



GOVERNMENT OF PUERTO RICO
Puerto Rico Fiscal Agency and Financial
Advisory Authority

Summary of Bank Account Balances for the Government of Puerto Rico and its Instrumentalities

Information as of April 30, 2018

May 18, 2018

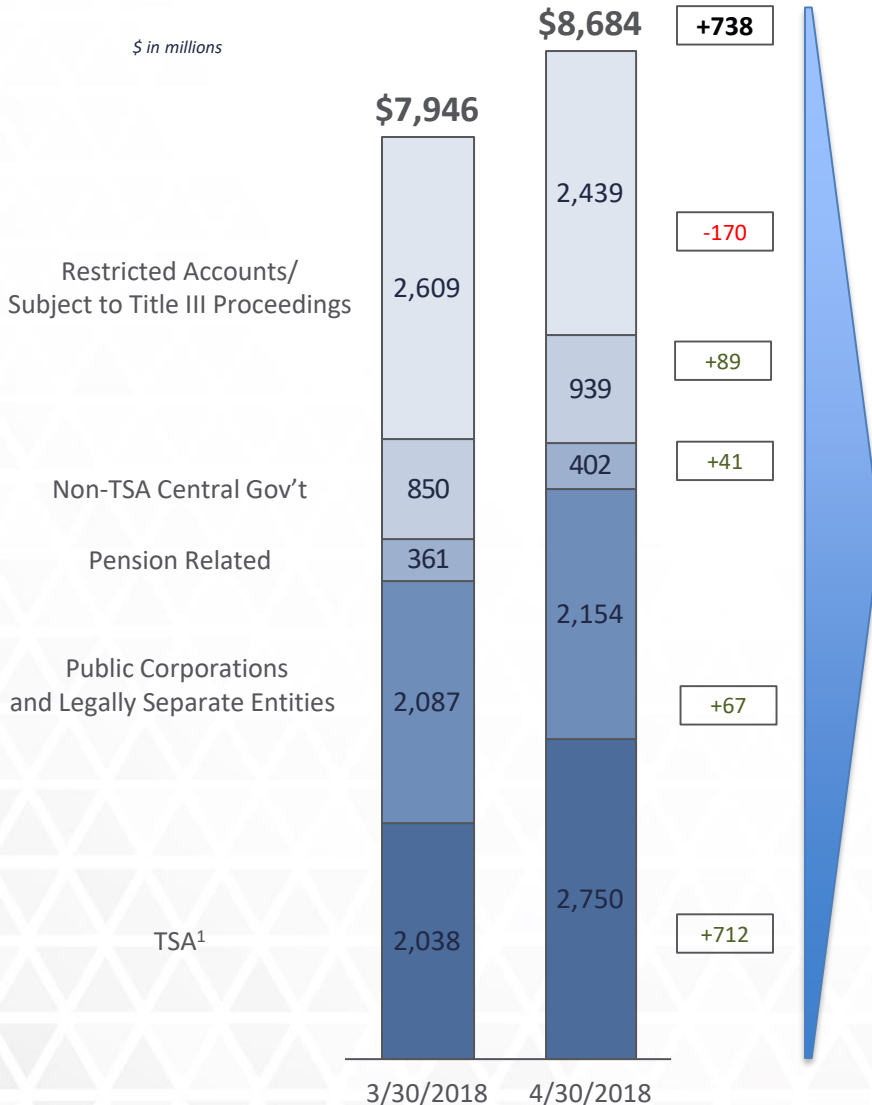
Disclaimer

- This presentation was prepared and is being published by the Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”) as part of the ongoing evaluation of financial matters of the Government of Puerto Rico, including certain of its public corporations and its instrumentalities (the “Government”). The information contained herein provides the cash balances of Government accounts as of the dates indicated but is not intended to provide an analysis of the source of these funds or their adequacy to satisfy the Government’s liquidity needs. Government creditors and other third parties should not rely on this information to make any investment decision regarding securities issued by the Government or any instrumentality thereof.
- The account balances included herein are based on information AAFAF obtained from governmental instrumentalities and financial institutions as of the dates indicated as part of an ongoing review of the bank accounts and balances of the Government and its instrumentalities. AAFAF has not validated all the information received and, as a result, cannot and does not assume any responsibility for the accuracy of such information. As additional information becomes available and the validation process is completed, there could be material changes to the information contained herein.
- The account balances included herein are provided to show the cash position as of specific dates, and this presentation does not purport to provide, nor take into consideration, any changes since such dates. Such balances are expected to change, potentially materially, on a day to day basis based on, among other things, the financial needs of the Government and its instrumentalities, as well as judicial determinations regarding such funds.
- The information contained herein regarding the restricted or unrestricted nature of any cash balance is preliminary and subject to further analysis.
- The account balances included herein have not been confirmed through an audit conducted in accordance with generally accepted auditing standards, an examination of internal controls or other attestation or review services in accordance with standards established by the American Institute of Certified Public Accountants or any other organization. This document does not constitute an audit of compliance with any federal law, rule, or regulation.

