32.703-1 General.

(a) If the contract is fully funded, funds are obligated to cover the price or target price of a fixedprice contract or the estimated cost and any fee of a cost-reimbursement contract.

(b) If the contract is incrementally funded, funds are obligated to cover the amount allotted and any corresponding increment of fee.

Parent topic: <u>32.703</u> Contract funding requirements.