

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.