

49.603-5 Cost-reimbursement contracts-partial termination.

[Insert the following in Block 14 of [SF 30](#), Amendment of Solicitation/Modification of Contract, for settlement agreements for cost-reimbursement contracts as a result of partial termination.]

(a) This *supplemental agreement* settles the termination *settlement proposal* resulting from the Notice of Termination dated _____.

(b) The parties agree as follows:

(1) The contract is amended by deleting the terminated portion as follows: *[specify the terminated portion clearly as to-*

(i) *Line item numbers,*

(ii) *Descriptions,*

(iii) *Quantity terminated,*

(iv) *Unit and total price of terminated items, and*

(v) *Any other explanation necessary to avoid uncertainty or misunderstanding].*

(2) The fee stated in the contract is decreased by \$____, from \$____ to \$____ *[Insert, if appropriate,"(3) The estimated cost of the contract is decreased by \$____, from \$____ to \$____"]*.

(c) The Contractor's allowable costs and earned fee, if any, for the *terminated portion of the contract* will continue to be reimbursed on [SF 1034](#), Public Voucher for Purchase and Services Other Than Personal, under the applicable provisions of the contract and [part 31](#) of the Federal Acquisition Regulation.

(End of agreement)

Parent topic: [49.603 Formats for termination for convenience settlement agreements.](#)