52.215-14 Integrity of Unit Prices.

As prescribed in 15.408(f)(1), insert the following clause:

Integrity of Unit Prices (Nov 2021)

(a) Any proposal submitted for the negotiation of prices for items of *supplies shall* distribute costs within contracts on a basis that ensures that unit prices are in proportion to the items' base cost (*e.g.*, manufacturing or *acquisition* costs). Any method of distributing costs to *line items* that distorts unit prices *shall* not be used. For example, distributing costs equally among *line items* is not acceptable except when there is little or no variation in base cost. Nothing in this paragraph requires submission of *certified cost or pricing data* not otherwise required by law or regulation.

(b) When requested by the *Contracting Officer*, the *Offeror*/Contractor *shall* also identify those *supplies* that it will not manufacture or to which it will not contribute significant value.

(c) The Contractor *shall* insert the substance of this clause, less paragraph (b) of this clause, in all subcontracts for other than: *acquisitions* at or below the *simplified acquisition threshold*, as defined in Federal *Acquisition* Regulation (FAR) 2.101 on the date of subcontract award; *construction* or *architect-engineer services* under FAR <u>part 36</u>; utility services under FAR <u>part 41</u>; services where *supplies* are not required; *commercial products* and *commercial services*; and petroleum *products*.

(End of clause)

Alternate I (Oct 1997). As prescribed in 15.408 (f)(2), substitute the following paragraph (b) for paragraph (b) of the basic clause:

(b) The *Offeror*/Contractor *shall* also identify those *supplies* that it will not manufacture or to which it will not contribute significant value.

Parent topic: <u>52.215 [Reserved]</u>