

32.1103 Applicability.

The Government *shall* provide all contract payments through EFT except if-

(a) The office making payment under a contract that requires payment by EFT, loses the ability to release payment by EFT. To the extent authorized by 31 CFR Part 208, the payment office *shall* make necessary payments pursuant to paragraph (a)(2) of the clause at either [52.232-33](#) or [52.232-34](#) until such time as it can make EFT payments;

(b) The payment is to be received by or on behalf of the contractor outside the *United States* and Puerto Rico (but see [32.1106\(b\)](#));

(c) A contract is paid in other than *United States* currency (but see [32.1106\(b\)](#));

(d) Payment by EFT under a *classified contract* could compromise the safeguarding of *classified information* or national security, or arrangements for appropriate EFT payments would be impractical due to security considerations;

(e) A contract is awarded by a *deployed contracting officer* in the course of military operations, including, but not limited to, *contingency operations* as defined in [2.101](#), or a contract is awarded by any *contracting officer* in the conduct of *emergency operations*, such as responses to natural disasters or national or civil *emergencies*, if-

(1) EFT is not known to be possible; or

(2) EFT payment would not support the objectives of the operation;

(f) The agency does not expect to make more than one payment to the same recipient within a one-year period;

(g) An agency's need for *supplies* and services is of such unusual and compelling urgency that the Government would be seriously injured unless payment is made by a method other than EFT;

(h) There is only one source for *supplies* and services and the Government would be seriously injured unless payment is made by a method other than EFT; or

(i) Otherwise authorized by Department of the Treasury Regulations at 31 CFR Part 208.

Parent topic: [Subpart 32.11 - Electronic Funds Transfer](#)