

November 5, 2003

MEMORANDUM TO: All Departments, Offices, Institutions, Boards, Commissions,
and Agencies

FROM: Thomas W. Johnson 
Director

SUBJECT: **Prompt Payment: Calendar Year 2004 Interest Rate For Late
Payments To Vendors**

This memorandum is to advise you that late payment interest charges owed to vendors for Calendar Year 2004 shall be paid at the rate per annum to four (4) percent compounded every thirty days. The rate for Calendar Year 2004 has been established by the State Tax Commissioner pursuant to Section 5703.47 of the Revised Code.

Section 126.30 of the Revised Code and Rule 126-3-01 of the Administrative Code require state agencies to make prompt payment for all purchases. A state agency which fails to make payment by the required payment **date shall pay an interest charge to the vendor**. Please refer to the statute and rule for additional information on prompt payment requirements.

Agencies are reminded that all interest charges shall be paid within thirty days after paying the principal. **A state agency shall initiate the interest charge payment and shall not wait for the vendor to request the interest payment.** A change was made in Am. Sub. S.B. 351 Section 126.30, which states that, interest charges **do not have to be paid when the amount of the interest is less than ten dollars**. A copy of this information is attached for your reference.

Enclosed are two tables which you may use to assist you in calculating an interest charge owed to a vendor for Calendar Year 2004. (Agencies can access the Late Payment Calculator on the web at <http://www.wiggum.das.state.oh.us/lpc/>.)

A. Required Payment Date Table

The Required Payment Date Table will allow you to easily calculate the required payment date if the thirty-day payment requirement is applicable. The required payment date is either: (1) the date or time when payment is due according to a written agreement between the parties; or (2) in the absence of a specific date or time, thirty days after the state agency receives a proper invoice. Receipt of a proper invoice is defined in paragraph (A) (5) or Rule 126-3-01 of the Administrative Code.

1. The column "Date" means the date on which an invoice was received.
2. The column "Date + 30" means the required payment date if the thirty-day payment requirement is applicable.

The required payment date is the last day on which payment of an invoice is considered to be timely. Payment made after the required payment date is subject to the interest

requirements of the prompt payment statute (Section 126.30 of the Revised Code) and the prompt payment rule (Rule 126-3-01) of the Administrative Code.

3. Under the column "Date", find the date on which a particular invoice was received.
4. To the right of that date, under "Date + 30" is the required payment date.

B. 360-Day Interest Factor (4%) Table for Calendar Year 2004

The 360-Day Interest Factor (4%) Table for Calendar Year 2004 will assist you in calculating any interest charges owed for Calendar Year 2004.

1. The column "Days" means the number of days after the required payment date that the invoice was paid.

Interest charges must be paid for the period beginning on the day after the required payment date and ending on the date of payment.

2. The column "Factor" means the interest factor at the rate per annum of four percent compounded every thirty days.
3. Under the column "Days", find the number of days after the required payment date that a particular invoice was paid.
4. To the right of the appropriate "Days", find the appropriate factor.
5. Multiply the appropriate factor times the principle. The product is the total amount of principal and interest owed to a vendor. Subtract the principal from this product. The remainder (difference) is the interest charge owed to the vendor. Payment of interest charges of less than ten dollars is not required. The interest charge shall be calculated separately for each invoice.
6. If interest is owed for a period covering portions of two calendar years, calculate the interest owed for the appropriate part of each year at the rate for that year. Note that the interest rate for Calendar Year 1995, 1996, 1997, 1998 and 2001 was (9) percent, Calendar Year 1993, 1994 and 2002 was seven (7) percent, and Calendar Year 1999 and 2000 was (8) percent and calendar year 2003 was (6) percent per annum compounded every thirty days.

