

32.412 Contract clause.

- (a) The *contracting officer shall* insert the clause at 52.232-12, Advance Payments, in *solicitations* and contracts under which the Government will provide advance payments, except as provided in 32.412(b).
- (b) If the agency desires to waive the countersignature requirement because of the contractor's financial strength, good performance record, and favorable experience concerning cost disallowances, the *contracting officer shall* use the clause with its *Alternate I*.
- (c) If a cost-reimbursement contract is contemplated, the *contracting officer shall* use the clause with its *Alternate II*.
- (d) If the agency considers a more rapid liquidation appropriate, the *contracting officer shall* use the clause with its *Alternate III*.
- (e) If the agency provides advance payments under the contract at no interest to the prime contractor, the *contracting officer shall* use the clause with its *Alternate IV*.
- (f) If the requirement for a special account is eliminated in accordance with 32.409-3(e) or (g), the *contracting officer shall* insert in the *solicitation* or contract the clause set forth in *Alternate V* of 52.232-12, Advance Payments, instead of the basic clause.

Parent topic: Subpart 32.4 - Advance Payments for Other Than Commercial Acquisitions