



Commonwealth of Massachusetts

OFFICE OF THE COMPTROLLER

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THOMAS G. SHACK III, ESQ.
COMPTROLLER

December 26, 2017

Honorable Karen E. Spilka, Chair
Senate Committee on Ways and Means
State House – Room 212
Boston, MA 02133

Honorable Jeffrey Sánchez, Chair
House Committee on Ways and Means
State House – Room 243
Boston, MA 02133

Dear Chairwoman Spilka and Chairman Sánchez:

As required by 1599-2040 of Section 2B Chapter 133 of the Acts of 2016 as well as Section 2B Chapter 47 of the Acts of 2017, the Office of the Comptroller is submitting these reports on Prior Year Deficiencies, to the House and Senate Committees on Ways and Means.

The attached Paid Prior Year Deficiency Reports contain information regarding payment of prior year deficiencies through chargebacks to FY2017 and FY2018 funds.

The FY2017 report attached details the accounts payable period payments of \$4,491,904.47. For FY2017 in total, \$16,943,465.76 was spent in prior year deficiencies for 46 departments. Of that, \$7,466,601 was incurred in accounts that had sufficient funds and \$9,476,865 was from accounts that had insufficient funds. A significant transactional volume difference occurred in FY2017 as a result of an EEC reimbursement of DTA copayments.

Through the first quarter of FY2018, details attached, a total of \$518,806 was spent in prior year deficiencies for 3 departments and incurred in accounts that had sufficient funds.

Please let me know if you have any questions or need anything further.

Sincerely,

Jeffrey S. Shapiro, Esq.
First Deputy Comptroller

JS/sp

Enc. [FY17 Final Report \(.pdf\)](#), [Fy18 1st Qtr Report \(.pdf\)](#)

cc: Michael Heffernan, Secretary, Executive Office for Administration and Finance
Adriana Campos, Budget Director, Senate Ways and Means Committee
David Bunker, Budget Director, House Ways and Means Committee
Catharine Hornby, Assistant Secretary for Budget, Administration and Finance

Paid Prior Year Deficiency Report Through the First Quarter of Fiscal Year 2018

17-Oct-17

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
EHS						
40000300						
	GAX EHS	1002 INTF2018PYDEHS030001	GXM CTR 9905 INTF2018PYDEHS030001	EE	\$5,103.19	M03
	PRC EHS	6813 INTF2018PYDEHS030002	GXM CTR 9905 INTF2018PYDEHS030002	JJ	\$420.18	M03
	INP EHS	1002 INTF2018PYDEHS030003	GXM CTR 9905 INTF2018PYDEHS030003	JJ	\$319.20	M03
			Total for Appropriation 40000300		\$5,842.57	
40001701						
	PRC EHS	1006 INTF2018PYDEHS020001	GXM CTR 9905 INTF2018PYDEHS020001	UU	\$85,815.00	M02
	PRC EHS	1006 INTF2018PYDEHS020002	GXM CTR 9905 INTF2018PYDEHS020002	UU	\$113,670.00	M02
	PRC EHS	1006 INTF2018PYDEHS020003	GXM CTR 9905 INTF2018PYDEHS020003	UU	\$121,890.50	M02
	PRC EHS	1006 INTF2018PYDEHS020004	GXM CTR 9905 INTF2018PYDEHS020004	UU	\$108,657.00	M02
			Total for Appropriation 40001701		\$430,032.50	
			Total EHS		\$435,875.07	

