1. When the materials or products furnished are for use in connection with a U.S. Government contract or subcontract, in addition to the General Provisions, the following provisions shall apply, as required by the terms of the prime contract or by operation of law or regulation. In the event of a conflict between these FAR provisions and the General Provisions, the FAR provisions shall control.

2. The following clauses set forth in the FAR in effect as of the date of the prime contract are incorporated herein by reference. In all clauses listed herein, the terms “Government”, “Contracting Officer” and “Contractor” shall be revised to suitably identify the contracting parties herein and effect the proper intent of the provision except where further clarified or modified below. “Subcontractor”, however, shall mean “Seller’s Subcontractor” under this purchase order.

A. **APPLICABLE TO ALL ORDERS:**

1. Security Requirements
2. Personal Identify Verification of Contractor Personnel
3. Material Requirements
4. Alternatives to Government – Unique Standards
5. Defense Priority and Allocation Requirements
6. Contract Terms and Conditions Required to Implement Statutes or Executive Orders – Commercial Items (DEVIATION) (includes all Statutes or Orders issued)
7. Terms and Conditions – Simplified Acquisitions (other than Commercial items)
8. Small Business Program Representations
9. Post – Award Small Business Program Representation (over $3000)
10. Notice to the Government of Labor Disputes
11. Convict Labor
12. Child Labor – Cooperation with Authorities and Remedies
13. Service Contract Act of 1965, as Amended
14. Combating Trafficking in Persons
15. Employment Eligibility Verification
17. Notice of Radioactive Materials
18. Ozone Depleting Substances
19. Energy Efficiency in Energy-Consuming Products
20. IEEE 1680 Standard for the Environmental Assessment of personal Computer Products
21. Contractor Policy to Ban Text Messaging While Driving
22. Privacy Act
23. Buy American Act – Supplies
24. Buy American Act Certificate
25. Trade Agreement
26. Trade Agreements – Certificate
27. Duty-Free Entry
28. Restrictions on Certain Foreign Purchases
29. Place of Manufacturer (applicable to solicitations)
30. Authorization and Consent – Alternate I
31. Royalty Information
32. Refund of Royalties
33. Filing of Patent Applications – Classified Subject Matter
34. Patent Rights – Ownership by the Contractor
35. Rights in Data – General
36. Commercial Computer Software License
37. Workers Compensation Insurance (Defense Base Act)
38. Workers Compensation and War-Hazard Insurance Overseas
40. Progress Payments
41. Performance-based Payments
42. Protest After Award
43. Applicable Law for Breach of Contract Claim
44. Industrial Resources Developed Under Defense Production Act Title III
45. Accident Prevention
46. Protection of Government Buildings, Equipment, and Vegetation
B. ORDERS OVER $10,000 ALSO INCLUDE THE FOLLOWING:
1. Reporting Executive Compensation and First-Tier Subcontract Awards (Over $25,000) 52.204-10
2. Walsh-Healy Public Contracts Act. 52.222-20
3. Prohibition of Segregated Facilities 52.222-21
4. Equal Opportunity 52.222-26(b)
5. Affirmative Action for Workers with Disabilities 52.222-36
6. Notification of Employee Rights Under the National Labor Relations Act (para (f) only) 52.222-40

C. ORDERS OVER THE SIMPLIFIED ACQUISITION PROGRAM (SAP) THRESHOLD (or amounts as specified) ALSO INCLUDE THE FOLLOWING:
1. Certificate of Independent Price Determination 52.203-2
2. Restrictions on Subcontractor Sales to the Government 52.203-6
3. Anti-Kickback Procedures (less paragraph (c) (1)) 52.203-7
4. Cancellation, Rescission, and Recovery of Funds for Illegal or Improper Activity 52.203-8
5. Price or Fee Adjustment for Illegal or Improper Activities 52.203-10
6. Limitation on Payments to Influence Certain Federal Transactions 52.203-12
7. Preventing Personal Conflicts of Interest for Contractor Employees Performing Acquisition Functions 52.203-16
8. Women-Owned Business (Other than Small Business) 52.204-5
10. Integrity of Units Prices 52.215-14
11. Utilization of Small Business Concerns 52.219-8
12. Contract Work Hours and Safety Standards Act – Overtime Compensation 52.222-4
13. Nondisplacement of Qualified Workers (Service Contracts) 52.222-17
14. Equal Opportunity for Veterans ($100K) 52.222-35
15. Employment Reports Veterans ($100K) 52.222-37
16. Compliance with Veterans’ Employment Reporting Requirements 52.222-38
17. Drug-Free Workplace 52.223-6
18. Estimate of Percentage of Recovered Material Content for EPA-Designated Products 52.223-9
20. Federal, State, and Local Taxes 52.229-3
21. Bankruptcy 52.242-13
22. Change Order Accounting 52.243-6
23. Subcontracts (paragraphs (h) notice to L-3 and (i) only apply) 52.244-2
24. Inspection of Supplies, Fixed Price Contracts 52.246-2
25. Inspection of Services, Fixed Price Contracts 52.246-4
26. Responsibility for Supplies 52.246-16
27. Value Engineering 52.248-1
28. Termination for Convenience of the Government (Fixed-Price) – “Government : shall mean “Buyer”. In paragraph (c) the term “120 days” is changed to “60 days.”. The term “one year” in Paragraph (e) is changed to “six months.” The term “90 days in paragraph (l) is changed to “forty-five days,” per 49.502(e) 52.249-2
29. Default (Fixed Price Supply and Service) 52.249-8

