

## **RFO Industry Webinar**

September 10, 2025

1:00 - 3:30 p.m.

# Welcome and General RFO Updates Michael Thompson

### EO 14275: Restoring Common Sense to Federal Procurement

- The EO says to rewrite the FAR by
  - Removing non-statutory requirements and making similar changes to agency supplements.
  - Retaining the best material in the FAR.
  - Making the changes now and implementing via deviations.
- As of September 4, 2025, the FAR Council has published rewrites for 31 FAR parts.

# Strategic Acquisition Guidance (SAG)

### Regulatory

Streamlined FAR

Agency Regulations

### **Non-Regulatory**

FAR Companion

Category
Management
Buying
Guide



Learning assets to help the acquisition community navigate the SAG during the change journey.

## Why have another webinar now?

- As you likely noticed, a large tranche of overhauled FAR parts were posted on August 14, 2025–Parts 4, 8, 12, 38, 40, 51.
- All of these parts touch commercial item buying.
- At GSA, these deviations will be effective on November 3, 2025.

## Agenda

- 1. Welcome and General RFO Updates
- 2. Commercial Items Changes, Practitioner Resources, Q&A
  - a. RFO Part 4
  - b. RFO Part 8
    - i. FSS Ordering Procedures
  - c. RFO Part 12
  - d. RFO Part 40
- 3. Summary
- 4. Closing Remarks

# FAR Part 4 Overview James Tsujimoto & Monica Taylor

### FAR Part 4 – Administrative and Information Matters

- Subparts reorganized to follow the acquisition process.
- Reduces SAM registration requirements.
  - Makes it easier for industry to navigate and register.
  - Reduces GSA costs to operate the system.
- Reduces 13 provisions and clauses down to 7.
- Restructures to follow one of two paths:
  - SAM Registration Required
  - No Registration Required

## FAR Part 4 – Change Summary (Non-Comprehensive)

#### What is New?

- Explicitly allowing digital signatures
- Streamlined language throughout
- Consolidated provisions and clauses
  - 6 provisions covering SAM registration now simplified to 2 provisions
  - 2 clauses related to SAM maintenance updated

### What was Moved?

- Part 40 Security-related subparts, provisions and clauses
- FAR Companion Recommendations and best practices for contract files
- Several subparts have moved within Part 4
  - Contract Reporting,
  - o PIV Card Return,
  - Service Contract Inventory,
  - Executive Compensation\*

### What was Removed?

- Subpart 4.2 Removed procedures on paper copy distributions
- Two provisions and clauses
  - 52.204-1, Approval of Contract
  - 52.204-22, Alternative Line Item Proposal

### FAR Part 4 – Administrative and Information Matters

### **FAR Companion**

- FC4.101 Contents of contract files. Contract files serve as the official repository for all documents related to an acquisition, ensuring regulatory compliance, supporting audit requirements and providing a complete administration record of acquisition activities from presolicitation through contract closeout. Contract files should be complete yet tailored to the specific acquisition. Each office with responsibilities for a contract should establish procedures to ensure timely filing of required documents and maintain appropriate cross-references between files when documents are maintained in different locations (e.g., different shared drives or electronic contract filing systems). ...
- FC4.308 Low-risk contract closeout. A large contract closeout backlog not only poses a significant burden to various acquisition and financial systems but also impedes an agency's ability to effectively manage its annual financial statement audit.

The quick-closeout procedure in FAR 42.507 provides relief for certain cost-type contracts involving indirect rates, but not for other contract types. To supplement this, at least one agency has promulgated rules to use low-risk closeout procedures for specific types of expired contracts to streamline the closeout process, reducing the backlog of open contracts with unliquidated funds or undelivered orders. Key aspects of low-risk closeout procedures included: ...

