

# PART 1542 - CONTRACT ADMINISTRATION

## [Subpart 1542.7 - Indirect Cost Rates](#)

[1542.703-2 Certificate of indirect costs.](#)

[1542.705 Final indirect cost rates.](#)

[1542.705-70 Solicitation and contract clause.](#)

## [Subpart 1542.12 - Novation and Change of Name Agreements](#)

[1542.1200 Scope of subpart.](#)

[1542.1202 Responsibility for executing agreements.](#)

[1542.1203 Processing agreements.](#)

**Parent topic:** [SUBCHAPTER G - CONTRACT MANAGEMENT](#)

## **Subpart 1542.7 - Indirect Cost Rates**

### **1542.703-2 Certificate of indirect costs.**

The Head of the Contracting Activity may waive the certification requirement set forth in FAR 42.703-2.

### **1542.705 Final indirect cost rates.**

(a) The EPA shall use the Contracting Officer determination procedure for all business units for which it shall be required to negotiate final indirect cost rates.

(b) Contracting officers shall insert the clause at [1552.242-72](#), Financial Administrative Contracting officers (FACO), in cost-reimbursement contracts when the Environmental Protection Agency (EPA) is the cognizant federal agency and a FACO will be assigned.

### **1542.705-70 Solicitation and contract clause.**

The Contracting Officer shall insert the clause in [1552.242-70](#), Indirect Costs, in solicitations and contracts where indirect costs apply, unless contracting with an educational institution where there are approved predetermined final indirect cost rates.

# **Subpart 1542.12 - Novation and Change of Name Agreements**

## **1542.1200 Scope of subpart.**

This subpart implements FAR subpart 42.12 and provides policies and procedures for executing and processing novation and change-of-name agreements.

## **1542.1202 Responsibility for executing agreements.**

(a) Any EPA contracting office upon being notified of a successor in interest to, or change of name of, one of its Contractors shall promptly report such information by memorandum to the Director, Policy, Training and Oversight Division (POTD).

(b) To avoid duplication of effort on the part of EPA contracting offices in preparing and executing agreements to recognize a change of name or successor in interest, only one supplemental agreement will be prepared to effect necessary changes for all contracts between EPA and the Contractor involved. The Chief of the Procurement Policy Branch, Policy, Training and Oversight Division (PTOD), will, in each case, designate the Contracting Office responsible for taking all necessary and appropriate action with respect to either recognizing or not recognizing a successor in interest, or recognizing a change of name agreement.

## **1542.1203 Processing agreements.**

(a) The responsible contracting office shall:

(1) Obtain from the Contractor a list of all affected contracts, the names and addresses of the contracting offices responsible for these contracts, and the required documentary evidence.

(2) Verify the accuracy of the list of contracts through the Contract Information System.

(3) Draft and execute a supplemental agreement to one of the contracts affected but covering all applicable outstanding and incomplete contracts affected by the transfer of assets or change of name. A supplemental agreement number need not be obtained for contracts other than for the one under which the supplemental agreement is written. The supplemental agreement will contain a list of the contracts affected and, for distribution purposes, the names and addresses of the contracting offices having contracts subject to the supplemental agreement.

(b) Agreements and supporting documents covering successors in interest shall be reviewed for legal sufficiency by legal counsel.

(c) After execution of the supplemental agreement, the designated office shall forward an authenticated copy of the supplemental agreement to the Director, Policy, Training and Oversight Division, and to each affected contract office.