



October 25, 2017

To: Governor Mark Dayton
Lt. Governor Tina Smith

From: Myron Frans, Commissioner 

Subject: FY2017 report shows state achieved 98.03% on-time payments to vendors

Attached is the Prompt Payment Report for fiscal year 2017. The report shows agency vendor payment information and the interest paid to state vendors for late payments.

State laws (MS 16A.124) requires state agencies to pay vendors within the vendor's early payment discount period, or within 30 days following receipt of the invoice or the completed delivery of the product or service. In fiscal year 2017, MMB set and achieved their statewide goal of 98% prompt payment compliance with state vendors.

In fiscal year 2016, 97.5% of payments were made within 30 days. Below are key findings from the report.

- 63% of agencies met our 98% compliance goal
- Interest on late payments for fiscal year 2017 was \$2,952.86.

We remain committed to improving the compliance of individual agencies so that every agency reaches the 98% statewide goal. MMB regularly monitors state agency payment status. We provide training, suggest business process improvements, and offer quick reference guides to assist agencies in meeting the statewide prompt pay goal.

Please contact me if you have any questions or would like more information about this report.

cc: Legislative Reference Library

State Of Minnesota
Payment Record By State Agency
Fiscal Year 2017: July 01, 2016 through June 30, 2017
As of: June 30, 2017

State Agency	Fiscal Year 2016			Fiscal Year 2017			Variance
	Total Payments	Paid W/I 30 Days	% Paid W/I 30 Days	Total Payments	Paid W/I 30 Days	% Paid W/I 30 Days	
Accountancy Board	161	160	99.38%	167	167	100.00%	0.62%
Administration Department	25,838	25,330	98.03%	25,247	24,746	98.02%	-0.02%
Administrative Hearings	921	870	94.46%	885	876	98.98%	4.52%
Agriculture Department	8,588	7,878	91.73%	8,624	8,472	98.24%	6.50%
Amateur Sports Commission	65	64	98.46%	80	78	97.50%	-0.96%
Animal Health Board	484	473	97.73%	499	496	99.40%	1.67%
Architecture, Engineering Bd	383	382	99.74%	349	349	100.00%	0.26%
Arts Board	653	525	80.40%	688	616	89.53%	9.14%
Asian Pacific Council	193	190	98.45%	235	232	98.72%	0.28%
Attorney General	2,436	2,413	99.06%	2,211	2,169	98.10%	-0.96%
Barber Examiners Board	104	104	100.00%	128	126	98.44%	-1.56%
Behavioral Health & Therapy Bd	332	324	97.59%	270	263	97.41%	-0.18%
Board of Teaching	0	0	0.00%	289	275	95.16%	95.16%
Campaign Finance Board	193	193	100.00%	220	219	99.55%	-0.45%
Capitol Area Architect	118	118	100.00%	114	111	97.37%	-2.63%
Chiropractic Examiners Board	225	206	91.56%	261	242	92.72%	1.16%
Commerce Department	4,368	4,327	99.06%	4,638	4,587	98.90%	-0.16%
Corrections Department	47,345	46,203	97.59%	48,136	47,228	98.11%	0.53%
Cosmetologist Examiners Board	298	292	97.99%	351	343	97.72%	-0.27%
Council for Minnesotans of Afr	226	213	94.25%	203	197	97.04%	2.80%
Court of Appeals	287	282	98.26%	270	265	98.15%	-0.11%
Dentistry Board	474	446	94.09%	431	412	95.59%	1.50%
Dietetics & Nutrition Practice	77	74	96.10%	74	72	97.30%	1.19%
Education Department	3,183	3,022	94.94%	3,060	2,917	95.33%	0.38%
Emergency Medical Services Off	400	395	98.75%	441	423	95.92%	-2.83%
Employment & Economic Develop	12,209	12,052	98.71%	12,389	12,201	98.48%	-0.23%
Explore Minnesota Tourism	1,438	1,425	99.10%	1,420	1,409	99.23%	0.13%
Gambling Control Board	388	377	97.16%	412	396	96.12%	-1.05%
Governors Office	391	389	99.49%	368	366	99.46%	-0.03%
Health Department	10,673	10,408	97.52%	13,857	13,559	97.85%	0.33%
Housing Finance Agency	2,457	2,457	100.00%	2,237	2,234	99.87%	-0.13%
Human Rights Department	456	446	97.81%	543	527	97.05%	-0.75%
Human Services Department	60,408	51,288	84.90%	61,075	56,256	92.11%	7.21%
Indian Affairs Council	274	246	89.78%	314	297	94.59%	4.80%
Investment Board	491	480	97.76%	449	447	99.55%	1.79%
Iron Range Resources	2,290	2,263	98.82%	2,170	2,152	99.17%	0.35%
Judicial Standards Board	223	218	97.76%	216	216	100.00%	2.24%
Labor and Industry Department	5,971	5,942	99.51%	6,056	6,043	99.79%	0.27%
Legislative Auditor	426	424	99.53%	360	358	99.44%	-0.09%
Legislature Coordinating Comm	1,503	1,498	99.67%	1,394	1,394	100.00%	0.33%
Lottery	155	150	96.77%	170	170	100.00%	3.23%
Marriage and Family Therapy Bd	280	272	97.14%	300	293	97.67%	0.52%
Mediation Services Department	302	294	97.35%	292	288	98.63%	1.28%
Medical Practice Board	1,201	1,189	99.00%	1,146	1,127	98.34%	-0.66%
Military Affairs Department	11,566	11,427	98.80%	12,710	12,537	98.64%	-0.16%
Minn State Retirement System	20,405	20,386	99.91%	19,902	19,889	99.93%	0.03%
Minnesota Council on Latino Af	132	124	93.94%	145	133	91.72%	-2.22%
Minnesota Management & Budget	2,867	2,848	99.34%	2,928	2,723	93.00%	-6.34%

