

# **Subpart 316.6 - Time-and-Materials, Labor-Hour, and Letter Contracts**

**Parent topic:** [PART 316 - TYPES OF CONTRACTS](#)

## **316.603 Letter contracts.**

### **316.603-3 Limitations.**

An official one level above the contracting officer shall make the written determination, to be included in the contract file, that no other contract type is suitable and to approve all letter contract modifications. No letter contract or modification can exceed the limits prescribed in FAR 16.603-2(c).