



## DEPARTMENT OF THE INTERIOR

### DEPARTMENT OF THE INTERIOR ACQUISITION REGULATION (DIAR)

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#### PART 1449 --TERMINATION OF CONTRACTS

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#### SUBPART 1449.1 -- GENERAL PRINCIPLES

##### **1449.106 Fraud or other criminal conduct**

When fraud or other criminal conduct is suspected, the CO will submit a report documenting the incident to the BPC for transmittal to the OIG. Information copies will be forwarded to the HCA and the Director, PAM.

##### **1449.107 Audit of prime contract settlement proposals and subcontract settlements**

(a) Requests for audits shall be sent to the Assistant Inspector General for Auditing, in accordance with the procedures in 360 DM 3.7.

##### **1449.111 Review of proposed settlements**

All proposed settlement agreements shall be reviewed by the SOL and approved at one level above the CO. Settlement agreements of \$250,000 or more shall be approved by the BPC.

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#### SUBPART 1449.4 -- TERMINATION FOR DEFAULT

## **1449.402 Termination of fixed-price contracts for default**

### **1449.402-3 Procedure for default**

(g) The notice of termination shall contain instructions regarding the disposition of any Government property in the possession of the contractor (see [FAR 45.508-1](#)) and, in the case of construction contracts, materials, appliances, and structures that may be on the construction site. The notice shall also contain a statement concerning the liability of the contractor or its surety for any liquidated damages (see [FAR 49.402-7](#)).

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