



National Aeronautics and
Space Administration
Washington, DC 20546

Procurement Class Deviation

PCD 25-05A

June 26, 2025

CLASS DEVIATION FROM NASA FAR SUPPLEMENT (NFS) PART 1834 TO IMPLEMENT THE REVOLUTIONARY FAR OVERHAUL (RFO) (NASA Case 2025-N006)

PURPOSE: To provide a Class Deviation from NFS 1834 for consistency with the RFO revisions to FAR Part 34 Major System Acquisition.

BACKGROUND: On April 15, 2025, the Executive Order (E.O.) 14275, "[Restoring Common Sense to Federal Procurement](#)" was signed. Section 2 of the E.O. establishes the policy that the FAR "should only contain provisions required by statute or essential to sound procurement, and any FAR provisions that do not advance these objectives should be removed." To implement E.O. 14275, the Office of Federal Procurement Policy (OFPP) is leading the **Revolutionary FAR Overhaul (RFO)** initiative. This effort is supported by the Federal Acquisition Regulatory Council (the Council) member agencies—which includes GSA, DOD, NASA, along with other agencies. In line with the E.O., the initiative aims to eliminate unnecessary regulations and policies across all levels of the federal government.

The Office of Management and Budget (OMB) memorandum, M-25-25 issued on May 2, 2025, titled, Overhauling the Federal Acquisition Regulation, provided additional guidance to federal agencies regarding the FAR overhaul.

Streamlining Agency Acquisition Supplements. Agencies must streamline their FAR supplements by removing regulations not based on statute or executive orders and aligning with the FAR Council's deviation guidance. Supporting policies must also be updated to reflect these changes. This approach ensures the NASA FAR Supplement (NFS) remains consistent with the streamlined FAR.

FAR Buying Guides and NFS Companion Guide (CG) (coming soon). As the FAR and the NFS are streamlined, helpful non-regulatory content will be moved to new FAR Buying Guides and NFS CG. These guides are intended to offer practical instructions and best practices for implementing effective contracting methods.

RFO Part 34 Major Systems Acquisitions describes acquisition policies and procedures for acquiring major systems and the use of an Earned Value Management system in major acquisitions. Burdensome, duplicative, or outdated language and language not required by

statute have been removed from FAR Part 34. This plain language version of FAR Part 34 was issued by [PCD 25-05](#) and shall be adhered to.

To align with the RFO FAR Part 34, the NFS 1834 Major Systems Acquisitions, is revised to remove non-statutory and outdated language. This deviation implements the revised NFS Part 1834.

GUIDANCE:

Contracting officers shall follow the NFS Part 1834 deviated text enclosed within this deviation.

ACTION REQUIRED BY CONTRACTING OFFICERS: Effectively immediately, ensure that new contract actions issued on or after the effective date complies with the policy in the PCD.

EFFECTIVE DATE: This PCD is effective as dated and shall remain in effect until implemented in the FAR and NFS or otherwise rescinded.

PROVISION AND CLAUSE CHANGES: This deviation incorporates changes to NFS provision 1852.234-1 Notice of Earned Value Management System and NFS clause 1852.234-2, Earned Value Management System.

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Enclosure

Changes in the NFS Deviation text below are identified as follows:
Deletions shown as ~~strike throughs~~; and additions are shown as **[bold in brackets]**.

PART 1834
MAJOR SYSTEM ACQUISITION
(*September 2015*)

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PART 1834
MAJOR SYSTEM ACQUISITION

~~1834.003~~ Responsibilities.

(a) ~~NASA's implementation of OMB Circular No. A-109, Major Systems Acquisition, and FAR Part 34 is contained in this Part and in NASA Policy Directive (NPD) 7120.4 "NASA Engineering and Program/Project Management Policy" and NASA Procedural Requirement (NPR) 7120.5 "NASA Space Flight Program and Project Management Requirements".~~

Subpart 1834.2—Earned Value Management System

See PIC 23-02 for further guidance.

1834.201 Policy.

See PCD 15-05 for further guidance.

