



Minnesota Department of Finance

06 - 0454

June 30, 2006

To: Governor Tim Pawlenty
Members of the 2006 Legislature

Minnesota Statutes Section 16A.124 requires state agencies to pay valid obligations to vendors within the vendor's early payment discount period, or in the absence of a stated period, within 30 days following receipt of the invoice for the completed delivery of the product or service. The Commissioner of Finance is responsible for monitoring state agencies to ensure the prompt payment of vendor obligations. Annually, the Commissioner is required to report to the legislature the state's payment record for the previous year. The statewide goal for agency compliance is 97 percent.

In fiscal year 2006, 98.8 percent of payments were made within 30 days, after adjustments for items contested or subject to audit prior to payment. This compares with 98.6 percent reported for fiscal year 2005.

The attached reports show individual agency comparisons for fiscal years 2005/2006 including interest paid on late payments to state vendors.

The Department of Finance remains committed to working with state agencies to maintain and improve individual agency compliance with the 97 percent statewide goal. The department monitors payment performance monthly and provides quarterly performance reporting to all state agencies. Agencies not meeting targeted performance receive monthly reports and are required to provide written response on their performance. Department staff also provide guidance in educating agency staff on the proper use of the Minnesota Accounting and Procurement System to ensure timely payment of obligations.

Questions about this report may be directed to Deloris Staffanson, Systems Compliance Supervisor, 651-282-5052.

Peggy Ingison
Commissioner of Finance

Prompt Payment Report

State Of Minnesota
 Payment Record by State Agency (1)
 Fiscal Year: 2006 - July 1, 2005 through June 30, 2006
 As Of: June 30, 2006

