



University of Puerto Rico (UPR)

April - 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 April 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 April and YTD FY23.

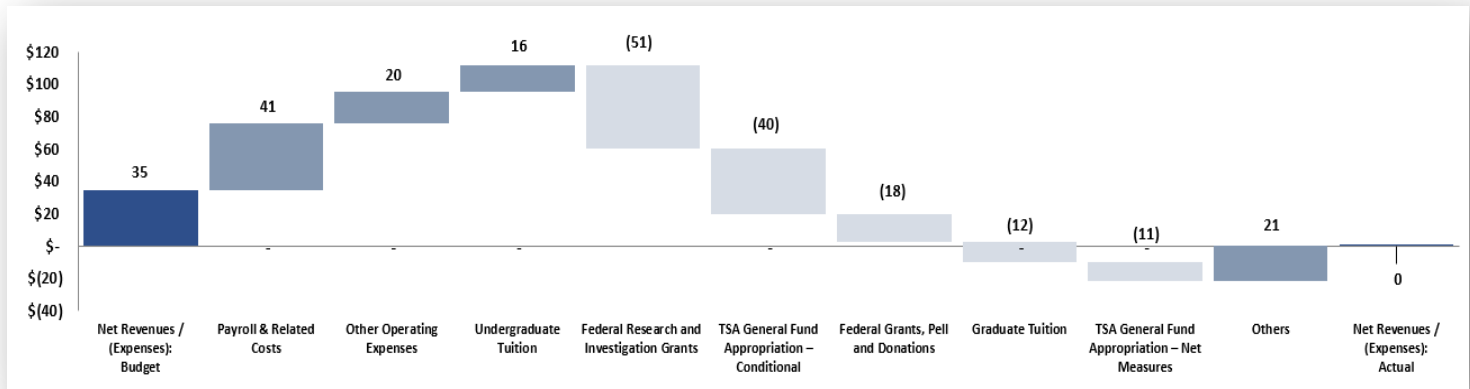
EXECUTIVE SUMMARY

YTD April, UPR ended net operations with an unfavorable variance of \$34.6M compared to budget. Variances by concept levels were relevant in the following line items:

Favorable variances: a timing variance in Payroll & Other Related Costs (\$41M), a timing variance in Other Operating Expenses (\$20M), and a timing variance in Undergraduate Tuition revenues (\$16M) (Refer to notes in page 5).

Unfavorable variance: a timing variance in Federal Research and Investigation Grants (\$52M), a timing variance in TSA General Fund Appropriation – Conditional (\$40M), a permanent variance in Federal Grants, Pell and Donations (\$18M), a permanent variance in Graduate Tuition (\$12M), and a timing variance in TSA General Fund Appropriation – Net Measures (\$11M) (Refer to notes in page 5).

