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Attachment to Procurement Memorandum 2019-03

Deviated FAR Text and Clauses

(Class Deviation to the Federal Acquisition Regulation (FAR)

to Increase the Simplified Acquisition Threshold to $250,000)

Additions to Baseline: **[bold text and brackets]**

* Deletions by strikethrough

**PART 2—DEFINITIONS OF WORDS AND TERMS**

\* \* \* \* \*

**2.101 Definitions. [(DEVIATION)]**

\* \* \* \* \*

*Simplified acquisition threshold* means ~~$150,000~~ **[$250,000]** ([41 U.S.C. 134](http://uscode.house.gov/)), except for–

1. Acquisitions of supplies or services that, as determined by the head of the agency, are to be used to support a contingency operation**[; to]** facilitate defense against or recovery from **[cyber]** nuclear, biological, chemical, or radiological attack**[; to support a request from the Secretary of State or the Administrator of the United States Agency for International Development to facilitate provision of international disaster assistance pursuant to 22 U.S.C. 2292 et seq.; or to support response to an emergency or major disaster (42 U.S.C. 5122),]** ([41 U.S.C. 1903](http://uscode.house.gov/)), the term means–
2. $750,000 for any contract to be awarded and performed, or purchase to be made, inside the United States; and
3. $1.5 million for any contract to be awarded and performed, or purchase to be made, outside the United States; and
4. Acquisitions of supplies or services that, as determined by the head of the agency, are to be used to support a humanitarian or peacekeeping operation (10 U.S.C. 2303), the term means $300,000 **[$500,000]** for any contract outside the United States.

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**PART 13—SIMPLIFIED ACQUISITION PROCEDURES**

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**13.003 Policy. [(DEVIATION)]**

\* \* \* \* \*

(b)(1) Acquisitions of supplies or services that have an anticipated dollar value exceeding $3,500 ($20,000 for acquisitions as described in [13.201](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2013_2.html#wp1088782)(g)(1)) but not exceeding ~~$150,000~~ **[$250,000]** ($750,000 for acquisitions described in paragraph (1)(i) of the simplified acquisition threshold

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definition at [2.101](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%202_1.html#wp1145508)) are reserved exclusively for small business concerns and shall be set aside (see [19.000,](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_1.html#wp1101780) [19.203,](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_2.html#wp1085559) and subpart [19.5](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_5.html#wp1086824)).

\* \* \* \* \*

**13.501 Special documentation requirements. [(DEVIATION)]**

(a) \* \* \*

(2) \* \* \*

(i) For a proposed contract exceeding ~~$150,000~~ **[$250,000]**, but not exceeding $700,000, the contracting officer’s certification that the justification is accurate and complete to the best of the contracting officer’s knowledge and belief will serve as approval, unless a higher approval level is established in accordance with agency procedures.

\* \* \* \* \*

**PART 19—SMALL BUSINESS PROGRAMS**

\* \* \* \* \*

**19.203 Relationship among small business programs. [(DEVIATION)]**

\* \* \* \* \*

(b) At or below the simplified acquisition threshold. For acquisitions of supplies or services that have an anticipated dollar value exceeding $3,500 ($20,000 for acquisitions as described in [13.201](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2013_2.html#wp1088782)(g)(1)), but not exceeding ~~$150,000~~ **[$250,000]** ($750,000 for acquisitions described in paragraph (1)(i) of the simplified acquisition threshold definition at [2.101](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%202_1.html#wp1145508)), the requirement at [19.502-2](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_5.html#wp1086841)(a) to exclusively reserve acquisitions for small business concerns does not preclude the contracting officer from awarding a contract to a small business under the 8(a) Program, HUBZone Program, SDVOSB Program, or WOSB Program.

