

Arthur J. Gonzalez

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Robert F. Mujica Jr. **Executive Director**

October 23, 2025

Mr. Orlando Rivera Berríos Executive Director Office of Management and Budget

Re: Funding Distribution for the Essential Services Program

Dear Mr. Rivera Berríos:

We write in response to your October 2, 2025, communication in which you request the Oversight Board's approval of the proposed distribution of funds to municipalities for the Essential Services Program. The Certified Fiscal Year 2026 Commonwealth Budget (the "FY2026 Budget") allocates \$30 million to support essential services and programs for the most vulnerable municipalities subject to the Oversight Board's review and approval.

Pursuant to the FY2026 Budget and based on compliance with the applicable requirements, the Oversight Board authorizes the proposed distribution of \$30,657,894, which includes the remaining balance of the FY2025 Essential Services Program as detailed in **Exhibit A**.

The Oversight Board understands the greater challenges some municipalities face, including fiscal stability. The \$30,657,894 million allocation is to be distributed among 47 municipalities to fund critical programs and services based on criteria established for the Essential Services Program in FY2025 updated with the most recent demographic, income and fiscal capacity information available with modifications made by the Office of Management and Budget ("OMB") to certain parameters including a minimum allocation amount. The criteria to determine the qualifying municipalities and allocations takes into consideration population, income variables, and municipal fiscal capacity.

All participating municipalities must comply with the eligibility requirements set forth in the special memorandum OMB will be sending.

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We appreciate the Executive Branch's support with this initiative and look forward to continuing our work together for the benefit of Puerto Rico's municipalities.

Sincerely,

Robert F. Mujica, Jr. Executive Director

CC: Mr. Elvin M. Rosado Morales

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Exhibit A Essential Services Program Fund Allocation by Qualifying Municipality

Municipality	Total Allocation
Adjuntas	\$883,187
Aguada	\$250,000
Aguadilla	\$250,000
Aguas Buenas	\$832,875
Arroyo	\$632,444
Barranquitas	\$991,474
Cabo Rojo	\$250,000
Camuy	\$507,583
Ceiba	\$250,000
Ciales	\$762,124
Coamo	\$1,000,000
Comerío	\$1,000,000
Corozal	\$1,000,000
Culebra	\$250,000
Florida	\$636,376
Guánica	\$805,495
Guayama	\$250,000
Guayanilla	\$661,482
Hormigueros	\$378,254
Jayuya	\$573,853
Juana Díaz	\$424,120
Juncos	\$432,787
Lajas	\$759,426
Lares	\$983,221

Municipality	Total Allocation
Las Marías	\$816,905
Loíza	\$925,533
Luquillo	\$250,000
Maricao	\$419,041
Maunabo	\$860,579
Moca	\$1,000,000
Morovis	\$984,333
Naguabo	\$706,253
Naranjito	\$1,000,000
Orocovis	\$1,000,000
Patillas	\$677,159
Peñuelas	\$437,831
Quebradillas	\$727,842
Sabana Grande	\$742,122
Salinas	\$765,397
San Lorenzo	\$454,284
Utuado	\$1,000,000
Vega Alta	\$397,466
Vega Baja	\$269,908
Vieques	\$568,468
Villalba	\$837,485
Yabucoa	\$802,587
Yauco	\$250,000
Total	\$30,657,894