(a) ~~NASA requires use of an Earned Value Management System (EVMS) on contracts for development or production work, including development or production work for flight and ground support systems and components, prototypes, and institutional investments (facilities, IT infrastructure, etc.) as specified below:~~

(1) ~~For cost or fixed price incentive contracts and subcontracts valued at \$50 Million or more the contractor shall have an EVMS that has been determined by the cognizant Federal agency to be in compliance with the guidelines in the American National Standards Institute/Electronic Industries Alliance Standard 748, Earned Value Management Systems (ANSI/EIA-748).~~

(2) For cost or fixed price incentive contracts and subcontracts valued at \$20 Million or more but less than \$50 Million, the contractor shall have an EVMS that complies with the guidelines in ANSI/EIA 748, as determined by the cognizant Contracting Officer.

(3) For cost or fixed price incentive contracts and subcontracts valued at less than \$20 Million the application of Earned Value Management (EVM) is optional and is a risk based decision at the discretion of the program/project manager.

(b) Requiring EVM for firm fixed price (FFP) contracts and subcontracts of any dollar value is discouraged; however, an Integrated Master Schedule (IMS) and adequate reporting shall be required to plan and track schedule performance for development or production contracts valued at \$20 Million or more. In addition, for FFP contracts that are part of a program/project of \$50 Million or more, the contracting officer shall collaborate with the government's program/project manager to ensure the appropriate data can be obtained or generated to fulfill program management needs and comply with NASA Procedural Requirements (NPR) 7120.5.

(c) An EVMS is not required on non developmental contracts for engineering support services, steady state operations, basic and applied research, and routine services such as janitorial services or grounds maintenance services.

(d) Contracting officers shall request the assistance of the cognizant Defense Contract Management Agency (DCMA) office and the applicable NASA Center EVM Focal Point (<http://evm.nasa.gov/council.html>) in determining the adequacy of proposed EVMS plans and procedures and system compliance.

(e) Notwithstanding the EVMS requirements above, if an offeror proposes to use a system that has not been determined to be in compliance with the ANSI/EIA Standard 748, Earned Value Management Systems, the offeror shall submit a comprehensive plan for compliance with these EVMS standards, as specified in [1852.234-1](#), Notice of Earned Value Management System. Offerors shall not be eliminated from consideration for contract award because they do not have an EVMS that complies with these standards.

[b](f) As a minimum, and in accordance with NPD 7120.5, requirements initiators [The requiring organization must] ensure that [Earned Value Management System] [EVMS] monthly[reporting] reports [requirements] are included as a deliverable in the acquisition package provided to the procurement office for implementation into contracts where EVMS applies. Additionally, the acquisition package shall include a Contract Performance Report (CPR), IMS and a Work Breakdown Structure (WBS) and the appropriate data requirements descriptions (DRDs) for implementation into the contract.

1834.202 Integrated baseline reviews.

(d) Use of pre-award IBRs is limited to the second or subsequent phases of a phased acquisition (see [1817.70](#)). When a pre-award IBR is contemplated, the contracting officer shall include the instructions with respect to the schedule and conduct of the IBR in the proposal request.

1834.203 Solicitation provisions and contract clause.

The FAR EVMS solicitation provisions and contract clause are not used in NASA contracts. See [1834.203-70](#) for the NASA EVMS solicitation provision and contract clause.

See PCD 15-05 for further guidance.

1834.203-70 NASA solicitation provision and contract clause.

See PCD 15-05 for further guidance.

Except for firm fixed price contracts and the contracts identified in 1834.201(e), the contracting officer shall [must] insert—

- (a) The provision at 1852.234-1, Notice of Earned Value Management System, in solicitations for contracts[,subcontracts, and task orders that] for—
 - (1) Development or production, including flight and ground support projects, and institutional projects (facility, IT investment, etc.), with a value exceeding [are Cost or fixed-price incentive fee type, valued at] \$[5]20M[million or more, inclusive of options, have a period of performance of at least 18 months, and contain development work scope]; and[or]
 - (2) Acquisitions of any value [,type or period of performance] designated as major by the project [program] manager in accordance with [the Office of Management and Budget,] OMB Circular A-11; and
- (b) *The clause at 1852.234-2, Earned Value Management System, in [cost or fixed- price incentive] solicitations and contracts [,subcontracts, and task orders] with a value[ed at \$100M or more, inclusive of options, with a period of performance of at least 18 months, and contain developmental work scope] exceeding \$50M that include the provision at 1852.234-1. The contracting officer shall use the clause with its Alternate I when the contract [, subcontract, or task order] value is less than \$50 [\$100]M[million, inclusive of options].*
\$50M.