Disclaimer (cont'd.)

- Nothing in this document shall be considered a solicitation, recommendation or advice to any person to participate, pursue or support a particular course of action or transaction, to purchase or sell any security, or to make any investment decision.
- AAFAF, the Government, and each of their respective officers, directors, employees, agents, attorneys, advisors, members, partners or affiliates (collectively, with AAFAF and the Government, the “Parties”) make no representation or warranty, express or implied, to any third party with respect to the information contained herein, and all Parties expressly disclaim any such representations or warranties.
- The Parties do not owe or accept any duty or responsibility to any reader or recipient of this presentation, whether in contract or tort, and shall not be liable for or in respect of any loss, damage (including, without limitation, consequential damages or lost profits) or expense of whatsoever nature of such third party that may be caused by, or alleged to be caused by, the use of or reliance upon this presentation or that is otherwise consequent upon the gaining of access to this document by such third party.
- By receiving this document, the recipient shall be deemed to have acknowledged and agreed to the terms described in the “Disclaimer” slides.
- This document may contain capitalized terms that are not defined herein, or may contain terms that are discussed in other documents or that are commonly understood. You should make no assumptions about the meaning of capitalized terms that are not defined.
- The Parties do not undertake any duty to update the information contained herein.

Executive Summary



Key takeaways:

- Overall **balance** of reported accounts **increased by approximately \$738M** from March 31st to April 30th.
- Increase is mainly **driven by**:
 - +\$712M** increase in central Government's Treasury Single Account balance ("TSA¹")
 - +\$89M** in Non-TSA Central Gov't
 - +\$41M** in Pension Related
 - +\$67M for Public Corporations and Legally Separate Entities:**
 - \$61M, PRASA - Proceeds in accounts for Disaster Recovery Efforts including advancements on Insurance claims and FEMA Public Assistance funds.
 - \$170M** in Restricted Accounts and/or subject to Title III Proceedings:
 - \$156M, PREPA – Mainly driven by repayment of the \$300M CW Loan in the amount of \$86M during the month of April, and \$149M YTD as of 4/30.

Non-TSA Central Government balances are concentrated in the Public Housing Authority (47%), lottery related funds (17%), funds at the Department of Labor (13%)², the Child Support Administration (6%), and FEMA (5%) funds.

¹ Includes TSA Sweep Accounts.

² 52% of which are for specific programs created by Law, see page 10

Executive Summary (cont'd.)

- AAFAF started its efforts to identify government bank accounts and their balances to obtain a comprehensive view of the cash position of the Government. Requests were sent to governmental instrumentalities, the Office of the Commissioner of Financial Institutions (“OCIF”) and various commercial banks.
- Based on the information obtained, AAFAF prepared an inventory of bank accounts across governmental instrumentalities, including those outside the scope of the fiscal plans submitted to the Financial Oversight and Management Board for Puerto Rico (“FOMB”).
- The exercise and the inventory described in this presentation, which had not been conducted by prior administrations, obtained information on +800 bank accounts. AAFAF now has centralized access to bank account information for most of the Government.
- AAFAF has conducted this process in consultation with the FOMB and its advisors, and has been providing periodic reports to the FOMB since July 2017.
- On October 31, 2017, AAFAF commenced publishing weekly cash flow reports for the TSA on its website and EMMA. AAFAF now intends to report periodically the cash balance position of the bank accounts included in this presentation to provide additional transparency.
- AAFAF has designed a five-step process to evaluate the cash position of the Government, as described herein. AAFAF has completed the first step of this process and will continue with the other steps to arrive at a comprehensive cash model.
- On December 18, 2017, the FOMB announced that it would conduct an independent forensic investigation of the information on Government bank accounts published by AAFAF. On February 6, 2018, the FOMB announced the retention of Duff & Phelps, LLC (“D&P”) to conduct this forensic analysis. D&P and AAFAF have participated in discussions to coordinate this process.
- The information presented excludes certain funds as set forth in the “Excluded Funds” slide.

Process to Evaluate the Cash Position of the Government

Steps	Overview
1. Procure and validate complete set of bank accounts	<ul style="list-style-type: none">▪ AAFAF instructed banks, agencies and public corporations to provide inventory of bank accounts.▪ Programmed list of bank accounts, in private financial institution web based platforms, which provide access to bank account detail.
2. Conduct an independent evaluation of the source of funds in non-TSA bank accounts	<ul style="list-style-type: none">▪ Engage an independent firm to conduct an evaluation of the cash inflows and outflows into all governmental bank accounts.
3. Perform a legal analysis to determine the restricted or unrestricted nature of funds at non-TSA bank accounts	<ul style="list-style-type: none">▪ Legal review of the results of the independent evaluation to confirm legal restrictions relative to funds deposited in the bank accounts.
4. Determine potential excess cash available in non-TSA governmental bank accounts, if any	<ul style="list-style-type: none">▪ Determine operating cash needs at major component units.▪ Assess reliance on appropriations from the TSA.▪ Determine excess cash available across the bank accounts, if any.
5. Evaluate and establish path to legally accessing excess cash at non-TSA instrumentalities, if any	<ul style="list-style-type: none">▪ Establish legal mechanism and process to access excess cash, if any.

