(Added Pub. L. 99–509, title VI, §6103(a), Oct. 21, 1986, 100 Stat. 1947.)

#### **Editorial Notes**

#### REFERENCES IN TEXT

The date of enactment of this chapter, referred to in text, means the date of enactment of Pub. L. 99-509 which was approved Oct. 21, 1986.

# [§ 3810. Repealed. Pub. L. 104-66, title III, § 3001(c)(1), Dec. 21, 1995, 109 Stat. 734]

Section, added Pub. L. 99-509, title VI, §6103(a), Oct. 21, 1986, 100 Stat. 1947, required annual reports to Congress.

#### § 3811. Effect on other law

- (a) This chapter does not diminish the responsibility of any agency to comply with the provisions of chapter 35 of title 44.
- (b) This chapter does not supersede the provisions of section 3512 of title 44.
- (c) For purposes of this section, the term "agency" has the same meaning as in section 3502(1) of title 44.

(Added Pub. L. 99–509, title VI,  $\S6103(a)$ , Oct. 21, 1986, 100 Stat. 1948.)

## § 3812. Prohibition against delegation

Any function, duty, or responsibility which this chapter specifies be carried out by the Attorney General or an Assistant Attorney General designated by the Attorney General, shall not be delegated to, or carried out by, any other officer or employee of the Department of Justice.

(Added Pub. L. 99-509, title VI, §6103(a), Oct. 21, 1986, 100 Stat. 1948.)

# CHAPTER 39—PROMPT PAYMENT

Sec. 3901

Definitions and application.

3902. Interest penalties.

3903. Regulations.

3904. Limitations on discount payments.

3905. Payment provisions relating to construction

contracts.

[3906. Repealed.]

3907. Relationship to other laws.

## **Editorial Notes**

## AMENDMENTS

1998—Pub. L. 105-362, title XIII, \$1301(c)(2)(C), Nov. 10, 1998, 112 Stat. 3293, struck out item 3906 "Reports".

1988—Pub. L. 100–496, \$9(b), Oct. 17, 1988, 102 Stat. 2463, added item 3905 and redesignated former items 3905 and 3906 as 3906 and 3907, respectively.

# § 3901. Definitions and application

- (a) In this chapter—
- (1) "agency" has the same meaning given that term in section 551(1) of title 5 and includes an entity being operated, and the head of the agency identifies the entity as being operated, only as an instrumentality of the agency to carry out a program of the agency.
  - (2) "business concern" means—
  - (A) a person carrying on a trade or business: and

- (B) a nonprofit entity operating as a contractor
- (3) "proper invoice" is an invoice containing or accompanied by substantiating documentation the Director of the Office of Management and Budget may require by regulation and the head of the appropriate agency may require by regulation or contract.
- (4) for the purposes of determining a payment due date and the date upon which any late payment interest penalty shall begin to accrue, the head of the agency is deemed to receive an invoice—
  - (A) on the later of-
  - (i) the date on which the place or person designated by the agency to first receive such invoice actually receives a proper invoice: or
  - (ii) on the 7th day after the date on which, in accordance with the terms and conditions of the contract, the property is actually delivered or performance of the services is actually completed, as the case may be, unless—
  - (I) the agency has actually accepted such property or services before such 7th day; or
  - (II) the contract (except in the case of a contract for the procurement of a brand-name commercial product for authorized resale) specifies a longer acceptance period, as determined by the contracting officer to be required to afford the agency a practicable opportunity to inspect and test the property furnished or evaluate the services performed; or
- (B) on the date of the invoice, if the agency has failed to annotate the invoice with the date of receipt at the time of actual receipt by the place or person designated by the agency to first receive such invoice.
- (5) a payment is deemed to be made on the date a check for payment is dated or an electronic fund transfer is made.
- (6) a contract to rent property is deemed to be a contract to acquire the property.
- (b) This chapter applies to the Tennessee Valley Authority. However, regulations prescribed under this chapter do not apply to the Authority, and the Authority alone is responsible for carrying out this chapter as it applies to contracts of the Authority.
- (c) This chapter applies to the United States Postal Service. However, the Postmaster General shall be responsible for issuing the implementing procurement regulations, solicitation provisions, and contract clauses for the United States Postal Service.
- (d)(1) Notwithstanding subsection (a)(1) of this section, this chapter, except section 3907 of this title, applies to the District of Columbia Courts.
- (2) A claim for an interest penalty not paid under this chapter may be filed in the same manner as claims are filed with respect to contracts to provide property or services for the District of Columbia Courts.
- (3)(A) Except as provided in subparagraph (B), an interest penalty under this chapter does not continue to accrue for more than one year or