

## RFO-2025-25

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

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## 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 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**. 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 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

Change	Description
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, " <b>Definitions</b> ", 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 table is not an exhaustive list.

## 4. Instructions.

- The USDA acquisition workforce shall follow the RFO Part 49 model deviation text instead of FAR Part 49 as codified at 48 CFR Chapter 1. The Council's RFO Part 49 model deviation text is available at <a href="https://example.com/Acquisition.gov/far-overhaul">Acquisition.gov/far-overhaul</a> and is incorporated into this class deviation.
- 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 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 the USDA Procurement Policy Division at <a href="mailto:procurement.policy@usda.gov">procurement.policy@usda.gov</a>.