



State of Ohio • Office of Budget and Management
30 East Broad Street • Columbus, Ohio 43215-3457

November 5, 2004

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

FROM: Thomas W. Johnson 
Director

SUBJECT: **Prompt Payment: Calendar Year 2005 Interest Rate For Late Payments To Vendors**

This memorandum is to advise you that late payment interest charges owed to vendors for Calendar Year 2005 shall be paid at the rate per annum to five (5) percent compounded every thirty days. The rate for Calendar Year 2005 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 2005. (Agencies can access the Late Payment Calculator on the web at <http://www.obm.ohio.gov/promptpay/>.)

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 2005

The 360-Day Interest Factor (4%) Table for Calendar Year 2005 will assist you in calculating any interest charges owed for Calendar Year 2005.

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, Calendar Year 1999 and 2000 was (8) percent, Calendar Year 2003 was (6) percent and Calendar Year 2004 was (4) percent per annum compounded every thirty days.

Attachments

REQUIRED PAYMENT DATE

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

DATE		DATE + 30		DATE		DATE + 30		DATE		DATE + 30	
APR 01	2005	MAY 01	2005	MAY 01	2005	MAY 31	2005	JUN 01	2005	JUL 01	2005
APR 02	2005	MAY 02	2005	MAY 02	2005	JUN 01	2005	JUN 02	2005	JUL 02	2005
APR 03	2005	MAY 03	2005	MAY 03	2005	JUN 02	2005	JUN 03	2005	JUL 03	2005
APR 04	2005	MAY 04	2005	MAY 04	2005	JUN 03	2005	JUN 04	2005	JUL 04	2005
APR 05	2005	MAY 05	2005	MAY 05	2005	JUN 04	2005	JUN 05	2005	JUL 05	2005
APR 06	2005	MAY 06	2005	MAY 06	2005	JUN 05	2005	JUN 06	2005	JUL 06	2005
APR 07	2005	MAY 07	2005	MAY 07	2005	JUN 06	2005	JUN 07	2005	JUL 07	2005
APR 08	2005	MAY 08	2005	MAY 08	2005	JUN 07	2005	JUN 08	2005	JUL 08	2005
APR 09	2005	MAY 09	2005	MAY 09	2005	JUN 08	2005	JUN 09	2005	JUL 09	2005
APR 10	2005	MAY 10	2005	MAY 10	2005	JUN 09	2005	JUN 10	2005	JUL 10	2005
APR 11	2005	MAY 11	2005	MAY 11	2005	JUN 10	2005	JUN 11	2005	JUL 11	2005
APR 12	2005	MAY 12	2005	MAY 12	2005	JUN 11	2005	JUN 12	2005	JUL 12	2005
APR 13	2005	MAY 13	2005	MAY 13	2005	JUN 12	2005	JUN 13	2005	JUL 13	2005
APR 14	2005	MAY 14	2005	MAY 14	2005	JUN 13	2005	JUN 14	2005	JUL 14	2005
APR 15	2005	MAY 15	2005	MAY 15	2005	JUN 14	2005	JUN 15	2005	JUL 15	2005
APR 16	2005	MAY 16	2005	MAY 16	2005	JUN 15	2005	JUN 16	2005	JUL 16	2005
APR 17	2005	MAY 17	2005	MAY 17	2005	JUN 16	2005	JUN 17	2005	JUL 17	2005
APR 18	2005	MAY 18	2005	MAY 18	2005	JUN 17	2005	JUN 18	2005	JUL 18	2005
APR 19	2005	MAY 19	2005	MAY 19	2005	JUN 18	2005	JUN 19	2005	JUL 19	2005
APR 20	2005	MAY 20	2005	MAY 20	2005	JUN 19	2005	JUN 20	2005	JUL 20	2005
APR 21	2005	MAY 21	2005	MAY 21	2005	JUN 20	2005	JUN 21	2005	JUL 21	2005
APR 22	2005	MAY 22	2005	MAY 22	2005	JUN 21	2005	JUN 22	2005	JUL 22	2005
APR 23	2005	MAY 23	2005	MAY 23	2005	JUN 22	2005	JUN 23	2005	JUL 23	2005
APR 24	2005	MAY 24	2005	MAY 24	2005	JUN 23	2005	JUN 24	2005	JUL 24	2005
APR 25	2005	MAY 25	2005	MAY 25	2005	JUN 24	2005	JUN 25	2005	JUL 25	2005
APR 26	2005	MAY 26	2005	MAY 26	2005	JUN 25	2005	JUN 26	2005	JUL 26	2005
APR 27	2005	MAY 27	2005	MAY 27	2005	JUN 26	2005	JUN 27	2005	JUL 27	2005
APR 28	2005	MAY 28	2005	MAY 28	2005	JUN 27	2005	JUN 28	2005	JUL 28	2005
APR 29	2005	MAY 29	2005	MAY 29	2005	JUN 28	2005	JUN 29	2005	JUL 29	2005
APR 30	2005	MAY 30	2005	MAY 30	2005	JUN 29	2005	JUN 30	2005	JUL 30	2005
				MAY 31	2005	JUN 30	2005				