Subpart 1852.2—Text of Provisions and Clauses

1852.234-1 Notice of Earned Value Management System. As prescribed in 1834.203[-70](a), insert the following provision:

**NOTICE OF EARNED VALUE MANAGEMENT SYSTEM
(APR 2015) [(JUNE 2025) (DEVIATION)]**

- (a) The offeror shall [assert whether a contracting officer has determined that the contractor's] provide documentation that its proposed Earned Value Management System (EVMS) complies with the EVMS guidelines in the American National Standards Institute (ANSI)/Electronic Industries Alliance EIA-748 Standard, [(EIA-478 Earned Value Management Systems Standard] (current version at time of solicitation). [The Government reserves the right to request documentation

supporting the statement and perform reviews of the EVMS when deemed necessary to verify compliance.]

(b) If the offeror proposes to use a system that currently does not meet the requirements of paragraph (a) of this provision, the offeror shall submit its comprehensive plan for compliance with the EVMS guidelines to the **Government [Contracting Officer]** for approval.

(1) The plan shall—

- (i) Describe the EVMS the offeror intends to use in performance of the contract;
[subcontract, or task order;]
- (ii) Distinguish between the offeror's existing management system and **[proposed]** modifications;
- (iii) Provide a matrix that correlates each guideline in **ANSI/EIA [-] 748** (current version at time of solicitation) to the corresponding process in the offeror's written management procedures;
- (iv) Describe the proposed procedure for application of the EVMS requirements to subcontractors;
- (v) Describe ~~how the offeror will ensure EVMS compliance for each subcontractor subject to the flow down requirement in paragraph (e) whose EVMS has not been recognized by the Cognizant Federal Agency as compliant according to paragraph (a);~~**[the process the offeror will use to determine subcontractor compliance with EIA-748];**
- (vi) Provide documentation describing the process and results, including Government participation, of any third-party or self-evaluation of the system's compliance with the EVMS guidelines; and
- (vii) If the ~~value of the offeror's proposal, including options, is \$50~~ **[valued at \$100]** million or more, provide a schedule of events leading up to formal **[compliance/]** validation **[review]** and Government acceptance of the Contractor's EVMS. Guidance can be found in the Department of Defense Earned Value Management **Implementation [Systems Interpretation]** Guide (<https://ace.dau.mil/CommunityBrowser.aspx?id=19557>) as well as in the National Defense Industrial Association (NDIA) Earned Value Management Systems Acceptance Guide ~~[available at <https://evm.nasa.gov>]~~ (<http://www.ndia.org/divisions/divisions/procurement/pages/programsystemcommittee.aspx>).

(2) The offeror shall provide information and assistance as required by the Contracting Officer to support review of the plan.

(3) The Government will review the offeror's EVMS implementation plan prior to contract award.

(c) The offeror shall identify in its offer the ~~major~~ subcontractors, or ~~major~~ **[the]** subcontracted effort if ~~major~~ subcontractors have not been selected, planned for application of the EVMS requirement. ~~Prior to contract award, the offeror and NASA shall agree on the subcontractors, or subcontracted effort, subject to the EVMS requirement.~~ **[The contractor is responsible for ensuring that subcontracts that meet the criteria outlined in 1834.203\70 comply with the EVMS requirements of this contract.]**

(d) ~~The offeror shall incorporate its compliance evaluation factors for subcontractors into the plan required by paragraph (b) of this provision.~~

(End of provision)

1852.234-2 Earned Value Management System. As prescribed in 1834.203(b) insert the following clause:

**EARNED VALUE MANAGEMENT SYSTEM
(APR 2015) (JUNE 2025) (DEVIATION)**

(a) In the performance of this contract, **[subcontract, or task order,]** the Contractor shall use—

