

## **Subpart 616.2—Fixed-Price Contracts**

**Parent topic:** [PART 616—TYPES OF CONTRACTS](#)

### **616.203 Fixed-Price contracts with economic price adjustment.**

#### **616.203-4 Contract clauses.**

Contracting officers at domestic contracting activities may use an economic price adjustment clause based on cost indexes of labor or material in accordance with the circumstances listed in FAR 16.203-4(d) and after obtaining the approval of the head of the contracting activity. Overseas posts may use the clause at 652.216-71, Price Adjustment, when procuring continuing services (e.g., guard, janitorial, building maintenance, and gardening). Posts shall obtain A/OPE approval for any price adjustment clause that differs from the clause at 652.216-71.

### **616.207 Firm-fixed-price, level-of-effort term contracts.**

#### **616.207-3 Limitations.**

The head of the contracting activity is the chief of the contracting office for the purposes of FAR 16.207-3.