## **Department of Veterans Affairs**

## Memorandum

- Date: September 23, 2025
- From: Acting Executive Director, Office of Acquisition and Logistics (003A), and Acting Senior Procurement Executive
- Subj: Class Deviation for FAR Part 48 in Support of Executive Order on Restoring Common Sense to Federal Procurement (VIEWS 13803899)
  - To: Heads of the Contracting Activities
    - **1. Purpose.** Deviate from Federal Acquisition Regulation (FAR) part 48 for purposes of implementing the Federal Regulatory Council's (the Council's) model deviation text to FAR part 48.
    - **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 48, Value Engineering, has been updated to be more direct, active, and accessible. The model deviation text removes nearly 3,000 words (70%) from the current language.

Statutory and executive requirements retained in the RFO FAR part 48 model deviation include, but may not be limited to, the following:

- 41 U.S.C. § 1711, Value Engineering
- OMB Circular A-131, Value Engineering

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Change	Description
Retained	• Sections 48.101, "General," and 48.102, "Policies," are
	retained and significantly streamlined.
	Prescriptive information previously covered within section
	48.104, "Sharing arrangements," is retained in the following
	clauses:
	<ul> <li>52.248-1 covers information previously at 48.104-1,</li> <li>"Determining sharing period"</li> </ul>
	<ul> <li>52.248-1(f) and (g) covers information previously at</li> </ul>
	48.104-2, "Sharing acquisition savings"
	o 52.248-1(j) covers information previously at 48.104-3,
	"Sharing collateral savings"
	o 52.248-1(i)(5) covers information previously at
	48.104-4, "Sharing alternative-no-cost settlement method"
	Prescriptive information previously covered in section
	48.105, "Relationship to other incentives," is retained in
	clause 52.248- 1(k).
	All clauses are retained with no changes to the text.
	○ 52.248-1 Value Engineering
	<ul> <li>52.248-2 Value Engineering—Architect-Engineer</li> </ul>
	o 52.248-3 Value Engineering—Construction
Removed	Section 48.000, "Scope of Part," is removed as the content
	is self-evident and did not add value.
	The following terms are removed from section 48.001,  "Petinitians" and the second descriptions of definitions in
	" <b>Definitions</b> ," as they were duplicative of definitions in
	clause 52.248-1, Value Engineering:  O Government costs
	<ul> <li>Negative instant contract savings</li> </ul>
	Net acquisition savings
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	• Information in section 48.102(f) on calculating profit or fees for value engineering change proposal savings will
	be covered in the FAR Companion Guide.
	Section 48.103, "Processing value engineering change
	proposals," is removed because required information is
	covered in the clauses at 52.248-1 and 52.248-3. Additional
	information on implementing approaches and principles will
	be covered in the FAR Companion Guide.
	<ul> <li>Information within section 48.104, on establishing sharing</li> </ul>
	periods and rates will be covered in the FAR Companion
	Guide.

This table is not an exhaustive list.

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## 4. Instructions.

- The VA acquisition workforce must follow the RFO part 48 and corresponding 52 model deviation text instead of FAR part 48 and 52 as codified at 48 CFR Chapter 1. The Council's RFO part 48 model deviation text is available at <u>Acquisition.gov/far-overhaul</u>, 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.** 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 va.procurement.policy@va.gov.

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