

49.304-2 Submission of settlement proposal (fee only).

The contractor *shall* limit the *settlement proposal* to a proposed reduction in the amount of fee. The final *settlement proposal shall* be submitted to the TCO within one year from the *effective date of termination*, unless the period is extended by the TCO. The proposal *may* be submitted in the form prescribed in [49.602-1](#) or by letter appropriately certified. The contractor *shall* substantiate the amount of fee claimed (see [49.305](#)).

Parent topic: [49.304 Procedure for partial termination.](#)