



08 - 0658

September 8, 2008

Prompt Payment Report

To: Governor Tim Pawlenty
Members of the 2008 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 and Employee Relations 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 2008, 98.44 percent of payments were made within 30 days, after adjustments for items contested or subject to audit prior to payment. This compares with 98.86 percent reported for fiscal year 2007.

The attached reports show individual agency comparisons for fiscal years 2007/2008 including interest paid on late payments to state vendors.

The Department of Finance and Employee Relations 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 monthly performance reporting to all state agencies. Agencies not meeting targeted performance are required to provide written response on their performance. Department staff also provides 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, 651-201-8198.

A handwritten signature in black ink that reads "Tom J. Hanson".

Tom J. Hanson
Commissioner of Finance

State Of Minnesota
Payment Record by State Agency
Fiscal Year: 2008 - July 1, 2007 through June 30, 2008
As Of: June 30, 2008

<u>Agency</u>	<u>Fiscal Year 2007</u>			<u>Fiscal Year 2008</u>			<u>FY 07-08</u> <u>Variance</u>
	<u>Total</u>	<u>Paid W/I 30</u>	<u>% Paid W/I</u>	<u>Total</u>	<u>Paid W/I 30</u>	<u>% Paid W/I</u>	
	<u>Payments</u>	<u>Days</u>	<u>30 Days</u>	<u>Payments</u>	<u>Days</u>	<u>30 Days</u>	
ACCOUNTANCY BOARD	139	134	96.40%	150	139	92.67%	-3.74%
ADMIN CAP PROJECT & RELOCATION	103	96	93.20%	79	69	87.34%	-5.86%
ADMINISTRATION DEPT	21,198	20,853	98.37%	22,110	21,749	98.37%	-0.01%
ADMINISTRATIVE HEARINGS	720	698	96.94%	658	586	89.06%	-7.89%
AGRICULTURE DEPT	8,444	8,378	99.22%	8,426	8,389	99.56%	0.34%
AMATEUR SPORTS COMM	16	16	100.00%	17	16	94.12%	-5.88%
ANIMAL HEALTH BOARD	2,518	2,518	100.00%	2,048	2,048	100.00%	0.00%
ARCHITECTURE, ENGINEERING BD	203	194	95.57%	235	222	94.47%	-1.10%
ARTS BOARD	514	463	90.08%	481	419	87.11%	-2.97%
ASIAN-PACIFIC COUNCIL	100	100	100.00%	162	153	94.44%	-5.56%
ATTORNEY GENERAL	2,366	2,365	99.96%	2,164	2,162	99.91%	-0.05%
BARBER/COSMETOLOGIST EXAMINERS	240	237	98.75%	214	213	99.53%	0.78%
BEHAVIORAL HEALTH & THERAPY BD	159	155	97.48%	141	141	100.00%	2.52%
BLACK MINNESOTANS COUNCIL	220	208	94.55%	369	365	98.92%	4.37%
CAMPAIGN FINANCE BOARD	196	196	100.00%	156	155	99.36%	-0.64%
CAPITOL AREA ARCHITECT	72	72	100.00%	83	82	98.80%	-1.20%
CENTER FOR ARTS EDUCATION	3,480	3,375	96.98%	3,148	3,111	98.82%	1.84%
CHICANO LATINO AFFAIRS COUNCIL	171	161	94.15%	189	185	97.88%	3.73%
CHIROPRACTIC EXAMINERS BOARD	168	168	100.00%	172	171	99.42%	-0.58%
COMBATIVE SPORTS COMMISSION	1	1	100.00%	11	8	72.73%	-27.27%
COMMERCE DEPT	4,118	3,977	96.58%	4,183	4,139	98.95%	2.37%
CORRECTIONS DEPT	58,820	58,292	99.10%	55,557	55,139	99.25%	0.15%
COURT OF APPEALS	354	352	99.44%	518	513	99.03%	-0.40%
DENTISTRY BOARD	360	360	100.00%	403	400	99.26%	-0.74%
DIETETICS & NUTRITION PRACTICE	99	91	91.92%	93	92	98.92%	7.01%
DISABILITY COUNCIL	268	267	99.63%	303	289	95.38%	-4.25%
EDUCATION DEPARTMENT	8,759	8,549	97.60%	6,450	6,330	98.14%	0.54%
EMERGENCY MEDICAL SERVICES BD	595	593	99.66%	595	588	98.82%	-0.84%
EMPLOYEE RELATIONS DEPT	1,618	1,611	99.57%	1,803	1,653	91.68%	-7.89%
EMPLOYMENT & ECONOMIC DEVELPMT	15,725	15,543	98.84%	15,890	15,756	99.16%	0.31%
EXPLORE MINNESOTA TOURISM	1,460	1,441	98.70%	1,450	1,444	99.59%	0.89%
FARIBAULT ACADEMIES	2,506	2,498	99.68%	3,015	3,012	99.90%	0.22%
FINANCE - DEBT SERVICE	0	0	0.00%	1	1	100.00%	0.00%
FINANCE DEPT	1,347	1,346	99.93%	1,288	1,284	99.69%	-0.24%
FINANCE INTERGOVERNMENTAL AIDS	539	515	95.55%	340	340	100.00%	4.45%
FINANCE NON-OPERATING	60	59	98.33%	133	133	100.00%	1.67%
GAMBLING CONTROL BOARD	242	240	99.17%	264	264	100.00%	0.83%
GOVERNORS OFFICE	1,002	989	98.70%	708	706	99.72%	1.01%
HEALTH DEPT	11,710	11,571	98.81%	11,642	11,554	99.24%	0.43%
HOUSING FINANCE AGENCY	2,293	2,293	100.00%	2,107	2,102	99.76%	-0.24%
HUMAN RIGHTS DEPT	446	443	99.33%	616	616	100.00%	0.67%