Attachments

DATE	DATE + 30	DATE	DATE + 30	DATE	DATE + 30
JAN 01 2004	JAN 31 2004	FEB 01 2004	MAR 02 2004	MAR 01 2004	MAR 31 2004
JAN 02 2004	FEB 01 2004	FEB 02 2004	MAR 03 2004	MAR 02 2004	APR 01 2004
JAN 03 2004	FEB 02 2004	FEB 03 2004	MAR 04 2004	MAR 03 2004	APR 02 2004
JAN 04 2004	FEB 03 2004	FEB 04 2004	MAR 05 2004	MAR 04 2004	APR 03 2004
JAN 05 2004	FEB 04 2004	FEB 05 2004	MAR 06 2004	MAR 05 2004	APR 04 2004
JAN 06 2004	FEB 05 2004	FEB 06 2004	MAR 07 2004	MAR 06 2004	APR 05 2004
JAN 07 2004	FEB 06 2004	FEB 07 2004	MAR 08 2004	MAR 07 2004	APR 06 2004
JAN 08 2004	FEB 07 2004	FEB 08 2004	MAR 09 2004	MAR 08 2004	APR 07 2004
JAN 09 2004	FEB 08 2004	FEB 09 2004	MAR 10 2004	MAR 09 2004	APR 08 2004
JAN 10 2004	FEB 09 2004	FEB 10 2004	MAR 11 2004	MAR 10 2004	APR 09 2004
JAN 11 2004	FEB 10 2004	FEB 11 2004	MAR 12 2004	MAR 11 2004	APR 10 2004
JAN 12 2004	FEB 11 2004	FEB 12 2004	MAR 13 2004	MAR 12 2004	APR 11 2004
JAN 13 2004	FEB 12 2004	FEB 13 2004	MAR 14 2004	MAR 13 2004	APR 12 2004
JAN 14 2004	FEB 13 2004	FEB 14 2004	MAR 15 2004	MAR 14 2004	APR 13 2004
JAN 15 2004	FEB 14 2004	FEB 15 2004	MAR 16 2004	MAR 15 2004	APR 14 2004
JAN 16 2004	FEB 15 2004	FEB 16 2004	MAR 17 2004	MAR 16 2004	APR 15 2004
JAN 17 2004	FEB 16 2004	FEB 17 2004	MAR 18 2004	MAR 17 2004	APR 16 2004
JAN 18 2004	FEB 17 2004	FEB 18 2004	MAR 19 2004	MAR 18 2004	APR 17 2004
JAN 19 2004	FEB 18 2004	FEB 19 2004	MAR 20 2004	MAR 19 2004	APR 18 2004
JAN 20 2004	FEB 19 2004	FEB 20 2004	MAR 21 2004	MAR 20 2004	APR 19 2004
JAN 21 2004	FEB 20 2004	FEB 21 2004	MAR 22 2004	MAR 21 2004	APR 20 2004
JAN 22 2004	FEB 21 2004	FEB 22 2004	MAR 23 2004	MAR 22 2004	APR 21 2004
JAN 23 2004	FEB 22 2004	FEB 23 2004	MAR 24 2004	MAR 23 2004	APR 22 2004
JAN 24 2004	FEB 23 2004	FEB 24 2004	MAR 25 2004	MAR 24 2004	APR 23 2004
JAN 25 2004	FEB 24 2004	FEB 25 2004	MAR 26 2004	MAR 25 2004	APR 24 2004
JAN 26 2004	FEB 25 2004	FEB 26 2004	MAR 27 2004	MAR 26 2004	APR 25 2004
JAN 27 2004	FEB 26 2004	FEB 27 2004	MAR 28 2004	MAR 27 2004	APR 26 2004
JAN 28 2004	FEB 27 2004	FEB 28 2004	MAR 29 2004	MAR 28 2004	APR 27 2004
JAN 29 2004	FEB 28 2004	FEB 29 2004	MAR 30 2004	MAR 29 2004	APR 28 2004
JAN 30 2004	FEB 29 2004			MAR 30 2004	APR 29 2004
JAN 31 2004	MAR 01 2004			MAR 31 2004	APR 30 2004

"DATE" MEANS THE DATE ON WHICH AN INVOICE WAS RECEIVED.

"DATE + 30" MEANS THE REQUIRED PAYMENT DATE. THE REQUIRED PAYMENT DATE IS THE LAST DAY ON WHICH PAYMENT OF AN INVOICE IS CONSIDERED TO BE TIMELY.

FIND THE DATE ON WHICH A PARTICULAR INVOICE WAS RECEIVED. TO THE RIGHT OF THAT DATE, UNDER "DATE + 30" IS THE REQUIRED PAYMENT DATE.

