



Mike DeWine, Governor  
Jon Husted, Lt. Governor

## Office of Budget and Management

Kimberly Murnieks, Director

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To: All Departments, Offices, Institutions, Boards, Commissions, and Agencies

From: Kimberly Murnieks, Director   
Office of Budget Management

Date: October 26, 2021

Re: Prompt Payment: Calendar Year 2022 Interest Rate for Late Payments to Suppliers

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Section 126.30 of the Ohio Revised Code (R.C.) require state agencies to make prompt payment for all purchases after receipt of a proper invoice. Any agency that fails to do so is required to pay interest on the late payment unless the interest calculated under the law is less than \$10. The rate to calculate interest for each calendar year is established in the prior year by the Tax Commissioner under R.C. 5703.47. For calendar year 2022, the interest rate to be used is 3% per annum compounded every thirty days.

You can access the Late Payment Calculator on OBM's website [here](#) to assist you in calculating any interest charges owed to a supplier for calendar year 2022.

If interest is owed for a period covering portions of two calendar years, agencies should calculate the interest owed for the appropriate part of each year at the rate for that year. Historical interest rate information for prior calendar years is available at the following website: [https://www.tax.ohio.gov/ohio\\_individual/individual/interest\\_rates.aspx](https://www.tax.ohio.gov/ohio_individual/individual/interest_rates.aspx).

Please refer to R.C. 126.30 for additional information on prompt payment requirements. If you have questions, please contact Amber Griffith at OBM at [amber.griffith@obm.ohio.gov](mailto:amber.griffith@obm.ohio.gov).