



3/3/2022

GSA Office of Governmentwide Policy

Class Deviation CD-2022-01

MEMORANDUM FOR GSA CONTRACTING ACTIVITIES

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Jeffrey A. Koses
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FROM: JEFFREY A. KOSES
SENIOR PROCUREMENT EXECUTIVE
OFFICE OF ACQUISITION POLICY (MV)

SUBJECT: FAR and GSAM Class Deviation, Requirements for
Nonavailability Determinations Under Buy American Statutes

1. Purpose.

This memorandum approves a class deviation to the Federal Acquisition Regulation (FAR) and General Services Acquisition Manual (GSAM) to implement a standard process for establishing nonavailability waivers under Buy American Statutes including: (1) public posting and review by the general public, and (2) review and approval by the Made in America Office within the Office of Management and Budget (OMB).

2. Background.

On January 25, 2021, the President issued [Executive Order \(E.O.\) 14005 “Ensuring the Future Is Made in All of America by All of America’s Workers”](#) (the “E.O.”). Among its objectives, the E.O. prescribes that executive agencies are to standardize and streamline the process for nonavailability waivers from the Buy American Act (BAA) or other “Made in America” laws.

On June 11, 2021, OMB issued guidance¹ to implement the E.O. and on November 16, 2021 the Civilian Agency Acquisition Council (CAAC) provided updated text² in the Federal Acquisition Regulations to implement the E.O. and the OMB guidance.

Going forward, nonavailability waiver requests will be centrally managed by the Made in America Office of OMB. The goal is for potential US sellers to see nonavailability

¹ See [OMB Memo M-21-26](#).

² See CAAC Letter 2022-01, which serves as consultation with the CAAC Chair to authorize agencies to issue their own class deviations and help ensure that all agencies use the same standards and approach.

waivers to recognize gaps in the market and enter these markets thus restoring domestic production, and reducing the need for any future waivers from BAA.

This deviation establishes a standard process for GSA contracting activities for publicly publishing nonavailability waivers, and getting review and approval within GSA and by the Made in America Office of OMB.

GSA typically fulfills a large portion of its requirements by placing orders off of existing Federal Supply Schedules, Governmentwide Acquisition Contracts (GWACs), and its own Multi-Agency Contracts (MACs). Each of these contract vehicles are typically subject to the Trade Agreements Act (TAA) rather than BAA³. However, for contracts (including construction contracts) covered by the BAA, the guidance in this class deviation is fully applicable.

Therefore, nonavailability determinations under BAA will be very rare. This deviation ensures GSA's acquisition policy is current to provide the workforce with the new process for those rare occasions.

3. Applicability.

This class deviation applies to all GSA contracting activities (including construction contracts) from the date of this deviation forward.

4. Authority.

This class deviation is issued under the authority of FAR 1.404 and General Services Administration Acquisition Manual (GSAM) 501.404. This class deviation is issued following consultation with the Chair of the Civilian Agency Acquisition Council (CAAC) in accordance with FAR 1.404(a) and GSAM 501.404(a).

5. Deviation.

See Attachment A for the changes in FAR text as revised by this deviation, sections listed below:

- a. Amending FAR 25.103(b)
- b. Amending FAR 25.202(a)(2)
- c. Amending FAR 25.502(b)(3)
- d. Amending FAR 25.1101(a)(1)

³ See the [Buy American Act & Trade Agreements Acts Acquisition Portal Page](#) for more information about the various "Made in America" laws and how they apply to GSA acquisitions.

See Attachment B for the changes in GSAM text as revised by this deviation, sections listed below:

- a. Amending GSAM 525.103(a) and (b)
- b. Amending GSAM 525.202(b)

6. Effective Date.

This deviation is effective immediately and remains in effect until rescinded or incorporated into the FAR or GSAM.

7. Training

The Federal Acquisition Institute (FAI) developed new training for the acquisition workforce on this topic. FAC-094 Improving Transparency in the Federal Marketplace: Digital Nonavailability Waivers is a 30 minute, web-based training worth 0.5 CLP. This course introduces the new digital waiver process for proposed nonavailability waivers under the BAA and the role the new Made in America Office has in that process.

