



**Municipal Secondary Market Disclosure Information Cover Sheet
Municipal Securities Rulemaking Board (MSRB)
Electronic Municipal Market Access System (EMMA)**

**Additional / Voluntary Disclosure
Financial / Operating Data**

THIS FILING RELATES TO A SINGLE BOND ISSUE:

Issuer's Name: _____

Name of bond issue: _____

Nine-digit CUSIP number(s): _____

THIS FILING RELATES TO ALL OR SEVERAL SECURITIES ISSUED BY THE ISSUER, OR ALL OR SEVERAL SECURITIES OF A SPECIFIC CREDITOR:

Issuer's Name: Puerto Rico Aqueduct and Sewer Authority (the "Authority" or "PRASA")

Other Obligated Person's Name (if any): _____

Six-digit or Nine-Digit CUSIP number(s): 745160

TYPE OF INFORMATION PROVIDED:

- A. Quarterly / Monthly Financial Information
- B. Change in Fiscal Year / Timing of Annual Disclosure
- C. Change in Accounting Standard
- D. Interim / Additional Financial Information / Operating Data
- E. Budget
- F. Investment / Debt / Financial Policy
- G. Information Provided to Rating Agency, Credit / Liquidity Provider or Other Third Party
- H. Consultant Reports
- I. Other Financial / Operating Data: PRASA Preliminary Financial Results for 1st Quarter of fiscal year 2024, published on October 31, 2023

I represent that I am authorized by the issuer, obligor or its agent to distribute this information publicly.

/s/ Luis R. Rivera Cruz

Luis R. Rivera Cruz
Puerto Rico Fiscal Agency and Financial Advisory Authority,
as Fiscal Agent for PRASA

Dated: November 16, 2023



GOVERNMENT OF
**PUERTO
RICO**

Puerto Rico Aqueduct and Sewer Authority

Preliminary Financial Results for the First Quarter of
Fiscal Year 2024

October 31, 2023



Puerto Rico Aqueduct and Sewer Authority
GOVERNMENT OF PUERTO RICO

Disclaimer

The Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”), the Puerto Rico Aqueduct and Sewer Authority (“PRASA” or the “Authority”), the Government of Puerto Rico (the “Government”), and each of their respective officers, directors, employees, agents, attorneys, advisors, members, partners or affiliates (collectively, with AAFAF, PRASA and the Government instrumentalities 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 this presentation or that is otherwise consequent upon the gaining of access to this document by such third party.

This document does not constitute 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. The projections set forth in this presentation were not prepared with a view toward complying with the guidelines established by the American Institute of Certified Public Accountants with respect to prospective financial information, but, in the view of the officers of the Government or its agencies or instrumentalities responsible for the preparation of such information, were prepared on a reasonable basis, reflect the best currently available estimates and judgments, and present, to the best of such officers’ knowledge and belief, the expected course of action and the expected future financial performance of the Government and/or its agencies and instrumentalities, as applicable. However, this information should not be relied upon as being necessarily indicative of future results, and readers of this presentation are cautioned not to place undue reliance on the prospective financial information. Future events and actual results may differ materially from any estimates, projections, or statements contained herein. Nothing in this document should be considered as an express or implied commitment to do or take, or to refrain from taking, any action by AAFAF, PRASA, the Government, or any government instrumentality in the Government or an admission of any fact or future event. Accordingly, the Parties do not express an opinion or any other form of assurance on the financial statements or any financial or other information or the internal controls of the Government and the information contained herein.

Any statements and assumptions contained in this document, whether forward-looking or historical, are not guarantees of future performance and involve certain risks, uncertainties, estimates and other assumptions made in this document. The information included in this presentation may contain certain “forward-looking” statements. These forward-looking statements may relate to the fiscal and economic condition, economic performance, plans and objectives of the Government of Puerto Rico and/or its agencies and instrumentalities. All statements contained herein that are not clearly historical in nature are forward-looking, and the words “anticipates,” “believes,” “continues,” “expects,” “estimates,” “intends,” “aims,” “projects,” and similar expressions, and future or conditional verbs such as “will,” “would,” “should,” “could,” “might,” “can,” “may,” or similar expressions, are generally intended to identify forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties, estimates, and assumptions by the Government and/or its agencies and instrumentalities that are difficult to predict. The economic and financial condition of the Government and its agencies and instrumentalities is affected by various financial, social, economic, environmental, and political factors. These factors can be very complex, may vary from one fiscal year to the next, and are frequently the result of actions taken or not taken, not only by the Government and/or its agencies and instrumentalities, but also by entities such as the government of the United States of America or other nations that are not under the control of the Government. Because of the uncertainty and unpredictability of these factors, their impact cannot, as a practical matter, be included in the assumptions underlying the Government’s or its agencies and instrumentalities’ projections.

