

GSA Office of Governmentwide Policy

RFO-2025-27

MEMORANDUM FOR GSA CONTRACTING ACTIVITIES

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SUBJECT: FAR Class Deviation for FAR Part 27 in Support of Executive Order 14275, Restoring Common Sense to Federal Procurement

- 1. Purpose. This memorandum approves a class deviation to Federal Acquisition Regulation (FAR) part 27 for purposes of implementing the FAR Council's model deviation to FAR part 27.
- 2. Background, Executive Order (E.O.) 14275, Restoring Common Sense to Federal Procurement, 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 27, Patents, Data, and Copyrights, governs intellectual property rights in government contracts, explaining how parties acquire rights, how rights are licensed or shared, and how to protect both government and contractor interests. It has been updated with important plain language updates, enhanced clarity, and improved readability.

Statutory requirements retained in the RFO FAR part 27 model deviation include, but may not be limited to, the following:

- 10 U.S.C. § 3793, Copyrights, Patents, Designs
- 15 U.S.C. § 638, Research and Development
- 17 U.S.C. §§ 101 et. seq., Copyrights
- 18 U.S.C. § 798, Disclosure of Classified Information
- 28 U.S.C. § 1498, Patent and Copyright Cases
- 35 U.S.C. §§ 200 et. seq., Patent Rights in Inventions Made with Federal Assistance
- 41 U.S.C. § 2302, Rights in Technical Data

Change	Description
Retained	 Section 27.000, "Scope of Part" is retained with a minor plain language update. Section 27.001, "Definition" is unchanged. Subpart 27.1, "General" is retained and streamlined. Subpart 27.2, "Patents and Copyrights" is streamlined and continues to provide guidance regarding: Patent and copyright infringement liability Royalties Security requirements for patent applications containing classified subject matter Section 27.202, "Royalties" has been significantly streamlined by reserving all procedural subsections (27.202-1 thru 27.202-4) and retaining only subsection 27.202-5, "Solicitation Provisions and contract clause". Note, this section no longer references provision 52.227-7, Patents—Notice of Government Licensee, as the provision has been deleted. Subpart 27.3, "Patent Rights under Government Contracts" is retained and streamlined. Section 27.304, "Procedures" is retained with minimal edits. This section provides critical guidance on application of the patent clauses. Subpart 27.4, "Rights in Data and Copyrights" is streamlined and retained. This subpart includes intellectual property rights anchored in law and provides important guidance to contracting officers on addressing these issues within a federal contract. Section 27.405, "Other Data Rights Provisions" has been revised and the approach for special works (27.405-1) and existing works (27.405-2) has been fundamentally altered. The previous version prescribed the use of specific contract clauses (52.227-17 and 52.227-18). The revised section instead provides descriptive guidance, instructing that contracts "must specifically address the Government's rights" and that agencies are "authorized to specially negotiate" terms. Section 27.407, "Rights to Technical Data in Suc

	 52.227-3 (Clause), Patent Indemnity 52.227-4 (Clause), Patent Indemnity—Construction Contracts 52.227-5 (Clause), Waiver of Indemnity 52.227-6 (Provision), Royalty Information 52.227-8, remains "Reserved" 52.227-9 (Clause), Refund of Royalties 52.227-10 (Clause), Filing of Patent Applications—Classified Subject Matter 52.227-11 (Clause), Patent Rights—Ownership by the Contractor 52.227-12, remains "Reserved" 52.227-13 (Clause), Patent Rights—Ownership by the Government 52.227-14 (Clause), Rights in Data—General 52.227-15 (Provision), Representation of Limited Rights Data and Restricted Computer Software 52.227-16 (Clause), Additional Data Requirements 52.227-17 (Clause), Rights in Data—Special Works 52.227-20 (Clause), Rights in Data—SBIR Program 52.227-21 (Clause), Technical Data Declaration, Revision, and Withholding of Payment—Major Systems 52.227-22 (Clause), Major System—Minimum Rights
Moved	 The FAR Companion is expected to include best practice information on the following moved content that is not statutorily required: Section 27.102, "General Guidance" Subsection 27.202-1, "Reporting of Royalties" Section 27.204, "Patented Technology Under Trade Agreements" Section 27.305, "Administration of Patent Rights Clauses", including:
Removed	 Section 27.302, "Policy", which included unnecessary lengthy detail of the Government's comprehensive policy and objectives for patent rights and title under contracts, has been removed as it is not statutorily required. Subsection 27.304-1(a), "Status as small business concern or nonprofit organization", has been removed. This content is duplicative of FAR part 19.

- Section 27.402, "Policy", which explained the Government's need for data and the importance of balancing its needs with contractors' proprietary interests, has been removed as it is not statutorily required.
- Paragraphs (a) and (c) of Section 27.406-1, "General", are removed, as it is not statutorily required.
- The following provision and clauses were removed:
 - 52.227-7 (Provision), Patents—Notice of Government Licensee
 - o 52.227-18 (Clause), Rights in Data—Existing Works
 - o 52.227-19 (Clause), Commercial Computer Software License
 - o 52.227-23 (Clause), Rights to Proposal Data (Technical)

This table is not an exhaustive list.

4. Instructions.

- The GSA acquisition workforce must follow the RFO part 27 and corresponding part 52 model deviation text instead of FAR parts 27 and 52 as codified at 48 CFR Chapter 1.
 The Council's RFO part 27 model deviation text is available <u>Acquisition.gov/far-overhaul</u>, and is incorporated into this class deviation.
- For new solicitations or contracts, when using any provisions or clauses that have been revised, utilize the RFO model deviation language at RFO FAR part 52.
- For open solicitations or awarded contracts, the contracting officer has discretion regarding the need to enforce or amend the provisions or clauses. Note that without some of the removed provisions or clauses, the contracting officer may be required to separately address certain aspects in the contract.
- Contracting activities must review templates and related standard operating procedures to align with this class deviation and remove unnecessary processes and steps.
- **5. Applicability.** This class deviation applies to all GSA procurements.
- **6. Authority.** This class deviation is issued under the authority of E.O. 14275, OMB Memo M-25-26, 48 CFR 1.4, and RFO FAR 1.304.
- **7. Effective Date.** This class deviation is effective November 3, 2025 and remains in effect until rescinded or incorporated into the FAR.
- **8. Points of Contact.** Try asking <u>GSAi</u> first (upload the new RFO language and GSA's implementing deviation, then ask your question). If you still need clarification, you may email the GSA Acquisition Policy Division at <u>GSARPolicy@gsa.gov</u>.