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	<u>Total</u> <u>Payments</u>	<u>Paid W/ 30</u> <u>Days</u>	<u>% Paid W/</u> <u>30 Days</u>	<u>Total</u> <u>Payments</u>	<u>Paid W/ 30</u> <u>Days</u>	<u>% Paid W/</u> <u>30 Days</u>	
HUMAN SERVICES DEPT	53,538	52,663	98.37%	54,042	52,664	97.45%	-0.92%
INDIAN AFFAIRS COUNCIL	186	183	98.39%	193	184	95.34%	-3.05%
INVESTMENT BOARD	347	341	98.27%	353	349	98.87%	0.60%
IRON RANGE RESOURCES & REHAB	3,874	3,864	99.74%	3,088	3,080	99.74%	0.00%
JUDICIAL STANDARDS BOARD	118	118	100.00%	122	122	100.00%	0.00%
LABOR AND INDUSTRY DEPT	6,652	6,553	98.51%	6,622	6,558	99.03%	0.52%
LEGISLATIVE AUDITOR	400	391	97.75%	438	430	98.17%	0.42%
LEGISLATURE	1,137	1,135	99.82%	1,221	1,217	99.67%	-0.15%
LOTTERY	0	0	0.00%	1	1	100.00%	0.00%
MARRIAGE & FAMILY THERAPY BD	114	114	100.00%	117	117	100.00%	0.00%
MEDIATION SERVICES DEPT	191	189	98.95%	241	235	97.51%	-1.44%
MEDICAL PRACTICE BOARD	860	860	100.00%	772	772	100.00%	0.00%
MILITARY AFFAIRS DEPT	11,519	11,487	99.72%	14,020	13,952	99.51%	-0.21%
MINN STATE RETIREMENT SYSTEM	832	832	100.00%	839	839	100.00%	0.00%
NATURAL RESOURCES DEPT	80,626	79,518	98.63%	76,995	74,737	97.07%	-1.56%
NURSING BOARD	523	522	99.81%	573	573	100.00%	0.19%
NURSING HOME ADMIN BOARD	250	250	100.00%	291	290	99.66%	-0.34%
OFFICE OF ENTERPRISE TECHNOLOGY	9,953	9,864	99.11%	10,756	10,646	98.98%	-0.13%
OFFICE OF HIGHER EDUCATION	2,210	2,206	99.82%	2,337	2,335	99.91%	0.10%
OMBUDSMAN MH/MR	141	141	100.00%	146	145	99.32%	-0.68%
OMBUDSPERSON FOR FAMILIES	150	149	99.33%	185	180	97.30%	-2.04%
OPTOMETRY BOARD	113	112	99.12%	98	97	98.98%	-0.14%
PEACE OFFICERS BOARD (POST)	232	227	97.84%	205	205	100.00%	2.16%
PHARMACY BOARD	199	198	99.50%	236	236	100.00%	0.50%
PHYSICAL THERAPY BOARD	123	123	100.00%	129	129	100.00%	0.00%
PODIATRIC MEDICINE BOARD	92	90	97.83%	91	91	100.00%	2.17%
POLLUTION CONTROL AGENCY	11,017	10,917	99.09%	11,708	11,215	95.79%	-3.30%
PRIVATE DETECTIVES BOARD	66	65	98.48%	74	74	100.00%	1.52%
PSYCHOLOGY BOARD	288	285	98.96%	234	231	98.72%	-0.24%
PUBLIC DEFENSE BOARD	6,209	6,091	98.10%	5,936	5,641	95.03%	-3.07%
PUBLIC EMPLOYEES RETIRE ASSOC	1,220	1,216	99.67%	1,172	1,169	99.74%	0.07%
PUBLIC SAFETY DEPT	37,234	36,806	98.85%	35,457	35,088	98.96%	0.11%
PUBLIC UTILITIES COMM	345	345	100.00%	463	463	100.00%	0.00%
RACING COMMISSION	533	511	95.87%	760	754	99.21%	3.34%
REVENUE DEPT	7,909	7,807	98.71%	7,790	7,784	99.92%	1.21%
SECRETARY OF STATE	1,184	1,184	100.00%	1,190	1,189	99.92%	-0.08%
SENTENCING GUIDELINES COMM	140	139	99.29%	130	129	99.23%	-0.05%
SOCIAL WORK BOARD	188	184	97.87%	273	273	100.00%	2.13%
STATE AUDITOR	787	785	99.75%	914	913	99.89%	0.14%
SUPREME COURT	6,651	6,613	99.43%	6,052	6,000	99.14%	-0.29%
TAX COURT	57	53	92.98%	56	52	92.86%	-0.13%