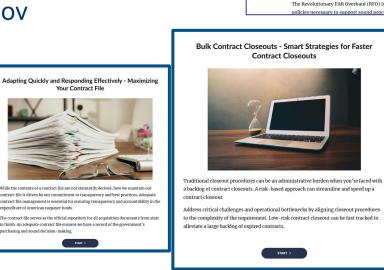


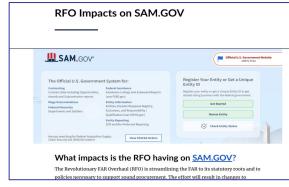


### FAR Part 4 – Administrative and Information Matters

### Practitioner Album

- Smart Accelerators
  - What, How, Impact, Use Cases, Resources, etc.
- RFO Impacts on SAM.gov





Track 4 of 5

#### **Practitioner Album Tracks**

### **FAR Part 4**

Change Summary V Line-Out **Smart Accelerators** RFO Impacts on SAM.gov **AWF CLPs & Community** 



Smart

Accelerators

Track 3 of 5



ontract file is driven by our commitment to transparency and best practices. Adequate

The contract file serves as the official repository for all acquisition documents from start to finish. An adequate contract file ensures we have a record of the government's purchasing and sound decision-making.

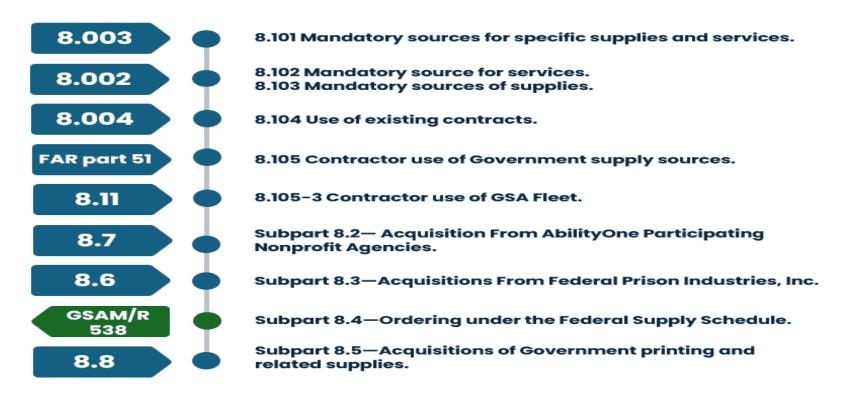
# FAR Part 4 – Q&A

# FAR Part 8 Overview Lanelle Walcott, Stephen Carroll & Monica Taylor

# FAR Part 8 – Required Sources of Supplies and Services Summary of Revolutionary Changes

- 1. Restructured framework
- 2. Permits contractors to use **Gov't Sources** as part of providing a solution to an agency requirement for <u>any</u> contract type
- 3. New tier of contract called "required use" (none currently designated)
- 4. Moves Federal Supply Schedule ordering procedures to the GSAR (discussed later)

# FAR Part 8 – Required Sources of Supplies and Services Restructured Framework



# FAR Part 8 – Required Sources of Supplies and Services Restructured Framework Cont'd

### Restructured Framework

- Subpart details presented in cadence with the acquisition lifecycle
  - Easy to Find & Where you Need It
- Removed: duplicative info, specific prescriptive instructions, outdated info
- Return to statutory foundation
- Streamlined appearance, ease of use



# FAR Part 8 – Required Sources of Supplies and Services Mandatory Sources

# 8.102 Mandatory source for services

- Priority of order unchanged
- AbilityOne Procurement List is mandatory, if available

**Exceptions** 

Required by law or mandated under 8.101

# 8.103 Mandatory sources of supplies

- Priority of order modified
  - AbilityOne remains 4th in priority
  - General Supplies & Services (GSS) \*removed\*