In addition, two of FAI's online courses, FAC 063 Buy American statute and FAC 057 COR Refresher, have recently been updated and published. Register through FAI CSOD to ensure you stay aware of all the latest changes to policies and procedures. You can earn 2 CLPs for each of these courses.

8. Point of Contact.

Any questions regarding this deviation may be directed to Bryon Boyer, GSA Acquisition Policy Division, at GSARPolicy@gsa.gov.

Attachments	Attachment A – FAR Deviation Text
	Attachment B – GSAM Deviation Text
	Attachment C – CAAC Letter 2022-01

**Class Deviation CD-2022-01
Attachment A**

FAR Text, Line-In/Line-Out

FAR Baseline: FAC 2022-04 effective 01/30/2022

- Additions to baseline made by proposed rule are indicated by **[bold text in brackets]**
- Deletions to baseline made by proposed rule are indicated by ~~strikethroughs~~
- Five asterisks (* * * * *) indicate that there are no revisions between the preceding part and/or subpart, and following section
- Three asterisks (* * *) indicate that there are no revisions between the material shown within a section or subsection

PART 25—FOREIGN ACQUISITION

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Subpart 25.1—Buy American—Supplies

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25.103 Exceptions.

When one of the following exceptions applies, the contracting officer may acquire a foreign end product without regard to the restrictions of the Buy American statute:

* * * * *

(b) *Nonavailability.* The Buy American statute does not apply with respect to articles, materials, or supplies if articles, materials, or supplies of the class or kind to be acquired, either as end items or components, are not mined, produced, or manufactured in the United States in sufficient and reasonably available commercial quantities and of a satisfactory quality.

(1) Class **[nonavailability]** determinations. * * * * *

(2) Individual **[nonavailability waiver]** determinations.

(i) The head of the contracting activity **[shall first]** ~~may~~ make a determination that an article, material, or supply is not mined, produced, or manufactured in the United States in sufficient and reasonably available commercial quantities of a satisfactory quality **[(i.e., individual nonavailability waiver determinations) in accordance with agency procedures. Prior to award, the agency shall comply with the procedures in paragraph (b)(2)(iii) of this section].**

(ii) If the contracting officer considers that the nonavailability of an article is likely to affect future acquisitions, the contracting officer may submit a copy of the determination and supporting documentation to the appropriate council identified

in 1.201-1, in accordance with agency procedures, for possible addition to the list in 25.104.

[(iii) Pursuant to the policy in OMB Memorandum “Improving the Transparency of Made in America Waivers,” dated October 26, 2021, contracting officers shall post a proposed individual nonavailability waiver determination to MadeinAmerica.gov via SAM.gov for review, unless an exception applies. The contracting officer shall not make an award until the contracting officer has received confirmation that the Office of Management and Budget’s Made in America Office (MIAO) has completed its review of the proposed nonavailability waiver determination; MIAO has waived the requirement for a review; or an exception to posting the proposed nonavailability waiver determination applies. The agency shall make the final determination on whether to grant a waiver.

(A) Contracting officers shall post a proposed individual nonavailability waiver determination to MadeinAmerica.gov via SAM.gov and input the required information into a digital waiver. The digital waiver requires the standardized nonavailability waiver determination information listed in the Attachment to Office of Management and Budget (OMB) Memorandum M-21-26, dated June 11, 2021 and additional information, such as the proposed duration of the nonavailability waiver determination and whether the waiver determination is for an indefinite-delivery type contract (i.e., a “multi-procurement waiver” in the digital form) or for a contract that is not an indefinite-delivery type contract (i.e., an “individual waiver” in the digital form), as implemented through the Made in America Digital Waiver Portal User Guide accessible via SAM.gov.

(B) Unless waived, all proposed nonavailability waiver determination information posted using the digital waiver will be reviewed by MIAO. Certain information from the nonavailability waiver determination will be available to the public at MadeinAmerica.gov immediately upon posting of the proposed waiver and prior to review by MIAO. The digital waiver and the user guide identify for the contracting officer those fields that will be made public and those fields that are for government use only (not public). Contracting officers shall not enter source selection information (see 2.101 and 3.104) in any field. Contracting officers must not enter in the public fields any information that cannot be made public.