This presentation does not constitute, nor does it form part of, an offer to sell or purchase, or the solicitation of an offer to sell or purchase, any securities or an offer or recommendation to enter into any transaction. This presentation has been prepared for informational purposes only. 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. By accepting this document, the recipient shall be deemed to have acknowledged and agreed to the terms of these limitations. 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, and you should consult with advisors of PRASA should clarification be required.




Contents

- The Authority at a Glance
- Operating Data
- Preliminary Financial results
- Capital Improvement Program
- Liquidity
- Debt and Debt Service Coverage



The Authority at a Glance¹

The Puerto Rico Aqueduct and Sewer Authority (the “Authority” or “PRASA”) owns and operates the potable water supply and wastewater systems in Puerto and endeavors to provide high-quality water and wastewater services at an affordable cost



SERVING
1,268,206 CUSTOMERS
(96% WATER / 59% WASTEWATER)

IN A SERVICE AREA OF
3,535 SQUARE MILES

WITH
4,558 EMPLOYEES



8 DAMS
Owned by PRASA



112 FILTRATION PLANTS
with 136 intakes



50 SEWER PLANTS



AROUND 3,800 AUXILIARY FACILITIES, INCLUDING:
TANKS - 1,567
PUMP STATIONS – 1,964
WATER WELLS - 244



OVER 20,000 MILES OF PIPES
Water & wastewater

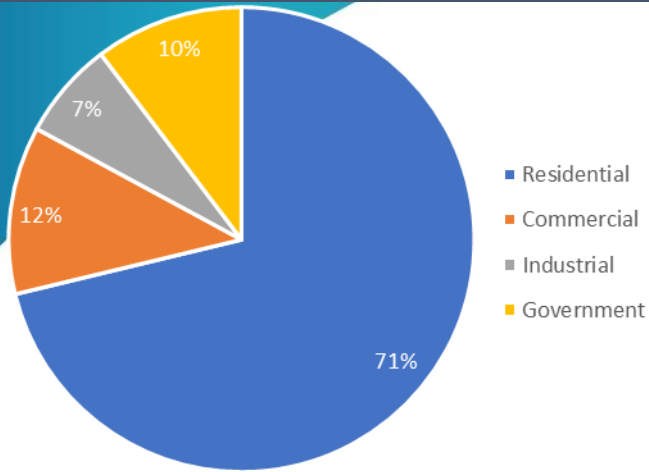
¹Preliminary data as of September 30, 2023, except for sewer plants presented as of Oct 23, 2023