Exceptions

Required by law or mandated under 8.101

## FAR Part 8 – Required Sources of Supplies and Services

**Existing Contracts** 

Tier 4: "Required Use" Contracts "NEW" None Currently Designated

**Tier 3: Best-in-Class (BIC) Contracts** 

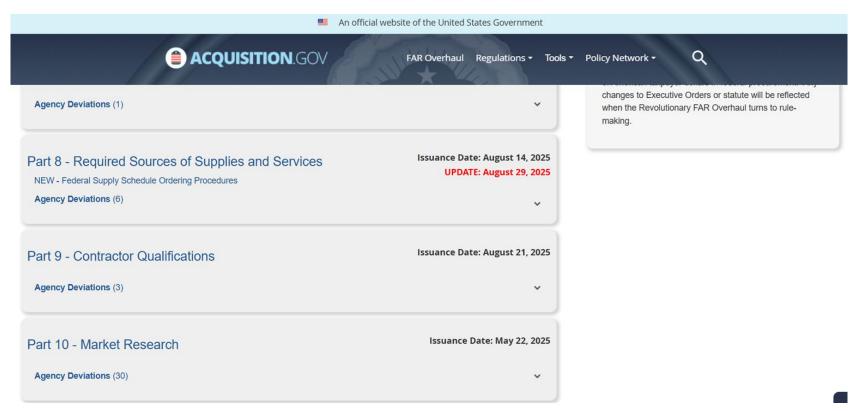
Tier 2: Multi-Agency GWACs, IDIQ

\*Tier 1 - Agency Managed; Data Analysis/Sharing Features

\*Tier 0 - Largely Decentralized

<sup>\*</sup>Agencies encouraged to move up tiers

# FAR Part 8 – Required Sources of Supplies and Services Correction



# FAR Part 8 – Required Sources of Supplies and Services AbilityOne Program

# FAR 8.2 AbilityOne Program

- Authorized under JWOD Act
- Procurement List (PL) for Services & Supplies
- Commission sets price, authorizes additions/deletions to PL

### ☑ FAR 8 Changes

- Introduced a "Required Use" Tier, Designations TBD
- AbilityOne prioritized before other commercial sources, if avail
- Ordering streamlined with lifecycle flow

### 🤝 Industry Impact

- Agencies must check PL first
- AB1 Waiver required to bypass
- Opportunities to partner with NPAs (Nonprofit Agencies)

## Key Takeaways

- Mandatory source unless waiver
- Supports federal socioeconomic goals
- Competitive advantage by teaming with AbilityOne partners

New location for the Federal Supply Schedule Ordering Procedures. How we streamlined the procedures. Key enhancements that will transform how we all work together.

- Streamlined ordering procedures for the Federal Supply Schedules are relocated from FAR part 8 to the General Services Acquisition Regulation (GSAR)
- RFO 8.401(b) instructs agencies to follow the ordering procedures established by GSA at GSAR 538.71
- The move:
  - Drives iterative modernization
  - Removes barriers
  - Balances efficiency with oversight

- Previous FAR 8.4 contained approx. 10,000 words. GSAR 538.71 is now closer to 2,400 words.
- This reduction:
  - Simplifies the ordering process
  - Enhances competition
  - Creates efficiencies
- The new procedures cut out unnecessary complexity and promotes a simpler, more innovative ordering process.

- Key enhancements introduced:
  - Emphases on innovation
  - Clarifies FAR part 15 process does not apply
  - Embraces "best value"
  - Clarifies FSS Contractor Team Arrangements (CTA) are authorized
  - Eliminates duplicative procedures based on SOWs
    - Maintains SOW concept, while including PWS, SOO
    - Procedures now organized by dollar thresholds
  - Eliminates restrictions on single-award BPAs over \$100M
  - Standardizes the process for obtaining items not priced on FSS contracts
  - Increases contractor access to Government Supply Sources

- Key features retained (but revised, simplified, or modernized):
  - Small business discretion
  - Seeking at least three quotes (above MPT)
  - Sole-source justification requirements
  - Items peculiar to one manufacturer
  - Disputes

## FAR Part 8 – Required Sources of Supplies and Services

### **FAR Companion**

- FC8.401 Periodic Table of Acquisition Innovations (PTAI) procedures for FAR part 8 RFQ streamlining.