D. ORDERS OVER $550,000 ALSO INCLUDE THE FOLLOWING:
1. Pension Adjustment and Asset Reversions ($700,000) 52.215-15
## General Terms and Conditions for Supply and Services Subcontracts

### Supplement 1 – U.S. Government Contract Provisions from the Federal Acquisition Regulation (FAR)

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### E. UNLESS OTHERWISE EXEMPT ALSO INCLUDE THE FOLLOWING:

1. Audit and Records – Sealed Bidding (exceeds $700,000)  
2. Price Reduction for Defective Certified Cost or Pricing Data – Modifications – Sealed Bidding ($700,000)  
3. Subcontractor Certified Cost or Pricing Data – Modifications – Sealed Bidding (exceeds $700,000)  
4. Price Reduction for Defective Certified Cost or Pricing  
5. Price Reduction for Defective Certified Cost or Pricing Data – Modifications  
6. Subcontractor Certified Cost or Pricing Data  
7. Subcontractor Certified Cost of Pricing Data – Modifications  
8. Requirements for Certified Cost or Pricing Data or Information Other Than Cost or Pricing Data – Modifications  
9. Requirements for Certified Cost or Pricing Data or Information Other Than Cost or Pricing Data – Modifications  
10. Contract Definitization  
11. Prospective Subcontractor Requests for Bonds  
12. Earned Value Management System  

### F. APPLICABLE TO COST REIMBURSEMENT, TIME & MATERIAL OR LABOR HOUR ORDERS:

1. Facilities Capital Cost of Money  
2. Waiver of Facilities – Capital Cost of Money  
3. Allowable Cost and Payment (cost reimbursement) – Seller agrees to execute assignment documents in order to meet subsection (d)(5)  
4. Fixed Fee – applicable if this is a cost plus fixed fee order  
5. Incentive Fee – applicable if this is a cost plus incentive fee order  
6. Cost Contract – No Fee – applicable if this is a cost no fee order  
7. Cost Sharing Contract – No Fee – applicable if this is a cost sharing, no fee order  
8. Payment for Overtime premiums – insert “0%” in paragraph (a) unless indicated otherwise on the face of this order  
11. State of New Mexico Gross Receipts and Compensating Tax  
12. Limitation of Cost (if fully funded)  
13. Limitation of Funds (if incrementally funded)  
14. Changes – Cost-Reimbursement – applicable if this is a cost-reimbursement order  
15. Changes – Time and Material or Labor-Hours – applicable if this is a time and material or labor hour order  
16. Inspection of Supplies (Cost-Reimbursement) – “Contracting Officer” means “Buyer’s purchasing representative” and “Government” means “Buyer and Government” (provided that an inspection system accepted by the Government will be deemed accepted by the Buyer), and where “Government” first appears in paragraph (k) it shall mean “Government or Buyer.” The provisions in this clause for access, right to inspect, safety protection, and relief from liability apply equally to Buyer and the Government.  
17. Inspection of Services (Cost –Reimbursement) – “Contracting Officer” means “Buyer’s purchasing representative” and “Government” means “Buyer and Government” (provided that an inspection system accepted by the Government will be deemed accepted by the Buyer), and where “Government” first appears in paragraph (k) it shall mean “Government and Buyer.” The provisions in this clause for access, right to inspect, safety protection, and relief from liability apply equally to Buyer and the Government.
L-3 Communications
General Terms and Conditions for Supply and Services Subcontracts

