



U.S. Securities and Exchange Commission

February 25, 2026

Class Deviation for Federal Acquisition Regulation Part 19 in Support of Executive Order 14275, Restoring Common Sense to Federal Procurement (2025-040.1)

- 1. Purpose:** To issue a class deviation to Federal Acquisition Regulation (FAR) Part 19 for purposes of implementing the FAR Council's model deviation text to FAR Part 19. This class deviation supersedes version 2025-040 dated September 30, 2025.
- 2. Effective Date:** This class deviation is effective immediately and remains in effect until rescinded or incorporated into the FAR.
- 3. Expiration Date:** Expires when incorporated into the FAR or is otherwise rescinded.

4. 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.
- On September 26, 2025, GSA issued RFO-2025-19 approving a class deviation to FAR part 19 for purposes of implementing the FAR Council's model deviation text to FAR part 19. The deviation became effective November 3, 2025.
- While subcontracting reporting will continue, GSA will decommission the Electronic Subcontracting Reporting System (eSRS.gov) on February 20, 2026. Subcontracting reporting will transition to SAM.Gov. This is part of the ongoing effort to modernize the suite of federal acquisition systems. (For more information, please visit [SAM.gov/esrs](https://sam.gov/esrs).)
- This supplement provides updates to the model deviation text to support the eSRS.gov transition.

5. Summary of Changes.

- Removes prescriptive manual process steps for contractors and contracting officers to review/approve/reject subcontract reports submitted to the new system. The new system will implement business rules to prevent reporting of most common errors.

- Agencies are given discretion for how to monitor subcontract reports, with best practices to be developed in the FAR companion. The new system will create reports to identify reporting needing the greatest attention.
- Extends the reporting requirement of Individual Subcontract Reports from 30 days after the reporting period to 45 days to align the FAR to SBA's current regulations.
- The Council's RFO part 19 model deviation text has been updated with these changes and is available at Acquisition.gov, under the "FAR Overhaul" link, and is incorporated into this class deviation.

6. Required Action:

- The SEC acquisition workforce must follow the RFO part 19 model deviation text instead of FAR part 19 as codified at 48 CFR chapter 1.
- For new solicitations or contracts, when using the clause that has been revised (52.219-9 Small Business Subcontracting Plan), utilize the RFO model deviation language at [RFO FAR part 52](#).
- For open solicitations or awarded contracts, the contracting officer has discretion regarding the need to enforce or amend the provisions or clause in this supplement in the contract. Note that without some of the removed provisions or clauses, the contracting officer may be required to separately address certain aspects in the contract.
- Contracting activities must review templates and related standard operating procedures to align with this deviation and remove unnecessary processes and steps.

7. Applicability: This class deviation applies to all SEC procurements.

8. Authority: This class deviation is issued under the authority of Executive Order 14275, OMB Memo M-25-26, 48 CFR 1.4, and RFO FAR 1.304.

9. Point of Contact: If you have any questions, please contact the SEC Office of Acquisitions Policy at Acquisitions-Policy@sec.gov.

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