

## 49.109-5 Partial settlements.

The TCO *should* attempt to settle in one agreement all rights and liabilities of the parties under the contract except those arising from any *continued portion of the contract*. Generally, the TCO *shall* not attempt to make partial settlements covering particular items of the prime contractor's *settlement proposal*. However, when a TCO cannot promptly complete settlement under the terminated contract, a partial settlement *may* be entered into if-

- (a) The issues on which agreement has been reached are clearly severable from other issues and
- (b) The partial settlement will not prejudice the Government's or contractor's interests in disposing of the unsettled part of the *settlement proposal*.

**Parent topic:** [49.109 Settlement agreements.](#)