

42.802 Contract clause.

The *contracting officer shall* insert the clause at [52.242-1](#), Notice of Intent to Disallow Costs, in *solicitations* and contracts when a cost-reimbursement contract, a fixed-price incentive contract, or a contract providing for price redetermination is contemplated.

Parent topic: [Subpart 42.8 - Disallowance of Costs](#)