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
POL						
81001001						
GAX POL	3900	INTF2018PYDPOL030001	GXM CTR 9905 INTF2018PYDPOL030001	DD	\$905.86	M03
GAX POL	3900	INTF2018PYDPOL030002	GXM CTR 9905 INTF2018PYDPOL030002	DD	\$168.40	M03
GAX POL	3900	INTF2018PYDPOL030003	GXM CTR 9905 INTF2018PYDPOL030003	DD	\$32.79	M03
GAX POL	3900	INTF2018PYDPOL030004	GXM CTR 9905 INTF2018PYDPOL030004	DD	\$109.72	M03
GAX POL	3900	INTF2018PYDPOL030005	GXM CTR 9905 INTF2018PYDPOL030005	DD	\$575.41	M03
GAX POL	3900	INTF2018PYDPOL030006	GXM CTR 9905 INTF2018PYDPOL030006	DD	\$46.45	M03
GAX POL	3900	INTF2018PYDPOL030007	GXM CTR 9905 INTF2018PYDPOL030007	DD	\$13,162.04	M03
GAX POL	3900	INTF2018PYDPOL030008	GXM CTR 9905 INTF2018PYDPOL030008	DD	\$600.06	M03
GAX POL	3900	INTF2018PYDPOL030009	GXM CTR 9905 INTF2018PYDPOL030009	DD	\$280.20	M03
GAX POL	3900	INTF2018PYDPOL030010	GXM CTR 9905 INTF2018PYDPOL030010	DD	\$38.15	M03
GAX POL	3900	INTF2018PYDPOL030011	GXM CTR 9905 INTF2018PYDPOL030011	DD	\$81.60	M03
GAX POL	3900	INTF2018PYDPOL030012	GXM CTR 9905 INTF2018PYDPOL030012	DD	\$87.07	M03
GAX POL	3900	INTF2018PYDPOL030013	GXM CTR 9905 INTF2018PYDPOL030013	DD	\$99.65	M03
GAX POL	3900	INTF2018PYDPOL030014	GXM CTR 9905 INTF2018PYDPOL030014	DD	\$69.19	M03
GAX POL	3900	INTF2018PYDPOL030015	GXM CTR 9905 INTF2018PYDPOL030015	DD	\$113.24	M03
GAX POL	3900	INTF2018PYDPOL030016	GXM CTR 9905 INTF2018PYDPOL030016	DD	\$2,007.88	M03
GAX POL	3900	INTF2018PYDPOL030017	GXM CTR 9905 INTF2018PYDPOL030017	DD	\$1,920.92	M03
GAX POL	3900	INTF2018PYDPOL030018	GXM CTR 9905 INTF2018PYDPOL030018	DD	\$6,104.81	M03
GAX POL	3900	INTF2018PYDPOL030019	GXM CTR 9905 INTF2018PYDPOL030019	DD	\$24,050.26	M03
GAX POL	3900	INTF2018PYDPOL030020	GXM CTR 9905 INTF2018PYDPOL030020	DD	\$11.24	M03
GAX POL	3900	INTF2018PYDPOL030021	GXM CTR 9905 INTF2018PYDPOL030021	DD	\$47.39	M03
GAX POL	3900	INTF2018PYDPOL030022	GXM CTR 9905 INTF2018PYDPOL030022	DD	\$1,987.49	M03

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
GAX	POL	3900 INTF2018PYDPOL030023	GXM CTR 9905 INTF2018PYDPOL030023	DD	\$50.59	M03
GAX	POL	3900 INTF2018PYDPOL030024	GXM CTR 9905 INTF2018PYDPOL030024	DD	\$1,856.74	M03
GAX	POL	3900 INTF2018PYDPOL030025	GXM CTR 9905 INTF2018PYDPOL030025	DD	\$257.66	M03
GAX	POL	3900 INTF2018PYDPOL030026	GXM CTR 9905 INTF2018PYDPOL030026	DD	\$1,161.60	M03
GAX	POL	3900 INTF2018PYDPOL030027	GXM CTR 9905 INTF2018PYDPOL030027	DD	\$2,156.55	M03
GAX	POL	3900 INTF2018PYDPOL030028	GXM CTR 9905 INTF2018PYDPOL030028	DD	\$11,501.60	M03
GAX	POL	3900 INTF2018PYDPOL030029	GXM CTR 9905 INTF2018PYDPOL030029	DD	\$6,195.20	M03
GAX	POL	3900 INTF2018PYDPOL030030	GXM CTR 9905 INTF2018PYDPOL030030	DD	\$103.79	M03
GAX	POL	3900 INTF2018PYDPOL030031	GXM CTR 9905 INTF2018PYDPOL030031	DD	\$132.16	M03
GAX	POL	3900 INTF2018PYDPOL030032	GXM CTR 9905 INTF2018PYDPOL030032	DD	\$80.21	M03
GAX	POL	3900 INTF2018PYDPOL030033	GXM CTR 9905 INTF2018PYDPOL030033	DD	\$69.97	M03
GAX	POL	3900 INTF2018PYDPOL030034	GXM CTR 9905 INTF2018PYDPOL030034	DD	\$49.30	M03
GAX	POL	3900 INTF2018PYDPOL030035	GXM CTR 9905 INTF2018PYDPOL030035	DD	\$49.30	M03
GAX	POL	3900 INTF2018PYDPOL030036	GXM CTR 9905 INTF2018PYDPOL030036	DD	\$68.94	M03
GAX	POL	3900 INTF2018PYDPOL030037	GXM CTR 9905 INTF2018PYDPOL030037	DD	\$49.30	M03
GAX	POL	3900 INTF2018PYDPOL030038	GXM CTR 9905 INTF2018PYDPOL030038	DD	\$283.50	M03
PRC	POL	3900 INTF2018PYDPOL030039	GXM CTR 9905 INTF2018PYDPOL030039	JJ	\$83.76	M03
PRC	POL	3900 INTF2018PYDPOL030040	GXM CTR 9905 INTF2018PYDPOL030040	JJ	\$273.99	M03
PRC	POL	3900 INTF2018PYDPOL030041	GXM CTR 9905 INTF2018PYDPOL030041	JJ	\$121.33	M03
PRC	POL	3900 INTF2018PYDPOL030042	GXM CTR 9905 INTF2018PYDPOL030042	JJ	\$91.12	M03
PRC	POL	3900 INTF2018PYDPOL030043	GXM CTR 9905 INTF2018PYDPOL030043	JJ	\$31.69	M03
PRC	POL	3900 INTF2018PYDPOL030044	GXM CTR 9905 INTF2018PYDPOL030044	JJ	\$40.05	M03
PRC	POL	3900 INTF2018PYDPOL030045	GXM CTR 9905 INTF2018PYDPOL030045	JJ	\$75.00	M03
PRC	POL	3900 INTF2018PYDPOL030046	GXM CTR 9905 INTF2018PYDPOL030046	JJ	\$36.20	M03

