

**LIMITATIONS ON SUBCONTRACTING - NOTICE OF TOTAL SERVICE-DISABLED VETERAN-OWNED  
SMALL BUSINESS SET-ASIDE OR NON-COMPETITIVE AWARD (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.