DATE		DATE + 30		DATE		DATE + 30		DATE		DATE + 30	
APR 01	2004	MAY 01	2004	MAY 01	2004	MAY 31	2004	JUN 01	2004	JUL 01	2004
APR 02	2004	MAY 02	2004	MAY 02	2004	JUN 01	2004	JUN 02	2004	JUL 02	2004
APR 03	2004	MAY 03	2004	MAY 03	2004	JUN 02	2004	JUN 03	2004	JUL 03	2004
APR 04	2004	MAY 04	2004	MAY 04	2004	JUN 03	2004	JUN 04	2004	JUL 04	2004
APR 05	2004	MAY 05	2004	MAY 05	2004	JUN 04	2004	JUN 05	2004	JUL 05	2004
APR 06	2004	MAY 06	2004	MAY 06	2004	JUN 05	2004	JUN 06	2004	JUL 06	2004
APR 07	2004	MAY 07	2004	MAY 07	2004	JUN 06	2004	JUN 07	2004	JUL 07	2004
APR 08	2004	MAY 08	2004	MAY 08	2004	JUN 07	2004	JUN 08	2004	JUL 08	2004
APR 09	2004	MAY 09	2004	MAY 09	2004	JUN 08	2004	JUN 09	2004	JUL 09	2004
APR 10	2004	MAY 10	2004	MAY 10	2004	JUN 09	2004	JUN 10	2004	JUL 10	2004
APR 11	2004	MAY 11	2004	MAY 11	2004	JUN 10	2004	JUN 11	2004	JUL 11	2004
APR 12	2004	MAY 12	2004	MAY 12	2004	JUN 11	2004	JUN 12	2004	JUL 12	2004
APR 13	2004	MAY 13	2004	MAY 13	2004	JUN 12	2004	JUN 13	2004	JUL 13	2004
APR 14	2004	MAY 14	2004	MAY 14	2004	JUN 13	2004	JUN 14	2004	JUL 14	2004
APR 15	2004	MAY 15	2004	MAY 15	2004	JUN 14	2004	JUN 15	2004	JUL 15	2004
APR 16	2004	MAY 16	2004	MAY 16	2004	JUN 15	2004	JUN 16	2004	JUL 16	2004
APR 17	2004	MAY 17	2004	MAY 17	2004	JUN 16	2004	JUN 17	2004	JUL 17	2004
APR 18	2004	MAY 18	2004	MAY 18	2004	JUN 17	2004	JUN 18	2004	JUL 18	2004
APR 19	2004	MAY 19	2004	MAY 19	2004	JUN 18	2004	JUN 19	2004	JUL 19	2004
APR 20	2004	MAY 20	2004	MAY 20	2004	JUN 19	2004	JUN 20	2004	JUL 20	2004
APR 21	2004	MAY 21	2004	MAY 21	2004	JUN 20	2004	JUN 21	2004	JUL 21	2004
APR 22	2004	MAY 22	2004	MAY 22	2004	JUN 21	2004	JUN 22	2004	JUL 22	2004
APR 23	2004	MAY 23	2004	MAY 23	2004	JUN 22	2004	JUN 23	2004	JUL 23	2004
APR 24	2004	MAY 24	2004	MAY 24	2004	JUN 23	2004	JUN 24	2004	JUL 24	2004
APR 25	2004	MAY 25	2004	MAY 25	2004	JUN 24	2004	JUN 25	2004	JUL 25	2004
APR 26	2004	MAY 26	2004	MAY 26	2004	JUN 25	2004	JUN 26	2004	JUL 26	2004
APR 27	2004	MAY 27	2004	MAY 27	2004	JUN 26	2004	JUN 27	2004	JUL 27	2004
APR 28	2004	MAY 28	2004	MAY 28	2004	JUN 27	2004	JUN 28	2004	JUL 28	2004
APR 29	2004	MAY 29	2004	MAY 29	2004	JUN 28	2004	JUN 29	2004	JUL 29	2004
APR 30	2004	MAY 30	2004	MAY 30	2004	JUN 29	2004	JUN 30	2004	JUL 30	2004
				MAY 31	2004	JUN 30	2004				

"DATE" MEANS THE DATE ON WHICH AN INVOICE WAS RECEIVED.

"DATE + 30" MEANS THE REQUIRED PAYMENT DATE. THE REQUIRED PAYMENT DATE IS THE LAST DAY ON WHICH PAYMENT OF AN INVOICE IS CONSIDERED TO BE TIMELY.

FIND THE DATE ON WHICH A PARTICULAR INVOICE WAS RECEIVED. TO THE RIGHT OF THAT DATE, UNDER "DATE + 30" IS THE REQUIRED PAYMENT DATE.