(1) An Earned Value Management System (EVMS) that has been determined by the Cognizant Federal Agency **[(CFA)]** to be compliant with the EVMS guidelines specified in the ~~American National Standards Institute (ANSI)/Electronic Industries Alliance (EIA)-748 [Earned Value Management System Standard] Standard, Industry Guidelines for Earned Value Management Systems~~ (current version at the time of award) to manage this contract~~[], subcontract, or task order~~; and

(2) Earned Value Management (EVM) procedures that provide for generation of timely, accurate, reliable, and traceable information for the ~~Contract Performance Report (CPR) and the Integrated Master Schedule (IMS)~~ **[Integrated Program Management Data and Analysis Report (IPMDAR)]** required by the data requirements descriptions in the contract~~[], subcontract, or task order~~.

(b) If, at the time of award, the Contractor's EVMS has not been determined by the Cognizant Federal Agency **[(CFA)]** to be compliant with the EVMS guidelines, or the Contractor does not have an existing EVMS that is compliant with the guidelines in the ~~ANSI/EIA -748 Standard~~ (current version at the time of award), the Contractor shall apply the system to the contract~~[], subcontract, or task order~~ and shall take timely action to implement its plan to obtain compliance/validation. The Contractor shall follow and implement the ~~approved~~ compliance/validation plan in a timely fashion. **[approved by the Contracting Officer and CFA.]** The Government will conduct a ~~E~~**[c]**ompliance ~~R~~**[r]**eview to assess the contractor's ~~compliance~~ **[fulfillment of]** with its plan, and if the Contractor does not follow the approved implementation schedule or correct all resulting system deficiencies identified as a result of the compliance review within a reasonable time, the Contracting Officer ~~may~~ **[shall]**take remedial action, that may include, but is not limited to, a reduction in fee.

(c) The Government ~~will~~ **[shall]** conduct Integrated Baseline Reviews (IBRs). ~~Such reviews shall be scheduled and conducted as early as practicable, and if a pre-award IBR has not been conducted, a post-award IBR~~**[s shall]** should be conducted within 180 calendar days after contract~~[], subcontract, or task order~~ award, or the exercise of significant contract options, or within 60 calendar days after distribution of a supplemental agreement that implements a significant funding realignment or effects a significant change in contractual requirements (e.g., incorporation of major modifications). The objective of IBRs is for the Government and the Contractor to jointly assess the Contractor's **[performance measurement]** baseline **[PMB]** ~~to be used for performance measurement~~ to ensure complete coverage of the statement of work, **[is completely planned, sound schedule]** ~~logical~~ **[exists and follows best practices,]** ~~scheduling of the work activities, adequate resourcing, and identification of inherent risks~~**[etc.]** See the NASA IBR Handbook **[at https://nasa.gov/evm]** (<http://evm.nasa.gov/handbooks.html>) for guidance.

(d) **[The Contractor shall submit notification of any proposed changes to its EVMS procedures to the Contracting Officer consistent with the EVM requirements of the contract.]** ~~Unless a waiver is granted by the Cognizant Federal Agency, Contractor proposed EVMS changes require~~

~~approval of the Cognizant Federal Agency prior to implementation. The [Contracting Officer] Cognizant Federal Agency shall advise the Contractor of the acceptability of such changes within 30 calendar days after receipt of the notice of proposed changes from the Contractor. [If no response is provided by the Contracting Officer within 30 calendar days, the contractor shall implement their proposed change.] If this contract, subcontract or task order is valued at \$100 million or more, including options, any EVMS changes proposed by the Contractor require approval of the CFA prior to implementation.] If the advance approval requirements are waived by the Cognizant Federal Agency, the Contractor shall disclose EVMS changes to the Cognizant Federal Agency at least 14 calendar days prior to the effective date of implementation.~~

(e) The Contractor agrees to provide access to all pertinent records and data requested by the Contracting Officer or a duly authorized representative. Access is to permit Government surveillance to ensure that the Contractor's EVMS complies, and continues to comply, with the EVMS guidelines referenced in paragraph (a) of this clause, and to demonstrate—

- (1) Proper implementation of the procedures generating the cost and schedule information being used to satisfy the contract data requirements;
- (2) Continuing application of the accepted company procedures in satisfying the ~~CPR~~ ~~IPMDAR~~-required by the contract~~[,subcontract, or task order]~~ through recurring program/project and contract surveillance; and
- (3) Implementation of any corrective actions identified during the surveillance process.

