

49.109-4 No-cost settlement.

The TCO *shall* execute a no-cost *settlement agreement* (see [49.603-6](#) or [49.603-7](#), as applicable) if-

- (a) The contractor has not incurred costs for the *terminated portion of the contract* or
- (b) The contractor is willing to waive the costs incurred and
- (c) No amounts are due the Government under the contract.

Parent topic: [49.109 Settlement agreements.](#)