11.502 Procedures.

(a) Include the applicable liquidated damages clause and liquidated damages rates in *solicitations* when the contract will contain liquidated damages provisions.

(b) *Construction* contracts with liquidated damages provisions *must* describe the rate(s) of liquidated damages assessed per *day* of delay. The rate(s) *should* include the estimated daily cost of Government *inspection* and superintendence. The rate(s) *should* also include an amount for other expected expenses associated with delayed completion such as-

(1) Renting substitute property; or

(2) Paying additional allowance for living quarters.

Parent topic: Subpart 11.5 - Liquidated Damages