LIMITATIONS ON SUBCONTRACTING (Mar 2020)

(a) This clause does not apply to the unrestricted portion of a partial set-aside.

(b) By submission of an offer and execution of a subcontract, the Seller agrees that in performance of the subcontract in the case of a subcontract for --
   
   (1) Services (except construction). At least 50 percent of the cost of subcontract performance incurred for personnel shall be expended for employees of the Seller.
   
   (2) Supplies (other than procurement from a non-manufacturer of such supplies). The Seller shall perform work for at least 50 percent of the cost of manufacturing the supplies, not including the cost of materials.
   
   (3) General construction. The Seller will perform at least 15 percent of the cost of the subcontract, not including the cost of materials, with its own employees.
   
   (4) Construction by special trade subcontractors. The Seller will perform at least 25 percent of the cost of the subcontract, not including the cost of materials, with its own employees.