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

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DATE		DATE + 30		DATE		DATE + 30		DATE		DATE + 30							
OCT	01	2005	OCT	31	2005	NOV	01	2005	DEC	01	2005	DEC	31	2005			
OCT	02	2005	NOV	01	2005	NOV	02	2005	DEC	02	2005	DEC	02	2005	JAN	01	2006
OCT	03	2005	NOV	02	2005	NOV	03	2005	DEC	03	2005	DEC	03	2005	JAN	02	2006
OCT	04	2005	NOV	03	2005	NOV	04	2005	DEC	04	2005	DEC	04	2005	JAN	03	2006
OCT	05	2005	NOV	04	2005	NOV	05	2005	DEC	05	2005	DEC	05	2005	JAN	04	2006
OCT	06	2005	NOV	05	2005	NOV	06	2005	DEC	06	2005	DEC	06	2005	JAN	05	2006
OCT	07	2005	NOV	06	2005	NOV	07	2005	DEC	07	2005	DEC	07	2005	JAN	06	2006
OCT	08	2005	NOV	07	2005	NOV	08	2005	DEC	08	2005	DEC	08	2005	JAN	07	2006
OCT	09	2005	NOV	08	2005	NOV	09	2005	DEC	09	2005	DEC	09	2005	JAN	08	2006
OCT	10	2005	NOV	09	2005	NOV	10	2005	DEC	10	2005	DEC	10	2005	JAN	09	2006
OCT	11	2005	NOV	10	2005	NOV	11	2005	DEC	11	2005	DEC	11	2005	JAN	10	2006
OCT	12	2005	NOV	11	2005	NOV	12	2005	DEC	12	2005	DEC	12	2005	JAN	11	2006
OCT	13	2005	NOV	12	2005	NOV	13	2005	DEC	13	2005	DEC	13	2005	JAN	12	2006
OCT	14	2005	NOV	13	2005	NOV	14	2005	DEC	14	2005	DEC	14	2005	JAN	13	2006
OCT	15	2005	NOV	14	2005	NOV	15	2005	DEC	15	2005	DEC	15	2005	JAN	14	2006
OCT	16	2005	NOV	15	2005	NOV	16	2005	DEC	16	2005	DEC	16	2005	JAN	15	2006
OCT	17	2005	NOV	16	2005	NOV	17	2005	DEC	17	2005	DEC	17	2005	JAN	16	2006
OCT	18	2005	NOV	17	2005	NOV	18	2005	DEC	18	2005	DEC	18	2005	JAN	17	2006
OCT	19	2005	NOV	18	2005	NOV	19	2005	DEC	19	2005	DEC	19	2005	JAN	18	2006
OCT	20	2005	NOV	19	2005	NOV	20	2005	DEC	20	2005	DEC	20	2005	JAN	19	2006
OCT	21	2005	NOV	20	2005	NOV	21	2005	DEC	21	2005	DEC	21	2005	JAN	20	2006
OCT	22	2005	NOV	21	2005	NOV	22	2005	DEC	22	2005	DEC	22	2005	JAN	21	2006
OCT	23	2005	NOV	22	2005	NOV	23	2005	DEC	23	2005	DEC	23	2005	JAN	22	2006
OCT	24	2005	NOV	23	2005	NOV	24	2005	DEC	24	2005	DEC	24	2005	JAN	23	2006
OCT	25	2005	NOV	24	2005	NOV	25	2005	DEC	25	2005	DEC	25	2005	JAN	24	2006
OCT	26	2005	NOV	25	2005	NOV	26	2005	DEC	26	2005	DEC	26	2005	JAN	25	2006
OCT	27	2005	NOV	26	2005	NOV	27	2005	DEC	27	2005	DEC	27	2005	JAN	26	2006
OCT	28	2005	NOV	27	2005	NOV	28	2005	DEC	28	2005	DEC	28	2005	JAN	27	2006
OCT	29	2005	NOV	28	2005	NOV	29	2005	DEC	29	2005	DEC	29	2005	JAN	28	2006
OCT	30	2005	NOV	29	2005	NOV	30	2005	DEC	30	2005	DEC	30	2005	JAN	29	2006
OCT	31	2005	NOV	30	2005				DEC	31	2005	DEC	31	2005	JAN	30	2006
									JAN	01	2006	JAN	01	2006			

