

U.S. MERIT SYSTEMS PROTECTION BOARD

Financial and Administrative Management 1615 M Street, NW Washington, DC 20419-0002

September 19, 2025

TO: MSPB Contracting Officers

FROM: Michaela Klarmann, Senior Procurement Official

Acting Director, Financial and Administrative Management

Subject: FAR Class Deviation for FAR Part 49 in Support of Executive Order 14275 on Restoring Common Sense to Federal Procurement

- 1. Purpose. This memorandum approves a class deviation to Federal Acquisition Regulation (FAR) part 49 for purposes of implementing the FAR Council's model deviation to FAR part 49.
- 2. Background. On April 15, 2025, Executive Order (EO) 14275 on Restoring Common Sense to Federal Procurement was signed by the President. Section 2 of the EO establishes the policy that the FAR "should only contain provisions required by statute or essential to sound procurement, and any FAR provisions that do not advance these objectives should be removed."

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 49, Termination of Contracts, has been updated for clarity and usability.

Statutory requirements retained in the RFO FAR part 49 model deviation include, but are not limited to, the following:

- 31 U.S.C. § 3729, False Claims
- 41 U.S.C. §§ 7101 et seq (Pub. L. 95-563), The Contract Disputes Act of 1978

Retained

- Section 49.000, "Scope of Part", is simplified and retains the core scope of establishing policies and procedures for terminating contracts early.
- Section 49.001, "Definitions", is retained and updated for plain language.
- Section 49.002, "Applicability", is retained and updated for plain language with a simpler structure.
- Subparts 49.1, 49.2, 49.3, 49.4, 49.5, 49.6 and the sections therein, remain mostly intact and are streamlined with some shifting and reorganizing of sections and subsections throughout.
- All existing clauses are retained (or remain reserved if previously reserved) with no changes to the text.

Removed

- Plain language edits were made throughout to enhance readability and remove redundant, unclear, or non-essential language, decreasing the word count by more than 2,500 words.
- Subsection 49.108-7 "Government assistance in settling subcontracts", Section 49.113 "Cost principles", and Section 49.405 "Completion by another contractor" have been removed and may be moved to non-regulatory content.

This is not an exhaustive list of the changes.

- 4. Instructions. The MSPB acquisition workforce shall:
 - Follow RFO part 49 instead of FAR part 49 as codified at 48 CFR Chapter 1. The Council's RFO part 49 model deviation text is available at Acquisition.gov/far-overhaul and is incorporated into this class deviation.
 - Review templates and related standard operating procedures to align with this deviation and remove unnecessary processes or steps.
- 5. Applicability. This class deviation applies to all MSPB procurements.
- 6. Authority. This class deviation is issued under the authority of EO 14275, OMB memorandum 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. Point of Contact. Questions regarding this class deviation may be directed to: Michaela Klarmann, michaela.klarmann@mspb.gov.