Australian Government

Department of Finance

Commonwealth Contracting Suite (CCS)
Change Record – January 2020

Contents

Commonwealth Purchase Order Terms

CCS Clause	C.C.17 Supplier Payments
Authority	Supplier Pay On-Time or Pay Interest Policy (RMG 417)
Other comments	Effective date 1 January 2020

Changes:

C.C.17   Supplier Payments:

If the Supplier is required to submit an invoice to trigger payment, the invoice must be a Correctly Rendered Invoice.

The Supplier must promptly provide to the Customer such supporting documentation and other evidence reasonably required by the Customer to substantiate performance of the Contract by the Supplier.

Payment of any invoice is payment on account only, and does not substantiate performance of the Contract.

If the Supplier owes any amount to the Customer in connection with the Contract, the Customer may offset that amount, or part of it, against its obligation to pay any Correctly Rendered Invoice.

Where the total contract value is under A$10,000 (inclusive of GST and merchant service fees) and the Supplier can accept payment via a payment card, the Customer will promptly pay via a payment card.

Where the Customer and the Supplier both have the capability to deliver and receive e-Invoices through the Pan-European Public Procurement On-Line (PEPPOL) framework and have agreed to use electronic invoicing (e-Invoicing), the Customer will pay the amount of a Correctly Rendered Invoice to the Supplier within five (5) calendar days after receiving it, or if this day is not a business day, on the next business day.

In all other circumstances, ~~T~~the Customer will~~must~~ pay the amount of a Correctly Rendered Invoice to the Supplier within twenty (20) calendar days after receiving it, or if this day is not a business day, on the next business day.

If the Customer fails to make a payment to the Supplier by the business day it is due ~~and the amount of interest payable under this clause exceeds $100~~, the Customer will pay the unpaid amount plus interest on the unpaid amount provided the amount of interest payable under this clause exceeds A$100.

Interest payable under this clause will be simple interest calculated in respect of each calendar day from the day after the amount was due and payable, up to and including the day that the Customer effects payment, calculated using the General Interest Charge Rate ~~formula~~ available ~~at~~ on the Australian Taxation Office website as it applies on the day the amount was due and payable expressed as a daily rate.

CCS ATM & Contract

CCS Clause	Additional Contract Terms
Title	**Pay on time or pay interest**
Authority	Supplier Pay On-Time or Pay Interest Policy (RMG 417)
Other comments	Effective date 1 January 2020

Changes:

Where the Customer and the Supplier both have the capability to deliver and receive e-Invoices through the Pan-European Public Procurement On-Line (PEPPOL) framework and have agreed to use electronic invoicing (e-Invoicing), the Customer will pay the amount of a Correctly Rendered Invoice to the Supplier within five (5) calendar days after receiving it, or if this day is not a business day, on the next business day.

In all other circumstances, ~~T~~the Customer ~~must~~ will pay the amount of a Correctly Rendered Invoice to the Supplier within twenty (20) calendar days after receiving it, or if this day is not a business day, on the next business day.

If the total initial value of the Contract ~~(as amended from time-to-time)~~ (excluding any options, extensions, renewals or other mechanisms that may be executed over the life of the contract) is ~~not more~~less than ~~A$~~A1 million (GST inclusive) and the Customer fails to make a payment to the Supplier by the business day it is due, ~~provided the amount of interest payable under this clause exceeds $100,~~ the Customer will pay the unpaid amount plus interest on the unpaid amount, provided the amount of interest payable under this clause exceeds A$100.

Interest payable under this clause will be simple interest calculated in respect of each calendar day from the day after the amount was due and payable, up to and including the day that the Customer effects payment, calculated using the General Interest Charge Rate ~~formula~~ available ~~on~~at the Australian Taxation Office website as it applies on the day the amount was due and payable expressed as a daily rate.

CCS DoSO & Request for Quote/Contract under the DoSO

CCS Clause	Additional DoSO/Contract Terms
Title	Payment
Authority	Supplier Pay On-Time or Pay Interest Policy (RMG 417)
Other comments	Effective date 1 January 2020

Changes:

Where the Customer and the Supplier both have the capability to deliver and receive e-Invoices through the Pan-European Public Procurement On-Line (PEPPOL) framework and have agreed to use electronic invoicing (e-Invoicing), the Customer will pay the amount of a Correctly Rendered Invoice to the Supplier within five (5) calendar days after receiving it, or if this day is not a business day, on the next business day.

In all other circumstances, ~~T~~the Customer ~~must~~ will pay the amount of a Correctly Rendered Invoice to the Supplier within twenty (20) calendar days after receiving it, or if this day is not a business day, on the next business day.

If the total initial value of the Contract ~~(as amended from time-to-time)~~ (excluding any options, extensions, renewals or other mechanisms that may be executed over the life of the contract) is ~~not more~~less than ~~A$~~A1 million (GST inclusive) and the Customer fails to make a payment to the Supplier by the business day it is due, ~~provided the amount of interest payable under this clause exceeds $100,~~ the Customer will pay the unpaid amount plus interest on the unpaid amount, provided the amount of interest payable under this clause exceeds A$100.

Interest payable under this clause will be simple interest calculated in respect of each calendar day from the day after the amount was due and payable, up to and including the day that the Customer effects payment, calculated using the General Interest Charge Rate ~~formula~~ available on~~at~~ the Australian Taxation Office website as it applies on the day the amount was due and payable expressed as a daily rate.