DATE		DATE + 30		DATE		DATE + 30		DATE		DATE + 30	
JUL 01	2004	JUL 31	2004	AUG 01	2004	AUG 31	2004	SEP 01	2004	OCT 01	2004
JUL 02	2004	AUG 01	2004	AUG 02	2004	SEP 01	2004	SEP 02	2004	OCT 02	2004
JUL 03	2004	AUG 02	2004	AUG 03	2004	SEP 02	2004	SEP 03	2004	OCT 03	2004
JUL 04	2004	AUG 03	2004	AUG 04	2004	SEP 03	2004	SEP 04	2004	OCT 04	2004
JUL 05	2004	AUG 04	2004	AUG 05	2004	SEP 04	2004	SEP 05	2004	OCT 05	2004
JUL 06	2004	AUG 05	2004	AUG 06	2004	SEP 05	2004	SEP 06	2004	OCT 06	2004
JUL 07	2004	AUG 06	2004	AUG 07	2004	SEP 06	2004	SEP 07	2004	OCT 07	2004
JUL 08	2004	AUG 07	2004	AUG 08	2004	SEP 07	2004	SEP 08	2004	OCT 08	2004
JUL 09	2004	AUG 08	2004	AUG 09	2004	SEP 08	2004	SEP 09	2004	OCT 09	2004
JUL 10	2004	AUG 09	2004	AUG 10	2004	SEP 09	2004	SEP 10	2004	OCT 10	2004
JUL 11	2004	AUG 10	2004	AUG 11	2004	SEP 10	2004	SEP 11	2004	OCT 11	2004
JUL 12	2004	AUG 11	2004	AUG 12	2004	SEP 11	2004	SEP 12	2004	OCT 12	2004
JUL 13	2004	AUG 12	2004	AUG 13	2004	SEP 12	2004	SEP 13	2004	OCT 13	2004
JUL 14	2004	AUG 13	2004	AUG 14	2004	SEP 13	2004	SEP 14	2004	OCT 14	2004
JUL 15	2004	AUG 14	2004	AUG 15	2004	SEP 14	2004	SEP 15	2004	OCT 15	2004
JUL 16	2004	AUG 15	2004	AUG 16	2004	SEP 15	2004	SEP 16	2004	OCT 16	2004
JUL 17	2004	AUG 16	2004	AUG 17	2004	SEP 16	2004	SEP 17	2004	OCT 17	2004
JUL 18	2004	AUG 17	2004	AUG 18	2004	SEP 17	2004	SEP 18	2004	OCT 18	2004
JUL 19	2004	AUG 18	2004	AUG 19	2004	SEP 18	2004	SEP 19	2004	OCT 19	2004
JUL 20	2004	AUG 19	2004	AUG 20	2004	SEP 19	2004	SEP 20	2004	OCT 20	2004
JUL 21	2004	AUG 20	2004	AUG 21	2004	SEP 20	2004	SEP 21	2004	OCT 21	2004
JUL 22	2004	AUG 21	2004	AUG 22	2004	SEP 21	2004	SEP 22	2004	OCT 22	2004
JUL 23	2004	AUG 22	2004	AUG 23	2004	SEP 22	2004	SEP 23	2004	OCT 23	2004
JUL 24	2004	AUG 23	2004	AUG 24	2004	SEP 23	2004	SEP 24	2004	OCT 24	2004
JUL 25	2004	AUG 24	2004	AUG 25	2004	SEP 24	2004	SEP 25	2004	OCT 25	2004
JUL 26	2004	AUG 25	2004	AUG 26	2004	SEP 25	2004	SEP 26	2004	OCT 26	2004
JUL 27	2004	AUG 26	2004	AUG 27	2004	SEP 26	2004	SEP 27	2004	OCT 27	2004
JUL 28	2004	AUG 27	2004	AUG 28	2004	SEP 27	2004	SEP 28	2004	OCT 28	2004
JUL 29	2004	AUG 28	2004	AUG 29	2004	SEP 28	2004	SEP 29	2004	OCT 29	2004
JUL 30	2004	AUG 29	2004	AUG 30	2004	SEP 29	2004	SEP 30	2004	OCT 30	2004
JUL 31	2004	AUG 30	2004	AUG 31	2004	SEP 30	2004				

"DATE" MEANS THE DATE ON WHICH AN INVOICE WAS RECEIVED.

"DATE + 30" MEANS THE REQUIRED PAYMENT DATE. THE REQUIRED PAYMENT DATE IS THE LAST DAY ON WHICH PAYMENT OF AN INVOICE IS CONSIDERED TO BE TIMELY.

FIND THE DATE ON WHICH A PARTICULAR INVOICE WAS RECEIVED. TO THE RIGHT OF THAT DATE, UNDER "DATE + 30" IS THE REQUIRED PAYMENT DATE.

