in the accounting system.
- Unfavorable timing variance in Graduate Tuition revenues due to a delay in the recording of tuition revenues in the accounting system.
- Favorable timing variance in Campus-generated Inflows due to pending adjustments in the in the accounting system.
- Unfavorable timing variance in Federal Research and Investigation Grants due to a delay in the recording of these revenues in the accounting system.
- Favorable timing variance in Total Payroll & Related Costs due to a delay in the recording of May payrolls in the accounting system. Actual YTD amount is \$571.7M as presented in the Liquidity Report. In addition, Pensions Payment recording is affected due to the delay.
- Unfavorable permanent variance in Federal Grants, Pell and Donations as actual disbursements to students exceeded the budget amount for the FY23.
- Favorable timing variance in Other Operating Expenses since we expect to reach budget figures in the following months.