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
PRC	POL	3900 INTF2018PYDPOL030047	GXM CTR 9905 INTF2018PYDPOL030047	JJ	\$79.18	M03
PRC	POL	3900 INTF2018PYDPOL030048	GXM CTR 9905 INTF2018PYDPOL030048	JJ	\$141.99	M03
PRC	POL	3900 INTF2018PYDPOL030049	GXM CTR 9905 INTF2018PYDPOL030049	JJ	\$588.73	M03
PRC	POL	3900 INTF2018PYDPOL030050	GXM CTR 9905 INTF2018PYDPOL030050	GG	\$210.26	M03
PRC	POL	3900 INTF2018PYDPOL030051	GXM CTR 9905 INTF2018PYDPOL030051	JJ	\$2,136.00	M03
Total for Appropriation				81001001	\$80,475.53	
				Total POL	\$80,475.53	

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
RGT	70700065					
	PRC RGT 1300	INFT2018PYDRGT020001	GXM CTR 9905	INTF2018PYDRGT020001	EE	\$2,455.33 M03
				Total for Appropriation	70700065	\$2,455.33
				Total RGT		\$2,455.33

DEPT	APPROP	DEPT DOC ID	CTR DOC ID	OBJECT CLASS	AMOUNT	WARRANT NUMBER OR PAYROLL DATE
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Grand Total:

\$518,805.93

*** Insufficient Funds**

Reason Code	Reason	Short Description	# of Occurrences	# of Depts
BD	Billing dispute can take a lengthy time to settle. During the ongoing negotiation to resolve a dispute, the FY in which the payment should have been made would be closed.	Billing Dispute	0	0
LI	There are instances when vendor invoices are submitted after the close of the FY. There are several reasons, such as, the vendor invoice was never sent, sent late or lost in the mail or the department did not recognize or reconcile outstanding invoices before the close of the FY.	Late Invoice	59	3
UB	Unexpected bills are costs incurred by vendors on behalf of departments often to prevent business disruption. An example would be malfunction/break of heating/cooling systems. Incidents such as this would require immediate repair/replacement without proper review of funding source. When such incidents occur the department usually, either files a supplemental budget or will settle with a departmental PYD.	Unexpected Billing	0	0
MI	Misplaced/lost Invoices most often occurs with agencies that have regional offices. Vendors may ship their invoices to regional offices for review and authorization. Regional offices then send the invoices to central office for payment. In between the regional offices and the central office, bills could be lost or misplaced.	Misplaced/lost Invoice	0	0
AE	This type of error occurs when a department copies forward a PRC and the data entry person forgets to change the vendor code from the PRC and submits the PRC to final. In this instance the wrong vendor will be paid. Unless the department finds out before the end of the FY and pay the correct vendor, it would be required to process PYD.	Accounting Error	0	0
IF	There are specific instances where departments are required to provide services without the availability of sufficient funds. The vendor completes the task and submits an invoice. The department pursues legislative funding solution. For prior year invoices outstanding the PYD process may be used as well.	Insufficient Funds Encumbered	0	0
Totals:			59	3