

THOMAS P. DiNAPOLI
STATE COMPTROLLER



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STATE OF NEW YORK
OFFICE OF THE STATE COMPTROLLER

May 31, 2013

Honorable Andrew M. Cuomo
Governor of the State of New York
Capitol Building, Executive Chamber
Albany, NY 12224

Dear Governor Cuomo:

I am pleased to provide you a copy of the Annual Report on Prompt Payment Interest for the State Fiscal Year 2012-2013. This report is prepared annually as required by Section 179(m) of the State Finance Law. The report identifies the number of instances in which State agencies did not meet the statutory deadlines before interest was due to vendors, the amount of interest paid, and the reasons for the delays.

In 2012-2013, vendors were paid interest totaling \$2,552,291, representing an increase of \$627,035 from the prior year. Working with State agencies, our staff prevented \$518,661 in additional prompt payment interest charges that would have otherwise been owed due to late payment rules.

If you have any questions about the report, please contact Margaret Becker, Deputy Comptroller for the Division of Contracts and Expenditures, at (518) 486-9544.

Sincerely,

A handwritten signature in black ink, appearing to read 'T. DiNapoli', written over a horizontal line.

Thomas P. DiNapoli
State Comptroller

Attachment

Prompt Payment Interest by Business Unit
 April 1, 2012 - March 31, 2013

| Business Unit | Business Unit Name | Number of Interest Days | Interest Paid | Number of Interest Payments |
|---------------|---------------------------------|----------------------------|---------------|--------------------------------|
| ABC01 | Div of Alcohol-Beverage Ctrl | 1,677 | \$1,915 | 33 |
| AGM01 | AGRICULTURE & MARKETS | 7,087 | \$1,888 | 46 |
| APA01 | Adirondack Park Agency | 129 | \$335 | 3 |
| ART01 | Council on the Arts | 1,258 | \$488 | 12 |
| BOE01 | Board of Elections | 2,393 | \$7,613 | 21 |
| CFS01 | Off of Children & Family Serv | 88,342 | \$24,140 | 637 |
| CNY01 | City University of NY | 73,835 | \$81,342 | 940 |
| COR01 | Corcraft | 4,800 | \$3,935 | 99 |
| CQC01 | Cmsn Ql Care&Advcy Prsn Dsblt | 111 | \$613 | 11 |
| DCJ01 | Div of Criminal Justice Serv | 1,397 | \$1,829 | 61 |
| DCS01 | Department of Civil Service | 553 | \$850 | 24 |
| DEC01 | Dept of Environ Conservtion | 37,573 | \$36,604 | 477 |
| DED01 | Dept of Economic Development | 6,287 | \$20,381 | 100 |
| DFS01 | Department of Financial Servic | 5,460 | \$3,219 | 50 |
| DHR01 | Division of Human Rights | 8,012 | \$2,633 | 87 |
| DHS01 | Division of Homeland Security | 12,051 | \$25,743 | 178 |
| DMN01 | Div Military & Naval Affairs | 14,818 | \$11,302 | 213 |
| DMV01 | Department of Motor Vehicles | 3,604 | \$6,992 | 79 |
| DMV02 | Governors Traffic Safety | 440 | \$931 | 27 |
| DOB01 | Division of Budget | 634 | \$789 | 16 |
| DOC01 | Dept of Corrcrtns_Cmmnty Sprvsn | 191,167 | \$112,537 | 2,371 |
| DOH01 | Department of Health | 390,436 | \$1,213,894 | 4,958 |
| DOL01 | Department of Labor | 39,377 | \$27,178 | 383 |
| DOS01 | Department of State | 13,128 | \$23,821 | 129 |
| DOT01 | Department of Transportation | 70,102 | \$179,618 | 1,771 |
| DPS01 | Department of Public Service | 278 | \$1,375 | 9 |
| DSP01 | Division of State Police | 21,448 | \$20,099 | 326 |
| EXC01 | Executive Chamber | 101 | \$46 | 1 |
| FCB01 | Financial Control Board NYC | 4 | \$10 | 1 |
| GAM01 | NYS Gaming Commission | 10 | \$26 | 1 |
| HCR01 | Div of Housing & Cmnty Renwl | 1,276 | \$11,936 | 35 |
| HES01 | Higher Education Services Corp | 1,716 | \$13,533 | 57 |
| JOL01 | Joint Operations - Legislature | 3,630 | \$0 | 2 |
| IOL01 | Interest on Lawyer Account | 472 | \$201 | 7 |
| LAW01 | Department of Law | 9,645 | \$8,774 | 142 |
| LGP01 | Lake George Park Commission | 349 | \$40 | 2 |
| LTY01 | Division of Lottery | 172 | \$612 | 9 |
| MIG01 | Ofc of Medicaid Inspector Gen | 84 | \$315 | 6 |
| MSC01 | Miscellaneous Agencies | 5,173 | \$8,079 | 45 |
| NYS01 | New York Statewide BU | 108 | \$2,162 | 6 |
| OAS01 | Off of Alchl & Substance Abuse | 2,608 | \$2,204 | 46 |
| OER01 | Office of Employee Relations | 356 | \$432 | 9 |
| OFA01 | State Office for the Aging | 2,088 | \$1,750 | 28 |
| OFT01 | Office for Technology | 11,536 | \$23,406 | 247 |
| OGS01 | Office of General Services | 28,612 | \$48,953 | 501 |
| OIG01 | Office of State Inspector Gen | 356 | \$74 | 2 |

