

## 32.500 Scope of subpart.

This subpart prescribes policies, procedures, forms, *solicitation* provisions, and *contract clauses* for providing contract financing through progress payments based on costs. This subpart does not apply to-

(a) Payments under cost-reimbursement contracts, but see [32.110](#) for progress payments made to subcontractors under cost-reimbursement prime contracts; or

(b) Contracts for *construction* or for shipbuilding or ship conversion, alteration, or repair, when the contracts provide for progress payments based on a percentage or stage of completion.

**Parent topic:** [Subpart 32.5 - Progress Payments Based on Costs](#)