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



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

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

Notes

(\$000's)	Notes	ACTUAL		BUDGET		ACTUAL		BUDGET	
		Apr-23	Apr-23	Variance \$	Variance %	YTD	YTD	Variance \$	Variance %
Central Government Appropriations:									
TSA General Fund Appropriation - Net Measures	1	35,618	46,010	(10,392)	-23%	356,180	367,672	(11,492)	-3%
TSA General Fund Appropriation - Conditional	2	-	20,000	(20,000)	-100%	-	40,000	(40,000)	-100%
TSA General Fund Appropriation - Joint Resolutions		2,501	2,508	(7)	0%	25,035	25,081	(45)	0%
Other Special Appropriations - Training and Seminars		-	833	(833)	-100%	6,259	8,333	(2,075)	-25%
Services to Department of Education		-	835	(835)	-100%	12,258	8,351	3,907	47%
Legislative Scholarships		792	792	-	0%	7,920	7,918	2	0%
TSA General Fund Appropriation - Additional Medical Science - Medical Residents		-	417	(417)	-100%	-	4,167	(4,167)	-100%
TSA General Fund Appropriation - Additional Medical Science - Attending Doctors		-	575	(575)	-100%	-	5,750	(5,750)	-100%
Endowment Funds		-	833	(833)	-100%	7,500	8,333	(833)	-10%
Total Central Government Appropriations		38,911	72,804	(33,893)	-47%	415,152	475,604	(60,453)	-13%
Operating Revenues:									
PR Slot Machine Receipts - Law 36		6,600	6,041	559	9%	64,584	60,411	4,173	7%
Undergraduate Tuition	3	1,612	493	1,119	227%	136,992	120,774	16,218	13%
Graduate Tuition	4	190	141	49	34%	22,416	34,658	(12,242)	-35%
Campus-generated Inflows		12,658	16,236	(3,578)	-22%	159,963	150,953	9,010	6%
Other Revenues		-	167	(167)	-100%	-	1,667	(1,667)	-100%
Total Operating Revenues		21,060	23,078	(2,018)	-9%	383,955	368,462	15,493	4%
Other Sources of Revenues:									
Pell & Other Student Aid Grants		(6,905)	3,307	(10,212)	-309%	49,544	49,826	(282)	-1%
Federal Research and Investigation Grants	5	2,631	6,773	(4,142)	-61%	50,715	102,046	(51,331)	-50%
FEMA and Insurance Receipts		-	-	-	0%	593	-	593	0%
HEERF Relief Funds		490	-	490	0%	13,791	-	13,791	0%
Prior Years Receivables		-	-	-	0%	-	-	-	0%
Other Receipts		-	-	-	0%	-	-	-	0%
Total Other Sources of Revenues		(3,784)	10,080	(13,865)	-138%	114,642	151,872	(37,229)	-25%
Total Revenues		56,186	105,961	(49,776)	-47%	913,749	995,938	(82,189)	-8%
Operating Expenditures:									
Payroll & Related Costs									
Salaries - Faculty		14,797	29,770	14,973	50%	253,951	279,869	25,918	9%
Salaries - Non-Faculty		10,169	15,524	5,355	34%	135,054	145,944	10,890	7%
Christmas Bonus	1	-	-	(1)	0%	5,555	5,700	145	3%
Overtime		82	185	103	56%	2,159	1,740	(419)	-24%
Liquidations		344	746	402	54%	7,473	7,014	(459)	-7%
Incentives		42	36	(6)	-17%	356	335	(21)	-6%
Medical Plan		2,939	4,830	1,891	39%	42,051	45,410	3,358	7%
Social Security Payment		1,948	3,329	1,382	42%	30,496	31,300	804	3%
State Insurance Fund		363	654	291	44%	5,827	6,148	321	5%
Unemployment Insurance		2	52	50	96%	313	485	172	35%
Total Payroll & Related Costs	6	30,687	55,127	24,440	44%	483,235	523,944	40,709	8%
Materials and Supplies									
Purchased Services		655	480	(175)	-36%	19,895	21,397	1,502	7%
Federal Grants, Pell and Donations	7	(3,822)	3,411	7,232	212%	96,902	79,353	(17,549)	-22%
Joint Resolutions		-	-	-	0%	-	-	-	0%
Facilities and Payments for Public Services		4,569	2,815	(1,754)	-62%	34,089	37,502	3,413	9%
Professional Services		18	279	261	94%	20	2,788	2,768	99%
Transportation Expenses		508	369	(139)	-38%	4,455	3,989	(467)	-12%
Other Operating Expenses	8	4,087	6,865	2,778	40%	49,930	69,579	19,649	28%
Total Operating Expenditures		8,300	17,892	9,592	54%	228,528	240,882	12,354	5%
Other Expenditures:									
Capital Expenditures		64	86	22	25%	707	2,134	1,427	67%
Equipment & Maintenance		2,394	2,163	(232)	-11%	23,997	31,451	7,454	24%
Pensions Payment	6	12,809	12,242	(568)	-5%	113,815	122,417	8,602	7%
HEERF Relief Required Disbursements		2,593	-	(2,593)	0%	20,349	-	(20,349)	0%
Total Other Expenditures		17,861	14,491	(3,370)	-23%	158,868	156,002	(2,867)	-2%
Total Expenses Before Debt Service		56,848	87,509	30,662	35%	870,631	920,827	50,196	5%
Net Revenues / (Expenses) Before Debt Service		(662)	18,452	(19,114)	-104%	43,118	75,111	(31,993)	-43%
Contract Debt Service		4,055	4,021	(34)	-1%	42,834	40,210	(2,624)	-7%
Total Expenses After Debt Service		60,903	91,530	30,628	33%	913,465	961,037	47,572	5%
Net Revenues / (Expenses)		(4,717)	14,431	(19,148)	-133%	284	34,901	(34,617)	99%

Other Expenses (Not Included in Certified Budget):			
Capital Expenditures (From Restricted Cash Accounts)	\$	(443)	\$ (7,048)
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 – Net Measures due to a delay in the recording of the April remittance in the accounting system.
- 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. We expect an unfavorable variance due to higher than expected enrollment decline for FY23.
- Unfavorable permanent variance in Graduate Tuition revenues due to higher than expected enrollment decline for FY23.
- Unfavorable timing variance in Federal Research and Investigation Grants due to a delay in the recording of these revenues in the accounting system. We expect to reach the budget amount for FY23.
- Favorable timing variance in Total Payroll & Related Costs due to a delay in the recording of April payrolls in the accounting system. Actual YTD amount is \$527.4M 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.