

LIMITATIONS ON SUBCONTRACTING-HUBZone (11-00)

(a) Definition. "HUBZone small business concern," as used in this clause, means a small business concern that appears on the List of Qualified HUBZone Small Business Concerns maintained by the Small Business Administration .

(b) Agreement. A HUBZone small business concern agrees that in the performance of the subcontract, in the case of a subcontract for--

(1) Services (except construction), at least 50 percent of the cost of personnel for subcontract performance will be spent for employees of the concern or employees of other HUBZone small business concerns;

(2) Supplies (other than acquisition from a nonmanufacturer of the supplies), at least 50 percent of the cost of manufacturing, excluding the cost of materials, will be performed by the concern or other HUBZone small business concerns;

(3) General construction, at least 15 percent of the cost of the subcontract performance incurred for personnel will be spent on the concern's employees or the employees of other HUBZone small business concerns; or

(4) Construction by special trade contractors, at least 25 percent of the cost of the subcontract performance incurred for personnel will be spent on the concern's employees or the employees of other HUBZone participants.

(c) A HUBZone joint venture agrees that, in the performance of the subcontract, the applicable percentage specified in paragraph (b) of this clause will be performed by the HUBZone small business participant or participants.

(d) A HUBZone small business concern nonmanufacturer agrees to furnish in performing this subcontract only end items manufactured or produced by HUBZone small business manufacturer concerns. This paragraph does not apply in connection with construction or service subcontracts.