| | | | | |
|-------|--------------------------------|------------------|--------------------|---------------|
| OMH01 | Office of Mental Health | 138,728 | \$96,865 | 2,064 |
| OPD01 | Ofc for People w/ Disabilities | 85,527 | \$29,497 | 625 |
| OSCO1 | Office of State Comptroller | 1,705 | \$6,701 | 57 |
| OSCO2 | Retirement Board | 309 | \$378 | 14 |
| OSF01 | Oil Spill Fund | 6,458 | \$5,421 | 141 |
| OVS01 | Office of Victim Services | 1,051 | \$1,332 | 21 |
| PBC01 | Public Benefit Corporations | 916 | \$67,781 | 26 |
| PDV01 | Off Prevention of Dom Violence | 97 | \$34 | 2 |
| PER01 | Public Employee Relations Brd | 2,188 | \$582 | 12 |
| PRK01 | Off of Parks, Rec & Hstrc Pres | 29,193 | \$62,589 | 283 |
| SCF01 | State University Constr Fund | 2,432 | \$11,534 | 167 |
| SED01 | State Education Department | 36,509 | \$72,913 | 688 |
| SEN01 | Senate | 919 | \$82 | 5 |
| SFS01 | Statewide Financial System | 440 | \$3,388 | 10 |
| SNY01 | State University of New York | 227,146 | \$165,255 | 3,835 |
| TAX01 | Department of Tax and Finance | 7,335 | \$8,804 | 86 |
| TDA01 | Off of Temp & Disability Assi | 5,733 | \$55,348 | 203 |
| UCS02 | Admin and General Support | 22,213 | \$15,829 | 113 |
| UCS03 | Court of Appeals | 116 | \$580 | 4 |
| UCS04 | Appellate Divisions | 6,003 | \$384 | 18 |
| UCS05 | Courts Original Jurisdiction | 42,487 | \$5,112 | 124 |
| WCB01 | Workers' Compensation Board | 6,259 | \$7,262 | 127 |
| | | <u>1,688,457</u> | <u>\$2,552,291</u> | <u>22,833</u> |

Reasons for Interest Payments
April 1, 2012 - March 31, 2013

| Reason for Interest | Amount | Number of Interest Payments |
|-----------------------------------|-----------------------|-----------------------------|
| Agency Backlog / Processing Delay | \$119,997.11 | 116 |
| Agency Data Entry Error | \$246,441.85 | 104 |
| Delay in Encumbrance Processing | \$868,271.34 | 373 |
| Financial System Transition | \$117,028.22 | 54 |
| Insufficient Segregation Balance | \$79,599.48 | 52 |
| Interest Under \$500 | \$1,120,953.26 | 22,134 |
| | <hr/> | |
| | \$2,552,291.26 | 22,833 |