DATE		DATE + 30		DATE		DATE + 30		DATE		DATE + 30							
OCT	01	2004	OCT	31	2004	NOV	01	2004	DEC	01	2004	DEC	31	2004			
OCT	02	2004	NOV	01	2004	NOV	02	2004	DEC	02	2004	DEC	02	2004	JAN	01	2005
OCT	03	2004	NOV	02	2004	NOV	03	2004	DEC	03	2004	DEC	03	2004	JAN	02	2005
OCT	04	2004	NOV	03	2004	NOV	04	2004	DEC	04	2004	DEC	04	2004	JAN	03	2005
OCT	05	2004	NOV	04	2004	NOV	05	2004	DEC	05	2004	DEC	05	2004	JAN	04	2005
OCT	06	2004	NOV	05	2004	NOV	06	2004	DEC	06	2004	DEC	06	2004	JAN	05	2005
OCT	07	2004	NOV	06	2004	NOV	07	2004	DEC	07	2004	DEC	07	2004	JAN	06	2005
OCT	08	2004	NOV	07	2004	NOV	08	2004	DEC	08	2004	DEC	08	2004	JAN	07	2005
OCT	09	2004	NOV	08	2004	NOV	09	2004	DEC	09	2004	DEC	09	2004	JAN	08	2005
OCT	10	2004	NOV	09	2004	NOV	10	2004	DEC	10	2004	DEC	10	2004	JAN	09	2005
OCT	11	2004	NOV	10	2004	NOV	11	2004	DEC	11	2004	DEC	11	2004	JAN	10	2005
OCT	12	2004	NOV	11	2004	NOV	12	2004	DEC	12	2004	DEC	12	2004	JAN	11	2005
OCT	13	2004	NOV	12	2004	NOV	13	2004	DEC	13	2004	DEC	13	2004	JAN	12	2005
OCT	14	2004	NOV	13	2004	NOV	14	2004	DEC	14	2004	DEC	14	2004	JAN	13	2005
OCT	15	2004	NOV	14	2004	NOV	15	2004	DEC	15	2004	DEC	15	2004	JAN	14	2005
OCT	16	2004	NOV	15	2004	NOV	16	2004	DEC	16	2004	DEC	16	2004	JAN	15	2005
OCT	17	2004	NOV	16	2004	NOV	17	2004	DEC	17	2004	DEC	17	2004	JAN	16	2005
OCT	18	2004	NOV	17	2004	NOV	18	2004	DEC	18	2004	DEC	18	2004	JAN	17	2005
OCT	19	2004	NOV	18	2004	NOV	19	2004	DEC	19	2004	DEC	19	2004	JAN	18	2005
OCT	20	2004	NOV	19	2004	NOV	20	2004	DEC	20	2004	DEC	20	2004	JAN	19	2005
OCT	21	2004	NOV	20	2004	NOV	21	2004	DEC	21	2004	DEC	21	2004	JAN	20	2005
OCT	22	2004	NOV	21	2004	NOV	22	2004	DEC	22	2004	DEC	22	2004	JAN	21	2005
OCT	23	2004	NOV	22	2004	NOV	23	2004	DEC	23	2004	DEC	23	2004	JAN	22	2005
OCT	24	2004	NOV	23	2004	NOV	24	2004	DEC	24	2004	DEC	24	2004	JAN	23	2005
OCT	25	2004	NOV	24	2004	NOV	25	2004	DEC	25	2004	DEC	25	2004	JAN	24	2005
OCT	26	2004	NOV	25	2004	NOV	26	2004	DEC	26	2004	DEC	26	2004	JAN	25	2005
OCT	27	2004	NOV	26	2004	NOV	27	2004	DEC	27	2004	DEC	27	2004	JAN	26	2005
OCT	28	2004	NOV	27	2004	NOV	28	2004	DEC	28	2004	DEC	28	2004	JAN	27	2005
OCT	29	2004	NOV	28	2004	NOV	29	2004	DEC	29	2004	DEC	29	2004	JAN	28	2005
OCT	30	2004	NOV	29	2004	NOV	30	2004	DEC	30	2004	DEC	30	2004	JAN	29	2005
OCT	31	2004	NOV	30	2004							DEC	31	2004	JAN	30	2005
												JAN	01	2005	JAN	31	2005

"DATE" MEANS THE DATE ON WHICH AN INVOICE WAS RECEIVED.

"DATE + 30" MEANS THE REQUIRED PAYMENT DATE. THE REQUIRED PAYMENT DATE IS THE LAST DAY ON WHICH PAYMENT OF AN INVOICE IS CONSIDERED TO BE TIMELY.

FIND THE DATE ON WHICH A PARTICULAR INVOICE WAS RECEIVED. TO THE RIGHT OF THAT DATE, UNDER "DATE + 30" IS THE REQUIRED PAYMENT DATE.