\* \* \* \* \*

**19.502-1 Requirements for setting aside acquisitions.**

\* \* \* \* \*

(b) This requirement does not apply to purchases of $3,500 or less ($20,000 or less for acquisitions as described in [13.201](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2013_2.html#wp1088782)(g)(1)), or purchases from required sources of supply under [Part 8](https://www.acquisition.gov/sites/default/files/current/far/html/FARTOCP08.html#wp226853) (e.g., Committee for Purchase From People Who are Blind or Severely Disabled, and Federal Supply Schedule contracts).

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**19.502-2 Total small business set-asides. [(DEVIATION)]**

1. Before setting aside an acquisition under this paragraph, refer to [19.203](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_2.html#wp1085559)(b). Each acquisition of supplies or services that has an anticipated dollar value exceeding $3,500 ($20,000 for acquisitions as described in [13.201](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2013_2.html#wp1088782)(g)(1)), but not over ~~$150,000~~ **[$250,000]** ($750,000 for acquisitions described in paragraph (1) (i) of the simplified acquisition threshold definition at [2.101](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%202_1.html#wp1145508)), is automatically reserved exclusively for small business concerns and shall be set aside for small business unless the contracting officer determines there is not a reasonable expectation of obtaining offers from two or more responsible small business concerns that are competitive in terms of market prices, quality, and delivery. If the contracting officer does not proceed with the small business set-aside and purchases on an unrestricted basis, the contracting officer shall include in the contract file the reason for this unrestricted purchase. If the contracting officer receives only one acceptable offer from a responsible small business concern in response to a set-aside, the contracting officer should make an award to that firm. If the contracting officer receives no acceptable offers from responsible small business concerns, the set-aside shall be withdrawn and the requirement, if still valid, shall be resolicited on an unrestricted basis. The small business reservation does not preclude the award of a contract as described in [19.203](https://www.acquisition.gov/sites/default/files/current/far/html/Subpart%2019_2.html#wp1085559).
2. Before setting aside an acquisition under this paragraph, refer to 19.203(c). The contracting officer shall set aside any acquisition over ~~$150,000~~ **[$250,000]** for small business participation when there is a reasonable expectation that—

\* \* \* \* \*

**19.508 Solicitation provisions and contract clauses. [(DEVIATION)]**

\* \* \* \* \*

(e) The contracting officer shall insert the clause at 52.219-14, Limitations on Subcontracting, in solicitations and contracts for supplies, services, and construction, if any portion of the requirement is to be set aside or reserved for small business and the contract amount is expected to exceed ~~$150,000~~ **[$250,000]**. This includes multiple-award contracts when orders may be set aside for small business concerns, as described in 8.405-5 and 16.505(b)(2)(i)(F).

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**PART 52 – SOLICITATION PROVISIONS AND CONTRACT CLAUSES**

**52.203-16 Preventing Personal Conflicts of Interest. [(DEVIATION)]**

\* \* \* \* \*

(d) Subcontract flowdown. The Contractor shall include the substance of this clause, including this paragraph (d), in subcontracts—

(1) That exceed ~~$150,000~~ **[$250,000]**; and

\* \* \* \* \*

**52.212-1 Instructions to Offerors—Commercial Items. [(DEVIATION)]**

\* \* \* \* \*

(j) *Unique entity identifier*. (Applies to all offers exceeding $3,500, **[and offers at any dollar level]** if the solicitation requires the Contractor to be registered in the System for Award Management (SAM) database.)

\* \* \* \* \*

**52.219-9 Small Business Subcontracting Plan. [(DEVIATION)]**

\* \* \* \* \*

(d) \* \* \*

(11) \* \* \*

(iii) Records on each subcontract solicitation resulting in an award of more than ~~$150,000~~

**[$250,000]**, indicating—

\* \* \* \* \*

**52.219-9 Small Business Subcontracting Plan. Alternate IV [(DEVIATION)]**

**\* \* \* \* \***

(d) \* \* \*

(11) \* \* \*

**5**

(iii) Records on each subcontract solicitation resulting in an award of more than ~~$150,000~~

**[$250,000]**. indicating–

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