

**Common Terms and Conditions Guide**  
**Section 3 – Administrative Clauses**

**Clause Number: 3018**  
**Effective: 10/15/2002**  
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**Progress Payments for Letter Contracts With Other Than Small Business Firms**

The clause entitled "Progress Payments," FAR 52.232-16, modified as provided in Alternate II, in effect on the date of Buyer's prime contract, is incorporated in this contract by reference. In the above-referenced clause, "contract" shall mean this contract, "Contractor" shall mean Seller, and "Contracting Officer" and "Government" shall include Buyer in paragraph (g) and in all other paragraphs shall mean Buyer (except that, pursuant to paragraph (d), title to property will vest in the Government). Progress payments will be paid no more frequently than monthly and upon receipt by Buyer of an accurate invoice accompanied by a properly completed SF Form 1443 Contractor's Request for Progress Payment; except that no progress payments may be made until Seller, if requested to do so, has submitted a copy of an insurance policy or other satisfactory evidence of insurance sufficient to protect the unliquidated balance of progress payments. The progress payment rate will be as specified elsewhere in this contract.