<u>DAYS</u>	<u>FACTOR</u>								
1	1.000111	41	1.004558	81	1.009026	121	1.013513	161	1.01802
2	1.000222	42	1.00467	82	1.009137	122	1.013625	162	1.018132
3	1.000333	43	1.004781	83	1.009249	123	1.013737	163	1.018245
4	1.000444	44	1.004893	84	1.009361	124	1.01385	164	1.018358
5	1.000555	45	1.005004	85	1.009473	125	1.013962	165	1.018471
6	1.000666	46	1.005116	86	1.009585	126	1.014075	166	1.018584
7	1.000777	47	1.005227	87	1.009697	127	1.014187	167	1.018697
8	1.000888	48	1.005339	88	1.009809	128	1.0143	168	1.01881
9	1.000999	49	1.00545	89	1.009921	129	1.014412	169	1.018923
10	1.00111	50	1.005562	90	1.010033	130	1.014525	170	1.019036
11	1.001221	51	1.005673	91	1.010145	131	1.014637	171	1.019149
12	1.001332	52	1.005785	92	1.010257	132	1.01475	172	1.019263
13	1.001443	53	1.005896	93	1.01037	133	1.014863	173	1.019376
14	1.001554	54	1.006008	94	1.010482	134	1.014975	174	1.019489
15	1.001665	55	1.00612	95	1.010594	135	1.015088	175	1.019602
16	1.001776	56	1.006231	96	1.010706	136	1.0152	176	1.019715
17	1.001888	57	1.006343	97	1.010818	137	1.015313	177	1.019828
18	1.001999	58	1.006454	98	1.01093	138	1.015426	178	1.019941
19	1.00211	59	1.006566	99	1.011042	139	1.015538	179	1.020054
20	1.002221	60	1.006678	100	1.011154	140	1.015651	180	1.020167
21	1.002332	61	1.006789	101	1.011267	141	1.015764	181	1.020281
22	1.002443	62	1.006901	102	1.011379	142	1.015876	182	1.020394
23	1.002555	63	1.007013	103	1.011491	143	1.015989	183	1.020507
24	1.002666	64	1.007125	104	1.011603	144	1.016102	184	1.02062
25	1.002777	65	1.007236	105	1.011715	145	1.016214	185	1.020733
26	1.002888	66	1.007348	106	1.011828	146	1.016327	186	1.020847
27	1.003	67	1.00746	107	1.01194	147	1.01644	187	1.02096
28	1.003111	68	1.007572	108	1.012052	148	1.016553	188	1.021073
29	1.003222	69	1.007683	109	1.012164	149	1.016665	189	1.021186
30	1.003333	70	1.007795	110	1.012277	150	1.016778	190	1.0213
31	1.003445	71	1.007907	111	1.012389	151	1.016891	191	1.021413
32	1.003556	72	1.008019	112	1.012501	152	1.017004	192	1.021526
33	1.003667	73	1.00813	113	1.012614	153	1.017117	193	1.02164
34	1.003779	74	1.008242	114	1.012726	154	1.017229	194	1.021753
35	1.00389	75	1.008354	115	1.012838	155	1.017342	195	1.021866
36	1.004001	76	1.008466	116	1.012951	156	1.017455	196	1.02198
37	1.004113	77	1.008578	117	1.013063	157	1.017568	197	1.022093
38	1.004224	78	1.00869	118	1.013175	158	1.017681	198	1.022206
39	1.004335	79	1.008802	119	1.013288	159	1.017794	199	1.02232
40	1.004447	80	1.008914	120	1.0134	160	1.017907	200	1.022433

"DAYS" MEANS THE NUMBER OF DAYS AFTER THE REQUIRED PAYMENT DATE THAT THE INVOICE WAS PAID.

"FACTOR" MEANS THE INTEREST FACTOR AT THE RATE PER ANNUM OF FOUR PERCENT COMPOUNDED EVERY THIRTY DAYS.

TO CALCULATE THE TOTAL AMOUNT OF PRINCIPAL AND INTEREST OWED, MULTIPLY THE FACTOR (TO THE RIGHT OF THE APPLICABLE NUMBER OF DAYS) TIMES THE PRINCIPAL.

IF INTEREST IS OWED FOR A PERIOD COVERING PORTIONS OF TWO CALENDAR YEARS, CALCULATE THE INTEREST OWED FOR THE APPROPRIATE PART OF EACH YEAR AT THE RATE FOR THAT YEAR.