¹ <https://junta.pr.gov/wp-content/uploads/wpfd/49/5a79fb85c1677.pdf>

Excluded Funds

Agency	Description
Legislative Branch	<ul style="list-style-type: none">▪ The Puerto Rico Legislative Assembly receives monthly transfers from the General Fund to fund its operations based on budgetary appropriations.
Judicial Branch	<ul style="list-style-type: none">▪ The Puerto Rico Judicial Branch receives monthly transfers from the General Fund to fund its operations based on budgetary appropriations. The Judicial Branch also holds funds in custody related to legal proceedings.
Municipal Funds	<ul style="list-style-type: none">▪ Municipal funds include funds of Puerto Rico municipalities, the Municipal Revenue Collections Center and the Puerto Rico Municipal Finance Agency.
Government Development Bank	<ul style="list-style-type: none">▪ Includes deposits on GDB's balance sheet for government agencies and instrumentalities, public corporations and municipalities. These funds are unavailable due to existing legal restrictions and as a result of GDB's Restructuring Support Agreement which, in general terms, provides for the qualified modification of GDB's debt under Title VI of PROMESA.
Investment Accounts	<ul style="list-style-type: none">▪ Includes non-bank investment accounts of certain instrumentalities (e.g. ERS, TRS, JRS, State Insurance Fund Corporation and Automobile Accident Compensation Administration).

Bank Account Balances for the Government and its Instrumentalities

Revised Grouping	Balance as of ¹		Notes
	3/31/2018	4/30/2018	
TSA ²	1,951.2	2,690.6	<ul style="list-style-type: none"> Reported on a weekly basis on AAFAF's website.
TSA Sweep	86.8	59.6	<ul style="list-style-type: none"> Accounts that collect income and completely pass through to TSA on a daily basis.
Pension Related	360.7	401.9	<ul style="list-style-type: none"> Includes employee withholdings mostly for defined contribution retirement accounts (\$222M), repayment of employee loans issued by the retirement system (\$155M) and Pay-go charges from municipalities and public corporations (\$23M).
Central Gov't Non-TSA	850.5	938.7	<ul style="list-style-type: none"> \$439M federal funds administered by the Public Housing Authority. \$162M lottery related funds. \$50M other Federal Funds. Remaining amounts held and administered by central government agencies.
COFINA	1,195.1	1,196.8	<ul style="list-style-type: none"> Balance on deposit at BNYM and subject to interpleader proceedings. COFINA Pledged Sales Tax Base Amount deposit requirement was satisfied on Feb. 16th, 2018.
Other Restricted Title III Accounts	782.3	766.9	<ul style="list-style-type: none"> ERS related accounts (\$414M), GO Redemption Fund (\$206M), and clawback funds (\$147M).
PREPA	487.0	330.8	<ul style="list-style-type: none"> Decrease driven in part by repayment of the \$300M CW Loan in the amount of \$86M during the month of April, and \$149M YTD as of 4/30; employee expenses, fuel procurement, purchased power disbursements and timing of emergency payments made in advance of corresponding FEMA reimbursement.
PRASA	445.2	506.2	<ul style="list-style-type: none"> \$139M in funds available to cover operating expenses. Remaining balances represent funds for specific uses per the Master Agreement of Trust.
HTA	144.9	144.6	<ul style="list-style-type: none"> \$98.6M are restricted and reserved funds for operational and construction contracts.
UPR	393.9	384.3	<ul style="list-style-type: none"> 259.1M, or 97.8% of UPR operational funds are held in five (5) accounts, \$76.4M in 5 restricted US Bank accounts related to debt service obligations on UPR revenue bonds.
ASES	273.0	250.9	<ul style="list-style-type: none"> State and federal funds used mainly for payments of health insurance premiums and claims.
Other Public Corps and Legally Separate Entities	975.0	1,012.5	<ul style="list-style-type: none"> Government entities with autonomous fiscal authority established by law. Slide 18 includes an overview of the entities that represent ~42% of the 4/30 balance.
TOTAL	\$7,946M	\$8,684M	

¹ Except for accounts with an aggregate balance of \$29.2M, which have not been updated as of the indicated dates.