(C) MIAO plans to complete the majority of nonavailability waiver determination reviews within 3-7 business days, but not more

than 15 business days from submission to OMB. Waivers involving certain small dollar transactions (e.g., over the micro-purchase threshold but less than \$25,000), will generally be reviewed by MIAO rapidly, but waivers for larger and more complex acquisitions, or waivers implicating critical supply chains, may take the full 15 business days. Contracting officers should consider the timeframes above for acquisition planning.

(D) Contracting officers are not required to post proposed individual nonavailability waiver determinations to MadeinAmerica.gov via SAM.gov prior to waiver determination issuance when –

(1) The acquisition is conducted under reduced competition due to urgency (see FAR 6.302-2 and 13.106-1(b)) or where the agency is obligated by law to act more quickly than the review procedures established in this section allow. In these instances, contracting officers shall report such waivers using information found in the digital waiver portal accessed via SAM.gov within 30 days of award. MIAO will make relevant information available to the public on MadeinAmerica.gov but will not make a determination on such waivers; or

(2) The acquisition is for products that have been determined to be nonavailable on a class basis and are listed in 25.104.]

~~(3) A written determination is not required if all of the following conditions are present:~~

~~(i) The acquisition was conducted through use of full and open competition.~~

~~(ii) The acquisition was synopsised in accordance with 5.201.~~

~~(iii) No offer for a domestic end product was received.~~

* * * * *

Subpart 25.2 - Buy American-Construction Materials

* * * * *

25.202 Exceptions.

(a) When one of the following exceptions applies, the contracting officer may allow the contractor to acquire foreign construction materials without regard to the restrictions of the Buy American statute:

(1) * * *

(2) Nonavailability. The head of the contracting activity may determine that a particular construction material is not mined, produced, or manufactured in the United

States in sufficient and reasonably available commercial quantities of a satisfactory quality. The **[nonavailability waiver]** determinations of the articles listed at 25.104(a) and the procedures at 25.103(b)(4) also apply if any of those articles are acquired as construction materials.

* * * * *

Subpart 25.5 - Evaluating Foreign Offers-Supply Contracts

* * * * *

25.502 Application.

(a) * * *

(b) For acquisitions covered by the WTO GPA (see subpart 25.4)-

(1) * * *

(2) * * *

(3) If there were no offers of U.S.-made or designated country end products, make a nonavailability **[waiver]** determination (see **[procedures at]** 25.103(b)(2)) and award on the low offer (see 25.403(c)).

(c) For acquisitions not covered by the WTO GPA, but subject to the Buy American statute (an FTA or the Israeli Trade Act also may apply), the following applies:

(1) If the low offer is a domestic offer or an eligible offer under an FTA or the Israeli Trade Act, award on that offer.

(2) If the low offer is a noneligible offer and there were no domestic offers (see **[procedures at]** 25.103(b)(3)), award on the low offer. * * *

* * * * *

Subpart 25.11 - Solicitation Provisions and Contract Clauses

25.1101 Acquisition of supplies.

The following provisions and clauses apply to the acquisition of supplies and the acquisition of services involving the furnishing of supplies.

(a) (1) Insert the clause at 52.225-1, Buy American-Supplies, in solicitations and contracts with a value exceeding the micro-purchase threshold but not exceeding \$25,000; and in solicitations and contracts with a value exceeding \$25,000, if none of the clauses prescribed in paragraphs (b) and (c) of this section apply, except if-

(i) The solicitation is restricted to domestic end products in accordance with subpart 6.3;

(ii) The acquisition is for supplies for use within the United States and an exception to the Buy American statute applies (e.g., ~~nonavailability~~, public interest, or information technology that is a commercial item)**[, other than individual nonavailability waiver determinations (see 25.103(b)(2))];** or

(iii) The acquisition is for supplies for use outside the United States.

(2) Insert the provision at 52.225-2, Buy American Certificate, in solicitations containing the clause at 52.225-1.