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<u>DAYS</u>	<u>FACTOR</u>								
1	1.000139	41	1.005699	81	1.01129	121	1.016912	161	1.022565
2	1.000277	42	1.005838	82	1.01143	122	1.017053	162	1.022707
3	1.000416	43	1.005978	83	1.01157	123	1.017194	163	1.022849
4	1.000555	44	1.006117	84	1.01171	124	1.017335	164	1.022991
5	1.000693	45	1.006257	85	1.011851	125	1.017476	165	1.023133
6	1.000832	46	1.006396	86	1.011991	126	1.017617	166	1.023274
7	1.000971	47	1.006535	87	1.012131	127	1.017758	167	1.023416
8	1.001109	48	1.006675	88	1.012272	128	1.017899	168	1.023558
9	1.001248	49	1.006815	89	1.012412	129	1.01804	169	1.0237
10	1.001387	50	1.006954	90	1.012552	130	1.018181	170	1.023842
11	1.001526	51	1.007094	91	1.012693	131	1.018322	171	1.023984
12	1.001665	52	1.007233	92	1.012833	132	1.018464	172	1.024126
13	1.001803	53	1.007373	93	1.012973	133	1.018605	173	1.024268
14	1.001942	54	1.007512	94	1.013114	134	1.018746	174	1.02441
15	1.002081	55	1.007652	95	1.013254	135	1.018887	175	1.024552
16	1.00222	56	1.007792	96	1.013395	136	1.019028	176	1.024694
17	1.002359	57	1.007932	97	1.013535	137	1.01917	177	1.024836
18	1.002498	58	1.008071	98	1.013675	138	1.019311	178	1.024978
19	1.002637	59	1.008211	99	1.013816	139	1.019452	179	1.02512
20	1.002776	60	1.008351	100	1.013957	140	1.019594	180	1.025262
21	1.002915	61	1.00849	101	1.014097	141	1.019735	181	1.025404
22	1.003054	62	1.00863	102	1.014238	142	1.019876	182	1.025546
23	1.003193	63	1.00877	103	1.014378	143	1.020018	183	1.025688
24	1.003332	64	1.00891	104	1.014519	144	1.020159	184	1.02583
25	1.003471	65	1.00905	105	1.014659	145	1.0203	185	1.025973
26	1.00361	66	1.00919	106	1.0148	146	1.020442	186	1.026115
27	1.003749	67	1.009329	107	1.014941	147	1.020583	187	1.026257
28	1.003888	68	1.009469	108	1.015081	148	1.020725	188	1.026399
29	1.004027	69	1.009609	109	1.015222	149	1.020866	189	1.026542
30	1.004167	70	1.009749	110	1.015363	150	1.021008	190	1.026684
31	1.004306	71	1.009889	111	1.015504	151	1.021149	191	1.026826
32	1.004445	72	1.010029	112	1.015644	152	1.021291	192	1.026969
33	1.004584	73	1.010169	113	1.015785	153	1.021432	193	1.027111
34	1.004724	74	1.010309	114	1.015926	154	1.021574	194	1.027253
35	1.004863	75	1.010449	115	1.016067	155	1.021715	195	1.027396
36	1.005002	76	1.010589	116	1.016208	156	1.021857	196	1.027538
37	1.005141	77	1.010729	117	1.016348	157	1.021999	197	1.02768
38	1.005281	78	1.010869	118	1.016489	158	1.02214	198	1.027823
39	1.00542	79	1.01101	119	1.01663	159	1.022282	199	1.027965
40	1.005559	80	1.01115	120	1.016771	160	1.022424	200	1.028108

