

**PADDS REGULATION REFERENCE TEXT
SEQUENCE: REGREF CLAUSE TEXT**

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**REGULATION
CODE:** HS7655

**REGULATION
REFERENCE:** 52.243-4001

DATE: 05/01/1994

TITLE: DESIGN CHANGE--SUPPLY ITEMS (USAAMCOM)

TEXT

(a) The contractor shall review all orders prior to proceeding with performance and shall maintain surveillance during manufacture to determine the impact of approved engineering changes. The contractor shall provide written notification to the contracting officer of the impact of approved engineering changes on delivery orders under this contract. The contractor shall provide such notification prior to beginning performance on new delivery orders affected by the change and within 90 days after approval of an engineering change that affects an existing delivery order. After receipt of the notification from the contractor, the contracting officer will confirm the Government still has a requirement for the part number reflected on the order or direct the contractor to deliver parts incorporating the approved engineering change.

(b) If the contracting officer directs the contractor to deliver parts incorporating an engineering change not reflected in the delivery order, the contractor may be entitled to an equitable adjustment in contract price or delivery schedule in accordance with FAR 52.243-1 and FAR 52.243-7.

(c) The Government is not precluded from ordering or requiring delivery of parts without incorporating approved engineering changes.

(d) After direction by the contracting officer to incorporate the engineering change, the contractor may request a contract modification allowing deliveries to the Government Bonded Storerooms and bill for the contract price of the delivered supplies. Upon receipt of the modification incorporating the part number change, the contractor will ship the supplies to destinations specified in the applicable delivery order, F.O.B. origin.

(End of clause)