

## **49.103 Methods of settlement.**

Settlement of terminated cost-reimbursement contracts and fixed-price contracts terminated for convenience *may* be effected by (a) negotiated agreement, (b) determination by the TCO, (c) costing-out under vouchers using [SF 1034](#), Public Voucher for Purchases and Services Other Than Personal, for cost-reimbursement contracts (as prescribed in [subpart 49.3](#)), or (d) a combination of these methods. When possible, the TCO *should* negotiate a fair and prompt settlement with the contractor. The TCO *shall* settle a *settlement proposal* by determination only when it cannot be settled by agreement.

**Parent topic:** [Subpart 49.1 - General Principles](#)