  The PTAI provides targeted support for streamlining FAR part 8 ordering procedures by offering proven innovative approaches that agencies can adopt and adapt to their procurements. PTAI evaluation methodologies can be directly applied to Request for Quotation (RFQ) processes when placing orders under Federal Supply Schedule contracts or governmentwide acquisition contracts established by category management. ... Three flexible procedures that a contracting officer can use specific to the RFQ process are highlighted below. See the PTAI for additional information and additional approaches.
  - Phased down-select processes. Consider multi-phase evaluation processes that progressively narrow the competitive field through increasingly detailed assessments. ... This approach reduces the proposal preparation burden for industry while allowing agencies to focus evaluation resources on the most promising solutions. ...
- FC8.401(b) Contents of a brief explanation.

In accordance with the FSS ordering procedures, if an unsuccessful quoter requests information on an award within 3 days after the notification of contract award, provide a brief explanation of the award decision ... The brief explanation may include the following information:

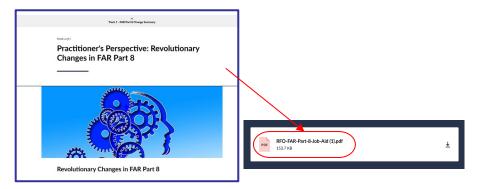
- The number of quotations received;
- The name of each quoter receiving an award;
- The total order price; and
- In general terms, the reason(s) the quoter's quotation was not selected, unless the price information shared readily reveals the reason. ...

### FAR Part 8 – Required Sources of Supplies and Services

### **Practitioner Album**

- Practitioner's Perspective & Job Aid
  - For example: Innovative RFQ Approaches (RFO GSAM 538.7102-2(a)) - Agencies are encouraged to utilize innovative Request for Quotation (RFQ) practices found on

the Periodic Table of Acquisition Innovations.



What is the Periodic Table of Acquisition Innovations?

What is the Periodic Table of Acquisition Innovations?

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**Practitioner Album Tracks** 

Change Summaries Line-Outs (8, 38, 51)

Practitioner's Perspective Smart Accelerators

**AWF CLPs & Community** 

**FAR Part 8** 

Track 2 of 7

Track 6 of 7

# FAR Part 8 – Q&A

### FAR Part 38 & FAR Part 51

- FAR Part 38, Federal Supply Schedule Contracting
  - Removed in its entirety.
  - Guidance & procedures for Schedule program moved to GSAR Part 538.
- FAR Part 51, Use of Government Sources By Contractors
  - Removed in its entirety.
  - All statutory text & essential text retained to support sound procurement moved to FAR Part 8.

# FAR Part 12 Overview Christopher Hardcastle & Monica Taylor

### FAR Part 12 – Acquisition of Commercial Products & Commercial Services

- Overhauled FAR 12 now contains stand alone procedures
  - Simplified procedures for commercial actions up to \$7.5M (previously FAR 13)
  - Supports commercial procedures for construction requirements
  - Maintains preference for fixed-price commercial contracts

### FAR Part 12 – Acquisition of Commercial Products & Commercial Services

- ~30% reduction in the total number of commercial provisions & clauses
  - Fewer reporting requirements
  - Fewer clauses that flow down to subcontractors
  - Eliminates legacy provision 52.212-3 and legacy clause 52.212-

## FAR Part 12 – Change Summary

#### **Evaluation Procedures**

## RFQ/quote emphasis

- comparative evaluation encouraged
- no scoring/rating requirements
- broad discretion allowed for evaluation schemes

## Timely Quote / Offer Submission

- RFO 52.212-1
  - Allows the government to consider "late" offers / quotes
  - Must be received prior to award, and subject to CO determination

#### **Postaward Notification**

- For simplified actions, a brief explanation will be provided upon request
  - Will include information contained in an award notice

### FAR Part 12 – Acquisition of Commercial Products & Commercial Services

### **FAR Companion**

FC12.000, 2.101 Understanding commercial products and services.

When evaluating whether a product qualifies as commercial, acquisition professionals can focus on the extent of modifications required to meet government needs. The critical distinction lies between minor modifications and major customization.

