

### **3.3.1-7 Limitation on Withholding of Payments (February 2003)**

If more than one clause or "Schedule" term of this contract authorizes the temporary withholding of amounts otherwise payable to the Contractor for supplies delivered or services performed, the total of the amounts withheld at any one time shall not exceed the greatest amount that may be withheld under any one clause or "Schedule" term at that time; provided, that this limitation shall not apply to-

- (a) Withholdings pursuant to any clause relating to wages or hours of employees;
- (b) Withholdings not specifically provided for by this contract;
- (c) The recovery of overpayments; and
- (d) Any other withholding for which the Contracting Officer determines that this limitation is inappropriate.

**(End of clause)**

### **PRESCRIPTION**

May be used in RFI/RFP's and contracts when a supply contract, research and development contract, service contract, time and materials contract, or labor hour contract is contemplated that includes two or more terms authorizing the temporary withholding of amounts otherwise payable to the contractor for supplies delivered or services performed.