

NAME OF PROGRAM

Term: July XX, 20XX through June XX, 20XX

PAYMENT METHOD [Provisions for contracts on a cost reimbursement basis]

CONTRACTOR shall be paid in accordance with the payment method as outlined below, for services rendered, provided that CONTRACTOR is not in default under any provisions of this Agreement.

1. CONTRACTOR shall be paid in arrears, upon receipt of a [quarterly] invoice with adequate supporting documentation for actual costs incurred for services rendered. CONTRACTOR will be paid actual costs only, even if the costs estimated in CONTRACTOR's proposal, budget, or this Agreement estimated a different amount.
2. Reimbursement for the funding period of July 1, 20xx through June 30, 20xx shall not exceed \$000,000.00, based on the terms of the Agreement and in accordance with Exhibit C and the services described in Exhibit B. *[If multi-year contract, this clause is repeated based on number of years funded]*
3. Remaining funds from a prior funding period as set forth above in paragraph 2 may not be carried over to the next funding period.

PAYMENT METHOD [Provisions for fee for service contracts]

CONTRACTOR shall be paid in accordance with the payment method as outlined below, for services rendered, provided that CONTRACTOR is not in default under any provisions of this Agreement.

1. CONTRACTOR shall be paid in arrears, upon receipt of a [monthly/quarterly] invoice based on the established [rates/fees] in accordance with Exhibit X with adequate supporting documentation for services rendered.
2. Reimbursement for the funding period of July 1, 20xx through June 30, 20xx shall not exceed \$000,000.00, based on the terms of the Agreement and in accordance with the services described in Exhibit B. *[If multi-year contract, this clause is repeated based on number of years funded]*
3. Remaining funds from a prior funding period as set forth above in paragraph 2 may not be carried over to the next funding period.

PAYMENT METHOD [Provisions for contracts on advance payment basis]

CONTRACTOR shall be paid in accordance with the payment method as outlined below, for services rendered, provided that CONTRACTOR is not in default under any provisions of this Agreement.

1. CONTRACTOR shall be paid in advance, in monthly installments, provided that CONTRACTOR is not in default under any provisions of this agreement as follows:
 - a. \$x,xxx.xx for the funding period of July 1, 20xx through June 30, 20xx *[If multi-year contract, this clause is repeated based on number of years funded]*
2. Advance payment will be disbursed on or about the first day of each month for the term of the contract. The last installment or remaining balance due for each funding period will be released within 30 days upon receipt of a complete and accurate Year-end Progress and Expenditure Report.
3. Payments for the period of July 1, 20xx through June 30, 20xx shall not exceed \$000,000.00 in accordance with Exhibit C and the services described in Exhibit B. *[If multi-year contract, this clause is repeated based on number of years funded]*
4. Payments shall be based on the terms of the Agreement. Allowable expenditures shall be based on actual costs incurred in accordance with Exhibit C for services rendered. CONTRACTOR will be paid

actual costs only, even if the costs estimated in CONTRACTOR's proposal, budget, or this Agreement estimated a different amount.] OR [the established {rates/fees} in accordance with Exhibit X] with adequate supporting documentation for services rendered.

5. At its sole discretion, COMMISSION may increase, decrease, or completely eliminate advance payments based upon COMMISSION's assessment of CONTRACTOR's performance, the activity level of the program, the need for advance payments, and other factors COMMISSION deems appropriate.
6. COMMISSION may request CONTRACTOR to submit a monthly report of expenditures during the final months of the contract period, if it appears that the CONTRACTOR may not utilize the full contract amount.
7. If at the end of each funding period as set forth above in paragraph 1, CONTRACTOR has not utilized funds advanced, CONTRACTOR shall return that amount to COMMISSION within forty-five (45) days of the close of the funding period.