

RFO-2025-27

United States Department of Agriculture

Office of the Assistant Secretary for Administration

Office of Contracting and Procurement

1400 Independence Ave., SW Mailstop 9308 Room 126-W Whitten Building

Washington, DC 20250-9308

September 8, 2025

MEMORANDUM FOR USDA CONTRACTING ACTIVITIES

From: Hilary Erickson

Senior Procurement Executive

Office of Contracting and Procurement

Subject: Federal Acquisition Regulation (FAR) Class Deviation for FAR Part 30 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 30 for purposes of implementing the FAR Council's model deviation to FAR Part 30.
- **2. Background**. Executive Order (E.O.) 14275 on 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 30, Cost Accounting Standards Administration, has undergone a comprehensive revision that includes a complete structural reorganization to align with the acquisition lifecycle, enhanced clarity, and a strategic consolidation of policies coupled with the elimination of obsolete requirements.

Statutory requirements retained in the RFO FAR Part 30 model deviation include, but may not be limited to, the following:

- 10 U.S.C. § 3702, Required Cost or Pricing Data and Certification
- 10 U.S.C. § 3761, Restructuring Costs
- 26 U.S.C. § 6621, Determination of Rate of Interest
- 41 U.S.C. §§ 1501 et seq, Cost Accounting Standards
- Pub. L. 100-679 Sec 5, Cost Accounting Standards Board

• Pub. L. 106-65 Sec 802, Streamlined Applicability of Cost Accounting Standards

Change	Description		
Retained	The revised Part structure consolidates all relevant guidance into		
	process-oriented subparts:		
	o Subpart 30.1 - General		
	 Subpart 30.2 - Presolicitation 		
	 Subpart 30.3 - Evaluation and Award 		
	o Subpart 30.4 - Postaward		
	• "Definitions" at 30.001, are retained, streamlined, and updated for		
	clarity.		
	• Subpart "30.1 - General" is retained and updated to consolidate helpful		
	reference information:		
	o The references in the previously reserved Subparts 30.3 (CAS		
	Rules and Regulations), 30.4 (Cost Accounting Standards),		
	and 30.5 (Cost Accounting Standards for Educational		
	Institutions) have been moved into the new section 30.101 as		
	paragraphs (e), (f), and (g).		
	 References for cognizant Federal agency official (CFAO) and auditor responsibilities and disclosure requirements are added as 		
	paragraphs (c) and (d). This information was previously buried		
	deeper within the regulation in Subpart 30.2.		
	 Note - The FAR Companion Guide provides best practice 		
	considerations for coordination with the cognizant Federal		
	agency official (CFAO).		
	Subpart "30.2 - Presolicitation" now logically groups all CAS-related		
	determinations and requirements that a contracting officer must address		
	before a solicitation is issued. It retains, but reorganizes, content such as		
	waiver information and exemptions.		
	 Note - The FAR Companion Guide provides best practice 		
	considerations for exemptions and waivers.		
	• Subpart "30.3 - Evaluation and Award" now logically groups all CAS-		
	related activities that occur after proposals are received but before a		
	contract is awarded. It retains and reorganizes content such as		
	contractor disclosure statements and processing changes identified		
	pre-award (e.g., unilateral, or desirable changes to a contractor's cost		
	accounting practices identified during the evaluation phase).		
	• Subpart "30.4 - Postaward" is now the comprehensive location for all		
	postaward CAS administration activities. It retains and reorganizes		
	content such as CAS administration responsibilities, processing		
	changes, materiality, remedies, resolving cost impacts, and		
	subcontract administration.		
	• The following provisions and clauses are retained with edits (mostly to		
	reflect new cross-references within the Part).		
	 2.230-1 Cost Accounting Standards Notices and Certifications 		

		 Alternate Lis deleted This alternate applied only to 		
		Atternate 1 is defeted. This atternate applied only to		
		contracts with educational institutions contemplated prior		
		to July 1, 1997. As this date has long past, the alternate is		
		obsolete, and its removal updates the regulation		
		52.230-2 Cost Accounting Standards		
		52.230-3 Disclosure and Consistency of Cost Accounting		
		Practices		
		52.230-4 Disclosure and Consistency of Cost Accounting		
		Practices-Foreign Concerns		
		52.230-5 Cost Accounting Standards-Educational Institution		
		52.230-6 Administration of Cost Accounting Standards		
	• The	following provision was retained with no changes to the text:		
		52.230-7 Proposal Disclosure-Cost Accounting Practice Changes		
Removed	• Then	e are no longer six subparts. Content from subparts 30.5 and 30.6 is		
	mov	moved and reorganized within the new Part structure.		
	• The	The contact information for "Cost Accounting Standards Board		
	Pub	Publication ," formerly at section 30.102, is removed and the Part now		
	inclu	includes a direct hyperlink to the electronic Code of Federal Regulations		
		(R) providing immediate access to the source regulations.		
	• The	prescription at 30.201-3(b), which applied to awards contemplated		
		to an educational institution prior to 1997 is obsolete and removed.		
	• Instr	uctions for contracting officers to support the determination of a		
		ract's exemption from cost accounting standards were moved from		
		02-7 (Adequacy determinations) to the FAR Companion Guide		

This table is not an exhaustive list.

4. Instructions.

- The USDA acquisition workforce shall follow the RFO Part 30 and corresponding Part 52 model deviation text instead of FAR Part 30 and Part 52 as codified at 48 CFR Chapter 1. The Council's RFO Part 30 and Part 52 model deviation text is available at <u>Acquisition.gov/far-overhaul</u> and is incorporated into this class deviation.
- For new solicitations and contracts, when using any provisions or clauses that
 have been revised, utilize the RFO model deviation language at <u>RFO FAR Part</u>
 52. Do not include any of the removed provisions or clauses in solicitations and
 contracts.
- 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 USDA procurements.
- **6. Authority.** This class deviation is issued under the authority of <u>E.O. 14275</u>, <u>OMB M-25-25</u>, and 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.** Questions regarding this class deviation may be directed to the USDA Procurement Policy Division at procurement.policy@usda.gov.