² Source: Puerto Rico Department of Treasury Single Account ("TSA") FY 2018 Cash Flow Report. <http://www.aafaf.pr.gov/assets/fy18-weeklytsacashflow-4-6-2018.pdf>

TSA, TSA Sweep and Pension Related Accounts

Grouping Subcategory	Balance as of		Notes
	3/31/2018	4/30/2018	
TSA	1,951.2	2,690.6	<ul style="list-style-type: none"> The TSA is the Government's main operational bank account in which a majority of receipts from governmental funds are deposited and from which most expenses are disbursed. It includes tax collections, charges for services, intergovernmental collections, the proceeds of prior short and long term debt issuances held in custody by the Secretary of Treasury for the benefit of Government fiduciary funds, and other receipts.
TOTAL	\$1,951.2M	\$2,690.6M	

TSA Sweep Accounts¹:

General Collection Posts	54.5	39.8	<ul style="list-style-type: none"> Account used for Government receipts from all the collection posts Island wide and the web based platform, known by its Spanish name as <i>Colecturía Virtual</i>. Receipts in collections posts account occur approximately two business days prior to being deposited into the TSA. Account used for consolidated receipts of Sales and Use Tax. Balances are swept on a daily basis into accounts held by the trustee of the COFINA bonds, the General Fund and/or the Municipal Administration Fund. Account used to receive amounts collected by collection officers at the agencies mainly for charges for services and fees. Receipts in collections posts account occur approximately two business days prior to being deposited into the TSA.
SUT	25.5	15.5	
Agency Collection Posts	16.8	4.2	
TOTAL	\$96.8M	\$59.5M	

Pension Related:

Employee Withholding	332.1	379.4	<ul style="list-style-type: none"> Custody bank accounts which balances represent employees/participants withholdings for specific purposes as follows: (i) \$218M for individual defined contribution retirement account, (ii) \$155.4M repayment of employee loans issued by the ERS, TRS and JRS, and (iii) \$3M for the payment of disability insurance. Pay-go charges include balances from payments made by municipalities and public corporations in connection with benefits paid to retirees.
Pay-go charges	28.6	22.5	
TOTAL	\$360.7M	\$401.9M	

¹ Includes Zero Balance Accounts which are accounts used for disbursements of vendors payments, payroll and pensions. These accounts make disbursements and are automatically replenished from the TSA account.

Central Government – Non-TSA

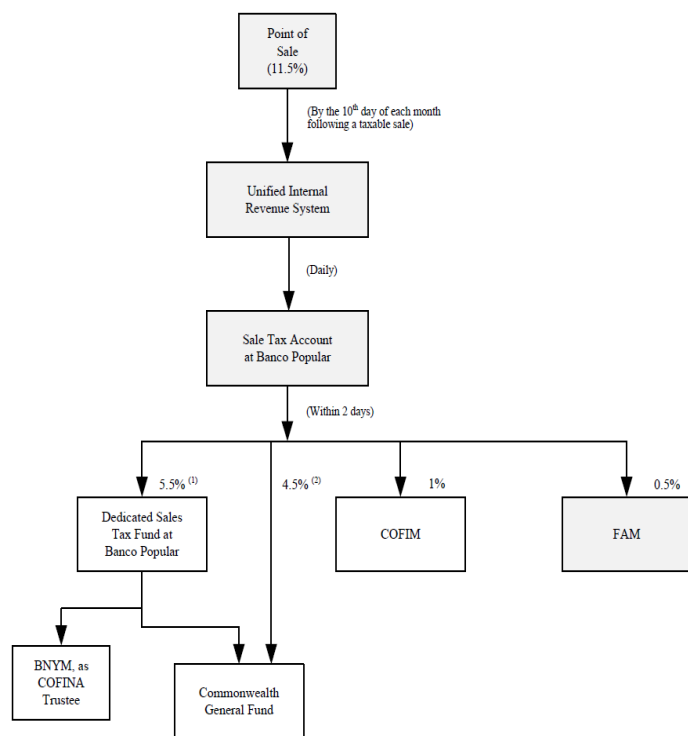
\$ in millions	<i>Balance as of</i>		
Central Government Entity	3/31/2018	4/30/2018	Notes
Public Housing Administration	436.3	438.6	<ul style="list-style-type: none"> ▪ PHA accounts include grants of federal funds received to finance public housing programs and their operations.
Other Treasury Custody Accounts	188.0	224.8	<ul style="list-style-type: none"> ▪ Other Treasury Custody Accounts include balances from the Lotteries (\$162M), federal funds (\$50M) and operational and miscellaneous account balances under custody of Special Disbursement Officers (\$13M).
Department of Labor and Human Resources	68.8	120.4	<ul style="list-style-type: none"> ▪ DLHR accounts include operational accounts and other funds as follows: <ul style="list-style-type: none"> – Work Opportunity Incentive Fund (\$45.5M) to finance an incentive program to promote job creation. – Contribution Trust Fund (\$8.2M) from employers' receipts used to pay claims to employees. – Act No. 15 (\$7.9M) special revenues for operations. – Operational accounts and other funds (\$58.8M).
Child Support Administration	57.2	55.9	<ul style="list-style-type: none"> ▪ Custody bank account containing child support payments from non-custodial parents.
Puerto Rico Police	16.9	19.9	<ul style="list-style-type: none"> ▪ Bank account used to process Police Department payroll funded through budget appropriations.
Department of Housing	4.2	4.0	<ul style="list-style-type: none"> ▪ DOH accounts include grants of federal funds received to finance public housing programs and their operations.
DDEC	12.8	12.6	<ul style="list-style-type: none"> ▪ DDEC accounts include operational accounts from General Fund appropriations and internally generated revenues (\$6.9M), Act No. 22 (\$4M), film program (\$1M) and federal funds.
9-1-1 Services	12.7	13.6	<ul style="list-style-type: none"> ▪ 9-1-1 Services account represents their operational account from special revenues (Act 144).
Other Non-TSA Entities	53.6	49.0	<ul style="list-style-type: none"> ▪ Description included in Appendix B.
TOTAL	\$850.5M	\$938.9M	

¹ Except for accounts with an aggregate balance of \$3M, which have not been updated as of the indicated dates.