18. Inspection – Time and Material and Labor Hour – “Contracting Officer” means “Buyer’s purchasing representative” and “Government” means “Buyer and Government” (provided that an inspection system accepted by the Government will be deemed accepted by the Buyer), and where “Government” first appears in paragraph (k) it shall mean “Government and Buyer.” The provisions in this clause for access, right to inspect, safety protection, and relief from liability apply equally to Buyer and the Government. 52.246-6

19. Submission of Transportation Documents for Audit 52.247-67

20. Termination (Cost-Reimbursement) – “Government” means “Buyer” and “Contracting Officer” means “Buyer’s purchasing representative.” In paragraph (d) change “15 days” and “45 days” to “30 days” and “90 days,” respectively. In paragraph (e) change “1 year” to “six months.” Alternate IV is applicable to time and material or labor-hour orders only. 52.249-6 Alt IV

21. Excusable Delay 52.249-14

G. APPLICABLE TO CONSTRUCTION ORDERS

1. Subcontracts (Labor Standards). 52.222-11
2. Affirmative Action Compliance Requirements for Construction (over $10,000) 52.222-27
3. Notice of Requirement for Project Labor Agreement 52.222-33
4. Project Labor Agreement 52.222-34
5. Affirmative Procurement of Biobased Products Under Service and Construction Contracts 52.223-2
13. North Carolina State and Local Sales and Use Tax 52.229-2
14. Prompt payment for construction contracts 52.232-27
15. Inspection of Construction 52.246-12
16. Value Engineering – Construction over $65K 52.248-3

3. CERTIFICATIONS

The offeror, by signing its offer, hereby certifies compliance with the following clauses and is, therefore eligible for award.

A. Certification and Disclosure Regarding Payments to Influence Certain Federal Transactions (over $150,000) 52.203-11
B. Certification for Federal Funding Accountability and Transparency Act (FFATA) 52.204-10
C. Certification Regarding Responsibility Matters 52.209-5
D. Protecting the Government’s Interest when Subcontracting with Contractors Debarred, Suspended, or Proposed for Debarment (over $30,000) 52.209-6
E. Certification Regarding Knowledge of Child Labor for Listed End Products 52.222-18
F. Previous Contracts and Compliance Reports (over $10,000 and includes 52.222-26) 52.222-22
G. Affirmative Action Compliance 52.222-25
H. Affirmative Action for workers with Disabilities (over $15K) 52.222-36
I. Bio-based Product Certification 52.223-1
J. Recovered Material Certification 52.223-4
K. Prohibition on Conducting Restricted Business Operations in Sudan Certification 52.225-20
L. Prohibition on Contracting with Entities Engaging in Certain Activities Relating to Iran 52.225-25
M. Cost Accounting Standards Notices and Certifications 52.230-1
4. Applicable to all contracts that are funded in whole or in part by the American Recovery and Reinvestment Act of 2009 (“Recovery Act”):
   1. Whistleblower Protections under the Recovery Act 52.203-15
   2. Reporting Requiring 52.204-11
   3. Audit and Records (Sealed Bidding) 52.214-26

5. ADDITIONAL CLAUSES
   A. COST ACCOUNTING STANDARDS (Applicable unless otherwise exempt)

   Seller shall communicate and otherwise deal directly with the Contracting Officer to the extent practicable and permissible as to all matters relating to Cost Accounting Standards. Seller shall provide Buyer with copies of all communications between Seller and the Contracting Officer respecting Cost Accounting Standards, FAR 52.230-2; Disclosure and Consistency of Cost Accounting Practices, FAR 52.230-3; and Administration of Cost Accounting Standards, FAR 52.230-6, provided Seller shall not be required to disclose to Buyer such communications containing information which is privileged and confidential to Seller. In addition to any other remedies provided by law or under this Order, Seller agrees to indemnify and hold Buyer harmless to the full extent of any loss, damage, or expense if Buyer is subject to any liability as a result of a failure of the Seller or its lower-tier subcontractors to comply with the requirements of FAR 52.230-2, 52.230-3, 52.230-5 or 52.230-6. Paragraph (b) is deleted in each of the foregoing clauses.