Minnesota State Academies	2,486	2,484	99.92%	2,538	2,517	99.17%	-0.75%
MMB Debt Service	113	113	100.00%	127	118	92.91%	-7.09%
MMB Non-Operating	668	667	99.85%	960	899	93.65%	-6.20%
MN Insurance Marketplace	1,358	1,075	79.16%	1,190	900	75.63%	-3.53%
MN State Colleges/Universities	180,163	180,100	99.97%	172,974	172,916	99.97%	0.00%
MN State Council on Disability	352	332	94.32%	263	246	93.54%	-0.78%
MN.IT	10,246	9,545	93.16%	10,452	10,037	96.03%	2.87%
Natural Resources Department	60,004	59,018	98.36%	63,878	63,107	98.79%	0.44%
Nursing Board	870	853	98.05%	738	728	98.64%	0.60%
Nursing Home Admin Board	376	358	95.21%	384	349	90.89%	-4.33%
Office of Higher Education	1,768	1,759	99.49%	1,928	1,922	99.69%	0.20%
Office of State Auditor	784	696	88.78%	727	640	88.03%	-0.74%
Ombudsman MH/DD	311	310	99.68%	347	343	98.85%	-0.83%
Ombudsperson for Families	119	118	99.16%	143	141	98.60%	-0.56%
Optometry Board	83	81	97.59%	101	100	99.01%	1.42%
Peace Officers Board (POST)	236	232	98.31%	225	220	97.78%	-0.53%
Perpich Ctr For Arts Education	2,442	2,338	95.74%	2,467	2,427	98.38%	2.64%
Pharmacy Board	490	473	96.53%	576	557	96.70%	0.17%
Physical Therapy Board	391	372	95.14%	498	490	98.39%	3.25%
Podiatric Medicine	71	71	100.00%	112	111	99.11%	-0.89%
Pollution Control Agency	8,862	8,639	97.48%	8,715	8,274	94.94%	-2.54%
Private Detectives Board	40	36	90.00%	72	66	91.67%	1.67%
Psychology Board	391	366	93.61%	323	319	98.76%	5.16%
Public Defense Board	5,840	5,831	99.85%	5,615	5,603	99.79%	-0.06%
Public Employees Retire Assoc	30,185	30,183	99.99%	30,185	30,181	99.99%	-0.01%
Public Facilities Authority	612	607	99.18%	494	490	99.19%	0.01%
Public Safety Department	29,907	27,772	92.86%	31,402	30,455	96.98%	4.12%
Public Utilities Commission	574	551	95.99%	556	536	96.40%	0.41%
Racing Commission	981	963	98.17%	986	981	99.49%	1.33%
Revenue Department	5,929	5,769	97.30%	5,515	5,293	95.97%	-1.33%
Revenue Intergovt Payments	83,670	80,651	96.39%	73,913	73,913	100.00%	3.61%
Secretary of State	955	946	99.06%	951	941	98.95%	-0.11%
Sentencing Guidelines Comm	164	164	100.00%	155	150	96.77%	-3.23%
Social Work Board	360	335	93.06%	326	319	97.85%	4.80%
State Guardian Ad Litem	2,332	2,266	97.17%	2,128	2,048	96.24%	-0.93%
Supreme Court	4,660	4,383	94.06%	4,327	4,132	95.49%	1.44%
Tax Court	159	158	99.37%	165	161	97.58%	-1.80%
Teachers Retirement Assoc	27,651	27,636	99.95%	26,242	26,218	99.91%	-0.04%
Transportation Department	127,755	124,888	97.76%	132,018	128,596	97.41%	-0.35%
Trial Courts	89,269	86,065	96.41%	96,207	93,249	96.93%	0.51%
Uniform Laws Commission	8	8	100.00%	8	8	100.00%	0.00%
University of Minnesota	12	12	100.00%	12	12	100.00%	0.00%
Veterans Affairs Department	15,470	15,152	97.94%	15,382	15,064	97.93%	-0.01%
Veterinary Medicine Board	167	164	98.20%	217	211	97.24%	-0.97%
Water and Soil Resources Board	1,666	1,592	95.56%	1,559	1,479	94.87%	-0.69%
Workers' Comp Court of Appeals	204	202	99.02%	198	194	97.98%	-1.04%
Zoological Board	5,493	5,356	97.51%	5,276	5,192	98.41%	0.90%
Totals For The State:	942,666	914,903	97.05%	942,299	923,749	98.03%	0.98%

State Of Minnesota
Paid to Vendors by State
Fiscal Year 2016: July 1, 2015 through June 30, 2016
As of: June 30, 2017

State Agency	Fiscal Year 2016	Fiscal Year 2017
Administration	143.52	0.00
Black Minnesotans Council	0.00	780.08
Department of Natural Resource	508.75	810.67
Human Services Department	634.89	627.00
MnSure	325.68	55.88
MN State Colleges/Universities	1,963.86	405.54
State Guardian Ad Litem	18.00	0.00
Supreme Court	0.00	35.97
Transportation Department	945.14	137.95
Trial Courts	79.98	99.77
Veterans Affairs	<u>15.00</u>	<u>0.00</u>
Totals For The State:	<u><u>4,634.82</u></u>	<u><u>2,952.86</u></u>