- Minor modifications to products typically qualify as commercial when changes don't significantly alter how the item normally functions or its essential characteristics outside of government use.
- Major customization to products typically eliminates commercial status when substantial changes fundamentally alter core functionality or essential characteristics.
- Scope and value considerations include evaluating modifications relative to the overall product. Dollar amounts and percentages can serve as helpful guides, though they're not the only determining factors.
- For services, consider examining whether pricing reflects true commercial practices by checking if prices represent genuine market rates—those established through normal business transactions between willing buyers and sellers, supported by competition or independent sources—rather than just the vendor's claims.

The objective is to ensure that what the government is buying truly reflects what's available in the commercial marketplace under similar terms and conditions.

Periodic Table of Acquisition Innovations Modular acquisition strategies

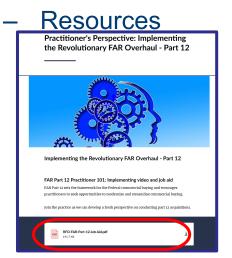
*BPAs* 

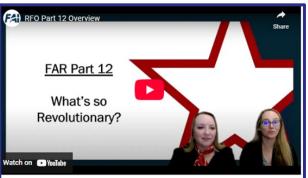
Strategic management of award notice, debriefing, and protest window.

### FAR Part 12 – Acquisition of Commercial Products & Commercial Services

### **Practitioner Album**

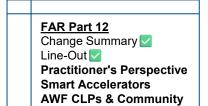
- Practitioner's Perspective Video and Job Aid
- Commercial Buying
  - Smart Accelerators





**One-stop** shop for all commercial simplified procedures!

Track 3 of 5



**Practitioner Album Tracks** 



Track 4 of 5

# **FAR Part 12 – Q&A**

# FAR Part 40 Overview Kevin Funk & Monica Taylor

- Consolidates prohibitions in multiple FAR Parts to single "do not buy" list.
- Simplified: reorganized into three key subparts:
  - Subpart 40.1 Processing Supply Chain Risk Information (previously reserved)
  - Subpart 40.2 Security Prohibitions and Exclusions ("do not buy" list)
  - Subpart 40.3 Safeguarding Information (previously reserved)
    - Classified Information
    - Federal contract information
- Facilitates integration of new national security prohibitions
  - Such as semiconductor prohibition in FY 2023 National Defense
     Authorization Act (in the future, FAR Council will add prohibition to FAR 40)

#### Removed

Streamlined by removing redundancies, and improving clarity

## **Consolidated Requirements**

- Moved security requirements previously found at:
  - FAR subparts 4.4, 4.19 through 4.23
  - FAR subpart 25.7
- 14 separate provisions and clauses have been merged into 4

## **Standardized Requirements Across Prohibitions**

- Reasonable inquiry standard
- Reporting elements and timeframe

## FAR Part 40 – Change Summary

### Consolidates Requirements

- Consolidates prohibitions to single "do not buy" list
- Reorganized into three key subparts
- Facilitates integration of new national security prohibitions

## Standardizes Security Across Prohibitions

- Reasonable inquiry standard
- Reporting elements
- Reporting timeframe

Improves National Security

- Improved implementation
  - Simplified guidance
  - Standardized requirements
- Improved reporting
  - Validation time
  - Standardized elements

## **FAR Companion**

FC40.1 Integrate security throughout the acquisition lifecycle.

...

A cross-functional acquisition team composition, with roles such as those detailed in the table, ensures comprehensive security expertise throughout the acquisition lifecycle for protecting sensitive information and implementing security prohibitions and exclusions. ...



Role/Position	Subject Matter Expertise	Key Contributions
Chief Information Security Officers (CISOs) or Representatives	Cybersecurity	Bring cybersecurity expertise to requirement development and proposal evaluation
Supply Chain Specialists	Logistics and Industrial Security	Offer insights on manufacturing risks and component authenticity verification methods
Legal Counsel	Regulations, Export Controls, Foreign Ownership	Help navigate complex regulatory landscapes with expertise in export controls and foreign ownership restrictions
End Users	Operations	Contribute practical perspectives on security usability
IT Technical Evaluators	Hardware Engineering	Assess hardware tampering vulnerabilities
Program Managers	Program Portfolio	Help ensure interoperability with existing security architecture