<u>DAYS</u>	<u>FACTOR</u>	<u>DAYS</u>	<u>FACTOR</u>	<u>DAYS</u>	<u>FACTOR</u>	<u>DAYS</u>	<u>FACTOR</u>
201	1.022547	241	1.027094	281	1.031661	321	1.036249
202	1.02266	242	1.027208	282	1.031776	322	1.036364
203	1.022773	243	1.027322	283	1.03189	323	1.036479
204	1.022887	244	1.027436	284	1.032005	324	1.036594
205	1.023	245	1.02755	285	1.032119	325	1.036709
206	1.023114	246	1.027664	286	1.032234	326	1.036824
207	1.023227	247	1.027778	287	1.032348	327	1.036939
208	1.023341	248	1.027892	288	1.032463	328	1.037054
209	1.023454	249	1.028006	289	1.032577	329	1.037169
210	1.023568	250	1.02812	290	1.032692	330	1.037284
211	1.023682	251	1.028234	291	1.032806	331	1.037399
212	1.023795	252	1.028348	292	1.032921	332	1.037514
213	1.023909	253	1.028462	293	1.033035	333	1.037629
214	1.024022	254	1.028576	294	1.03315	334	1.037744
215	1.024136	255	1.02869	295	1.033265	335	1.037859
216	1.024249	256	1.028804	296	1.033379	336	1.037975
217	1.024363	257	1.028918	297	1.033494	337	1.03809
218	1.024477	258	1.029032	298	1.033608	338	1.038205
219	1.02459	259	1.029147	299	1.033723	339	1.03832
220	1.024704	260	1.029261	300	1.033838	340	1.038435
221	1.024818	261	1.029375	301	1.033952	341	1.03855
222	1.024931	262	1.029489	302	1.034067	342	1.038666
223	1.025045	263	1.029603	303	1.034182	343	1.038781
224	1.025159	264	1.029718	304	1.034297	344	1.038896
225	1.025272	265	1.029832	305	1.034411	345	1.039011
226	1.025386	266	1.029946	306	1.034526	346	1.039127
227	1.0255	267	1.03006	307	1.034641	347	1.039242
228	1.025614	268	1.030175	308	1.034756	348	1.039357
229	1.025728	269	1.030289	309	1.03487	349	1.039472
230	1.025841	270	1.030403	310	1.034985	350	1.039588
231	1.025955	271	1.030517	311	1.0351	351	1.039703
232	1.026069	272	1.030632	312	1.035215	352	1.039818
233	1.026183	273	1.030746	313	1.03533	353	1.039934
234	1.026297	274	1.03086	314	1.035445	354	1.040049
235	1.02641	275	1.030975	315	1.035559	355	1.040164
236	1.026524	276	1.031089	316	1.035674	356	1.04028
237	1.026638	277	1.031204	317	1.035789	357	1.040395
238	1.026752	278	1.031318	318	1.035904	358	1.040511
239	1.026866	279	1.031432	319	1.036019	359	1.040626
240	1.02698	280	1.031547	320	1.036134	360	1.040742 *

"DAYS" MEANS THE NUMBER OF DAYS AFTER THE REQUIRED PAYMENT DATE THAT THE INVOICE WAS PAID.

"FACTOR" MEANS THE INTEREST FACTOR AT THE RATE PER ANNUM OF FOUR PERCENT COMPOUNDED EVERY THIRTY DAYS.

TO CALCULATE THE TOTAL AMOUNT OF PRINCIPAL AND INTEREST OWED, MULTIPLY THE FACTOR (TO THE RIGHT OF THE APPLICABLE NUMBER OF DAYS) TIMES THE PRINCIPAL.

IF INTEREST IS OWED FOR A PERIOD COVERING PORTIONS OF TWO CALENDAR YEARS, CALCULATE THE INTEREST OWED FOR THE APPROPRIATE PART OF EACH YEAR AT THE RATE FOR THAT YEAR.

* USE THIS SAME FACTOR FOR DAYS 361-366.

Ohio Revised Code 126.30

- (A) Any state agency that purchases, leases, or otherwise acquires any equipment, materials, goods, supplies, or services from any person and fails to make payment for the equipment, materials, goods, supplies, or services by the required payment date shall pay an interest charge to the person in accordance with division (E) of this section, unless the amount of the interest charge is less than ten dollars. Except as otherwise provided in division (B), (C), or (D) of this section, the required payment date shall be the date on which payment is due under the terms of a written agreement between the state agency and the person or, if a specific payment date is not established by such a written agreement, the required payment date shall be thirty days after the state agency receives a proper invoice for the amount of the payment due.
- (B) If the invoice submitted to the state agency contains a defect or impropriety, the agency shall send written notification to the person within fifteen days after receipt of the invoice. The notice shall contain a description of the defect or impropriety and any additional information necessary to correct the defect or impropriety. If the agency sends such written notification to the person, the required payment date shall be thirty days after the state agency receives a proper invoice.
- (C) In applying this section to claims submitted to the department of job and family services by providers of equipment, materials, goods, supplies, or services, the required payment date shall be the date on which payment is due under the terms of a written agreement between the department and the provider. If a specific payment date is not established by a written agreement, the required payment date shall be thirty days after the department receives a proper claim. If the department determines that the claim is improperly executed or that additional evidence of the validity of the claim is required, the department shall notify the claimant in writing or by telephone within fifteen days after receipt of the claim. The notice shall state that the claim is improperly executed and needs correction or that additional information is necessary to establish the validity of the claim. If the department makes such notification to the provider, the required payment date shall be thirty days after the department receives the corrected claim or such additional information as may be necessary to establish the validity of the claim.
- (D) In applying this section to invoices submitted to the bureau of workers' compensation for equipment, materials, goods, supplies, or services provided to employees in connection with an employee's claim against the state insurance fund, the public work-relief employees' compensation fund, the coal-workers pneumoconiosis fund, or the marine industry fund as compensation for injuries or occupational disease pursuant to Chapter 4123., 4127., or 4131. of the Revised Code, the required payment date shall be the date on which payment is due under the terms of a written agreement between the bureau and the provider. If a specific payment date is not established by a written agreement, the required payment date shall be thirty days after the bureau receives a proper invoice for the amount of the payment due or thirty days after the final adjudication allowing payment of an award to the employee, whichever is later. Nothing in this section shall supersede any faster timetable for payments to health care providers contained in sections 4121.44 and 4123.512 [4123.51.2] of the Revised Code.