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TEACHERS RETIREMENT ASSOC	679	679	100.00%	647	645	99.69%	-0.31%
TRANSPORTATION DEPT	106,108	105,615	99.54%	103,996	103,401	99.43%	-0.11%
TREASURY - NON OPERATING	0	0	0.00%	7	7	100.00%	0.00%
TRIAL COURTS	50,858	50,027	98.37%	48,986	47,643	97.26%	-1.11%
UNIFORM LAWS COMMISSION	9	9	100.00%	7	7	100.00%	0.00%
UNIVERSITY OF MINNESOTA	1	1	100.00%	2	2	100.00%	0.00%
VETERANS AFFAIRS DEPT	809	808	99.88%	1,427	1,418	99.37%	-0.51%
VETERANS HOME BOARD	16,620	16,336	98.29%	15,381	15,193	98.78%	0.49%
VETERINARY MEDICINE BOARD	123	123	100.00%	113	113	100.00%	0.00%
WATER & SOIL RESOURCES BOARD	1,011	1,004	99.31%	1,236	1,224	99.03%	-0.28%
WORKERS COMP COURT OF APPEALS	163	163	100.00%	145	144	99.31%	-0.69%
ZOOLOGICAL BOARD	5,205	5,193	99.77%	5,482	5,476	99.89%	0.12%
TOTALS	583,143	576,507	98.86%	572,121	563,170	98.44%	-0.43%

State Of Minnesota
Interest on Late Payments, Paid to Vendors by State
Fiscal Year: 2008 - July 1, 2007 through June 30, 2008
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<u>Agency</u>	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2008</u>
ACCOUNTANCY BOARD	20	0
ADMINISTRATION DEPT	11,164	0
BLACK MINNESOTANS COUNCIL	16	0
CORRECTIONS DEPT	39	12
COURT OF APPEALS	95	0
EDUCATION DEPARTMENT	0	201
EMPLOYMENT & ECONOMIC DEVELOPMENT	66	0
FARIBAULT ACADEMIES	0	10
HEALTH DEPT	7	0
HUMAN SERVICES DEPT	3,321	147
LEGISLATIVE AUDITOR	0	327
NATURAL RESOURCES DEPT	1,216	47
POLLUTION CONTROL AGENCY	24	9
STATE AUDITOR	3	0
TRANSPORTATION DEPT	173	23
TRIAL COURTS	173	76
VETERANS AFFAIRS DEPT	5	0
VETERANS HOME BOARD	35	325
TOTALS	<u>16,357</u>	<u>1,175</u>