

GAO

United States
General Accounting Office
Washington, D.C. 20548

Office of the General Counsel

B-224772

September 30, 1986

Monaco Contractors, Inc.
P. O. Box 8555
Scottsdale, Arizona 85252

Attention: Mr. Clarence R. Anderson
President/Treasurer

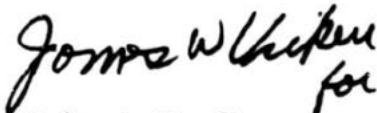
Gentlemen:

This is in response to your September 23, 1986, letter to our Office requesting reimbursement for unanticipated increased state tax liability in connection with several contracts Monaco is performing for the Small Business Administration.

A contractor's remedy for seeking increased payment under contracts with the federal government is the contract's disputes procedure and the Contract Disputes Act of 1978, 41 U.S.C. § 601-613 (1982), which establishes procedures for resolving such claims.

This matter therefore is outside the purview of our Office.

Sincerely yours,



Robert M. Strong
Deputy Associate
General Counsel