## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

| Washington, I | D.C. | 20549 |
|---------------|------|-------|
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OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b). Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| 1. Name and Address of Reporting Person*  HERBERT STEPHEN P |   |  |   |                     |   | 2. Issuer Name and Ticker or Trading Symbol <u>USA TECHNOLOGIES INC</u> [ USAT ] |                               |     |          |                                    |       |   |                        |  |                                   |  | k all appl<br>Direct                                    | cable)<br>or  | ng Per                  | Person(s) to Issuer  10% Owner   |  |  |
|---|---|--|---|---------------------|---|--|-------------------------------|-----|----------|------------------------------------|-------|---|------------------------|--|-----------------------------------|--|---|---|-------------------------|--|--|--|
| (Last) (First) (Middle) 100 DEERFIELD LN SUITE 140          |   |  |   |                     | 3. Date of Earliest Transaction (Month/Day/Year) 09/03/2008 |  |                               |     |          |                                    |       |   |                        |  |                                   | X  | X Officer (give title Other (sp below)  COO & President |   |                         |  |  |  |
| (Street)  MALVE   | RN P/   | A  | 19355   |                     | 4. If   | f Amendment, Date of Original Filed (Month/Day/Year)                             |                               |     |          |                                    |       |   |                        |  |                                   | 6. Indi<br>Line)<br>X                    |   |   |                         |  |  |  |
| (City)  | (S  |  | (Zip)   |                     |   |  |                               |     |          |                                    |       |   |                        |  |                                   |  |   |   |                         |  |  |  |
| 1. Title of Security (Instr. 3) 2. Tran                     |   |  |   | 2. Trans            | action  |  | 2A. Deemed<br>Execution Date, |     |          | 3.<br>Transac<br>Code (I<br>8)     | ction | 4. Securities Acquired (A)<br>Disposed Of (D) (Instr. 3, 5) |                        |  |                                   | or 5. Am<br>4 and Secur<br>Benef<br>Owne |   | int of<br>es<br>ially<br>Following  | Forn<br>(D) o           | n: Direct<br>or Indirect<br>nstr. 4)                                     | 7. Nature<br>of Indirect<br>Beneficial<br>Ownership                |  |
|   |   |  |   |                     |   |  |                               |     |          | Code V                             |       | Amount (A) or (D)   |                        | r<br>Pri   | ce                                | Reporte<br>Transac<br>(Instr. 3          | tion(s)   |   |                         | (Instr. 4)   |  |  |
| Common Stock  |   |  |   | 09/03               | 9/03/2008   |  |                               |     |          | A <sup>(1)</sup>                   |       | 40,5  | 53                     | A  |                                   | \$ <mark>0</mark>                        | 10'   | 7,493   |                         | D  |  |  |
| Common Stock  |   |  |   |                     |   |  |                               |     |          |                                    |       |   |                        |  |                                   |  | 10  | ),000   |                         |  | By<br>Spouse   |  |
| Common Stock  |   |  |   |                     |   |  |                               |     |          |                                    |       |   |                        |  |                                   |  |   | 10  |                         | I  | By Child   |  |
|   |   | Т  | able II -                                     | Derivat<br>(e.g., p |   |  |                               |     |          |                                    |       |   |                        |  |                                   |  | Owned   |   |                         |  |  |  |
| 1. Title of<br>Derivative<br>Security<br>(Instr. 3)         | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction<br>Date<br>(Month/Day/Year) | 3A. Deeme<br>Execution<br>if any<br>(Month/Da | Date,               | 4.<br>Transactio<br>Code (Inst<br>8)                        |  |                               |     |          | Date Exe<br>piration I<br>onth/Day | Date  |   | of Se<br>Unde<br>Deriv | 7. Title and Amou<br>of Securities<br>Underlying<br>Derivative Securii<br>(Instr. 3 and 4) |                                   | D  | Price of<br>erivative<br>ecurity<br>nstr. 5)            | 9. Number<br>derivative<br>Securities<br>Beneficial<br>Owned<br>Following<br>Reported<br>Transactio<br>(Instr. 4) | e C<br>S<br>Illy C<br>O | 10.<br>Ownership<br>Form:<br>Direct (D)<br>or Indirect<br>(I) (Instr. 4) | 11. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |  |
|   |   |  |   |                     | Code  | v  | (A)                           | (D) | Da<br>Ex | ate<br>xercisable                  |       | epiration<br>ate  | Title                  | N<br>C   | Amou<br>or<br>Numb<br>of<br>Share | er                                       |   |   |                         |  |  |  |
| Non-<br>Qualified<br>Stock<br>Option<br>(Right to<br>Buy)   | \$7.5   |  |   |                     |   |  |                               |     |          | (2)                                |       | (2)   | Comi                   |  | 18,00                             | 00                                       |   | 18,000  | )                       | D  |  |  |

## **Explanation of Responses:**

- 1. Represents shares earned by Mr. Herbert under the Long-term Equity Incentive Program on account of the 2008 fiscal year.
- 2. The options may be exercised at any time within 5 years of vesting. The options vested as follows: 6,000 on 5/11/06, 6,000 on 6/30/07, and 6,000 on 6/30/08.

## Remarks:

Stephen P. Herbert 09/05/2008 \*\* Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- $^{\star}$  If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.