

**SUBPART 219.5--SET-ASIDES FOR SMALL BUSINESS**

*(Revised June 08, 2004)*

**219.502-1 Requirements for setting aside acquisitions.**

Do not set aside acquisitions for—

(1) Supplies which were developed and financed, in whole or in part, by Canadian sources under the U.S.-Canadian Defense Development Sharing Program; or

(2) Architect-engineer services for military construction or family housing projects of \$300,000 or more (10 U.S.C. 2855), including indefinite delivery and indefinite quantity contracts if the value of all anticipated orders is expected to total \$300,000 or more.

**219.502-2 Total set-asides.**

(a) Unless the contracting officer determines that the criteria for set-aside cannot be met, set aside for small business concerns acquisitions for—

(i) Construction, including maintenance and repairs, under \$2 million;

(ii) Dredging under \$1 million; and

(iii) Architect-engineer services for military construction or family housing projects of under \$300,000.

**219.502-3 Partial set-asides.**

(c)(1) If the North American Industry Classification System Industry Subsector of the acquisition is one in which use of a price evaluation adjustment for small disadvantaged business concerns is currently authorized (see FAR 19.201(b)), apply the adjustment to the non-set-aside portion.

**219.502-70 Inclusion of Federal Prison Industries, Inc.**

When using competitive procedures in accordance with 208.602(a)(iv), include Federal Prison Industries, Inc. (FPI), in the solicitation process and consider a timely offer from FPI.

**219.505 Rejecting Small Business Administration recommendations.**

(b) The designee shall be at a level no lower than chief of the contracting office.

**219.508 Solicitation provisions and contract clauses.**

(c) Use the clause at FAR 52.219-6, Notice of Total Small Business Set-Aside, with 252.219-7005, Alternate A, when the procedures of 208.602(a)(iv) apply to the acquisition.

(d) Use the clause at FAR 52.219-7, Notice of Partial Small Business Set-Aside, with 252.219-7006, Alternate A, when the procedures of 208.602(a)(iv) apply to the acquisition.