(f) The Contractor shall ~~[include the substance of this clause in all subcontracts awarded under this contract that meet the criteria outlined in 1834.203-70. The Contractor is]~~ be responsible for ensuring that its subcontractors, ~~identified below~~, comply with the EVMS requirements of this clause as follows:

- (1) ~~For subcontracts with an estimated dollar value of \$50 [100] million or more, the following subcontractors shall comply with the requirements of this clause. (Contracting Officer to insert names of subcontractors or subcontracted effort.)~~
- (2) ~~For subcontracts with an estimated dollar value of less than \$50 [100] million, the following subcontractors shall comply with the requirements of this clause except for the requirement in paragraph (b), if applicable, to obtain compliance/validation. (Contracting Officer to insert names of subcontractors or subcontracted effort.)~~

(g) If the contractor identifies a need to deviate from the agreed baseline by working against an Over Target Baseline (OTB) or Over Target Schedule (OTS), the contractor shall submit to the Contracting Officer a request for approval to begin implementation of an OTB ~~[and/]~~ or OTS. This request shall include a top-level projection of cost and/or schedule growth, whether or not performance variances will be retained, and a schedule of implementation for the reprogramming adjustment. The Government will ~~[acknowledge receipt of the request in a timely manner}~~ ~~approve or deny the request [generally]~~ within 30 calendar days~~[.]~~ after receipt of the request. Failure of the Government to respond within this 30 day period constitutes approval of the request. Approval of the deviation request does not constitute a change, or the basis for a change, to the negotiated cost or price of this contract, or the estimated cost of any undefinitized contract actions. ~~[The requested actions may only be implemented after obtaining the Contractor Officer's~~

approval and in accordance with the Contractor's EVMS processes. The Government may request initiation of an OTB and/or an OTS if the baseline is unrealistic.]

(ALTERNATE I) (NOV 2006[June 2025])

As prescribed in 1834.203-70(b), substitute the following paragraph (b) for paragraph (b) of the basic clause:

(b) If, at the time of award, the Contractor's EVMS has not been determined by the ~~Cognizant Federal Agency~~ **[Contracting Officer]** to be compliant with the EVMS guidelines, or the Contractor does not have an existing cost/schedule control system that is compliant with the guidelines in the ~~ANSI/EIA -748 Standard~~ (current version at the time of [a]ward), the Contractor shall apply the system to the contract~~[,subcontract, or task order]~~ and shall take timely action to implement its plan to be compliant with the guidelines. **[At the discretion of the Contracting Officer, a review of the Contractor's compliance with the guidelines of EIA-748 may be directed when the Government identifies a reason or the necessity to do so, however,]** ~~T[t]he~~ Government will not formally ~~validate/accept~~ the Contractor's EVMS with respect to this contract~~[,subcontract or task order]~~. The use of the Contractor's EVMS for this contract **[subcontract, or task order]** does not imply Government acceptance of the Contractor's EVMS for application to future contracts **[subcontracts, or task orders]**. ~~The Government will monitor compliance through routine surveillance.~~

Final/Clean Regulatory Version:

PART 1834
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PART 1834
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Subpart 1834.2—Earned Value Management System

1834.201 Policy.

(b) The requiring organization must ensure that Earned Value Management System (EVMS) reporting requirement is included in the acquisition package provided to the procurement office for implementation in contracts, subcontracts, and task orders where EVMS applies.

1834.203-70 NASA solicitation provision and contract clause.

