

#### **3.4.2-10 State and Local Taxes--Indefinite Delivery Contracts for Leased Equipment**

(February 2003)

Notwithstanding the terms of the "Federal, State, and Local Taxes" clause, the contract price excludes all State and local taxes levied on or measured by the contract or sales price of the services or completed supplies furnished under this contract. The Contractor shall state separately on its invoices taxes excluded from the contract price, and the Government agrees either to pay the amount of the taxes to the Contractor or provide evidence necessary to sustain an exemption.

**(End of clause)**

#### **PRESCRIPTION**

Shall be used in RFIs/RFP and contracts for leased equipment when a fixed-price indefinite-delivery contract is contemplated, the contract will be performed wholly or partly within the United States, its possessions or Puerto Rico, and the place or places of delivery are not known at the time of contracting.