52.232-9 Limitation on Withholding of Payments.

As prescribed in <u>32.111(b)(2)</u>, insert a clause *substantially as follows*, appropriately modified with respect to payment due dates in accordance with agency regulations, in *solicitations* and contracts when a supply contract, service contract, time-and-materials contract, labor-hour contract, or research and development 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:

Limitation on Withholding of Payments (Apr 1984)

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)

Parent topic: 52.232 [Reserved]