

Staff Summary-Draft

Subject MTA Prompt Payment Annual Report 2021
Department Finance Tower – Financial Operations
Department Head Name Kevin Willens
Department Head Signature
Project Manager/Division Head Roy Grey-Stewart

Date March 14, 2022
Vendor Name
Contract Number
Contract Manager Name
Table of Contents Ref #

Board Action					
Order	To	Date	Approval	Info	Other
1	Finance Comm.	3/28/22		x	
2	Board	3/30/22		x	

Internal Approvals			
Order	Approval	Order	Approval
1	Legal		
2	Chief of Staff		

Purpose:

To report to the Board the compliance by the MTA Business Service Center with the New York State Prompt Payment Legislation.

Discussion:

The Prompt Payment Legislation, implemented in April 1988 requires that the Authority must pay amounts due under its contracts within 30 days of the receipt of a proper invoice or the receipt of the goods or services, whichever is later. When payment of a proper invoice is delayed beyond the allotted time, the agency must pay interest at the rate set forth by the New York State Commission of Taxation and Finance which is currently at 7.5%, if such interest payment exceeds a ten dollars threshold.

Additionally, the Prompt Payment Legislation requires that the MTA issue an annual report within ninety days after each fiscal year and such report shall be filed with the State Comptroller, State Director of the Budget, the Chairman of the Senate Finance committee, and the Chairman of the Assembly Ways and Means Committee as required.

Interest payments in the aggregate amount of \$362,270 will be made in 2022 for the period from July 2020 through December 2021 (comprised of \$217,084 for the period from July 2020 through December 2020 and \$145,186 for the period from January 2020 through December 2021).

Enclosed is a copy of the Annual Prompt Payment Summary Report for 2021, which will be filed by the MTA in accordance with the legislation requirement.

**MTA AND CONSTITUENT AGENCIES
ANALYSIS OF 2021 TOTAL PAYMENTS**

<u>AGENCY</u>	<u>TOTAL NUMBER OF INVOICES PAID</u>	<u>TOTAL VALUE OF INVOICES PAID</u>	<u>NUMBER OF INTEREST INVOICES PAID</u>	<u>VALUE OF INTEREST INVOICES PAID</u>	<u>PERCENTAGE FOR NUMBER OF INTEREST INVOICES PAID</u>	<u>PERCENTAGE FOR VALUE OF INTEREST INVOICES PAID</u>
LIRR	61,702	648,374,414.60	-	-	0.0000%	0.0000%
MNCRR	43,763	638,781,497.90	-	-	0.0000%	0.0000%
MTA	33,856	4,947,635,207.30	186	362,270	0.5494%	0.0073%
LIB	824	5,787,095.90	-	-	0.0000%	0.0000%
NYCTA	187,826	3,050,595,153.00	-	-	0.0000%	0.0000%
MABST	23,061	74,186,767.12	-	-	0.0000%	0.0000%
SIRTOA	2,055	13,771,165.60	-	-	0.0000%	0.0000%
BRTUN	6,518	160,290,338.10	-	-	0.0000%	0.0000%
BUS	53,574	204,511,582.60	-	-	0.0000%	0.0000%
TOTALS	413,179	9,743,933,222.12	186	362,270	0.0450%	0.003718%

**MTA AND CONSTITUENT AGENCIES
ANALYSIS OF 2020 TOTAL PAYMENTS**

<u>AGENCY</u>	<u>TOTAL NUMBER OF INVOICES PAID</u>	<u>TOTAL VALUE OF INVOICES PAID</u>	<u>NUMBER OF INTEREST INVOICES PAID</u>	<u>VALUE OF INTEREST INVOICES PAID</u>	<u>PERCENTAGE FOR NUMBER OF INTEREST INVOICES PAID</u>	<u>PERCENTAGE FOR VALUE OF INTEREST INVOICES PAID</u>
LIRR	63,817	649,618,335.80	-	-	0.0000%	0.0000%
MNCRR	46,305	675,513,525.10	-	-	0.0000%	0.0000%
MTA	41,944	6,479,160,627.10	17	40,813	0.04053%	0.0006%
LIB	899	5,812,695.34	-	-	0.0000%	0.0000%
NYCTA	185,371	3,024,524,399.00	-	-	0.0000%	0.0000%
MABST	24,262	76,154,465.08	-	-	0.0000%	0.0000%
SIRTOA	2,323	12,054,943.06	-	-	0.0000%	0.0000%
BRTUN	6,506	162,058,277.80	-	-	0.0000%	0.0000%
BUS	52,071	233,554,226.50	-	-	0.0000%	0.0000%
TOTALS	423,498	11,318,451,494.78	17	40,813	0.0040%	0.000361%