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**Class Deviation CD-2022-01
Attachment B**

GSAM Text, Line-In/Line-Out

GSAM Baseline: Change 149 effective 02/24/2022

- Additions to baseline made by proposed rule are indicated by **[bold text in brackets]**
- Deletions to baseline made by proposed rule are indicated by ~~strikethroughs~~
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PART 525 - FOREIGN ACQUISITION

* * * * *

Subpart 525.1 - Buy American Act—Supplies

525.103 Exceptions.

(a) Public Interest.

(1) Only the head of the agency may make the determination required by FAR 25.103(a). The head of the agency may not redelegate this authority.

(2) The determination must consider the cost advantages of any foreign sourced steel, iron, or manufactured goods.

(b) Nonavailability.

(1) Class **[Nonavailability]** Determinations. FAR 25.103(b)(1)(i) does not allow for class determinations to be made at the agency level[.]

(2) Class **[Nonavailability]** Determinations— *Notice of Availability*. Regarding FAR 25.103(b)(1)(iii)(C), documentation supporting removal of an item from the list of ~~N~~**[n]**onavailable ~~A~~**[a]**rticles at FAR 25.104 should be submitted by the contracting officer to the Senior Procurement Executive (SPE) **[for review via email at spe.request@gsa.gov]** ~~in the Office of the Chief Acquisition Officer~~. The SPE will determine whether the documentation should be forwarded to the Civilian Agency Acquisition Council (CAAC).

(3) *Individual [Nonavailability] Determinations*. **[In accordance with FAR 25.103(b)(2)(iii), before the contracting officer may submit any proposed individual nonavailability determination waiver to OMB for publication, review and approval, the contracting officer must first submit the proposed waiver to the HCA to make the determination required by FAR 25.103(b)(2)(i).]**Only the HCA may make the determination required by FAR 25.103(b)(2)(i). The HCA may not

redelegate this authority. **[After the HCA makes such a determination, the contracting officer may proceed with submission of the proposed waiver. HCAs shall send a copy of any approved individual nonavailability determinations to the SPE via email at spe.request@gsa.gov.]**

(4) *Individual [Nonavailability] Determinations—Notice of Nonavailability.*

Regarding when the contracting officer considers that nonavailability of an item will affect future acquisitions (see FAR 25.103(b)(2)(ii)), documentation supporting the addition of articles to the list of Nonavailable Articles at FAR 25.104 should be submitted by the contracting officer to the SPE. The SPE will determine whether the documentation should be forwarded to the CAAC.

Subpart 525.2 - Buy American Act—Construction Materials

525.202 Exceptions.

(a) *Public Interest.*

(1) Only the head of the agency may make the determination required by FAR 25.202(a)(1). The head of the agency may not redelegate this authority.

(2) The determination described in FAR 25.202(b) must consider the cost advantages of any foreign sourced steel, iron, or manufactured goods.

(b) *Nonavailability.*

[(1) *Class Nonavailability Determinations.* Any proposed class nonavailability determination shall be submitted to the SPE for review and approval via email at spe.request@gsa.gov.

(2) *Individual Nonavailability Determinations.* In accordance with FAR 25.202(a) (which utilizes the procedures at FAR 25.103(b)(2)(iii)), before the contracting officer may submit any proposed individual nonavailability determination waiver to OMB for publication, review and approval, the contracting officer must first submit the proposed waiver to the HCA to make the determination required by FAR 25.202(a)(2).] Only the HCA may make the determination required by FAR 25.202(a)(2). The HCA may not redelegate this authority. **[After the HCA makes such a determination, the contracting officer may proceed with submission of the proposed waiver. HCAs shall send a copy of any approved nonavailability determinations to the SPE via email at spe.request@gsa.gov.]**

**Class Deviation CD-2022-01
Attachment C**

CAAC Letter 2022-01



GSA Office of Governmentwide Policy

November 16, 2021

CAAC Letter 2022-01

MEMORANDUM FOR CIVILIAN AGENCIES

FROM: WILLIAM CLARK, CHAIR
WILLIAM CLARK, Digitally signed by WILLIAM CLARK

Date: 2021.11.16.10:28:29 -0500

CIVILIAN AGENCY ACQUISITION COUNCIL (CAAC)