	Fiscal Year 2005			Fiscal Year 2006			Variance
	Total Payments	Paid W/ 30 Days	% Paid W/ 30 Days	Total Payments	Paid W/ 30 Days	% Paid W/ 30 Days	
B7P ACCOUNTANCY BOARD	172	171	99.42%	111	108	97.30%	-2.12%
G16 ADMIN CAP PROJECT & RELOCATION	250	234	93.60%	299	285	95.32%	1.72%
G02 ADMINISTRATION DEPT	31,128	30,595	98.29%	20,516	20,196	98.44%	0.15%
G9K ADMINISTRATIVE HEARINGS	782	762	97.44%	816	805	98.65%	1.21%
B04 AGRICULTURE DEPT	8,315	8,309	99.93%	8,490	8,475	99.82%	-0.10%
B9D AMATEUR SPORTS COMM	37	35	94.59%	18	18	100.00%	5.41%
B14 ANIMAL HEALTH BOARD	2,664	2,664	100.00%	3,105	3,102	99.90%	-0.10%
B7E ARCHITECTURE, ENGINEERING BD	218	207	94.95%	195	176	90.26%	-4.70%
E50 ARTS BOARD	370	357	96.49%	344	327	95.06%	-1.43%
G9N ASIAN-PACIFIC COUNCIL	101	96	95.05%	102	99	97.06%	2.01%
G06 ATTORNEY GENERAL	2,698	2,695	99.89%	2,356	2,354	99.92%	0.03%
B11 BARBER/COSMETOLOGIST EXAMINERS	95	95	100.00%	150	150	100.00%	0.00%
H7X BEHAVIORAL HEALTH & THERAPY BD	158	158	100.00%	158	156	98.73%	-1.27%
G9L BLACK MINNESOTANS COUNCIL	232	215	92.67%	218	214	98.17%	5.49%
G9J CAMPAIGN FINANCE BOARD	220	219	99.55%	191	190	99.48%	-0.07%
G9X CAPITOL AREA ARCHITECT	71	71	100.00%	65	65	100.00%	0.00%
E25 CENTER FOR ARTS EDUCATION	3,893	3,850	98.90%	3,281	3,134	95.52%	-3.38%
G9M CHICANO LATINO AFFAIRS COUNCIL	138	134	97.10%	101	99	98.02%	0.92%
H7H CHIROPRACTIC EXAMINERS BOARD	138	138	100.00%	137	137	100.00%	0.00%
B13 COMMERCE DEPT	5,049	5,018	99.39%	4,704	4,587	97.51%	-1.87%
P78 CORRECTIONS DEPT	59,581	58,534	98.24%	59,531	58,459	98.20%	-0.04%
J58 COURT OF APPEALS	402	397	98.76%	384	380	98.96%	0.20%
H7F DENTISTRY BOARD	327	327	100.00%	275	275	100.00%	0.00%
H7U DIETETICS & NUTRITION PRACTICE	90	89	98.89%	81	79	97.53%	-1.36%
G9Y DISABILITY COUNCIL	254	254	100.00%	232	228	98.28%	-1.72%
E37 EDUCATION DEPARTMENT	9,645	9,450	97.98%	8,547	8,368	97.91%	-0.07%
B7A ELECTRICITY BOARD	2,308	2,308	100.00%	64	63	98.44%	-1.56%
H7S EMERGENCY MEDICAL SERVICES BD	620	618	99.68%	587	585	99.66%	-0.02%
G24 EMPLOYEE RELATIONS DEPT	1,656	1,655	99.94%	1,865	1,861	99.79%	-0.15%
B22 EMPLOYMENT & ECONOMIC DEVELPMT	18,956	18,682	98.55%	16,236	16,048	98.84%	0.29%
R18 ENVIRONMENTAL ASSISTANCE	898	883	98.33%	164	161	98.17%	-0.16%
B20 EXPLORE MINNESOTA TOURISM	1,195	1,176	98.41%	1,414	1,387	98.09%	-0.32%
E44 FARIBAULT ACADEMIES	2,428	2,418	99.59%	2,154	2,149	99.77%	0.18%
G10 FINANCE DEPT	1,330	1,328	99.85%	1,459	1,457	99.86%	0.01%
G8S FINANCE INTERGOVERNMENTAL AIDS	824	815	98.91%	857	810	94.52%	-4.39%
G9R FINANCE NON-OPERATING	37	37	100.00%	40	40	100.00%	0.00%
G09 GAMBLING CONTROL BOARD	270	267	98.89%	283	281	99.29%	0.40%
G39 GOVERNORS OFFICE	1,274	1,267	99.45%	1,002	1,001	99.90%	0.45%
H12 HEALTH DEPT	13,940	13,872	99.51%	13,008	12,868	98.92%	-0.59%
E60 HIGHER ED SERVICES OFFICE	2,036	2,035	99.95%	0	0	0.00%	0.00%
B34 HOUSING FINANCE AGENCY	1,817	1,816	99.94%	2,179	2,179	100.00%	0.06%
G17 HUMAN RIGHTS DEPT	449	449	100.00%	444	444	100.00%	0.00%
H55 HUMAN SERVICES DEPT	49,952	49,181	98.46%	49,503	48,808	98.60%	0.14%
G19 INDIAN AFFAIRS COUNCIL	235	231	98.30%	213	209	98.12%	-0.18%
G38 INVESTMENT BOARD	362	357	98.62%	346	346	100.00%	1.38%
B43 IRON RANGE RESOURCES & REHAB	4,700	4,692	99.83%	4,553	4,550	99.93%	0.10%
J70 JUDICIAL STANDARDS BOARD	125	125	100.00%	129	129	100.00%	0.00%
B42 LABOR AND INDUSTRY DEPT	4,223	4,080	96.61%	6,805	6,711	98.62%	2.00%
L49 LEGISLATIVE AUDITOR	392	391	99.74%	399	395	99.00%	-0.75%
L10 LEGISLATURE	1,134	1,101	97.09%	994	983	98.89%	1.80%
H7M MARRIAGE & FAMILY THERAPY BD	107	106	99.07%	102	102	100.00%	0.93%
G45 MEDIATION SERVICES DEPT	192	191	99.48%	211	207	98.10%	-1.37%