Restricted Accounts Subject to Title III Proceedings - COFINA

\$ in millions

Grouping	Balance as of	
	3/31/2018	4/30/2018
COFINA Debt Service and Federal Subsidy Accounts at BNYM	\$1,195.1M	\$1,196.8M



- The Puerto Rico Sales Tax Financing Corporation (“COFINA”) was created pursuant to Act No. 91-2006, as amended, and has issued bonds payable solely from a portion of the sales and use tax imposed by the Government on qualified transactions.
- Sales and use tax collections are consolidated at an account at Banco Popular de Puerto Rico (“BPPR”).
- Amounts are swept on a daily basis into corresponding accounts at BNYM, as trustee for the COFINA bondholders, the Puerto Rico Treasury Department and/or the Municipal Administration Fund.
- BNYM applies the funds received from BPPR pursuant to the waterfall set forth in the Sales Tax Revenue Bond Resolution. BNYM also receives certain funds from the Federal Government in connection with certain bonds issued by COFINA that receive a federal interest subsidy. The funds on deposit at BNYM may solely be used to pay COFINA bonds and obligations.
- Currently restricted pursuant to the court order issued by the United States District Court for the District of Puerto Rico in Adversary Proceeding No. 17-133-LTS in COFINA’s Title III proceeding under PROMESA.
- The COFINA Pledged Sales Tax Base Amount deposit requirement for FY18 was satisfied on February 16, 2018. Further allocations of the 5.5% Sales and Use Tax are now being transferred to the Commonwealth General Fund.

¹ First revenues up to the “Pledged Sales Tax Base Amount” for the particular fiscal year are deposited with Bank of New York Mellon, as COFINA Trustee. Then, an amount equal to the amount deposited with the COFINA Trustee is transferred to the Government’s General Fund. All other amounts after the Government has received such amount are divided equally between COFINA and the Government.

² Corresponds to the 4.5% sales and use tax surcharge.

Restricted Accounts Subject to Title III Proceedings

Grouping Subcategory	Balance as of ¹		Notes
	3/31/2018	4/30/2018	
ERS Related Accounts	429.4	413.9	<ul style="list-style-type: none"> ▪ \$123M for operational purposes. ▪ \$33.8M in a Pre-petition Segregated Account created as part of a stipulation entered into prior to the commencement of Title III proceedings. ▪ \$107M relating to proceeds from sale of investments. ▪ \$93M corresponding to a Post-petition Segregated Account created as part of a stipulation entered into as part of the Title III proceedings. ▪ \$18.9M corresponding to certain reserves to cover obligations incurred in loan portfolio sale transactions to private parties.
GO Redemption Funds	206.4	206.4	<ul style="list-style-type: none"> ▪ \$206M in revenues from the 1.03% property tax collected since fiscal year 2017 and deposited in the Public Debt Redemption Fund, the use of which is currently restricted to the payment of general obligation debt.
Clawbacks	146.5	146.6	<ul style="list-style-type: none"> ▪ \$147M corresponding to revenues retained (or “clawed-back”) by the Government in fiscal year 2016 pursuant to Executive Order 2015-46 for the payment of General Obligation debt.
TOTAL	\$782.3M	\$766.9M	

The aforementioned funds are held in segregated accounts and most of them are subject to various claims under the Title III proceedings. The ultimate use of the funds may be subject to court determination.

¹ Except for accounts with an aggregate balance of \$20.3M, which have not been updated as of the indicated dates.

Restricted Accounts / Subject to Title III Proceedings - PREPA

\$ in millions	<i>Balance as of</i>		<i>Notes</i>
	<i>3/31/2018</i>	<i>4/30/2018</i>	
Grouping Subcategory			
Operating	302.0	243.7	<ul style="list-style-type: none"> Decrease primarily due to employee expenses, fuel procurement, purchased power disbursements and timing of emergency payments made in advance of corresponding FEMA reimbursement, partially offset by customer collections and transfers from the Segregated Account to fund eligible disbursements.
Segregated	97.0	0.0	<ul style="list-style-type: none"> Emergency loan received from the Puerto Rico Treasury Department (“Commonwealth Loan”) to provide short-term liquidity relief and enable PREPA to continue operations. Decrease is mainly driven by repayment of the \$300M CW Loan in the amount of \$86M during the month of April, and \$149M YTD as of 4/30, and by the transfer of funds into the Operating account to fund eligible disbursements.
FEMA	5.4	4.4	<ul style="list-style-type: none"> Transfer of funds into Operating account to fund payments made to a contractor for system restoration work. No significant change from prior month.
Insurance (Restricted)	50.1	50.1	<ul style="list-style-type: none"> Insurance funds received for substation repairs. No significant change from prior month.
Construction & Other Restricted	32.6	32.6	<ul style="list-style-type: none"> No significant change from prior month.
TOTAL	\$487.0	\$330.8	

