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## FINANCIAL OVERSIGHT & MANAGEMENT BOARD FOR PUERTO RICO



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### **BY ELECTRONIC MAIL**

September 2, 2020

Ms. Iris Santos Díaz  
Executive Director  
Office of Management and Budget  
Government of Puerto Rico

### **Re: FOMB Response to PP 2021-02140 reapportionment requests**

Dear Ms. Santos Díaz,

This letter is in response to various budgetary reprogramming requests including Prior Year Special Revenue Fund Release, Budget Reapportionment and Budget Increase. These were submitted by the Center for Diabetes through the Office of Management and Budget (“OMB”) to the Financial Oversight and Management Board (“FOMB”) for review. The following agency requests are resolved herein:

#### **A. Prior Year SRF Releases**

The following table lists the request for the release of prior year SRF unused balance considered in this letter.

1. 2021-02140 Center for Diabetes (293) - Requests to use Prior Year Funds to cover revenue shortfalls expected during FY21.

| Special Revenue Fund (SRF) |                    |                           |                | Transfers 000's |        |
|----------------------------|--------------------|---------------------------|----------------|-----------------|--------|
| Request                    | Decision           | Agency                    | Account        | Cash Release    | Amount |
| 02140                      | Partially Approved | Center for Diabetes (293) | BPPR 249012474 | Partial         | \$ 346 |

## B. Budget Reapportionments

After review and pursuant to the Oversight Board's authority, we approve this reapportionment request as presented in the table below. The approved amounts considered do not modify the Commonwealth's total budgetary spending amount. OMB should communicate to the Department of Treasury the availability of said funds, as well as notify the agency of their granted access to the balances. The transfers should be completed at a cost object level as indicated in Appendix A, attached hereto.

1. 2021-02140 Center for Diabetes (293) - Requests to redistribute funds within their current SRF budget to professional services and materials and supplies.

| Special Revenue Fund<br>(SRF) |          |                              | Approved Transfers 000's |         |        |         |
|-------------------------------|----------|------------------------------|--------------------------|---------|--------|---------|
|                               |          |                              | From                     |         | To     |         |
| Request                       | Decision | Agency                       | OpEX                     | Payroll | OpEX   | Payroll |
| 02140                         | Approved | Center for Diabetes<br>(293) | \$ (111)                 |         | \$ 111 |         |

## C. Budget Increase

After careful review of the budget increase request considered in this letter and of all the supporting documents provided by the agency, the Oversight Board has decided to deny this request. The agency's revenue projections indicate that they will not be able to collect the requested amounts for the budget increase.

1. 2021-02140 Center for Diabetes (293) - Requests to increase their SRF funds to cover payroll and professional services shortfalls.

Furthermore, OMB should allocate the above-mentioned amounts to the appropriate PRIFAS accounts and communicate to the agency their current budgetary allocations by cost object

We trust the foregoing answers all included requests and look forward to continuing our work together for the benefit of the people of Puerto Rico.

Sincerely,

  
Natalie A. Jaresko

CC: Mr. Omar Marrero Díaz

**APPENDIX A**

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**Reapportionments tables**

Included is the budgetary transfers to be completed by OMB. The agency should notify the governmental agency of the approval of petitions, the completion of budgetary transfers and their available budgetary resources as allocated after the transfers.

**Special Revenue Fund Transfers:**

| <b>2021-02140 Center for Diabetes (293)</b> |  |  |                                    |  |                                      |
|---|--|--|------------------------------------|--|--------------------------------------|
| <b>Cost Code</b>                            | <b>Cost Object</b>                                 | <b>Certified FY21 Budget (\$000's)</b> | <b>FY21 Budget As Is (\$000's)</b> | <b>FY21 Requested Transfer (\$000's)</b> | <b>Revised FY21 Budget (\$000's)</b> |
| 2   | i.Payments to PREPA                                | -                                      | -                                  |  | -                                    |
| 2   | ii.Payments to PRASA                               | -                                      | -                                  |  | -                                    |
| 2   | iii.Payments to PBA                                | -                                      | -                                  |  | -                                    |
| 2   | iv.Other facilities costs                          | 74                                     | 74                                 | (3)                                      | 71                                   |
| <b>2</b>                                    | <b>Facilities and Payments for Public Services</b> | <b>74</b>                              | <b>74</b>                          | <b>(3)</b>                               | <b>71</b>                            |
| 3   | i.Payments for PRIMAS                              | -                                      | -                                  | 22                                       | 22                                   |
| 3   | ii.Leases  | 6                                      | 6                                  | (1)                                      | 5                                    |
| 3   | iii.Maintenance & Repairs                          | -                                      | -                                  | 3  | 3                                    |
| 3   | iv.Other purchased services                        | 29                                     | 29                                 | (29)                                     | -                                    |
| <b>3</b>                                    | <b>Purchased Services</b>                          | <b>35</b>                              | <b>35</b>                          | <b>(5)</b>                               | <b>30</b>                            |
| <b>5</b>                                    | <b>Transportation and Subsistence Expenses</b>     | <b>2</b>                               | <b>2</b>                           |  | <b>2</b>                             |
| 6   | i.Legal expenses                                   | 20                                     | 20                                 | 21                                       | 41                                   |
| 6   | ii.Finance/accounting                              | 70                                     | 70                                 | (25)                                     | 45                                   |
| 6   | iii.Information Technology (IT)                    | 6                                      | 6                                  | 4  | 10                                   |
| 6   | iv.Labor and human resources                       | -                                      | -                                  |  | -                                    |
| 6   | v.Engineering and architecture                     | -                                      | -                                  |  | -                                    |
| 6   | vi.Medical   | 199                                    | 199                                | (29)                                     | 170                                  |
| 6   | vii.Training and education professional            | 14                                     | 14                                 | (4)                                      | 10                                   |
| 6   | viii.Restructuring fees                            | -                                      | -                                  |  | -                                    |
| 6   | ix.Title III                                       | -                                      | -                                  |  | -                                    |
| 6   | x.Other professional service fees                  | 1                                      | 1                                  | 40                                       | 41                                   |
| <b>6</b>                                    | <b>Professional Services and Consultants</b>       | <b>310</b>                             | <b>310</b>                         | <b>7</b>                                 | <b>317</b>                           |
| <b>7</b>                                    | <b>Other Expenses</b>                              | <b>23</b>                              | <b>23</b>                          | <b>(20)</b>                              | <b>3</b>                             |
| <b>10</b>                                   | <b>Materials &amp; Supplies</b>                    | <b>2</b>                               | <b>2</b>                           | <b>21</b>                                | <b>23</b>                            |