

8.406-3 Remedies for nonconformance.

(a) If a contractor delivers a supply or service, but it does not conform to the order requirements, the *ordering activity shall* take appropriate action in accordance with the *inspection* and acceptance clause of the contract, as supplemented by the order.

(b) If the contractor fails to perform an order, or take appropriate corrective action, the *ordering activity may* terminate the order for cause or modify the order to establish a new delivery date (after obtaining consideration, as appropriate). *Ordering activities shall* follow the procedures at 8.406-4 when terminating an order for cause.

Parent topic: 8.406 Ordering activity responsibilities.