

1. **ORDERING AND DELIVERY RELEASES – FUNDED (Clause D-1.1) (April 1999)**

The total amount reflected on the face of this purchase order/contract is an “Estimated Amount” based on the Seller’s fixed unit prices or other rates and the Buyer’s estimated quantities shown in the item schedule or attachment to this purchase order/contract. These estimates are not a representation that the quantities will actually be required or ordered, or that the conditions affecting Buyer’s estimated requirements will be consistent or normal. Further, the Buyer has no obligation to purchase any of the items or estimated quantities provided herein.

The amount of funds actually committed and available for scheduling deliveries or performance under this purchase order/contract is . This commitment amount is subject to periodic upward or downward revision throughout the term of this purchase order/contract based upon Buyer’s needs and budgetary limitations. Such revisions, if any, will be effected by issuance of a purchase order/contract modification issued in writing by the Buyer’s Purchasing Department Representative.

Under this purchase order/contract, the Buyer shall pay the Seller for only those purchase order/contract items or services actually delivered or performed by the Seller and authorized by the Buyer. Unless this purchase order/contract contains other provisions authorizing deliveries or performance to be scheduled orally by authorized persons named herein, all deliveries or performance under this purchase order/contract shall be authorized and scheduled by issuance of a written delivery release to Seller identifying the items/services to be delivered or performed.

Seller shall notify the Buyer’s Purchasing Department Representative when cumulative payment obligations (previous invoices plus the uninvoiced dollar amount of completed or scheduled deliveries) equals ninety percent (90%) of the total dollar amount committed to this purchase order/contract as described above. Seller shall not accept further requests for deliveries or performance that would result in cumulative payment obligations exceeding the dollar amount committed to this purchase order/contract without a written modification to this purchase order/contract increasing the amount of funds committed.

**Commented [RCC1]:** Must be included in solicitation/purchase order/contract (fixed price, T&M, Labor Hour, Etc.) where a funding commitment will be included in the purchase order/contract itself to fund the issuance of written or oral delivery/performance releases. This includes task releases under a T&M or Labor Hour purchase order/contract, a Master order/contract, and a System order/contract.