PRASA

\$ in millions	<i>Balance as of</i>		
Grouping Subcategory	3/31/2018	4/30/2018	Notes
Debt Service Accounts	83.9	102.2	<ul style="list-style-type: none"> For the payment of principal and interest on senior and senior sub indebtedness due on 7/1/18. Funding for the Commonwealth Guaranteed Debt and Commonwealth Supported Obligations
Debt Service Reserve	92.6	92.6	<ul style="list-style-type: none"> Debt service reserve required by PRASA'S Master Agreement of Trust ("MAT") for 2008 Series A&B Bonds
Operating Reserve	64.7	67.9	<ul style="list-style-type: none"> To cover the operating reserve fund for current expenses as required by the MAT. Increase considers deposits made by PRASA following requirements under the MAT.
Current Expense Fund	53.1	53.9	<ul style="list-style-type: none"> For payment of operational expenses.
Revenue Fund	7.9	9.3	<ul style="list-style-type: none"> To fund trust reserves with amounts held in deposit following the MAT priority schedule (Sr Debt Service, Sr Sub Debt Service, Current Expense Fund, Operating Reserve, Capital Improvement Fund and the Commonwealth Payment Fund).
Capital Improvement	15.1	7.4	<ul style="list-style-type: none"> Balance to pay for capital improvement investments deposited on a fund held by the Trustee under the MAT.
Construction Fund	55.2	60.4	<ul style="list-style-type: none"> To pay cost of improvements, payment of the costs of issuance of bonds, and interests during construction.
Disaster Recovery	71.5	111.3	<ul style="list-style-type: none"> Proceeds in accounts for Disaster Recovery Efforts. Moneys including advances on Insurance proceeds and FEMA Public Assistance Program
Compliance Escrow	1.2	1.2	<ul style="list-style-type: none"> Established through Consent Decree and Transactional Agreements with the Department of Health.
TOTAL	\$445.2M	\$506.2M	

Restricted Accounts / Subject to Title III Proceedings - HTA

Grouping Subcategory	Balance as of		Notes
	3/31/18	4/30/2018	
Operational	44.0	31.6	<ul style="list-style-type: none"> Includes construction and operational accounts. The decrease (-\$12.4M) is primarily due to the net effect of operating and intra-government receipts (+\$22.3M) less operating expenses net of payroll (-\$20.6M) offset by transfers made to payroll accounts (-\$3.9M) and reserve/restricted accounts (-\$10.7M) during the month. This bank account is the main deposit account for HTA. Funds from this account are commonly transferred to other HTA bank accounts to cover operational expenses, including payroll accounts for payroll, payroll taxes, and discounts.
Payroll	5.1	2.8	<ul style="list-style-type: none"> Related to payroll and payroll taxes. The decrease (-\$2.3M) is due to payroll and payroll taxes for the month of April (-\$6.2M) offsetting transfers from the Operational Account (+\$3.9M).
Federal Funds	11.2	11.4	<ul style="list-style-type: none"> HTA receives federal funds from the Federal Highway Administration ("FHWA") and the Federal Transit Administration ("FTA") and uses those funds on FHWA and FTA earmarked infrastructure projects. The increase (+\$0.2M) is primarily due to FHWA and FTA inflows (+\$15.4M) offsetting capex spending (-\$11.9M) and transfers to reserve accounts (-\$3.3M).
Reserve	84.6	98.6	<ul style="list-style-type: none"> Consists of restricted/reserved funds for operational and construction contracts. This monthly increase is mainly due to funds transferred from other HTA accounts.
TOTAL	\$144.9M	\$144.4M	

¹Increase mainly driven by 2 recently identified and included accounts, with a combined balance of \$7.5M.

ASES

\$ in millions			
Grouping Subcategory	Balance as of		Notes
	3/31/2018	4/30/2018	
Premium Payments Account	171.1	199.1	<ul style="list-style-type: none"> ▪ Premium Payments account receives federal and state funding, and makes disbursements for MCO premiums.
Control Account	100.4	50.3	<ul style="list-style-type: none"> ▪ The Control Account receives monies from the Rebates and Operational accounts, and makes disbursements for MCO premiums, and general overhead and payroll expenses. ▪ The monthly reduction is a timing variance related to receipt of offsetting federal funds related to the federal Bipartisan Budget Agreement, incremental to the approved FY18 federal funds budget, and the related discontinuation of Commonwealth funds to ASES.
Rebates and Operational Accounts	1.5	1.5	<ul style="list-style-type: none"> ▪ The Operational account receives monies from appropriations of approximately \$4M per month and additional \$4M to \$5M from federal administrative reimbursements. ▪ Each day cash is swept into the control accounts, which brings balance to zero in Operational Account. The Rebate Account operates the same way in that monies are swept from it to Control Account.
TOTAL	\$273.0M	\$250.9M	

