

**PADDS REGULATION REFERENCE TEXT
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**REGULATION
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**REGULATION
REFERENCE:** 52.211-4005

DATE: 07/01/2001

TITLE: LINE OF BALANCE (LOB) REVIEWS (USAAMCOM)

TEXT

(a) Line of Balance Reviews shall be conducted by a Government/Contractor Team a maximum of two (2) times a year to consider revising delivery date(s). One member of the Government team shall be the ACO or his designated representative. All estimated to firm schedule changes and any resulting price impact shall be negotiated by the Government/Contractor Team. Upon conclusion of negotiation and prior to or in conjunction with completion of the LOB review, the ACO shall prepare and execute a bilateral agreement incorporating the negotiated price and delivery schedule. In no event will the amount of funds allotted on the order by line item be exceeded without obtaining the prior written concurrence and funding from the PCO.

(b) When the schedule for a LOB item is changed and there is no price impact, the Contractor and the Government hereby agree that the ACO may execute a unilateral modification incorporating proposed change. In the event of a discrepancy or error, the Contractor has the right to reject the unilateral modification by notifying the ACO in writing within thirty (30) days after receipt of the modification. Proposed schedule changes as a result of the LOB will not be in effect until execution of a modification by the ACO.

(End of Clause)