For purposes of this division, a "proper invoice" includes the claimant's name, claim number and date of injury, employer's name, the provider's name and address, the provider's assigned payee number, a description of the equipment, materials, goods, supplies, or services provided by the provider to the claimant, the date provided, and the amount of the charge. If more than one item of equipment, materials, goods, supplies, or services is listed by a provider on a single application for payment, each item shall be considered separately in determining if it is a proper invoice.

If prior to a final adjudication the bureau determines that the invoice contains a defect, the bureau shall notify the provider in writing at least fifteen days prior to what would be the required payment date if the invoice did not contain a defect. The notice shall contain a description of the defect and any additional information necessary to correct the defect. If the bureau sends a notification to the provider, the required payment date shall be redetermined in accordance with this division after the bureau receives a proper invoice.

For purposes of this division, "final adjudication" means the later of the date of the decision or other action by the bureau, the industrial commission, or a court allowing payment of the award to the employee from which there is no further right to reconsideration or appeal that would require the bureau to withhold compensation and benefits, or the date on which the rights to reconsideration or appeal have expired without an application therefor having been filed or, if later, the date on which an application for reconsideration or appeal is withdrawn. If after final adjudication, the administrator of the bureau of workers' compensation or the industrial commission makes a modification with respect to former findings or orders, pursuant to Chapter 4123., 4127., or 4131. of the Revised Code or pursuant to court order, the adjudication process shall no longer be considered final for purposes of determining the required payment date for invoices for equipment, materials, goods, supplies, or services provided after the date of the modification when the propriety of the invoices is affected by the modification.

- (E) The interest charge on amounts due shall be paid to the person for the period beginning on the day after the required payment date and ending on the day that payment of the amount due is made. The amount of the interest charge that remains unpaid at the end of any thirty-day period after the required payment date, including amounts under ten dollars, shall be added to the principal amount of the debt and thereafter the interest charge shall accrue on the principal amount of the debt plus the added interest charge. The interest charge shall be at the rate per calendar month that equals one-twelfth of the rate per annum prescribed by section 5703.47 of the Revised Code for the calendar year that includes the month for which the interest charge accrues.
- (F) No appropriations shall be made for the payment of any interest charges required by this section. Any state agency required to pay interest charges under this section shall make the payments from moneys available for the administration of agency programs.

If a state agency pays interest charges under this section, but determines that all or part of the interest charges should have been paid by another state agency, the state agency that paid the interest charges may request the attorney general to determine the amount of the interest charges that each state agency should have paid under this section. If the attorney general determines that the state agency that paid the interest charges should have paid none or only a part of the interest charges, the attorney general shall notify the state agency that paid the interest charges, any other state agency that should have paid all or part of the

interest charges, and the director of budget and management of the attorney general's decision, stating the amount of interest charges that each state agency should have paid. The director shall transfer from the appropriate funds of any other state agency that should have paid all or part of the interest charges to the appropriate funds of the state agency that paid the interest charges an amount necessary to implement the attorney general's decision.\

- (G) Not later than forty-five days after the end of each fiscal year, each state agency shall file with the director of budget and management a detailed report concerning the interest charges the agency paid under this section during the previous fiscal year. The report shall include the number, amounts, and frequency of interest charges the agency incurred during the previous fiscal year and the reasons why the interest charges were not avoided by payment prior to the required payment date. The director shall compile a summary of all the reports submitted under this division and shall submit a copy of the summary to the president and minority leader of the senate and to the speaker and minority leader of the house of representatives no later than the thirtieth day of September of each year.

HISTORY: RC § 126.12, 140 v S 240 (Eff 7-1-85); 141 v H 557 (Eff 8-1-85); RC § 126.30, 141 v H 201 (Eff 7-1-85); 141 v S 307 (Eff 8-22-86); 141 v H 428 (Eff 12-23-86); 144 v S 351 (Eff 7-1-92); 145 v H 107 (Eff 10-20-93); 146 v S 82 (Eff 3-7-97); 148 v H 470. Eff 7-1-2000.

The effective date is set by section 10 of HB 470.