UPR

Grouping Subcategory	Balances as of		Notes
	3/31/2018	4/30/2018	
Operational Accounts ¹	\$277.3M	\$265.0M	<ul style="list-style-type: none"> Decrease of \$12.4M in operational account balances is primarily due to decrease in unrestricted funds maintained in the concentration account typically utilized for general UPR operations. Approximately \$259.1M, or 97.8% of UPR operational funds, are held in five (5) accounts managed by Central Administration, \$32.7M of which are restricted: <ul style="list-style-type: none"> \$150.1M in a securities account (unrestricted)¹, \$80.3M in a money market account (\$15.5M² restricted), \$12.2M in student financial aid – Rio Piedras Pell Grant account (restricted), \$11.5M in concentration account (unrestricted), \$5.0M in hurricane insurance proceeds account (restricted), Approximately \$5.2M is in thirty (33) active Banco Popular bank accounts managed by UPR, or its units, which typically contain restricted deposits of federal student aid.³
Component Units Accounts	\$40.2M	\$39.0M	<ul style="list-style-type: none"> Decrease in CU account balances is primarily related to Retirement System accounts. <ul style="list-style-type: none"> \$18.4M in 12 accounts at <i>Desarrollos Universitarios, Inc.</i> (\$16.2M restricted), \$14.3M in 4 accounts at <i>Servicios Médicos Universitarios, Inc. ("SMU")</i> (\$7.9M restricted), \$4.1M in 2 restricted accounts related to Retirement Systems, \$1.8M in 2 restricted accounts at <i>University of Puerto Rico Parking System Inc.</i>, \$0.4M in 2 accounts at <i>Materials Characterization Center, Inc.</i> (\$0.1M restricted).
Bond Sinking Fund Accounts	\$76.4M	\$80.4M	<ul style="list-style-type: none"> Three restricted US Bank accounts related to debt service obligations on UPR revenue bonds.
TOTAL	\$393.9M	\$384.3M	<ul style="list-style-type: none"> As of 3/31/18: \$138.6M Restricted (\$31.1M operational.; \$31.1M CUs; \$76.4M bonds), or 35%. As of 4/30/18: \$149.0M Restricted (\$38.5M operational.; \$30.1M CUs; \$80.4M bonds), or 39%.

In general, the unrestricted account balances in operational accounts are used as working capital for payments of the ordinary obligations of the University, which are not subsidized by other sources. For example, accounts payable, budget deficits (including those related to UPR's Retirement System), and needs resulting from spend/reimbursement timing and uninsured portions for 2017 hurricane damages.

¹ On April 17th, UPR purchased T-Bills with monies from the BPPR money market account in three trades, each \$50M - with maturities of 30, 60 and 90 days, thus considered cash equivalents.

² Building and Facilities (Molecular Sciences/Plant Nursery): \$7.8M; Endowment Fund: \$6.2M; Perkins Federal Program: \$1.0M; Donations: \$0.5M.

³ Overall balance also includes restricted funds totaling \$0.6M at two other institutions: \$0.4M in donation account at Banco Santander, \$0.2M in research related account at UBS.

⁴ Confirming whether there are other legally separate entities, under the UPR structure that could have additional bank accounts. Will continue to update disclosure as information is available and validated.

Other Public Corporations and Legally Separate Entities

\$ in millions PC or Legally Separate Entity	Balance as of¹		Notes
	3/31/2018	4/30/2018	
State Insurance Fund Corporation	202.7	180.3	<ul style="list-style-type: none"> Almost all of the balances include unrestricted operational accounts for premium collections and concentration purposes. The remaining balance consists of reserve and operational pass-through accounts.
Automobile Accident Compensation Administration	118.8	119.4	<ul style="list-style-type: none"> Over 90% of funds represent investment reserves for the purposes of meeting future benefit payments, a standard operating procedure of insurance providers. The remaining amounts are mostly used for operational expenses.
Tourism Company	77.3	82.0	<ul style="list-style-type: none"> \$42.6M in debt service reserve accounts, \$8.2M related to room tax revenues and the rest are funds in operational accounts.
Agricultural Enterprises Development Administration	61.1	59.3	<ul style="list-style-type: none"> 93% of the balances include operational accounts including sweep and deposit accounts. The remaining balances consist of restricted/reserve accounts.
Housing Financing Authority	53.9	60.2	<ul style="list-style-type: none"> 33% of the balances are composed of restricted accounts including debt service, escrow, and federal funds. The remaining accounts are unrestricted operational accounts.
Industrial Development Company	75.6	88.8	<ul style="list-style-type: none"> Over 80% of funds are deposited for specific uses including, but not limited to, debt service reserves, incentive payments established by law, and capital expenditures. Remaining funds are mostly used for PRIDCO and Rums of PR operating expenses.
Other Public Corporations	385.5	422.5	<ul style="list-style-type: none"> Description included in Appendix C.
TOTAL	\$975.0M	\$1,013M	