#### **Practitioner Album**

- Smart Accelerators
  - Integrating Information for Security and Supply Chain Security throughout the Acquisition Lifecycle
  - Resources



#### **Practitioner Album Tracks**

FAR Part 40
Change Summary ✓
Line-Out ✓
Smart Accelerators
AWF CLPs & Community



Track 3 of 4

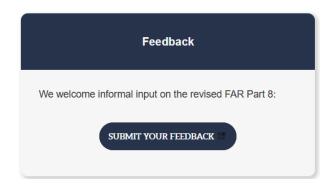
Track 3 of 4

## **FAR Part 40 – Q&A**

# Updates & Summary Jeff Koses

## Listening to your feedback

 45 day feedback period per deviation - on the RFO Page on Acquisition.gov.



- Executive Summary and raw comments shared with FAR Council and OFPP.
- Key Feedback Themes:
  - Missing or incorrect citations
  - Restore deleted text
  - Concerns about small business

### Small business issues

- Concerns of negative impact.
- Reducing duplication doesn't remove requirements.
- Beneficial changes.
- FAR Council working with SBA on FAR Part 19.

## Workforce and industry readiness

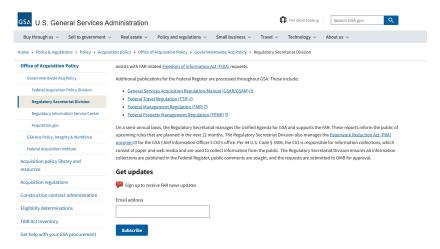
- Changes at an unprecedented pace.
- Resources, information, and guidance all posted on Acquisition.gov.
- GSA training its workforce.
- FAI DAU partnership.
- Industry communications.

#### An official website of the United States government Here's how you know v U.S. General Services Administration Per diem lookup Search GSA.gov Buy through us V Sell to government V Real estate V Policy and regulations V Small business V Travel V Technology V About us V Home > About us > Organization > Office of Government-wide Policy > Office of the Procurement Ombudsman Office of the Procurement Ombudsman Organization Stav in touch Overview Share your email address ☑ if you want to receive occasional email updates from us. Office of the Administrator Leadership directory Who we serve Federal Acquisition Service Contractors, prospective contractors, and individuals with concerns about GSA procurement actions, policies and practices. Public Buildings Service What we do Office of the Chief Information Officer The Office of the Procurement Ombudsman (OPO) provides an informal forum for vendors and industry associations who do business with GSA to Office of Government-wide Policy voice their concerns with our acquisition programs, policies and practices. We collaborate with internal and external stakeholders to resolve differences and reduce the likelihood of formal disputes, protests and lawsuits. The ombudsman functions as an impartial and critical entity that

FAR News for all things Acquisition.gov.

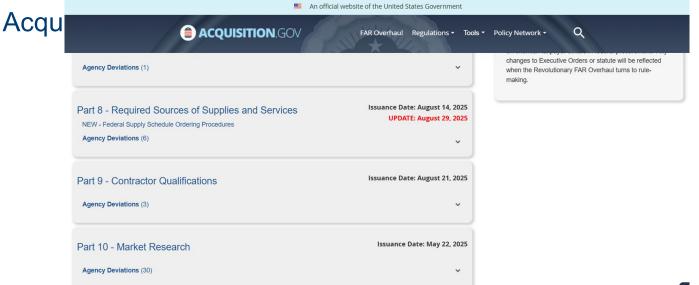
### Subscribe to our newsletters

"Stay in touch" on the <u>GSA Ombudsman</u> webpage.



## Future updates

- Goal keep supplemental deviations to a minimum.
- Some updates will be necessary.
- Will carry the tag UPDATE: [Date] in the RFO page



## Next steps

- EO 14275 gave the FAR Council 180 days to update the FAR through deviation.
- Assess, evaluate, and continue testing.
- Begin the rule-making process.

# Closing Remarks Michael Thompson

