

## 32.802 Conditions.

Under the *Assignment of Claims Act*, a contractor *may* assign moneys due or to become due under a contract if all the following conditions are met:

- (a) The contract specifies payments aggregating \$1,000 or more.
- (b) The assignment is made to a bank, trust company, or other financing institution, including any Federal lending agency.
- (c) The contract does not prohibit the assignment.
- (d) Unless otherwise expressly permitted in the contract, the assignment-
  - (1) Covers all unpaid amounts payable under the contract;
  - (2) Is made only to one party, except that any assignment *may* be made to one party as agent or trustee for two or more parties participating in the financing of the contract; and
  - (3) Is not subject to further assignment.
- (e) The assignee sends a written notice of assignment together with a true copy of the assignment instrument to the-
  - (1) *Contracting officer* or the *agency head*;
  - (2) *Surety* on any bond applicable to the contract; and
  - (3) Disbursing officer designated in the contract to make payment.

**Parent topic:** [Subpart 32.8 - Assignment of Claims](#)