

Prompt Payment Compliance

The *Code of Virginia* requires that State agencies and institutions pay for goods and services by the required payment due date. The reporting required by the *Code of Virginia* §2.2-4356 is being met by the information presented here. This section details the number and dollar amounts of late payments by secretarial area, institutions and agencies, and the total amount of interest paid. Agencies and institutions that process 50 or more vendor payments during a quarter are reported as not meeting Prompt Pay requirements if fewer than 95 percent of their

payments are processed by the required due date.

Effective for the Quarter beginning July 1, 2006: If an agency/institution pays its small purchase card bill late, that agency/institution's prompt payment statistics for payments made will be adjusted to reflect each charge card transaction paid in the consolidated monthly bill as a late payment.

Statewide Prompt Payment Performance Statistics

| | Quarter Ending June 30, 2006 | | Fiscal Year 2006 To-Date | | Comparative Quarter Ended June 30, 2005 | |
|--|---------------------------------|--------------|-----------------------------|--------------|---|--------------|
| | Late | Total | Late | Total | Late | Total |
| Number of Payments | 5,433 | 605,220 | 25,787 | 2,362,313 | 7,054 | 655,531 |
| Dollars (in thousands) | \$ 30,853 | \$ 1,345,917 | \$ 110,002 | \$ 5,176,604 | \$ 25,644 | \$ 1,326,249 |
| Interest Paid on Late Payments | | | | \$ 34,501 | | |
| Current Quarter Percentage of Payments in Compliance | | | | 99.1% | | |
| Fiscal Year-to-Date Percentage of Payments in Compliance | | | | 98.9% | | |
| Comparative Fiscal Year 2005 Percentage of Payments in Compliance | | | | 98.9% | | |



Prompt Payment Performance by Secretarial Area

Quarter Ended June 30, 2006

| <u>Secretarial Area</u> | <u>Payments in Compliance</u> | <u>Dollars in Compliance</u> |
|----------------------------|-------------------------------|------------------------------|
| Administration | 99.7% | 99.6% |
| Agriculture and Forestry | 99.3% | 96.9% |
| Commerce and Trade | 99.1% | 97.6% |
| Education* | 98.9% | 97.3% |
| Executive Offices | 96.7% | 79.8% |
| Finance | 99.8% | 100.0% |
| Health and Human Resources | 99.3% | 99.1% |
| Independent Agencies | 98.9% | 99.5% |
| Judicial | 99.4% | 98.7% |
| Legislative | 99.6% | 98.1% |
| Natural Resources | 99.0% | 98.7% |
| Public Safety | 99.3% | 97.5% |
| Technology | 97.8% | 98.8% |
| Transportation* | 99.4% | 97.3% |
| Statewide | 99.1% | 97.7% |

Prompt Payment Performance by Secretarial Area

Fiscal Year 2006

| <u>Secretarial Area</u> | <u>Payments in Compliance</u> | <u>Dollars in Compliance</u> |
|----------------------------|-------------------------------|------------------------------|
| Administration | 99.5% | 98.9% |
| Agriculture and Forestry | 99.3% | 98.4% |
| Commerce and Trade | 99.0% | 99.0% |
| Education * | 98.7% | 97.3% |
| Executive Offices | 98.2% | 88.6% |
| Finance | 98.9% | 98.6% |
| Health and Human Resources | 99.0% | 98.0% |
| Independent Agencies | 99.2% | 99.3% |
| Judicial | 99.4% | 99.6% |
| Legislative | 99.5% | 96.0% |
| Natural Resources | 99.3% | 98.7% |
| Public Safety | 99.3% | 98.9% |
| Technology | 97.7% | 98.1% |
| Transportation* | 99.2% | 97.7% |
| Statewide | 98.9% | 97.9% |

* Statistics include those provided independently by Virginia Port Authority, Virginia Polytechnic Institute and State University, University of Virginia, Radford University, James Madison University, Old Dominion University, Virginia Commonwealth University, George Mason University, the College of William and Mary in Virginia, The Virginia Institute of Marine Science, and the University of Mary Washington may include local payments. These agencies and institutions are decentralized for vendor payment processing.

For the quarter ended June 30, 2006, the following agencies and institutions that processed more than 50 vendor payments

during the quarter were below the 95 percent prompt payment performance standard.

**Prompt Payment Compliance Rate
Agencies Below 95%**

Quarter Ended June 30, 2006

| <u>Agency</u> | <u>Late Payments</u> | <u>Total Payments</u> | <u>Payments in Compliance</u> |
|---|----------------------|-----------------------|-------------------------------|
| Education | | | |
| The Science Museum of Virginia | 150 | 832 | 82.0% |
| Virginia School for the Deaf, Blind and Multi-Disabled at Hampton | 46 | 339 | 86.4% |
| Thomas Nelson Community College | 116 | 1,307 | 91.1% |
| Jamestown 2007 | 4 | 75 | 94.7% |
| Executive Offices | | | |
| Attorney General & Department of Law | 36 | 636 | 94.3% |
| Judicial | | | |
| Board of Bar Examiners | 17 | 80 | 78.8% |

For FY 2006, the following agencies and institutions that processed more than 200 vendor payments during the year were below

the 95 percent prompt payment performance standard.

**Prompt Payment Compliance Rate
Agencies Below 95%**

Fiscal Year 2006

| <u>Agency</u> | <u>Late Payments</u> | <u>Total Payments</u> | <u>Payments in Compliance</u> |
|--|----------------------|-----------------------|-------------------------------|
| Education | | | |
| The Science Museum of Virginia | 353 | 3,377 | 89.5% |
| Health and Human Resources | | | |
| Southwestern Virginia Mental Health Institute | 409 | 5,923 | 93.1% |
| Judicial | | | |
| Board of Bar Examiners | 24 | 270 | 91.1% |
| Legislative | | | |
| Commission on the Virginia Alcohol Safety Action Program | 15 | 246 | 93.9% |