   B. TRUTH IN NEGOTIATIONS

   Certified Cost or Pricing Data (applicable only if certified cost or pricing data has been provided). The clause entitled “Subcontractor Certified Cost or Pricing Data” is a part of this Order if the Seller was required to furnish cost and pricing data and a Certification of Current Cost or Pricing Data for this Order. If it was not required to furnish such data and Certificate, the clause entitled “Subcontractor Cost or Pricing Data-Modification” is a part of this Order. Seller shall update its proposal and re-certify its cost or pricing data whenever costs, factors, or prices change such that cost or pricing data previously furnished is no longer, accurate, current, or complete.

   1. Indemnification

      If any price (including profit or fee) negotiated in connection with the prime contract between the Government and the Buyer or any cost that is reimbursable under said contract is reduced because cost or pricing data furnished by the Seller in connection with any proposal submitted by the Buyer relating to said contract or in connection with this Order was not accurate, complete, or current, the Seller shall indemnify the Buyer in the amount of said reduction.

      The phrase “certified cost or pricing data” as used herein shall be deemed to include any such data, which related to a lower-tier prospective or actual subcontract, at any level, which was submitted by the Seller or which it procured by submission of, in connection with the aforesaid proposal or this Order in support of its cost estimate.

      If any reduction in the contract price under this clause reduces the price of items for which payment was made prior to the date of the modification reflecting the price reduction, the Seller shall be liable and shall pay the Buyer at the time such overpayment is repaid:

         i. Simple interest on the amount of such overpayment to be computed from the date(s) of overpayment to the Seller to the date the Buyer is repaid by the Seller at that applicable underpayment rate effective for each quarter prescribed by the Secretary of the Treasury under 26 U.S.C 6621(a)(2); and

         ii. For Department of Defense contracts only, a penalty equal to the amount of the overpayment, if the Seller knowingly submitted cost or pricing data which were incomplete, inaccurate, or non-current.

   2. Certified Cost or Pricing Data for Changes

      Prior to the pricing of any change or other modification to this Order which involves, increases and/or decreases in costs plus applicable profit in excess of the contractually required threshold (e.g. $100,000, $500,000, $550,000 or $700,000) and resulting from a change in the prime contract, subcontractors shall submit cost or pricing data and shall certify that the data, as defined in Federal Acquisition Regulation 15.406-2, submitted either actually or by specific identification in writing are accurate, complete, and current as of the date of completion of negotiations.
When required to obtain certified cost or pricing data or “Other Cost and Pricing Data” from its subcontractors, pursuant to the provisions of this Order, Seller shall provide such data.

6. DISPUTES – GOVERNMENT CONTRACTS
Any reference to the “Disputes clause” in any applicable FAR Clause under paragraph 2 above shall mean this paragraph 6, Disputes – Government Contracts

i. Any dispute arising under this purchase order relating to any decision of the Contracting Officer under the prime contract shall be resolved in accordance with Paragraph (ii) below. All other disputes will be resolved under the Article entitled, “DISPUTES”, as found in Corporate Form CC008 of the Subcontract.

ii. 1. Notwithstanding any other provisions in this purchase order, any decision of the Contracting Officer under the prime contract which binds Buyer shall bind both Buyer and Seller to the extent that it relates to this purchase order –provided that:
   a. The Buyer notifies with reasonable promptness the Seller of such decision
   b. The Buyer, at its sole discretion, authorizes in writing the Seller to appeal in the name of the Buyer such decision at its own expense, or
   c. If Buyer should appeal such decision, Buyer at its sole discretion offers to the Seller the opportunity at its own expense to join Buyer in such appeal.

2. Any decision upon such appeal, when final, shall be binding upon the Seller.

3. The Seller shall keep Buyer informed of any appeal it makes by providing copies of all pertinent documents to Buyer.

4. The Seller shall indemnify and save harmless from any and all liability of any kind incurred by or imputed to Buyer under Section 5, “Fraudulent Claims,” of the Contract Disputes Act of 1978, as amended, if Seller is unable to support any part of its claim and it is determined that such inability is attributable to fraud or misinterpretation of fact on the part of Seller.

iii. Pending any prosecution, appeal, or final decision or settlement of any dispute arising under this purchase order, the Seller shall proceed diligently, as directed by Buyer, with the performance of this purchase order.

iv. Nothing in this clause nor any authorization or offer that may be made shall be deemed to constitute acceptance or acknowledgement by Buyer of the validity of Seller’s claim or any part thereof, nor be deemed to limit or in any way restrict Buyer from taking any actions, included available remedies, it deems appropriate to protect its own interests.

v. As used in this clause, the word “appeal” means an appeal taken under the contract Disputes Act of 1978, as amended.