"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 FIVE PERCENT COMPOUNDED EVERY THIRTY DAYS.

TO CALCULATE THE TOTAL AMOUNT OF PRINCIPAL AND INTEREST OWED, MULTIPLY THE

<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	1.02825	241	1.033967	281	1.039715	321	1.045495
202	1.028393	242	1.03411	282	1.039859	322	1.04564
203	1.028535	243	1.034253	283	1.040003	323	1.045785
204	1.028678	244	1.034397	284	1.040147	324	1.04593
205	1.028821	245	1.03454	285	1.040292	325	1.046075
206	1.028963	246	1.034684	286	1.040436	326	1.04622
207	1.029106	247	1.034827	287	1.04058	327	1.046365
208	1.029248	248	1.03497	288	1.040724	328	1.04651
209	1.029391	249	1.035114	289	1.040869	329	1.046655
210	1.029534	250	1.035257	290	1.041013	330	1.0468
211	1.029676	251	1.035401	291	1.041157	331	1.046945
212	1.029819	252	1.035544	292	1.041301	332	1.04709
213	1.029962	253	1.035688	293	1.041446	333	1.047236
214	1.030105	254	1.035832	294	1.04159	334	1.047381
215	1.030248	255	1.035975	295	1.041734	335	1.047526
216	1.03039	256	1.036119	296	1.041879	336	1.047671
217	1.030533	257	1.036262	297	1.042023	337	1.047816
218	1.030676	258	1.036406	298	1.042168	338	1.047962
219	1.030819	259	1.03655	299	1.042312	339	1.048107
220	1.030962	260	1.036693	300	1.042457	340	1.048252
221	1.031105	261	1.036837	301	1.042601	341	1.048397
222	1.031248	262	1.036981	302	1.042746	342	1.048543
223	1.03139	263	1.037124	303	1.04289	343	1.048688
224	1.031533	264	1.037268	304	1.043035	344	1.048833
225	1.031676	265	1.037412	305	1.043179	345	1.048979
226	1.031819	266	1.037556	306	1.043324	346	1.049124
227	1.031962	267	1.0377	307	1.043469	347	1.04927
228	1.032105	268	1.037843	308	1.043613	348	1.049415
229	1.032249	269	1.037987	309	1.043758	349	1.049561
230	1.032392	270	1.038131	310	1.043903	350	1.049706
231	1.032535	271	1.038275	311	1.044047	351	1.049851
232	1.032678	272	1.038419	312	1.044192	352	1.049997
233	1.032821	273	1.038563	313	1.044337	353	1.050143
234	1.032964	274	1.038707	314	1.044481	354	1.050288
235	1.033107	275	1.038851	315	1.044626	355	1.050434
236	1.033251	276	1.038995	316	1.044771	356	1.050579
237	1.033394	277	1.039139	317	1.044916	357	1.050725
238	1.033537	278	1.039283	318	1.045061	358	1.050871
239	1.03368	279	1.039427	319	1.045205	359	1.051016
240	1.033824	280	1.039571	320	1.04535	360	1.051162 *

"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 FIVE PERCENT COMPOUNDED EVERY THIRTY DAYS.

TO CALCULATE THE TOTAL AMOUNT OF PRINCIPAL AND INTEREST OWED, MULTIPLY THE

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.