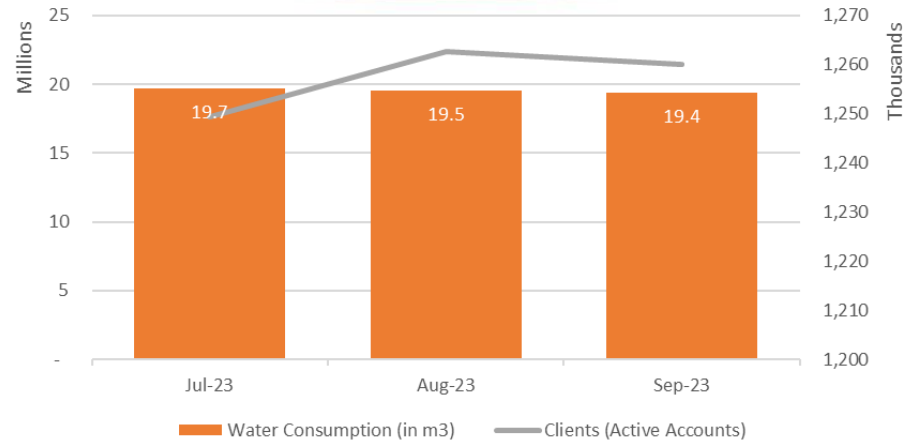
Operating Data

For the 3-month period ended on September 30, 2023

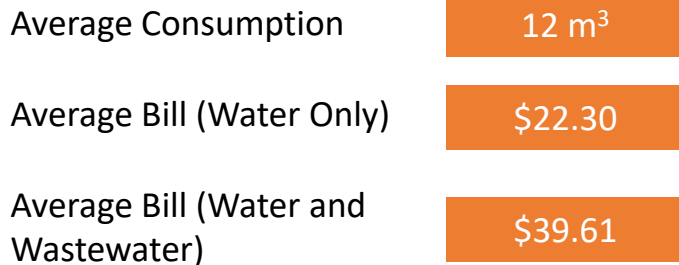
Consumption by Customer Type



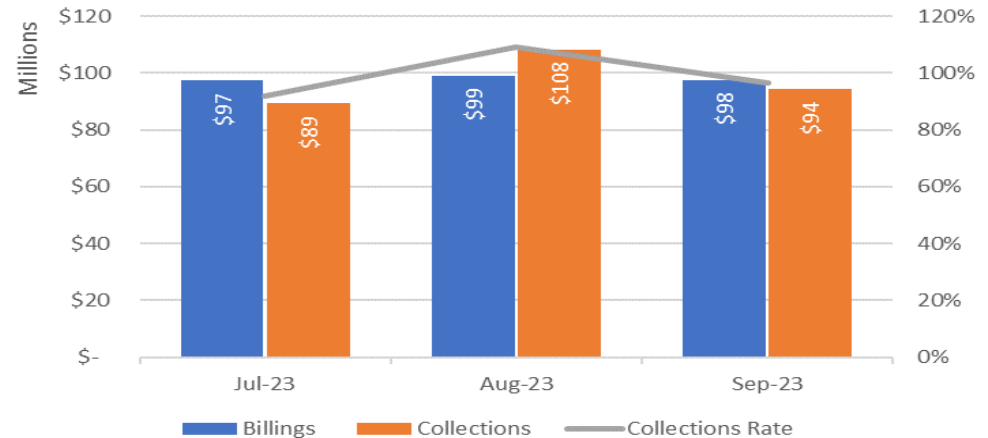
Consumption and Clients



Residential Accounts Statistics



Billings and Collections



GOVERNMENT OF
PUERTO RICO

Preliminary Financial Results

For the 3-month period ended on September 30, 2023

(\$000's)	September 30, 2023 - YTD		
	Budget	Actual	Variance (\$)
<u>Authority Revenues</u>			
1 Service Revenues - Regular	228,972	234,189	5,217
2 Service Revenues - Government	50,572	54,821	4,249
3 Miscellaneous & Insurance (BI)	1,125	694	(431)
4 Total Authority Revenues	280,669	289,705	9,036
5 Senior and Senior Sub Debt	(63,584)	(61,622)	1,962
<u>Operating Expenses</u>			
6 Payroll & Related	(78,064)	(74,999)	3,065
7 Electricity	(49,522)	(36,345)	13,177
8 Maintenance & Repair	(15,961)	(14,152)	1,809
9 Chemicals	(17,927)	(16,894)	1,033
10 Other Expenses	(51,148)	(49,604)	1,545
11 Total Net Operating Expenses	(212,623)	(191,994)	20,629
12 FEMA / ARPA Funds	4,250	2,988	(1,262)
13 Operating Reserve Fund	(1,449)	(1,449)	0
14 Capital Improvement Fund	(8,142)	(8,142)	0
15 Balance	(878)	29,486	30,364

Source: SAP for operating expenses (accrual basis) and cash flow for other line items (cash basis).

Notes: Information presented based on the Master Agreement of Trust ("MAT") flow of funds. Budget for FY2023 presented as certified by the Oversight Board (including amendments) and actual numbers are presented as preliminary and subject to material change.



Capital Improvement Program (“CIP”)

For the 3-month period ended on September 30, 2023

Actual CIP costs are lower than projected as most projects are in planning or design stages. Additionally, the process for approval and fund disbursement for Reconstruction & Recovery projects is under development.