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	Total Payments	Paid W/ 30 Days	% Paid W/ 30 Days	Total Payments	Paid W/ 30 Days	% Paid W/ 30 Days	
H7B MEDICAL PRACTICE BOARD	1,049	1,051	100.19%	943	943	100.00%	-0.19%
P01 MILITARY AFFAIRS DEPT	11,862	11,813	99.59%	10,894	10,858	99.67%	0.08%
G62 MINN STATE RETIREMENT SYSTEM	821	821	100.00%	820	820	100.00%	0.00%
R29 NATURAL RESOURCES DEPT	85,264	84,212	98.77%	79,444	78,299	98.56%	-0.21%
H7C NURSING BOARD	499	499	100.00%	458	458	100.00%	0.00%
H7K NURSING HOME ADMIN BOARD	95	95	100.00%	217	217	100.00%	0.00%
G46 OFFICE OF ENTERPRISE TECHNOLOGY	0	0	0.00%	9,662	9,438	97.68%	0.00%
E60 OFFICE OF HIGHER EDUCATION	0	0	0.00%	2,233	2,229	99.82%	0.00%
H9G OMBUDSMAN MH/MR	149	149	100.00%	178	178	100.00%	0.00%
G92 OMBUDSPERSON FOR FAMILIES	154	148	96.10%	145	141	97.24%	1.14%
H7J OPTOMETRY BOARD	107	105	98.13%	84	81	96.43%	-1.70%
P7T PEACE OFFICERS BOARD (POST)	221	221	100.00%	237	237	100.00%	0.00%
H7D PHARMACY BOARD	265	265	100.00%	189	189	100.00%	0.00%
H7W PHYSICAL THERAPY BOARD	149	149	100.00%	107	107	100.00%	0.00%
H7Q PODIATRIC MEDICINE BOARD	82	82	100.00%	69	69	100.00%	0.00%
R32 POLLUTION CONTROL AGENCY	10,695	10,598	99.09%	10,982	10,877	99.04%	-0.05%
B7S PRIVATE DETECTIVES BOARD	73	73	100.00%	99	98	98.99%	-1.01%
H7V PSYCHOLOGY BOARD	207	207	100.00%	193	191	98.96%	-1.04%
J52 PUBLIC DEFENSE BOARD	5,680	5,587	98.36%	5,813	5,707	98.18%	-0.19%
G63 PUBLIC EMPLOYEES RETIRE ASSOC	1,260	1,260	100.00%	1,247	1,247	100.00%	0.00%
P07 PUBLIC SAFETY DEPT	37,934	37,539	98.96%	37,774	37,451	99.14%	0.19%
B82 PUBLIC UTILITIES COMM	222	218	98.20%	246	242	98.37%	0.18%
G05 RACING COMMISSION	462	453	98.05%	469	462	98.51%	0.46%
G67 REVENUE DEPT	6,472	6,465	99.89%	7,809	7,689	98.46%	-1.43%
G53 SECRETARY OF STATE	1,170	1,169	99.91%	1,099	1,099	100.00%	0.09%
P9E SENTENCING GUIDELINES COMM	146	146	100.00%	125	124	99.20%	-0.80%
H7L SOCIAL WORK BOARD	202	202	100.00%	172	172	100.00%	0.00%
G61 STATE AUDITOR	750	750	100.00%	833	833	100.00%	0.00%
J65 SUPREME COURT	6,539	6,471	98.96%	5,897	5,849	99.19%	0.23%
J68 TAX COURT	87	87	100.00%	66	64	96.97%	-3.03%
G69 TEACHERS RETIREMENT ASSOC	766	764	99.74%	731	724	99.04%	-0.70%
T79 TRANSPORTATION DEPT	104,990	104,552	99.58%	106,164	105,633	99.50%	-0.08%
J33 TRIAL COURTS	42,987	40,577	94.39%	48,403	47,383	97.89%	3.50%
G96 UNIFORM LAWS COMMISSION	7	7	100.00%	7	7	100.00%	0.00%
E81 UNIVERSITY OF MINNESOTA	0	0	0.00%	2	2	100.00%	0.00%
H75 VETERANS AFFAIRS DEPT	596	596	100.00%	639	639	100.00%	0.00%
H76 VETERANS HOME BOARD	16,438	16,323	99.30%	16,816	16,597	98.70%	-0.60%
H7R VETERINARY MEDICINE BOARD	91	91	100.00%	99	99	100.00%	0.00%
R9P WATER & SOIL RESOURCES BOARD	1,259	1,236	98.17%	983	974	99.08%	0.91%
B41 WORKERS COMP COURT OF APPEALS	166	166	100.00%	136	133	97.79%	-2.21%
E77 ZOOLOGICAL BOARD	4,752	4,750	99.96%	4,523	4,521	99.96%	0.00%
Totals For The State	583,156	575,052	98.61%	576,425	569,321	98.77%	0.16%

(1) Minnesota State Colleges and Universities have been excluded due to insufficient data in MAPS.

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State Of Minnesota
Interest on Late Payments, Paid to Vendors by State Agency
Fiscal Year: 2006 - July 1, 2005 through June 30, 2006
As Of: June 30, 2006

	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2006</u>
G02 ADMINISTRATION DEPT	83	244
G9L BLACK MINNESOTANS COUNCIL	22	0
E25 CENTER FOR ARTS EDUCATION	119	33
P78 CORRECTIONS DEPT	141	0
E37 EDUCATION DEPARTMENT	304	0
B22 EMPLOYMENT & ECONOMIC DEVELPMT	69	0
H55 HUMAN SERVICES DEPT	1,445	434
R29 NATURAL RESOURCES DEPT	1,526	166
R32 POLLUTION CONTROL AGENCY	294	0
P07 PUBLIC SAFETY DEPT	41	0
P9E SENTENCING GUIDELINES COMM	68	0
T79 TRANSPORTATION DEPT	82	8
J33 TRIAL COURTS	58	645
E77 ZOOLOGICAL BOARD	0	6
	<u>4,252</u>	<u>1,535</u>
Totals For The State	<u><u>4,252</u></u>	<u><u>1,535</u></u>