The contracting officer must insert—

(a) The provision at 1852.234-1, Notice of Earned Value Management System, in solicitations for contracts, subcontracts, and task orders that

(1) are Cost or fixed-price incentive fee type, valued at \$50 million or more, inclusive of options, have a period of performance of at least 18 months, and contain development work scope; or

(2) Acquisitions of any value type, or period of performance designated as major by the program manager in accordance with the Office of Management and Budget, OMB Circular A-11; and

(b) The clause at 1852.234-2, Earned Value Management System, in cost or fixed-price incentive solicitations and contracts, subcontracts, and task orders valued at \$100 million or more, inclusive of options, with a period of performance of at least 18 months, and contain developmental work scope that include the provision at 1852.234-1. The contracting officer shall use the clause with its Alternate I when the contract, subcontract, or task order is valued less than 100 million, inclusive of options.

Subpart 1852.2—Text of Provisions and Clauses

1852.234-1 Notice of Earned Value Management System. As prescribed in 1834.203-70(a), insert the following provision:

NOTICE OF EARNED VALUE MANAGEMENT SYSTEM (JUNE 2025) (DEVIATION)

(a) The offeror shall assert whether a contracting officer has determined that the contractor's Earned Value Management System (EVMS) complies with the EVMS guidelines in the EIA-748 Earned Value Management Systems Standard (current version at time of solicitation). The Government reserves the right to request documentation supporting the statement and perform reviews of the EVMS when deemed necessary to verify compliance.

(b) If the offeror proposes to use a system that currently does not meet the requirements of paragraph (a) of this provision, the offeror shall submit its comprehensive plan for compliance with the EVMS guidelines to the Contracting Officer for approval.

(1) The plan shall—

(i) Describe the EVMS the offeror intends to use in performance of the contract, subcontract, or task order;

(ii) Distinguish between the offeror's existing management system and proposed modifications;

(iii) Provide a matrix that correlates each guideline in EIA - 748 (current version at time of solicitation) to the corresponding process in the offeror's written management procedures;

(iv) Describe the proposed procedure for application of the EVMS requirements to subcontractors;

(v) Describe the process the offeror will use to determine subcontractor compliance with EIA -748

(vi) Provide documentation describing the process and results, including Government participation, of any third-party or self-evaluation of the system's compliance with the EVMS guidelines; and

(vii) If the offeror's proposal, including options, is valued at \$100 million or more, provide a schedule of events leading up to formal compliance/validation review and Government acceptance of the Contractor's EVMS. Guidance can be found in the Department of Defense Earned Value Management Systems Implementation Guide as well as in the National Defense Industrial Association (NDIA) Earned Value Management Systems Acceptance Guide.

(2) The offeror shall provide information and assistance as required by the Contracting Officer to support review of the plan.

(3) The Government will review the offeror's EVMS implementation plan prior to contract award.

(c) The offeror shall identify in its offer the subcontractors, or subcontracted effort if subcontractors have not been selected, planned for application of the EVMS requirement. The contractor is responsible for ensuring that subcontracts that meet the criteria outlined in 1834.203-70 comply with the EVMS requirements of this contract.

(End of provision)

1852.234-2 Earned Value Management System. As prescribed in 1834.203-70(b) insert the following clause:

EARNED VALUE MANAGEMENT SYSTEM (JUNE 2025) (DEVIATION)

