

# 52.215-18 Reversion or Adjustment of Plans for Postretirement Benefits (PRB) Other Than Pensions.

As prescribed in [15.408\(j\)](#), insert the following clause:

Reversion or Adjustment of Plans for Postretirement Benefits (PRB) Other Than Pensions (July 2005)

(a) The Contractor *shall* promptly notify the *Contracting Officer in writing* when the Contractor determines that it will terminate or reduce the benefits of a PRB plan.

(b) If PRB fund assets revert or inure to the Contractor, or are constructively received by it under a plan termination or otherwise, the Contractor *shall* make a refund or give a credit to the Government for its equitable share as required by [31.205-6\(o\)\(5\)](#) of the Federal *Acquisition Regulation* (FAR). When determining or agreeing on the method for recovery of the Government's equitable share, the *contracting parties should* consider the following methods: cost reduction, amortizing the credit over a number of years (with appropriate interest), cash refund, or some other agreed upon method. *Should* the parties be unable to agree on the method for recovery of the Government's equitable share, through good faith negotiations, the *Contracting Officer shall* designate the method of recovery.

(c) The Contractor *shall* insert the substance of this clause in all subcontracts that meet the applicability requirements of FAR [15.408\(j\)](#).

(End of clause)

**Parent topic:** [52.215 \[Reserved\]](#)