REGARDING: Buy American SUBJECT: Class Deviation From the Federal Acquisition Regulation (FAR) Requirements for Nonavailability Determinations Under the Buy American Statute

FAR 1.404, titled "Improving the Made in America" and the Office of

This CAAC Letter is being issued to serve as consultation in accordance with authorizing agencies to issue a class deviation to implement the Memorandum the Transparency of Made in America Waivers, dated October 26, 2021, by the America Office (MIAO) within the Office of Management and Budget (OMB) and Federal Procurement Policy (OFPP).

describes specific Buy American (BOA), with regards to the existing written statute in the FAR as Memorandum M-Guidance for Waivers from BOA, dated 11/16/21, and BOA strategic waiver BOA (2021).

The memorandum issued jointly by the MIAO and OFPP (MIAO memo) provides guidance to agencies on the use of a new dedicated portal (Made in America.gov) to waivers under the Buy American statute. Note: the MIAO memo refers to the "determinations" of the nonavailability exception under the Buy American statute as "Made in America waivers." The MIAO memo builds on the guidance in OMB 21-26, Increasing Opportunities for Domestic Sourcing and Reducing the Need for Buy American Waivers, dated 11/16/21, OFPP 11-10, Memo, dated 11/16/21, and BOA management steps to help agencies prepare for and support a central BOA (2021).

to posting of individual BOA in statute for agencies. Those agencies subject to the Chief of Procurement for those agencies. Agencies should be aware of their internal protocols as

The MIAO memo prescribes certain requirements pertaining to nonavailability waiver determinations under the Buy American statute. Requirements become effective on **November 16, 2021**, for agencies subject to the Financial Officers Act¹ and on January 1, 2022, for all other agencies. Agencies should be aware that page 3 of the MIAO memo also includes instructions that they pertain to nonavailability waiver determinations.

¹ 31 U.S.C. 901.

The posting requirements in the MIAO memo are not reflected in the FAR's coverage at 25.103(b)(2) of individual nonavailability waiver determinations under the Buy American statute. Further, the FAR coverage at 25.103(b)(3) will need to be conformed to the requirements prescribed in the MIAO memo. While the Federal Acquisition Regulatory Council (FAR Council) works on updating the FAR to reflect the requirements of the MIAO memo, the FAR Council is required by the MIAO memo to "provide appropriate policy direction to acquisition offices...to promote consistent application of the guidance" in the MIAO memo. The FAR Council issued a memo² dated November 15, 2021 to provide such direction.

The attached deviation to the FAR Text at FAR 25.103(b) and other conforming changes throughout FAR Part 25 is provided, consistent with the MIAO memo and the FAR Council memo.

This CAAC letter constitutes consultation with the Chair of the CAAC required by FAR 1.404(a)(1). Agencies that adopt the attached FAR text language without change in their deviations will be presumed to have consulted with the Chair of the Civilian Agency Acquisition Council (CAAC) required by FAR 1.404(a)(1). However, if an agency intends to use FAR text different than the deviated FAR text provided, the agency must consult with the CAAC Chair, William Clark, who will consult with OFPP and MIAO to ensure consistency with Administration policy. Any such request must be emailed to william.clark@nsa.gov.

~~Once processed, agencies are requested to share the deviation widely among their workforces to ensure full awareness of and compliance with the MIAO memo. It is recommended that the deviation be made effective until the FAR is amended. The FAR Council intends to open a new case to implement the changes to the waiver process.~~

Agencies are reminded that FAR 1.404 requires agencies to furnish a copy of each approved class deviation to the GSA Regulatory Secretariat. Agencies must email the deviation to GSARegSec@gsa.gov. Please include whether or not the document can be posted on acquisition.gov.

If you have any questions or require additional information about this Letter, please contact Mahruba Uddowla on (703) 605-2868 or at mahruba.uddowla@gsa.gov.

Attachment

n-EO-14005-MIA-

² <https://www.whitehouse.gov/wp-content/uploads/2021/11/FAR-Council-Memo-c-Deviation.pdf>