

New York State Comptroller
THOMAS P. DiNAPOLI

Prompt Payment Interest Report

State Fiscal Year 2024-25

May 2025



Introduction

Article 11-A of State Finance Law was enacted to ensure contractors doing business with New York State are paid in a timely manner. The law prescribes timeframes within which a contractor must be paid, during which time the agency must prepare and submit an approvable voucher and the Office of the State Comptroller (OSC) must process the payment. If an agency or OSC misses the deadline, interest accrues until the payment is made. Generally, the timeframe for payment is 30 days from the date that a proper invoice is received by the State agency or from the date that the goods or services covered by the proper invoice are provided, whichever is later. However, for eligible small businesses that agree to use the State's electronic means of receiving invoices and making payments, the timeframe is reduced from 30 to 15 days. If an agency misses the deadline, interest accrues until the payment is made, with limited exceptions.

Annually, OSC reports on late payments and interest paid by agencies, including the number of days in which payments were late, as well as the causes reported by agencies for delays, as required by State Finance Law Section 179-m(3). For State Fiscal Year (SFY) 2024-25, agencies paid vendors \$4,258,793 in interest primarily due to delays in encumbrance processing, agency backlog or agency processing delays. In situations where vouchers were accruing interest when submitted to OSC for approval, OSC consistently processed these payments in less time than allotted under the State Finance Law. In doing so, it prevented an estimated \$1,290,296 in additional prompt payment interest charges that would have otherwise been owed.

Prompt Payment Interest by Agency

April 1, 2024 through March 31, 2025

Agency Name	Total Number of Days to Process All Late Payments ¹	Number of Interest Chargeable Days ²	Number of Interest Payments ³	Amount of Interest Paid ⁴
Department of Health	766,470	662,745	3,492	\$1,481,022
Department of Corrections & Community Supervision	531,562	320,797	7,050	515,598
Department of Transportation	111,108	62,403	1,653	490,008
Department of State	44,545	26,995	586	285,236
State Education Department	463,206	356,511	3,559	210,841
Office of Mental Health	178,692	110,427	2,294	177,496
State University of New York	102,780	61,530	1,375	142,400
Department of Environmental Conservation	13,439	1,349	403	120,788
Office of Children & Family Services	164,216	130,616	1,120	114,762
Department of Environmental Conservation - Oil Spill	36,594	17,094	650	94,666
Department of Agriculture and Markets	23,626	13,366	342	77,366
Office of General Services	21,322	11,227	347	72,855
Office for People with Developmental Disabilities	68,345	39,455	979	64,074
Office of Information Technology Services	14,106	7,611	226	51,025
Department of Labor	22,093	12,613	316	48,371
City University of New York	36,559	20,899	522	42,292
Department of Civil Service	671	101	19	40,310
Department of Financial Services	8,624	1,349	244	26,938
Office of Temporary & Disability Assistance	7,946	5,756	73	25,546
Court Administration and General Support	14,155	7,585	219	21,589
Courts of Original Jurisdiction	18,748	14,413	145	15,830
Governor's Traffic Safety Committee	1,871	101	59	13,213
Division of State Police	3,465	1,710	59	12,845

Agency Name	Total Number of Days to Process All Late Payments ¹	Number of Interest Chargeable Days ²	Number of Interest Payments ³	Amount of Interest Paid ⁴
Department of Law	22,740	15,180	257	12,037
Office of Parks, Recreation & Historic Preservation	9,020	5,255	126	10,325
Division of Homeland Security	3,479	1,349	71	8,704
Office of Addiction Services and Supports	3,360	1,620	58	8,656
Higher Education Services Corporation	2,596	1,096	50	7,687
Division of Criminal Justice Services	2,039	1,349	23	7,383
Division of Military & Naval Affairs	1,226	101	38	6,162
Corcraft	2,528	1,103	48	5,915
Department of Motor Vehicles	3,089	1,349	61	5,473
Department of Taxation and Finance	2,212	1,402	27	4,665
Gaming Commission	1,070	560	17	3,083
Department of Economic Development	131	101	1	2,871
Board of Elections	1,012	472	18	2,857
Workers' Compensation Board	2,630	1,640	33	2,830
Office of the State Comptroller	3,304	1,234	69	2,819
Division of Human Rights	1,751	101	55	2,391
Appellate Divisions	7,042	5,062	66	2,209
Office of Victim Services	753	243	17	2,191
Commission on Ethics and Lobbying in Government	408	318	3	2,157
City University Construction Fund	1,451	611	28	2,046
Office for the Aging	1,513	433	36	1,917
Division of Alcoholic Beverage Control	1,303	733	19	1,599
Office for the Prevention of Domestic Violence	951	321	21	1,400
Department of Veterans' Services	335	185	5	779
Adirondack Park Agency	370	220	5	745

Agency Name	Total Number of Days to Process All Late Payments ¹	Number of Interest Chargeable Days ²	Number of Interest Payments ³	Amount of Interest Paid ⁴
Assembly	388	328	2	722
Council on the Arts	659	419	8	691
Justice Center for the Protection of People with Special Needs	968	743	8	626
Office of the Medicaid Inspector General	708	528	6	462
Commission on Judicial Conduct	642	462	6	382
Public Employment Relations Board	366	246	4	363
Division of Housing & Community Renewal	1,099	859	8	350
New York Waterfront Commission	115	55	2	310
Executive Chamber	130	40	3	202
Court of Appeals	374	194	6	184
Public Benefit Corporations	38	8	1	100
Commission on National and Community Service	532	472	2	99
Governor's Office of Employee Relations	35	5	1	88
Senate	200	140	2	86
Lake George Park Commission	156	66	3	85
Department of Public Service	41	11	1	71
Total:			26,947	\$4,258,793
Interest Attributed to OSC Processing Time			-	-
Grand Total:			26,947	\$4,258,793

¹ The total number of days to process all payments that accrued interest. The number includes both days prior to the due date when a payment was not considered late, plus days after the due date when the payment was late and accruing interest.

² The total number of days for all payments made after the due date when the payment was considered late and accruing interest.

³ The total number of interest payments made for transactions that were considered late and accrued interest.

⁴ The total amount of interest paid as a result of all late payments primarily due to delays in encumbrance processing, agency backlog or agency processing delays.

Prompt Payment Interest

Top Ten Agencies with the Highest Interest Paid in SFY 2024-25 Compared to the Prior Fiscal Year

Agency Name	SFY 2024-25	SFY 2023-24	Change
Department of Health	\$1,481,022	\$1,207,769	22.62%
Department of Corrections & Community Supervision	515,598	216,849	137.77%
Department of Transportation	490,008	337,603	45.14%
Department of State	285,236	181,242	57.38%
State Education Department	210,841	148,000	42.46%
Office of Mental Health	177,496	249,986	-29.00%
State University of New York	142,400	201,473	-29.32%
Department of Environmental Conservation	120,788	129,544	-6.76%
Office of Children & Family Services	114,762	74,056	54.97%
Department of Environmental Conservation - Oil Spill	94,666	113,436	-16.55%
Subtotal	\$3,632,817	\$2,859,958	27.02%
All Other State Agencies	625,976	1,100,548	-43.12%
Statewide Total	\$4,258,793	\$3,960,506	7.53%

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