(Amounts expressed in \$000's)

	September 30, 2023 - YTD		
	Budget	Actual	Variance (\$)
Reconstruction & Recovery	\$ 131,690	\$ 54,111	77,579
Renewal & Replacement	16,852	11,447	5,406
Mandatory Compliance	29,881	17,135	12,746
Non-Mandatory Compliance	15,709	15,907	(198)
Quality	7,683	4,514	3,170
Electric Generators and Meters	10,622	9,777	845
Fleet and IT	3,440	4,137	(696)
Mitigation & Resiliency	1,773	191	1,582
Safety & Growth	7,697	1,773	5,925
Others & Accruals	13,629	20,421	(6,792)
Total CIP Incurred	\$ 238,978	\$ 139,411	\$ 99,567

Source: CIP Budget as included in the FY2023 Budget certified by the Oversight Board, as amended and actual based on CIP incurred costs recorded in SAP, prior to overhead charges and other fiscal year end adjustments.
Preliminary, subject to change.



Liquidity

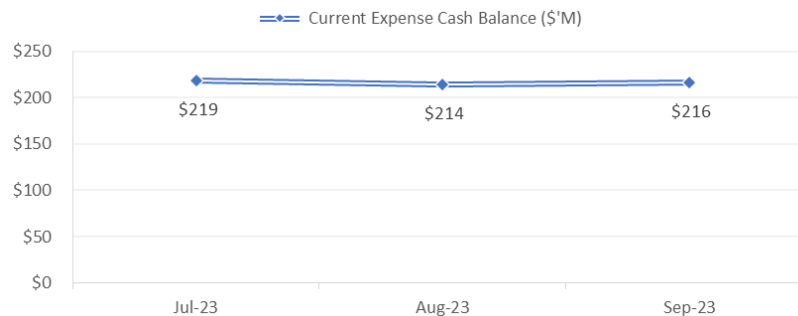
Cash Balances

Group of Funds	September 30, 2023 (\$'000)
Debt Service Account	65,877
Debt Service Reserve	95,630
Restricted for Debt Service	161,506
Capital Improvement	18,078
Construction Fund	31,243
Disaster Recovery (FEMA/Insurance)	70,785
FEMA (FAASt WCA)/ARPA Advances	292,770
Compliance Escrow Accounts	3,299
Restricted for CIP and Compliance	416,174
Operating Reserve	240,649
Operating Reserve Fund	240,649
Current Expense and Petty Cash	217,633
Revenue Fund	11,658
Other Funds	229,291
Total	\$1,047,621

Debt Service Reserve Fund is for the benefit of outstanding 2008A Bonds only

The Authority has an operating reserve fund ("ORF") with a balance of over **90 days of operating expenses per MAT**. The ORF is available for operating expenses, if and as needed.

Current Expense Fund



In addition to the ORF, the Current Expense Fund as of September 30, 2023 had over **90 days of cash on hand**.



Debt and Debt Service Coverage

Outstanding Senior Debt

(in \$000s)

30-Sep-23

Senior Bonds

2008 Series A Bonds (CAB)	23,785
2020 Series A Bonds	1,292,175
2020 Series B Bonds	16,070
2021 Series A Bonds	85,270
2021 Series B Bonds	827,510
2021 Series C Bonds	107,125
2022 Series A Bonds	527,685
	2,879,620

Other Senior Indebtedness

2019 State Revolving Fund Loans	555,677
2020 State Revolving Fund Loans	* 65,884
2019 Rural Development Loans	394,336
	1,015,897

Total Senior Debt

\$3,895,517

* Since August 2020, the Authority has entered into \$291.8 million in new SRF loans. The balance shown reflect amounts drawn down under such loans as of 9/30/2023.

Debt Service Coverage (FY2024 Budget)

Senior Debt Service Coverage Ratio (Over Authority Revenues – Current MAT)

4.43

Senior Debt Service Coverage Ratio (Over Net Revenues – Proposed MAT Amendment)

1.16

All Obligations Coverage Ratio

1.00



**For questions or additional information
please contact:**

Omar Rivera Rolón – Finance Director
omar.rivera@acueductospr.com



GOVERNMENT OF
**PUERTO
RICO**