

WASHINGTON, D.C. 20460

MEMORANDUM

DATE: October 15, 2025

SUBJECT: Environmental Protection Agency (EPA) Interim Policy Notice (IPN) 25-38, Federal

Acquisition Regulation (FAR) Class Deviation, RFO-2025-41, for FAR Part 41 in Support of Executive Order 14275 on Restoring Common Sense to Federal Procurement

FROM: Stefan Martiyan

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TO: EPA Acquisition Community

- 1. Purpose. This IPN approves a class deviation to the FAR for purposes of implementing the Federal Acquisition Regulatory Council's (the Council's) model deviation text to FAR Part 41.
- 2. Background. <u>Executive Order (E.O.) 14275 on Restoring Common Sense to Federal Procurement</u> signed April 15, 2025, mandates a comprehensive review and simplification of the FAR.

The FAR is being updated to:

- Eliminate non-statutory language
- Remove redundant or obsolete language
- Enhance clarity through plain language
- Align with the new FAR framework
- Preserve essential governmentwide acquisition standards

This project is referred to as the Revolutionary FAR Overhaul (RFO) initiative. This initiative will make the FAR more concise, understandable, and focused on core procurement requirements.

3. Summary of Changes. FAR Part 41, Acquisition of Utility Services, has been retained, streamlined, and improved for clarity. All subparts have been retained. Plain language edits or other updates have been made throughout the part to remove unnecessary information or otherwise clarify the content. All clauses and provisions are retained.

Notably, the definition of "utility service" is updated. Services such as broadband internet and information technology services, which were nascent or nonexistent when the original regulation was

drafted, are now explicitly carved out. This prevents agencies from incorrectly applying utility acquisition procedures. This change reduces the risk of improper sole-source justifications and promotes full and open competition in those dynamic markets.

Statutory requirements retained in the RFO FAR Part 41 model deviation include, but may not be limited to, the following:

- 40 U.S.C. § 501, Services for Executive Agencies
- 42 U.S.C. § 2204, Electric Utility Contracts
- 42 U.S.C. §§ 7251 et. seq., Department of Energy Organization Act
- 42 U.S.C. § 8287, Authority to Enter into Contracts

Change	Description
Retained	All subparts have been retained.
Removed	N/A

^{*}This table is not an exhaustive list

- 4. Instructions. The EPA acquisition workforce must follow the RFO Part 41 model deviation text instead of FAR Part 41 as codified at 48 CFR Chapter 41. The Council's RFO Part 41 model deviation text is available at Acquisition.gov/far-overhaul and is incorporated into this class deviation. At this time there is no impact to EPA's Acquisition Regulation (EPAAR) or EPA Acquisition Policy (EPAAP) which is currently "Reserved". However, as noted above, the definition of "utility service" is updated. Services such as broadband internet and information technology services, which were nascent or nonexistent when the original regulation was drafted, are now explicitly carved out. This prevents agencies from incorrectly applying utility acquisition procedures. This change reduces the risk of improper sole-source justifications and promotes full and open competition in those dynamic markets.
- 5. Applicability. This class deviation applies to all EPA procurements.
- 6. Authority. This class deviation is issued under the authority of E.O. 14275, <u>OMB M-25-26</u>, and 48 CFR 1.4 and RFO FAR 1.304.
- 7. Effective Date. This class deviation is effective immediately and remains in effect until rescinded or incorporated into the FAR.
- 8. Points of Contact. Questions regarding this class deviation may be directed to OMS-ARM-OAS-AcquisitionPolicy@epa.gov.