¹ Except for accounts with an aggregate balance of \$6M which have not been updated as of the indicated dates.
<http://www.aafaf.pr.gov/assets/fy18-weeklytsacashflow-3-30-2018.pdf>

Appendix A: Reconciliations and Revisions of Reported Balances to Date

Detail of Updated Balances vs. April 24th disclosure

(3/31/2018 balances reported April 24th, \$ in millions)

<i>\$ in M</i>	TSA	TSA Sweep	Pension related	Central Government - Non TSA	COFINA DSR	Other Restricted Title III Accounts	PREPA	PRASA	HTA	UPR	ASES	Other Public Corp's.	Total
Reported 3/31 Balances	\$1,951.2	86.8	360.7	850.5	1,195.1	782.3	487.0	445.2	144.9	393.9	273.0	975.0	\$7,945.6
Revisions to 3/31 Balances	\$	-	-	-	-	-	-	-	-	-	-	-	\$
Revised 3/31 Balances	\$1,951.2	86.8	360.7	850.5	1,195.1	782.3	487.0	445.2	144.9	393.9	273.0	975.0	\$7,945.6

¹Increase mainly driven by 2 recently identified and included accounts, with a combined balance of \$7.5M.

Appendix B: Central Government – Non TSA

\$ in '000s

<u>Agency Name</u>	<i>Balance as of</i>	
	<u>3/31/2018</u>	<u>4/30/2018</u>
Department of Education	14,937.7	10,406.7
Office of Government Ethics	8,501.1	8,558.3
Telecommunication's Regulatory Board	6,944.2	7,543.5
Office of the Comptroller	6,832.8	7,111.9
Institute of Statistics	2,863.8	2,846.8
Environmental Quality Board	2,798.7	1,718.1
Puerto Rico Education Council	2,370.9	2,034.4
Institute of Forensic Sciences	2,190.3	2,382.3
Department of Correction and Rehabilitation	1,698.3	1,794.2
OCAM- OGP	1,547.7	1,585.3
Families and Children Administration	901.5	470.1
Administration for Socioeconomic Development of the Family	881.0	790.5
Department of Justice	400.8	397.8
Office of Socioeconomic Development	364.4	365.1
Department of Consumer Affairs	230.8	190.6
Puerto Rico National Guard	73.0	538.1
Commonwealth Election Commission	51.9	140.5
Industrial Commission	33.7	49.4
Office of the Governor	9.9	33.8
Department of Natural Resources	-	-
Total	<u>53,632.5</u>	<u>48,957.3</u>

¹ Account balance as of 2/28 of \$12,100, reported on April 6th as Advocacy for Persons with Disabilities of the Commonwealth, has been reclassified to a Department of Education account, as originally reported..

Appendix C: Other Public Corporations and Legally Separate Entities

\$ in '000s

<u>Agency Name</u>	<i>Balance as of</i>	
	<u>3/31/2018</u>	<u>4/30/2018</u>
Government Employee and Judiciary Retirement System Administration	49,065.8	49,091.5
Public Buildings Authority	44,285.9	51,956.1
Comprehensive Cancer Center	27,384.9	28,510.0
Unidentified	25,239.8	38,509.2
Fiscal Agency and Financial Advisory Authority	24,675.3	29,884.8
Financial Oversight Board	24,102.5	26,328.3
Ports Authority	22,546.4	22,334.7
Infrastructure Financing Authority	22,074.2	21,316.4
Medical Services Administration	19,637.2	23,985.8
Puerto Rico Trade and Export Company	14,308.5	14,387.0
Economic Development Bank	14,063.7	14,197.8
Land Authority	11,956.6	11,700.0
Teacher's Retirement System	10,274.6	9,924.2
Puerto Rico and the Caribbean Cardiovascular Center Corporation	9,570.3	9,520.7
Integrated Transport Authority	8,328.2	8,143.1
Solid Waste Authority	8,123.8	12,670.1
Convention Center District Authority	7,754.4	7,600.8
Farm Insurance Corporation	7,205.1	7,287.9
Land Administration	5,689.5	6,643.3
Musical Arts and Stagecraft Corporation	5,624.8	5,641.6
Energy Commission	5,479.6	5,295.6
National Guard Institutional Trust	4,169.8	4,268.6
Institute of Puerto Rican Culture	3,327.0	3,038.3
Fine Arts Center Corporation	2,984.0	2,903.4
Public Broadcasting Corporation	1,886.8	1,115.2
Authority for the Redevelopment of the land and facilities of the Roosevelt Roads Naval Station	1,480.6	1,589.2
Conservatory of Music	1,349.0	1,404.6
Center for Research, Education and Medical Services for Diabetes	1,050.8	1,055.4
Company for the Integral Development of Cantera's Peninsula	1,038.7	999.6
School of Plastic Arts	637.6	708.6
Port of the Americas Authority	337.9	330.3
Culebra Conservation and Development Authority	84.0	77.1
Bosque Modelo de PR	39.9	55.7
Martín Peña Canal ENLACE Project Corporation	5.0	5.0
Total	<u>385,781.9</u>	<u>422,480.0</u>