# 1852.216-83 Fixed price incentive.

As prescribed in 1816.406-70(c), insert the following clause:

Fixed Price Incentive (OCT 1996)

The target cost of this contract is $_____. The Target profit of this contract is $_____. The target price (target cost plus target profit) of this contract is $_____. [The ceiling price is $_____.]

The cost sharing for target cost underruns is: Government ____ percent; Contractor ____ percent.

The cost sharing for target cost overruns is: Government ____ percent; Contractor ____ percent.

(End of clause)

**Parent topic:** Subpart 1852.2—Texts of Provisions and Clauses