## **Department of Veterans Affairs**

## Memorandum

- Date: October 8, 2025
- From: Acting Executive Director, Office of Acquisition and Logistics (003A), and Acting Senior Procurement Executive
- Subj: Class Deviation for FAR Part 17 in Support of Executive Order on Restoring Common Sense to Federal Procurement (VIEWS 13874151)
  - To: Heads of the Contracting Activities
    - **1. Purpose.** Deviate from Federal Acquisition Regulation (FAR) part 17 for purposes of implementing the Federal Regulatory Council's (the Council's) model deviation text to FAR part 17.
    - **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 17, Special Contracting Methods, has been streamlined. The revisions can be characterized by three overarching themes: organizing information in a way that is easier to understand and use; combining related topics and removing repeated information; and making the language clearer through simpler sentences, active voice, and better formatting.

Statutory requirements retained in the RFO FAR part 17 model deviation include, but may not be limited to, the following:

- 41 U.S.C. § 3903, Multiyear Contracts
- 31 U.S.C. § 1341, Limitations on Expending and Obligating Amounts
- 31 U.S.C. § 1535, The Economy Act
- P.L. 110-417 § 865, Preventing Abuse of Interagency Contracts
- P.L. 110-181 § 801, Internal Controls for Procurements on Behalf of the Department of Defense by Certain Non-defense Agencies

Subj.: Class Deviation for FAR Part 17 in Support of Executive Order on Restoring Common Sense to Federal Procurement

Change	Description
Retained	Section 17.000 "Scope of Part," is retained and
	expanded to provide a more complete list of the
	special contracting methods covered within the part.
	Subpart 17.1 "Multiyear Contracting," is retained and
	restructured. This reorganization involves the deletion of
	some sections, the consolidation of others, and the
	creation of new sections to house relocated and revised content.
	The "Definitions" for multiyear contracting are moved to
	section 17.102, and all <b>are retained</b> with some plain
	language or clarifying updates.
	The "Policy" for multiyear contracting is moved to
	subsection 17.103-1 and revised to include two statutory
	requirements for DoD when considering entering into a
	multiyear contract for supplies:
	○ (b)(6): The contract must promote national
	security of the United States.
	○ (b)(7): For contracts valued at \$500 million or
	more, the Secretary must certify that specific
	conditions outlined in 10 U.S.C. § 3501 will be
	met.
	Subpart 17.2 "Options," is retained and restructured.
	This reorganization involves the consolidation of some
	sections, and the creation of new sections to house
	relocated and revised content.
	Subpart 17.3 remains reserved.
	Subpart 17.5 "Interagency Acquisitions," is updated
	with plain-language revisions and formatting
	improvements for clarity.
	Subparts 17.6 and 17.7 are reordered, creating a more    Subparts 17.6 and 17.7 are reordered, creating a more
	logical flow by placing all content concerning
	interagency acquisitions in sequential order.
	<ul> <li>"Interagency Acquisitions: Acquisitions by Non-defense Agencies on Behalf of the</li> </ul>
	Department of Defense"
	<ul> <li>Previously at subpart 17.7, now at 17.6</li> </ul>
	o "Management and Operating Contracts"
	Previously at subpart 17.6, now at 17.7
	1 To viously at suspant 17.0, now at 17.7

Subj.: Class Deviation for FAR Part 17 in Support of Executive Order on Restoring Common Sense to Federal Procurement

Retained	Subparts 17.1 "Multiyear Contracting," 17.2 "Options,"     17.7 "Management and Operating Contracts," and 17.8     "Reverse Auctions" are reorganized to follow the stages of the acquisition lifecycle
	<ul> <li>Presolicitation</li> <li>Evaluation and Award</li> <li>Postaward</li> </ul>
	All clauses and provisions prescribed in this part are retained.
	<ul> <li>The following provisions have been updated to reflect current cross-references:</li> </ul>
	<ul> <li>52.217-4, Evaluation of Options Exercised at Time of Contract Award</li> </ul>
	<ul><li>52.217-5, Evaluation of Options</li></ul>
	o Please note that the fill-ins at 52.217-8 and
	<b>52.217-9 remain</b> the same and must still be
Removed	completed by the acquisition team.
Removed	<ul> <li>Content from previous section 17.105-2 about the objectives and benefits of multiyear contracting is</li> </ul>
	removed and is expected to be moved to the <b>FAR</b>
	Companion.
	<ul> <li>Content from previous sections 17.203 and 17.204</li> </ul>
	reflecting <b>best practices for options</b> in solicitations and
	contracts is expected to be moved to the <b>FAR</b>
	Companion.
	<ul> <li>Previous sections 17.107 "Options" and 17.205</li> </ul>
	"Documentation" are removed as the content was
	redundant and unnecessary.
	Content previously at section 17.207 "Exercise of
	Options" is streamlined and moved to 17.204-1.
	Subpart 17.4 "Leader Company Contracting," has
	been significantly streamlined. The new subpart retains
	an explanation of the technique but the detailed
	procedures and best practices for this technique are expected to be moved to the <b>FAR Companion</b> .
	<ul> <li>Criteria for identifying management and operating</li> </ul>
	contracts, previously at section 17.604 "Identifying
	management and operating contracts," is removed as
	it is unnecessary.
	Content from previous section 17.802(c) for <b>best</b>
	practices for reverse auctions is expected to be
	moved to the <b>FAR Companion</b> .

Subj.: Class Deviation for FAR Part 17 in Support of Executive Order on Restoring Common Sense to Federal Procurement

This table is not an exhaustive list.

## 4. Instructions.

- The VA acquisition workforce must follow the RFO part 17 and corresponding part 52 model deviation text instead of FAR parts 17 and 52 as codified at 48 C.F.R. Chapter 1. The Council's RFO part 17 model deviation text is available at <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.** All VA procurements.
- **6. Authority.** <u>E.O. 14275</u>, <u>OMB Memorandum M-25-26</u>, <u>48 C.F.R. Subpart 1.4</u>, 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 related to this deviation may be directed to <a href="mailto:va.procurement.policy@va.gov">va.procurement.policy@va.gov</a>.

Joseph P. Maletta