

# 52.215-22 Limitations on Pass-Through Charges-Identification of Subcontract Effort.

As prescribed in [15.408\(n\)\(1\)](#), use the following provision:

Limitations On Pass-Through Charges-Identification Of Subcontract Effort (Oct 2009)

(a) *Definitions*. Added value, excessive pass-through charge, subcontract, and subcontractor, as used in this provision, are defined in the clause of this *solicitation* entitled "Limitations on Pass-Through Charges" (FAR [52.215-23](#)).

(b) *General*. The *offeror's* proposal shall exclude excessive pass-through charges.

(c) Performance of work by the Contractor or a subcontractor.

(1) The *offeror shall* identify in its proposal the total cost of the work to be performed by the *offeror*, and the total cost of the work to be performed by each subcontractor, under the contract, *task order*, or *delivery order*.

(2) If the *offeror* intends to subcontract more than 70 percent of the total cost of work to be performed under the contract, *task order*, or *delivery order*, the *offeror shall* identify in its proposal-

(i) The amount of the *offeror's indirect costs* and profit/fee applicable to the work to be performed by the subcontractor(s); and

(ii) A description of the added value provided by the *offeror* as related to the work to be performed by the subcontractor(s).

(3) If any subcontractor proposed under the contract, *task order*, or *delivery order* intends to subcontract to a lower-tier subcontractor more than 70 percent of the total cost of work to be performed under its subcontract, the *offeror shall* identify in its proposal-

(i) The amount of the subcontractor's *indirect costs* and profit/fee applicable to the work to be performed by the lower-tier subcontractor(s); and

(ii) A description of the added value provided by the subcontractor as related to the work to be performed by the lower-tier subcontractor(s).

(End of provision)

**Parent topic:** [52.215 \[Reserved\]](#)