- (a) In the performance of this contract, the Contract, subcontract, or task order the Contractor shall use -
 - (1) An Earned Value Management System (EVMS) that has been determined by the Cognizant Federal Agency (CFA) to be compliant with the EVMS guidelines specified in the EIA-748 Earned Value Management Systems Standard (current version at the time of award) to manage this contract, subcontract, or task order; and
 - (2) Earned Value Management (EVM) procedures that provide for generation of timely, accurate, reliable, and traceable information for the Integrated Program Management and Data Analysis Report (IPMDAR) required by the data requirements descriptions in the contract, subcontract, or task order.
- (b) If, at the time of award, the Contractor's EVMS has not been determined by the CFA to be compliant with the EVMS guidelines, or the Contractor does not have an existing EVMS that is compliant with the guidelines in the EIA-748 Standard (current version at the time of award), the Contractor shall apply the system to the contract, subcontract, or task order and shall take timely action to implement its plan to obtain compliance. The Contractor shall follow and implement the compliance plan approved by the Contracting Officer and CFA. The Government will conduct a compliance review to assess the contractor's fulfillment of its plan, and if the Contractor does not follow the approved implementation schedule or correct all resulting system deficiencies identified as a result of the compliance review within a reasonable time, the Contracting Officer shall take remedial action, that may include, but is not limited to, a reduction in fee.
- (c) The Government shall conduct Integrated Baseline Reviews (IBRs). IBRs shall be conducted within 180 calendar days after contract, subcontract, or task order award, or the exercise of significant contract options, or within 60 calendar days after distribution of a supplemental agreement that implements a significant funding realignment or effects a significant change in contractual requirements (e.g., incorporation of major modifications). The objective of IBRs is for the Government and the Contractor to jointly assess the Contractor's performance measurement baseline (PMB) to ensure complete coverage of the statement of work, is completely planned, sound schedule, logic exists and follows best practices, adequate resourcing, and identification of inherent risks, etc. See the NASA IBR Handbook at <https://nasa.gov/evm> or guidance.
- (d) The Contractor shall submit notification of any proposed changes to its EVMS procedures to the Contracting Officer consistent with the EVM requirements of the contract. The Contracting Officer shall advise the Contractor of the acceptability of such changes within 30 calendar days after receipt of the notice of proposed changes from the Contractor. If no response is provided by the Contracting Officer within 30 calendar days, the contractor shall implement their proposed change. If this contract, subcontract, or task order is valued at \$100 million or more, including options, any EVMS changes proposed by the Contractor require approval of the CFA prior to implementation.
- (e) The Contractor agrees to provide access to all pertinent records and data requested by the Contracting Officer or a duly authorized representative. Access is to permit Government surveillance

to ensure that the Contractor's EVMS complies, and continues to comply, with the EVMS guidelines referenced in paragraph (a) of this clause, and to demonstrate—

- (1) Proper implementation of the procedures generating the cost and schedule information being used to satisfy the contract data requirements;
- (2) Continuing application of the accepted company procedures in satisfying the IPMDAR required by the contract, subcontract, or task order through recurring program/project and contract surveillance; and
- (3) Implementation of any corrective actions identified during the surveillance process.

(f) The Contractor shall include the substance of this clause in all subcontracts awarded under this contract that meet the criteria outlined in 1834.203-70. The Contractor is responsible for ensuring that its subcontractors, comply with the EVMS requirements of this clause.

(g) If the contractor identifies a need to deviate from the agreed baseline by working against an Over Target Baseline (OTB) or Over Target Schedule (OTS), the contractor shall submit to the Contracting Officer a request for approval to begin implementation of an OTB and/or OTS. This request shall include a top-level projection of cost and/or schedule growth, whether or not performance variances will be retained, and a schedule of implementation for the reprogramming adjustment. The Government will acknowledge receipt of the request in a timely manner generally within 30 calendar days. Approval of the deviation request does not constitute a change, or the basis for a change. The requested actions may only be implemented after obtaining the Contracting Officer's approval and in accordance with the Contractor's EVMS processes. The Government may request initiation of an OTB and/or an OTS if the baseline is unrealistic.

(End of clause)

(ALTERNATE I) (June 2025 DEVEIATION) As prescribed in 1834.203-70(b), substitute the following paragraph (b) for paragraph (b) of the basic clause:

(b) If, at the time of award, the Contractor's EVMS has not been determined by the Contracting Officer to be compliant with the EVMS guidelines, or the Contractor does not have an existing cost/schedule control system that is compliant with the guidelines in the EIA-748 (current version at the time of award), the Contractor shall apply the system to the contract, subcontract, or task order and shall take timely action to implement its plan to be compliant with the guidelines. At the discretion of the Contracting Officer, a review of the Contractor's compliance with the guidelines of EIA-748 may be directed when the Government identifies a reason or the necessity to do so, however, the Government will not formally accept the Contractor's EVMS with respect to this contract, subcontract, or task order. The use of the Contractor's EVMS for this contract, subcontract, or task order does not imply Government acceptance of the Contractor's EVMS for application to future contracts, subcontract, or task orders.

